

CITIZENS INC  
Form 4  
September 25, 2007

**FORM 4**

**UNITED STATES SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549**

OMB APPROVAL

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Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).

**STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES**

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934, Section 17(a) of the Public Utility Holding Company Act of 1935 or Section 30(h) of the Investment Company Act of 1940

(Print or Type Responses)

1. Name and Address of Reporting Person \*  
RILEY HAROLD E

(Last) (First) (Middle)  
400 EAST ANDERSON LANE  
(Street)

AUSTIN, TX 78752

(City) (State) (Zip)

2. Issuer Name and Ticker or Trading Symbol  
CITIZENS INC [CIA]

3. Date of Earliest Transaction (Month/Day/Year)  
05/31/2007

4. If Amendment, Date Original Filed(Month/Day/Year)

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

Director  10% Owner  
 Officer (give title below)  Other (specify below)  
Chairman

6. Individual or Joint/Group Filing(Check Applicable Line)  
 Form filed by One Reporting Person  
 Form filed by More than One Reporting Person

**Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned**

| 1. Title of Security (Instr. 3)                    | 2. Transaction Date (Month/Day/Year) | 2A. Deemed Execution Date, if any (Month/Day/Year) | 3. Transaction Code (Instr. 8) | 4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5) | 5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4) | 6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 7. Nature of Indirect Beneficial Ownership (Instr. 4) |
|--|--------------------------------------|--|--------------------------------|---|---|--|---|
| Citizens, Inc. Class A Common Stock <sup>(1)</sup> | 05/31/2007                           |  | L V                            | 31.4864 A   | \$ 7.91 3,892,583.1745  | D  |   |
| Citizens, Inc. Class A Common Stock <sup>(1)</sup> | 06/13/2007                           |  | L V                            | 34.8359 A   | \$ 7.15 3,892,618.0104  | D  |   |
| Citizens, Inc. Class                               | 07/11/2007                           |  | L V                            | 35.4756 A   | \$ 7.02 3,892,653.486   | D  |   |

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A  
Common  
Stock (1)

Citizens,  
Inc. Class

|   |            |  |   |   |         |   |    |      |                |   |
|---|------------|--|---|---|---------|---|----|------|----------------|---|
| A | 08/08/2007 |  | L | V | 41.8086 | A | \$ | 5.95 | 3,892,695.2946 | D |
|---|------------|--|---|---|---------|---|----|------|----------------|---|

Common  
Stock (1)

Citizens,  
Inc. Class

|   |            |  |   |   |         |   |    |      |                |   |
|---|------------|--|---|---|---------|---|----|------|----------------|---|
| A | 09/12/2007 |  | L | V | 32.7047 | A | \$ | 7.61 | 3,892,727.9993 | D |
|---|------------|--|---|---|---------|---|----|------|----------------|---|

Common  
Stock (1)

Citizens,  
Inc. Class

|   |            |  |   |   |        |   |    |      |                |   |
|---|------------|--|---|---|--------|---|----|------|----------------|---|
| A | 09/20/2007 |  | G | V | 30,000 | D | \$ | 8.39 | 3,862,727.9993 | D |
|---|------------|--|---|---|--------|---|----|------|----------------|---|

Common  
Stock (2)

Citizens,  
Inc. Class

|   |            |  |   |   |        |   |    |      |                |   |
|---|------------|--|---|---|--------|---|----|------|----------------|---|
| A | 09/20/2007 |  | G | V | 50,000 | D | \$ | 8.39 | 3,812,727.9993 | D |
|---|------------|--|---|---|--------|---|----|------|----------------|---|

Common  
Stock (3)

Citizens,  
Inc. Class

|   |  |  |  |  |  |  |  |         |   |        |
|---|--|--|--|--|--|--|--|---------|---|--------|
| A |  |  |  |  |  |  |  | 396,802 | I | Spouse |
|---|--|--|--|--|--|--|--|---------|---|--------|

Common  
Stock

Citizens,  
Inc. Class

|   |  |  |  |  |  |  |  |           |   |              |
|---|--|--|--|--|--|--|--|-----------|---|--------------|
| B |  |  |  |  |  |  |  | 1,001,714 | I | Family Trust |
|---|--|--|--|--|--|--|--|-----------|---|--------------|

Common  
Stock

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

**Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.**

SEC 1474  
(9-02)

**Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned**  
(e.g., puts, calls, warrants, options, convertible securities)

|   |  |   |   |                                      |   |  |   |   |  |
|---|--|---|---|--------------------------------------|---|--|---|---|--|
| 1. Title of<br>Derivative<br>Security<br>(Instr. 3) | 2. Conversion<br>or Exercise<br>Price of<br>Derivative | 3. Transaction Date<br>(Month/Day/Year) | 3A. Deemed<br>Execution Date, if<br>any<br>(Month/Day/Year) | 4. Transaction<br>Code<br>(Instr. 8) | 5. Number<br>of<br>Derivative<br>Securities | 6. Date Exercisable and<br>Expiration Date<br>(Month/Day/Year) | 7. Title and<br>Amount of<br>Underlying<br>Securities<br>(Instr. 3 and 4) | 8. Price of<br>Derivative<br>Security<br>(Instr. 5) | 9. Number<br>of<br>Derivative<br>Securities<br>Beneficially<br>Owned |
|---|--|---|---|--------------------------------------|---|--|---|---|--|

Security

Acquired  
(A) or  
Disposed  
of (D)  
(Instr. 3,  
4, and 5)

Follo  
Repo  
Trans  
(Instr

| Code | V | (A) | (D) | Date<br>Exercisable | Expiration<br>Date | Title | Amount<br>or<br>Number<br>of<br>Shares |
|------|---|-----|-----|---------------------|--------------------|-------|--|
|------|---|-----|-----|---------------------|--------------------|-------|--|

## Reporting Owners

| Reporting Owner Name / Address                               | Relationships |           |          |       |
|--|---------------|-----------|----------|-------|
|  | Director      | 10% Owner | Officer  | Other |
| RILEY HAROLD E<br>400 EAST ANDERSON LANE<br>AUSTIN, TX 78752 | X             | X         | Chairman |       |

## Signatures

/s/Harold E.  
Riley

09/25/2007

Signature of  
Reporting Person

Date

## Explanation of Responses:

- \* If the form is filed by more than one reporting person, *see* Instruction 4(b)(v).
- \*\* Intentional misstatements or omissions of facts constitute Federal Criminal Violations. *See* 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).
- (1) These shares were purchased through the Citizens Stock Investment Plan as part of regular monthly payroll deduction.
- (2) Gift for Hyde Park Baptist Church
- (3) Gift to Baylor University

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure. Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.