PRE PAID LEGAL SERVICES INC
Form 4
June 07, 2001

UNITED STATES SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549
FORM 4
STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP
( ) Check this box if no longer subject to Section 16.
Form 4 or Form 5 obligations may continue. See Instructions 1(b).

1. Name and Address of Reporting Person
   Stonecipher, Harland Cecil
   Rt. 1, Box 39
   Centrahoma, OK 74534
   USA
2. Issuer Name and Ticker or Trading Symbol
   Pre-Paid Legal Services, Inc.
   PPD
3. IRS or Social Security Number of Reporting Person (Voluntary)
   441 40 2505
4. Statement for Month/Year
   May/2001
5. If Amendment, Date of Original (Month/Year)

6. Relationship of Reporting Person(s) to Issuer (Check all applicable)
   (X) Director ( ) 10% Owner (X) Officer (give title below) ( ) Other
   (specify below)
   Chairman of the Board
7. Individual or Joint/Group Filing (Check Applicable Line)
   (X) 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	2. Transaction Date	3. Transaction Code	V	4. Securities Acquired (A) or Disposed of (D) Amount	A/D	Price	5. Amount of Securities Beneficially Owned at End of Month
Common Stock							1,055,625
Common Stock							17,933

Table II -- Derivative Securitites Acquired, Disposed of, or Beneficially Owned

1.Title of Derivative Security	2.Conversion or Exercise Price of Derivative Security	3. Transaction Date	4. Code	V	5.Number of Derivative Securities Acquired(A) or Disposed of(D) Amount	A/D	6.Date Exercisable and Expiration Date(Month/Day/Year) Date Exercisable	Expiration Date	7.Title and Amount of Underlying Securities Title and Number of Shares	8.P of vat Sec rit

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Stock Option - Right t|16.46   |5/25/|J    |V|100,000    |A  |(2)  |5/25/|Common       |100,000|
o Buy                 |        |01   |     |(|           |   |     |06   |             |       |
                      |        |     |     |1|           |   |     |     |             |       |
                      |        |     |     |)|           |   |     |     |             |       |
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Explanation of Responses:
(1) These securities were acquired through participation in the Issuer's Stock Option Plan approved by shareholders on May 25, 2001. These transactions are exempt under old Rule 16a-8(b).
(2) These options were granted and are immediately exerciseable as to 25,000 and will best in additional increments of 25,000 on June 1st, September 1st and December 1st of grant year.
SIGNATURE OF REPORTING PERSON
Harland Stonecipher
DATE
June 7, 2001