

PENN TREATY AMERICAN CORP  
Form SC 13G/A  
February 13, 2009

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

**SCHEDULE 13G**

**Under the Securities Exchange Act of 1934  
(Amendment No. 3)\***

Penn Treaty American Corporation  
(Name of Issuer)  
Common Stock  
(Title of Class of Securities)  
707874103  
(CUSIP Number)  
December 31, 2008  
(Date of Event Which Requires Filing of this Statement)

Check the appropriate box to designate the rule pursuant to which this Schedule is filed:

- Rule 13d-1(b)
- Rule 13d-1(c)
- Rule 13d-1(d)

\* The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter the disclosures provided in a prior cover page.

The information required in the remainder of this cover page shall not be deemed to be filed for the purpose of Section 18 of the Securities Exchange Act of 1934 ( Act ) or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, see the Notes).

Name, Address and Telephone Number of Person Authorized to Receive Notices and Communications:

Taylor H. Wilson, Esq.  
Haynes and Boone, LLP  
2323 Victory Avenue, Suite 700  
Dallas, Texas 75219-7673  
(214) 651-5000

CUSIP No. 707874103

NAMES OF REPORTING PERSONS.

1. Atlas Advantage Master Fund, L.P.

CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (SEE INSTRUCTIONS)

2. (a)   
(b)

SEC USE ONLY

3.

CITIZENSHIP OR PLACE OF ORGANIZATION

4. Cayman Islands

SOLE VOTING POWER

5.

NUMBER OF 1,296,731

SHARED VOTING POWER

6.

SHARES BENEFICIALLY OWNED BY 0

SOLE DISPOSITIVE POWER

7.

EACH REPORTING PERSON 1,296,731

SHARED DISPOSITIVE POWER

8.

WITH: 0

AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

9. 1,296,731

**10.** CHECK IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES (SEE INSTRUCTIONS)

o

**11.** PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9)

5.6%

**12.** TYPE OF REPORTING PERSON (SEE INSTRUCTIONS)

PN

---

CUSIP No. 707874103

NAMES OF REPORTING PERSONS.

1. Atlas Allocation Fund, L.P.

CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (SEE INSTRUCTIONS)

2. (a)   
(b)

SEC USE ONLY

3.

CITIZENSHIP OR PLACE OF ORGANIZATION

4. Texas

SOLE VOTING POWER

5. NUMBER OF 0

SHARED VOTING POWER

6. SHARES BENEFICIALLY OWNED BY 0

SOLE DISPOSITIVE POWER

7. EACH REPORTING PERSON 0

SHARED DISPOSITIVE POWER

8. WITH: 0

AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

9. 0

**10.** CHECK IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES (SEE INSTRUCTIONS)

o

**11.** PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9)

0.0%

**12.** TYPE OF REPORTING PERSON (SEE INSTRUCTIONS)

PN

---

CUSIP No. 707874103

NAMES OF REPORTING PERSONS.

1. Atlas Capital (Q.P.), L.P.

CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (SEE INSTRUCTIONS)

2. (a)   
(b)

SEC USE ONLY

3.

CITIZENSHIP OR PLACE OF ORGANIZATION

4. Texas

SOLE VOTING POWER

5. NUMBER OF 0

SHARED VOTING POWER

6. SHARES BENEFICIALLY OWNED BY 0

SOLE DISPOSITIVE POWER

7. EACH REPORTING PERSON 0

SHARED DISPOSITIVE POWER

8. WITH: 0

AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

9. 0

**10.** CHECK IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES (SEE INSTRUCTIONS)

o

**11.** PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9)

0.0%

**12.** TYPE OF REPORTING PERSON (SEE INSTRUCTIONS)

PN

---

CUSIP No. 707874103

NAMES OF REPORTING PERSONS.

1. Atlas Capital ID Fund, L.P.

CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (SEE INSTRUCTIONS)

2. (a)   
(b)

SEC USE ONLY

3.

CITIZENSHIP OR PLACE OF ORGANIZATION

4. Texas

SOLE VOTING POWER

5.

NUMBER OF 20,713

SHARED VOTING POWER

6.

SHARES BENEFICIALLY OWNED BY 0

SOLE DISPOSITIVE POWER

7.

EACH REPORTING PERSON 20,713

SHARED DISPOSITIVE POWER

8.

WITH: 0

AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

9. 20,713



**10.** CHECK IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES (SEE INSTRUCTIONS)

o

**11.** PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9)

0.0%

**12.** TYPE OF REPORTING PERSON (SEE INSTRUCTIONS)

PN

---

CUSIP No. 707874103

NAMES OF REPORTING PERSONS.

1. Atlas Capital Master Fund, L.P.

CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (SEE INSTRUCTIONS)

2. (a)   
(b)

SEC USE ONLY

3.

CITIZENSHIP OR PLACE OF ORGANIZATION

4. Cayman Islands

SOLE VOTING POWER

5.

NUMBER OF 131,000

SHARED VOTING POWER

6.

SHARES BENEFICIALLY OWNED BY 0

SOLE DISPOSITIVE POWER

7.

EACH REPORTING PERSON 131,000

SHARED DISPOSITIVE POWER

8.

WITH: 0

AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

9. 131,000

**10.** CHECK IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES (SEE INSTRUCTIONS)

o

**11.** PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9)

0.6%

**12.** TYPE OF REPORTING PERSON (SEE INSTRUCTIONS)

PN

---

CUSIP No. 707874103

NAMES OF REPORTING PERSONS

1. Atlas Capital Offshore Exempt Fund, Ltd.

CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (SEE INSTRUCTIONS)

2. (a)   
(b)

SEC USE ONLY

3.

CITIZENSHIP OR PLACE OF ORGANIZATION

4. Cayman Islands

SOLE VOTING POWER

5.

NUMBER OF 0

SHARED VOTING POWER

6. BENEFICIALLY OWNED BY

0

SOLE DISPOSITIVE POWER

7. EACH REPORTING PERSON

0

SHARED DISPOSITIVE POWER

8. WITH:

0

AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

9. 0

**10.** CHECK IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES (SEE INSTRUCTIONS)

o

**11.** PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9)

0.0%

**12.** TYPE OF REPORTING PERSON (SEE INSTRUCTIONS)

OO

---

CUSIP No. 707874103

NAMES OF REPORTING PERSONS

1. Atlas Capital Management, L.P.

CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (SEE INSTRUCTIONS)

2. (a)   
(b)

SEC USE ONLY

3.

CITIZENSHIP OR PLACE OF ORGANIZATION

4. Texas

SOLE VOTING POWER

5

NUMBER OF 1,448,444

SHARED VOTING POWER

6.

SHARES BENEFICIALLY OWNED BY 0

SOLE DISPOSITIVE POWER

7.

EACH REPORTING PERSON 1,448,444

SHARED DISPOSITIVE POWER

8.

WITH: 0

AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

9. 1,448,444

**10.** CHECK IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES (SEE INSTRUCTIONS)

o

**11.** PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9)

6.2%

**12.** TYPE OF REPORTING PERSON (SEE INSTRUCTIONS)

PN/IA

---

CUSIP No. 707874103

NAMES OF REPORTING PERSONS

1. RHA, Inc.

CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (SEE INSTRUCTIONS)

2. (a)   
(b)

SEC USE ONLY

3.

CITIZENSHIP OR PLACE OF ORGANIZATION

4. Texas

SOLE VOTING POWER

5

NUMBER OF 1,448,444

SHARED VOTING POWER

6.

SHARES BENEFICIALLY OWNED BY 0

SOLE DISPOSITIVE POWER

7.

EACH REPORTING PERSON 1,448,444

SHARED DISPOSITIVE POWER

8.

WITH: 0

AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

9. 1,448,444



**10.** CHECK IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES (SEE INSTRUCTIONS)

o

**11.** PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9)

6.2%

**12.** TYPE OF REPORTING PERSON (SEE INSTRUCTIONS)

CO

---

CUSIP No. 707874103

NAMES OF REPORTING PERSONS

1. Robert H. Alpert

CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (SEE INSTRUCTIONS)

2. (a)   
(b)

SEC USE ONLY

3.

CITIZENSHIP OR PLACE OF ORGANIZATION

4. United States

SOLE VOTING POWER

5

NUMBER OF 1,448,444

SHARED VOTING POWER

6.

SHARES BENEFICIALLY OWNED BY 0

SOLE DISPOSITIVE POWER

7.

EACH REPORTING PERSON 1,448,444

SHARED DISPOSITIVE POWER

8.

0

AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

9. 1,448,444

**10.** CHECK IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES (SEE INSTRUCTIONS)

o

**11.** PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9)

6.2%

**12.** TYPE OF REPORTING PERSON (SEE INSTRUCTIONS)

IN

---

**Item 1.**

**(a) Name of Issuer**

Penn Treaty American Corporation

**(b) Address of Issuer's Principal Executive Offices**

3440 Lehigh Street, Allentown, Pennsylvania 18103

**Item 2.**

**(a) Name of Person Filing**

This statement is jointly filed by and on behalf of: (i) Atlas Advantage Master Fund, L.P. ( Advantage Fund ); (ii) Atlas Allocation Fund, L.P. ( Allocation Fund ); (iii) Atlas Capital (Q.P.), L.P. ( Q.P. Fund ); (iv) Atlas Capital ID Fund, L.P. ( ID Fund ); (v) Atlas Capital Master Fund, L.P. ( Master Fund ); (vi) Atlas Capital Offshore Exempt Fund, Ltd. ( Offshore Exempt Fund ); (vii) Atlas Capital Management, L.P. ( Atlas Management ); (viii) RHA, Inc. ( RHA ); and (ix) Robert H. Alpert. Advantage Fund, Allocation Fund, Q.P. Fund, ID Fund, Master Fund, and Offshore Exempt Fund may be referred to herein, each, as an Atlas Fund and, collectively, as the Atlas Funds.

Atlas Management is the general partner of, and serves as an investment adviser to, Allocation Fund, Q.P. Fund, ID Fund, and Master Fund. Atlas Management serves as an investment adviser to Advantage Fund and Offshore Exempt Fund. Because of the relationships described herein, Atlas Management may be deemed to have or share voting and/or investment (including dispositive) power with respect to shares of common stock of the issuer ( Shares ) owned and/or held by or for the account or benefit of each Atlas Fund.

RHA is the general partner of Atlas Management. Because of the relationships described herein, RHA may be deemed to have or share voting and/or investment (including dispositive) power with respect to Shares owned and/or held by or for the account or benefit of Atlas Management.

Mr. Alpert is the President and sole director of RHA. Mr. Alpert also is a director of Offshore Exempt Fund. Because of the relationships described herein, Mr. Alpert may be deemed to have or share voting and/or investment (including dispositive) power with respect to Shares owned and/or held by or for the account or benefit of RHA and Offshore Exempt Fund.

Each of the reporting persons declares that neither the filing of this statement nor anything herein shall be construed as an admission that such person is, for the purposes of Sections 13(d) or 13(g) of the Act, the beneficial owner of any securities covered by this statement.

**(b) Address of Principal Business Office or, if none, Residence**

The address of the principal business office of each of the reporting persons is 100 Crescent Court, Suite 880, Dallas, Texas 75201.

**(c) Citizenship**

See the disclosure provided in response to Item 4 on the attached cover page(s).

**(d) Title of Class of Securities**

Common Stock, \$0.10 par value per share, of Penn Treaty American Corporation

**(e) CUSIP Number**

707874103

**Item 3. If this statement is filed pursuant to §§240.13d-1(b) or 240.13d-2(b) or (c), check whether the person filing is:**

- (a)  A Broker or dealer registered under Section 15 of the Act (15 U.S.C. 78o).
- (b)  A Bank as defined in Section 3(a)(6) of the Act (15 U.S.C. 78c).
- (c)  An insurance company as defined in Section 3(a)(19) of the Act (15 U.S.C. 78c).
- (d)  An investment company registered under Section 8 of the Investment Company Act of 1940 (15 U.S.C. 80a-8).
- (e)  An investment adviser in accordance with §240.13d-1(b)(1)(ii)(E);
- (f)  An employee benefit plan or endowment fund in accordance with §240.13d-1(b)(1)(ii)(F);
- (g)  A parent holding company or control person in accordance with §240.13d-1(b)(1)(ii)(G);
- (h)  A savings associations as defined in Section 3(b) of the Federal Deposit Insurance Act (12 U.S.C. 1813);
- (i)  A church plan that is excluded from the definition of an investment company under Section 3(c)(14) of the Investment Company Act of 1940 (15 U.S.C. 80a-3);
- (j)  A group, in accordance with §240.13d-1(b)(1)(ii)(J).

**Item 4. Ownership.**

**(a) Amount beneficially owned:**

See the disclosure provided in response to Item 9 on the attached cover page(s).

**(b) Percent of class:**

See the disclosure provided in response to Item 11 on the attached cover page(s).

**(c) Number of shares as to which such person has:**

**(i) Sole power to vote or to direct the vote:**

See the disclosure provided in response to Item 5 on the attached cover page(s).

**(ii) Shared power to vote or to direct the vote:**

See the disclosure provided in response to Item 6 on the attached cover page(s).

**(iii) Sole power to dispose or to direct the disposition of:**

See the disclosure provided in response to Item 7 on the attached cover page(s).

**(iv) Shared power to dispose or to direct the disposition of:**

See the disclosure provided in response to Item 8 on the attached cover page(s).

**Item 5. Ownership of 5% or Less of a Class.**

If this statement is being filed to report the fact that as of the date hereof the reporting person has ceased to be the beneficial owner of more than five percent of the class of securities, check the following o.

**Item 6. Ownership of More than 5 Percent on Behalf of Another Person**

Each Atlas Fund may have the right to receive or the power to direct the receipt of dividends from, or the proceeds from the sale of, Shares owned and/or held by or for the account or benefit of such Atlas Fund. Each Atlas Fund is identified in Item 2 of this statement.

**Item 7. Identification and Classification of the Subsidiary Which Acquired the Security Being Reported on by the Parent Holding Company or Control Person.**

Not Applicable

**Item 8. Identification and Classification of Members of the Group**

Each of the reporting persons declares that neither the filing of this statement nor anything herein shall be construed as an admission that such person is, for the purposes of Sections 13(d) or 13(g) of the Act, (i) acting (or has agreed or is agreeing to act together with any other person) as a partnership, limited partnership, syndicate, or other group for the purpose of acquiring, holding, or disposing of securities of the issuer or otherwise with respect to the issuer or any securities of the issuer or (ii) a member of any group with respect to the issuer or any securities of the issuer.

**Item 9. Notice of Dissolution of Group**

Each of the reporting persons declares that neither the filing of this statement nor anything herein shall be construed as an admission that such person is, for the purposes of Sections 13(d) or 13(g) of the Act, (i) acting (or has agreed or is agreeing to act together with any other person) as a partnership, limited partnership, syndicate, or other group for the purpose of acquiring, holding, or disposing of securities of the issuer or otherwise with respect to the issuer or any securities of the issuer or (ii) a member of any group with respect to the issuer or any securities of the issuer.

---

**Item 10. Certifications**

(a) Not Applicable

(b) By signing below I certify that, to the best of my knowledge and belief, the securities referred to above were not acquired and are not held for the purpose of or with the effect of changing or influencing the control of the issuer of the securities and were not acquired and are not held in connection with or as a participant in any transaction having that purpose or effect.

---

**SIGNATURE**

Each reporting person certifies that, after reasonable inquiry and to the best of such reporting person's knowledge and belief, the information set forth in this statement is true, complete and correct.

**Atlas Advantage Master Fund, L.P.**

By: Atlas Capital Management, L.P., its  
Investment Adviser  
By: RHA, Inc., its General Partner

By: /s/ Robert H. Alpert  
Name: Robert H. Alpert  
Title: President  
Date: February 13, 2009

**Atlas Allocation Fund, L.P.**

By: Atlas Capital Management, L.P., its General  
Partner  
By: RHA, Inc., its General Partner

By: /s/ Robert H. Alpert  
Name: Robert H. Alpert  
Title: President  
Date: February 13, 2009

**Atlas Capital (Q.P.), L.P.**

By: Atlas Capital Management, L.P., its General  
Partner  
By: RHA, Inc., its General Partner

By: /s/ Robert H. Alpert  
Name: Robert H. Alpert  
Title: President  
Date: February 13, 2009

**Atlas Capital ID Fund, L.P.**

By: Atlas Capital Management, L.P., its General  
Partner  
By: RHA, Inc., its General Partner

By: /s/ Robert H. Alpert  
Name: Robert H. Alpert  
Title: President  
Date: February 13, 2009



**Atlas Capital Master Fund, L.P.**

By: Atlas Capital Management, L.P., its General  
Partner

By: RHA, Inc., its General Partner

By: /s/ Robert H. Alpert

Name: Robert H. Alpert

Title: President

Date: February 13, 2009

---

**Atlas Capital Offshore Exempt Fund, Ltd.**

By: Atlas Capital Management, L.P., its  
Investment  
Adviser

By: RHA, Inc., its General Partner

By: /s/ Robert H. Alpert  
Name: Robert H. Alpert  
Title: President  
Date: February 13, 2009

**Atlas Capital Management, L.P.**

By: RHA, Inc., its General Partner

By: /s/ Robert H. Alpert  
Name: Robert H. Alpert  
Title: President  
Date: February 13, 2009

**RHA, Inc.**

By: /s/ Robert H. Alpert  
Name: Robert H. Alpert  
Title: President  
Date: February 13, 2009

**Robert H. Alpert**

By: /s/ Robert H. Alpert  
Date: February 13, 2009

---

**EXHIBIT INDEX**

<b>Exhibit No.</b>	<b>Description of Exhibit</b>
<b>99.1</b>	Joint Filing Agreement (incorporated herein by reference from Exhibit 99.1 to Amendment No. 1 to the Schedule 13G relating to the common stock of the issuer filed February 14, 2007 by the reporting person(s) with the Commission)