

ULTRALIFE BATTERIES INC

Form SC 13D/A

December 05, 2006

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

SCHEDULE 13D/A

UNDER THE SECURITIES EXCHANGE ACT OF 1934
(Amendment No. 4)

Ultralife Batteries, Inc.
(Name of Issuer)

COMMON STOCK, par value \$.10
(Title of Class of Securities)

903899102
(CUSIP Number)

Jerald A. Trannel
290 South County Farm Road, Third Floor
Wheaton, Illinois 60187-4526
Telephone: (630) 588-7200
(Name, Address and Telephone Number of Person Authorized to
Receive Notices and Communications)

November 30, 2006
(Date of Event which Requires Filing of this Statement)

If the filing person has previously filed a statement on
Schedule 13G to report the acquisition which is the subject
of this Schedule 13D, and is filing this schedule because
of Section 240.13d-1(e), 240.13d-1(f) or 240.13d-1(g),
check the following box. []

NOTE: Schedules filed in paper format shall include a
signed original and five copies of the schedule, including
all exhibits. See Section 240.13d-7(b) for other parties
to whom copies are to be sent.

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
disclosures provided in a prior cover page.

The information required on 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).

2
Schedule 13D/A

CUSIP No. 903899102 Page 2 of 7 Pages

1. Names of Reporting Person
S.S. OR I.R.S. Identification No. of Above Persons

Edgar Filing: ULTRALIFE BATTERIES INC - Form SC 13D/A

Grace Brothers, Ltd.

2. Check the Appropriate Box if a Member of a Group (See instructions)

(a)

(b)

3. SEC Use Only

4. Source of Funds (See instructions)

00

5. Check if Disclosure of Legal Proceedings is Required Pursuant to Items 2(d) or 2(e)

6. Citizenship or Place of Organization

Illinois Limited Partnership

	7 Sole Voting Power
Number of	0
Shares	8 Shared Voting Power
Beneficially	4,419,542 shares
Owned by	
Each	
Reporting	9 Sole Dispositive Power
Person	0
With	10 Shared Dispositive Power
	4,419,542 shares

11. Aggregate Amount Beneficially Owned by Each Reporting Person

4,419,542 shares

12. Check if the Aggregate Amount in Row (11) Excludes Certain Shares (See instructions)

13. Percent of Class Represented by Amount in Row (11)

29.4%

14. Type of Reporting Person (See instructions)

PN

3

Schedule 13D/A

CUSIP No. 903899102 Page 3 of 7 Pages

1. Names of Reporting Person

S.S. OR I.R.S. Identification No. of Above Persons

Bradford T. Whitmore

2. Check the Appropriate Box if a Member of a Group (See instructions)

(a)

(b)

3. SEC Use Only

Edgar Filing: ULTRALIFE BATTERIES INC - Form SC 13D/A

4. Source of Funds (See instructions)

00

5. Check if Disclosure of Legal Proceedings is Required Pursuant to Items 2(d) or 2(e) []

6. Citizenship or Place of Organization

United States

Number of Shares

7 Sole Voting Power	25,815
---------------------	--------

Beneficially Owned by Each	8 Shared Voting Power	4,419,542
----------------------------	-----------------------	-----------

Reporting Person	9 Sole Dispositive Power	25,815
------------------	--------------------------	--------

With

10 Shared Dispositive Power	4,419,542
-----------------------------	-----------

11. Aggregate Amount Beneficially Owned by Each Reporting Person

4,445,357

12. Check if the Aggregate Amount in Row (11) Excludes Certain Shares (See instructions) []

13. Percent of Class Represented by Amount in Row (11)

29.6%

14. Type of Reporting Person (See instructions)

IN

4

Schedule 13D/A

CUSIP No. 903899102 Page 4 of 7 Pages

1. Names of Reporting Person

S.S. OR I.R.S. Identification No. of Above Persons

Spurgeon Corporation

2. Check the Appropriate Box if a Member of a Group (See instructions)

(a) []

(b) []

3. SEC Use Only

4. Source of Funds (See instructions)

00

5. Check if Disclosure of Legal Proceedings is Required Pursuant to Items 2(d) or 2(e) []

6. Citizenship or Place of Organization

Illinois Corporation

Edgar Filing: ULTRALIFE BATTERIES INC - Form SC 13D/A

	7 Sole Voting Power
Number of Shares	0
Beneficially Owned by Each Reporting Person	8 Shared Voting Power 4,419,542 shares
With	9 Sole Dispositive Power 0
	10 Shared Dispositive Power 4,419,542 shares

11. Aggregate Amount Beneficially Owned by Each Reporting Person

4,419,542

12. Check if the Aggregate Amount in Row (11) Excludes Certain Shares (See instructions) []

13. Percent of Class Represented by Amount in Row (11)

29.4%

14. Type of Reporting Person (See instructions)

CO

5

Page 5 of 7 Pages

The undersigned, Grace Brothers, Ltd. ("Grace") hereby amends its Schedule 13D as filed on June 7, 2006 relating to the Common Stock of Ultralife Batteries, Inc. Unless otherwise indicated, all capitalized terms used herein but not defined herein shall have the same meaning as set forth in the Schedule 13D. Except as set forth herein, the Schedule 13D, as previously amended, remains unchanged.

Item 5. Interest in Securities of the Issuer

(a) As of the date of this filing, Grace beneficially owns 4,419,542 shares of Common Stock, representing approximately 29.4% of the outstanding shares of Common Stock. As general partner of Grace, Spurgeon may be deemed beneficial owner of 4,419,542 shares of Common Stock, or 29.4% of the outstanding shares of Common Stock, although they otherwise disclaim beneficial ownership. As general partner of Grace, Whitmore may be deemed beneficial owner of 4,419,542 shares of Common Stock, and 25,815 shares of Common Stock as direct beneficial owner, or 29.6% of the outstanding shares of Common Stock.

(b) Grace: shared voting power (with Whitmore and Spurgeon)
4,419,542 Shares

Whitmore: shared voting power (with Grace and Spurgeon)
4,419,542 Shares
sole voting power 25,815 Shares

Spurgeon: shared voting power (with Grace and Whitmore)

Edgar Filing: ULTRALIFE BATTERIES INC - Form SC 13D/A

4,419,542 Shares

(c) The transactions effected by the Filers since the most recent filing on October 10, 2006 of Schedule 13D set forth in Schedule A.

6

Page 6 of 7 Pages

SIGNATURE

After reasonable inquiry and to the best of its knowledge and belief, the undersigned certifies that the information set forth in this Statement with respect to it is true, complete and correct.

Dated: December 5, 2006

Grace Brothers, Ltd.

By: /s/ Bradford T. Whitmore
Name: Bradford T. Whitmore
Its: General Partner

Bradford T. Whitmore

By: /s/ Bradford T. Whitmore
Name: Bradford T. Whitmore

Spurgeon Corporation

By: /s/ Jerald A. Trannel
Name: Jerald A. Trannel
Its: Vice President

7

Page 7 of 7 Pages

SCHEDULE A

TRADE ACTIVITY FOR ULTRALIFE BATTERIES, INC.
EFFECTED BY GRACE BROTHERS, LTD. FROM OCTOBER 11, 2006
THROUGH DECEMBER 5, 2006.

Date	Security	Amount of Shares Purchased	Price per Share
11/29/2006	COMMON STOCK	100	10.23000
11/29/2006	COMMON STOCK	200	10.25000
11/29/2006	COMMON STOCK	4,700	10.27000
11/29/2006	COMMON STOCK	42,949	10.28000
11/29/2006	COMMON STOCK	24,394	10.29000
11/29/2006	COMMON STOCK	1,000	10.30000
11/29/2006	COMMON STOCK	4,089	10.31000
11/30/2006	COMMON STOCK	400	10.26000
11/30/2006	COMMON STOCK	200	10.27000
11/30/2006	COMMON STOCK	700	10.28000
11/30/2006	COMMON STOCK	300	10.29000

Edgar Filing: ULTRALIFE BATTERIES INC - Form SC 13D/A

11/30/2006	COMMON STOCK	23,200	10.30000
11/30/2006	COMMON STOCK	19,700	10.32000
11/30/2006	COMMON STOCK	1,100	10.34910
11/30/2006	COMMON STOCK	177,806	10.35000
11/30/2006	COMMON STOCK	100	10.37000
11/30/2006	COMMON STOCK	100	10.38000
12/01/2006	COMMON STOCK	24,748	10.20000
12/01/2006	COMMON STOCK	413	10.21000
12/01/2006	COMMON STOCK	4,764	10.22000
12/01/2006	COMMON STOCK	100	10.23000
12/01/2006	COMMON STOCK	1,000	10.24000
12/01/2006	COMMON STOCK	600	10.25000
12/01/2006	COMMON STOCK	533	10.26000
12/01/2006	COMMON STOCK	100	10.27000
12/01/2006	COMMON STOCK	16,457	10.28000
12/01/2006	COMMON STOCK	2,525	10.29000
12/01/2006	COMMON STOCK	9,800	10.29959
12/01/2006	COMMON STOCK	9,200	10.29967
12/01/2006	COMMON STOCK	9,800	10.29980
12/01/2006	COMMON STOCK	212,281	10.30000
12/01/2006	COMMON STOCK	200	10.31000
12/01/2006	COMMON STOCK	9,800	10.31878
12/01/2006	COMMON STOCK	400	10.32000
12/01/2006	COMMON STOCK	200	10.32500
12/01/2006	COMMON STOCK	6,919	10.34000
12/01/2006	COMMON STOCK	13,700	10.35000
12/01/2006	COMMON STOCK	1,000	10.39000