

SUNLINK HEALTH SYSTEMS INC  
 Form 3  
 September 26, 2007

**FORM 3 UNITED STATES SECURITIES AND EXCHANGE COMMISSION**  
**Washington, D.C. 20549**

OMB APPROVAL

OMB Number: 3235-0104  
 Expires: January 31, 2005  
 Estimated average burden hours per response... 0.5

**INITIAL STATEMENT OF 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)

|   |   |  |  |   |  |
|---|---|--|--|---|--|
| <p>1. Name and Address of Reporting Person *</p> <p>Spurr Jack M.</p> <p>(Last) (First) (Middle)</p> <p>900 CIRCLE 75<br/>                 PARKWAY, SUITE 1120</p> <p>(Street)</p> <p>ATLANTA, GA 30339</p> <p>(City) (State) (Zip)</p> | <p>2. Date of Event Requiring Statement</p> <p>(Month/Day/Year)</p> <p>09/17/2007</p> | <p>3. Issuer Name and Ticker or Trading Symbol</p> <p>SUNLINK HEALTH SYSTEMS INC [SSY]</p> | <p>4. Relationship of Reporting Person(s) to Issuer</p> <p>(Check all applicable)</p> <p><input type="checkbox"/> Director <input type="checkbox"/> 10% Owner<br/> <input checked="" type="checkbox"/> Officer <input type="checkbox"/> Other<br/>                 (give title below) (specify below)<br/>                 VP, Hospital Financial Ops.</p> | <p>5. If Amendment, Date Original Filed(Month/Day/Year)</p> | <p>6. Individual or Joint/Group Filing(Check Applicable Line)</p> <p><input checked="" type="checkbox"/> Form filed by One Reporting Person<br/> <input type="checkbox"/> Form filed by More than One Reporting Person</p> |
|---|---|--|--|---|--|

**Table I - Non-Derivative Securities Beneficially Owned**

|  |  |  |  |
|--|--|--|--|
| <p>1. Title of Security<br/>(Instr. 4)</p> | <p>2. Amount of Securities Beneficially Owned<br/>(Instr. 4)</p> | <p>3. Ownership Form:<br/>                 Direct (D)<br/>                 or Indirect (I)<br/>                 (Instr. 5)</p> | <p>4. Nature of Indirect Beneficial Ownership<br/>(Instr. 5)</p> |
|--|--|--|--|

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly. SEC 1473 (7-02)

**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.**

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

|   |  |   |   |   |  |
|---|--|---|---|---|--|
| <p>1. Title of Derivative Security<br/>(Instr. 4)</p> | <p>2. Date Exercisable and Expiration Date<br/>(Month/Day/Year)</p> <p>Date Exercisable      Expiration Date</p> | <p>3. Title and Amount of Securities Underlying Derivative Security<br/>(Instr. 4)</p> <p>Title      Amount or Number of Shares</p> | <p>4. Conversion or Exercise Price of Derivative Security</p> | <p>5. Ownership Form of Derivative Security:<br/>                 Direct (D)<br/>                 or Indirect (I)</p> | <p>6. Nature of Indirect Beneficial Ownership<br/>(Instr. 5)</p> |
|---|--|---|---|---|--|

(Instr. 5)

|                                      |              |            |                 |        |         |   |   |
|--------------------------------------|--------------|------------|-----------------|--------|---------|---|---|
| Employee Stock Options<br><u>(1)</u> | 06/25/2004   | 06/24/2009 | Common<br>Stock | 6,250  | \$ 2.5  | D | Â |
| Employee Stock Options<br><u>(1)</u> | 06/25/2005   | 06/24/2010 | Common<br>Stock | 6,250  | \$ 2.5  | D | Â |
| Employee Stock Options<br><u>(1)</u> | 06/25/2006   | 06/24/2011 | Common<br>Stock | 6,250  | \$ 2.5  | D | Â |
| Employee Stock Options<br><u>(1)</u> | 06/25/2007   | 06/24/2012 | Common<br>Stock | 6,250  | \$ 2.5  | D | Â |
| Employee Stock Options<br><u>(2)</u> | Â <u>(3)</u> | 02/17/2010 | Common<br>Stock | 15,000 | \$ 6.57 | D | Â |
| Employee Stock Options<br><u>(4)</u> | Â <u>(5)</u> | 11/10/2010 | Common<br>Stock | 9,224  | \$ 9.63 | D | Â |

## Reporting Owners

| Reporting Owner Name / Address  | Relationships |           |                               |       |
|---|---------------|-----------|-------------------------------|-------|
|   | Director      | 10% Owner | Officer                       | Other |
| Spurr Jack M.<br>900 CIRCLE 75 PARKWAY<br>SUITE 1120<br>ATLANTA, GA 30339 | Â             | Â         | Â VP, Hospital Financial Ops. | Â     |

## Signatures

/s/M. Timothy Elder, pursuant to a Power of Attorney

09/26/2007

\_\_Signature of Reporting Person

Date

## Explanation of Responses:

- \* If the form is filed by more than one reporting person, *see* Instruction 5(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) Granted 6/25/2003 pursuant to the 2001 Equity Incentive Plan.
- (2) Granted 2/18/2005 pursuant to the 2001 Equity Incentive Plan.
- (3) These options vest in three equal installments beginning 2/18/2006. As of the date of this filing, 10,000 shares are exercisable, and the remaining 5,000 shares will become exercisable on 2/18/2008.
- (4) Granted 11/11/2005 pursuant to the 2005 Equity Incentive Plan.
- (5) These options vest in four equal installments beginning 11/11/2006. As of the date of this filing, 2,306 shares are exercisable, and the remaining shares will become exercisable in equal installments on 11/11/2007, 11/11/2008 and 11/11/2009, respectively.

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.