

# SECURITIES AND EXCHANGE COMMISSION

## FORM 4

Statement of changes in beneficial ownership of securities

Filing Date: **2011-11-07** | Period of Report: **2011-11-02**  
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### REPORTING OWNER

#### **LAZENBY GEORGE I IV**

CIK: **1467793**

Type: **4** | Act: **34** | File No.: **001-34435** | Film No.: **111182792**

Mailing Address

*EMDEON INC.*

*3055 LEBANON PIKE, SUITE  
1000*

*NASHVILLE TN 37214*

### ISSUER

#### **Emdeon Inc.**

CIK: **1444598** | IRS No.: **205799664** | State of Incorporation: **DE** | Fiscal Year End: **1231**  
SIC: **7389** Business services, nec

Mailing Address

*3055 LEBANON PIKE*

*SUITE 1000*

*NASHVILLE TN 37214*

Business Address

*3055 LEBANON PIKE*

*SUITE 1000*

*NASHVILLE TN 37214*

*615-932-3000*

# FORM 4

## UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

### OMB APPROVAL

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### STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

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

1. Name and Address of Reporting Person <b>LAZENBY GEORGE IIV</b>			2. Issuer Name and Ticker or Trading Symbol <b>Emdeon Inc. [EM]</b>			5. Relationship of Reporting Person(s) to Issuer (Check all applicable) <input checked="" type="checkbox"/> Director <input type="checkbox"/> 10% Owner <input checked="" type="checkbox"/> Officer (give title below) <input type="checkbox"/> Other (specify below) <b>Chief Executive Officer</b>		
(Last)	(First)	(Middle)	3. Date of Earliest Transaction (Month/Day/Year) <b>11/02/2011</b>					
C/O EMDEON INC., 3055 LEBANON PIKE, SUITE 1000			4. If Amendment, Date Original Filed(Month/Day/Year)			6. Individual or Joint/Group Filing (Check applicable line) <input checked="" type="checkbox"/> Form Filed by One Reporting Person <input type="checkbox"/> Form Filed by More than One Reporting Person		
(Street) <b>NASHVILLE, TN 37214</b>								
(City)	(State)	(Zip)						

**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)
			Code	V	Amount	(A) or (D)	Price			
Class A common stock	11/02/2011		D	(1)	4,749	D	\$19	0	D	

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

1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any (Month/Day/Year)	4. Transaction Code (Instr. 8)		5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)		6. Date Exercisable and Expiration Date (Month/Day/Year)		7. Title and Amount of Securities Underlying Derivative Security (Instr. 3 and 4)		8. Price of Derivative Security (Instr. 5)	9. Number of Derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4)	10. Ownership Form of Derivative Security: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)
				Code	V	(A)	(D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares				
Restricted Stock Units	(2)	11/02/2011		D	(3)		19,500	(3)	(3)	Class A common stock	19,500	\$19	0	D	
Restricted Stock Units	(2)	11/02/2011		D	(4)		15,000	(4)	(4)	Class A common stock	15,000	\$19	0	D	
Stock Option (right to buy)	\$15.5	11/02/2011		D	(5)		127,191	(6)	08/11/2019	Class A common stock	127,191	\$3.5	0	D	
Stock Option (right to buy)	\$15.5	11/02/2011		J	(7)		254,381	(6)	08/11/2019	Class A common stock	254,381	(7)	0	D	

Stock Option (right to buy)	\$15.5	11/02/2011		<u>D</u> <sup>(5)</sup>		27,500	(8)	08/11/2019	Class A common stock	27,500	\$3.5	0	D
Stock Option (right to buy)	\$15.5	11/02/2011		<u>J</u> <sup>(7)</sup>		27,500	(8)	08/11/2019	Class A common stock	27,500	(7)	0	D
Stock Option (right to buy)	\$16.51	11/02/2011		<u>D</u> <sup>(5)</sup>		114,391.77	(9)	03/11/2020	Class A common stock	114,391.77	\$2.49	0	D
Stock Option (right to buy)	\$16.51	11/02/2011		<u>J</u> <sup>(7)</sup>		10,408.23	(9)	03/11/2020	Class A common stock	10,408.23	(7)	0	D
Stock Option (right to buy)	\$15.42	11/02/2011		<u>D</u> <sup>(5)</sup>		75,000	(10)	03/01/2021	Class A common stock	75,000	\$3.58	0	D
Limited Liability Co. Interests (Units)	(11)	11/02/2011		<u>J</u> <sup>(12)</sup>		510,510	(13)	(11)	Class A common stock	510,510	\$19	0	D

#### Explanation of Responses:

1. Disposed of pursuant to the merger agreement dated August 3, 2011 by and among the issuer, Beagle Parent Corp. ("Parent") and Beagle Acquisition Corp. ("Merger Sub") providing for the merger of Merger Sub with and into the issuer effective as of November 2, 2011 (the "Merger") pursuant to which the shares were cancelled in exchange for a cash payment equal to \$19.00 per share.
2. Each restricted stock unit represented a contingent right to receive one share of Class A common stock.
3. The restricted stock units were scheduled to vest in equal annual installments of 6,500 shares each on the second, third and fourth anniversaries of the March 11, 2010 grant date. Vesting was accelerated in connection with the Merger and each restricted stock unit was cancelled in exchange for a cash payment of \$19.00.
4. The restricted stock units were scheduled to vest in equal annual installments on the first four anniversaries of the March 1, 2011 grant date. Vesting was accelerated in connection with the Merger and each restricted stock unit was cancelled in exchange for a cash payment of \$19.00.
5. The stock options were cancelled pursuant to the Merger in exchange for a cash payment equal to the difference between the exercise price of the stock options and \$19.00, multiplied by the number of shares subject to the stock options.
6. The stock options were scheduled to vest in equal annual installments over three years from the August 11, 2009 grant date. Vesting was accelerated in connection with the Merger.
7. The stock options were assumed by Parent in the Merger and replaced with options to acquire a number of shares of common stock of Parent at an exercise price that preserves the aggregate "spread" value of the exchanged options (the difference between the exercise price of the stock options and \$19.00).
8. The stock options were scheduled to vest in equal annual installments over four years from the August 11, 2009 grant date. Vesting was accelerated in connection with the Merger.
9. The stock options were scheduled to vest in equal annual installments over four years from the March 11, 2010 grant date. Vesting was accelerated in connection with the Merger.
10. The stock options were scheduled to vest in equal annual installments over four years from the March 1, 2011 grant date. Vesting was accelerated in connection with the Merger.
11. In accordance with the terms of EBS Master LLC's ("EBS Master") operating agreement, each vested Unit of EBS Master (an "EBS Unit") (along with a corresponding share of the issuer's Class B common stock) was exchangeable at any time for one share of the issuer's Class A common stock, or at the election of EBS Master, cash equal to the fair market value of the EBS Unit. The EBS Units did not expire and the reporting person was not required to pay an exercise price in connection with exchanges. The corresponding shares of Class B common stock provided the holder with one vote on all matters submitted to a vote of the issuer's stockholders but did not entitle the holder to any of the economic rights associated with shares of the issuer's Class A common stock.
12. Sold to EBS Holdco I, LLC, a wholly-owned subsidiary of the issuer, in connection with the Merger in exchange for a cash payment of \$19.00 per EBS Unit. In connection with the Merger, each share of Class B common stock corresponding to a vested EBS Unit was cancelled for no consideration.
13. Of the EBS Units (which were originally granted with corresponding shares of Class B common stock), 117,907 were vested as of the August 11, 2009 grant date, 368,300 were subject to vesting in equal annual installments on November 15, 2009, November 15, 2010 and November 15, 2011 and 24,303 were subject to vesting in equal installments on May 26, 2010, May 26, 2011, May 26, 2012 and May 26, 2013. Vesting was accelerated in connection with the Merger.

#### Signatures

/s/ Denise Ceule, Attorney in Fact

\*\* Signature of Reporting Person

11/04/2011

Date

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

\* 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).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

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