

number.

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 Underlying Securities (Instr. 3 and 4)	8. Price of Underlying Securities (Instr. 3 and 4)	
				Code	V	(A)	(D)	Title	Amount or Number of Shares
Option (right to buy) <u>(2)</u>	\$ 36.307					03/02/2001	03/02/2008	Common Shares	4,554
Option (right to buy) <u>(2)</u>	\$ 43.14					08/11/2001	08/11/2008	Common Shares	2,025
Option (right to buy) <u>(2)</u>	\$ 47.333					03/01/2002	03/01/2009	Common Shares	6,231
Option (right to buy) <u>(4)</u>	\$ 31.167					11/15/2002	11/15/2009	Common Shares	13,181
Option (right to buy) <u>(2)</u>	\$ 66.083					11/20/2003	11/20/2010	Common Shares	18,704
Option (right to buy) <u>(2)</u>	\$ 68.1					11/19/2004	11/19/2011	Common Shares	25,771
Option (right to buy) <u>(2)</u>	\$ 67.9					11/18/2005	11/18/2012	Common Shares	28,571
Option (right to buy) <u>(2)</u>	\$ 67.9					11/18/2005	02/18/2013	Common Shares	5,259
Option (right to buy) <u>(2)</u>	\$ 61.38					11/17/2006	11/17/2013	Common Shares	32,805
	\$ 44.15					08/23/2007	08/23/2014		43,500

Option (right to buy) <u>(2)</u>							Common Shares		
Option (right to buy) <u>(2)</u>	\$ 58.88				<u>(5)</u>	09/02/2012	Common Shares	25,817	
Option (right to buy) <u>(3)</u>	\$ 66.34	08/15/2006		A	1	<u>(6)</u>	08/15/2013	Common Shares	33,892

Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
WATKINS CAROLE S 7000 CARDINAL PLACE DUBLIN, OH 43017			Chief HR Officer	

Signatures

Carole S.
Watkins

08/16/2006

 Signature of
Reporting Person

Date

Explanation of Responses:

- * 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).
- (1) Restricted share unit award granted under the Cardinal Health, Inc. 2005 Long-Term Incentive Plan, as amended. Award granted without payment by grantee and vests in three equal annual installments beginning on 8/15/2007.
- (2) Stock option granted pursuant to the Cardinal Health, Inc. Equity Incentive Plan.
- (3) Stock option granted pursuant to the Cardinal Health, Inc. 2005 Long-Term Incentive Plan, as amended.
- (4) Stock option granted pursuant to the Cardinal Health, Inc. Broadly-based Equity Incentive Plan.
- (5) Stock option vests in four equal annual installments beginning on 9/2/2006.
- (6) Stock option vests in four equal annual installments beginning on 8/15/2007.
- (7) Stock option granted without payment by grantee.

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.