CURATIVE HEALTH SERVICES INC

Form 5 February 14, 2002

U.S. SECURITIES AND EXCHANGE COMMISSION Washington, DC 20549

FORM 5

ANNUAL 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(f) of the Investment Company Act of 1940									
[_]] Check box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).									
[_]] Form 3 Holdings Reported									
[_]	Form 4 Transactions Repor	rted								
1.	Name and Address of Repor	rting Person*								
	Blackford	Gary	D.							
	(Last)	(First)	(Middle)							
	5051 Highway 7, Ste. 100,									
		(Street)								
	St. Louis Park,	MN	55416							
	(City)	(State)	(Zip)							
2.	Issuer Name and Ticker or	Trading Symbol								
	Curative Health Services,	Inc. (Cure)								
3.	IRS Identification Number	of Reporting Person	, if an Entity (Voluntary)							
4.	Statement for Month/Year									
	December 2001									
5.	If Amendment, Date of Ori	ginal (Month/Year)								

[_] 10% Owner

6. Relationship of Reporting Person to Issuer

(Check all applicable)

[X] Director

[X] Officer (give title)	below) [_]	Other (speci	ify below)				
Chief Executive Officer							
 Individual or Joint/Group (Check applicable line) 	Individual or Joint/Group Filing (Check applicable line)						
[X] Form filed by one Reporting Person [_] Form filed by more than one Reporting Person							
Table I Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned							
		3. Transaction Code (Instr. 8)	4. Securities Acqui Disposed of (D) (Instr. 3, 4 and				
1. Title of Security (Instr. 3)	Date			(A) or (D)			
	ore than one Deport				=====		

* If the form is filed by more than one Reporting Person, see Instruction $4\,\mbox{(b)}\,\mbox{(v)}\,\mbox{.}$

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

(Print or Type Responses)

(Over)

FORM 5 (continued)

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

	Conversion or Exercise 3. Price Trans-		4.	Number of Derivative Securities Acquired (A) or Disposed	6. Date Exercisable and Expiration Date		7. Title and Amount of Underlying Securities (Instr. 3 and 4)	
1. Title of	of Deriv-	action Date	Trans- action	of (D) (Instr. 3,	(Month/Day/Year)			Amount or
Derivative Security	ative Secur-	(Month/ Day/		4 and 5)	Date Exer-	Expira- tion		Number of
(Instr. 3)	ity	Year)	8)	(A) (D)	cisable	Date	Title	Shares
Non-Qualified Option	6.30	7/10/01	A 	17,000	(1)	7/10/11	Common Stock	17,000
Non-Qualified Option	8.68	8/24/01	А	10,000	(2)	8/24/11	Common Stock	10,000
Incentive Stock Option	8.85	9/17/01	A	110,000	(3)	9/17/11	Common Stock	110,000
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Explanation of Responses:

(1) Non-Qualified Stock Options granted pursuant to Curative Health Services, Inc. 2000 Stock Incentive Plan. Options shall become exercisable with respect to one third of the shares on the first day of the month following the one year

anniversary and thereafter shall become exercisable with respect to the balance of the shares in equal monthly installments on the last date of each of the eight successive (3) month periods following the exercisability date.

(2) Non-Qualified Stock Options granted pursuant to Curative Health Services, Inc. 2001 Broad-Based Stock Incentive Plan. Options shall become exercisable with respect to one third of the shares on the first day of the month following the one year anniversary and thereafter shall become exercisable with respect to the balance of the shares in equal monthly installments on the last date of each of the eight successive (3) month periods following the exercisability date.

(3) Incentive Stock Options granted pursuant to Curative Health Services, Inc. 2000 Stock Incentive Plan. Options shall become exercisable in cumulative installments of one-thirty sixth of the total number of shares subject to this option on the 17th. day of each month commencing on October 17, 2001, and continuing on the 17th. day of each month thereafter.

/s/ John C. Prior February 14,2002

John C. Prior Date

(Attorney In Fact)

**Signature of Reporting Person

** 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 provided is insufficient, see Instruction 6 for procedure.

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