

FORM 4

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

OMB APPROVAL

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Check this box if no longer
subject to Section 16. Form 4 or
Form 5 obligations may continue.
See Instruction 1(b).

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES

| | | |
|--|---|--|
| 1. Name and Address of Reporting Person* Ernest G. Burgess III 7097 Franklin Road Murfreesboro TN 37128 | 2. Issuer Name and Ticker or Trading Symbol NationalHealthCare Corporation [NHC] | 5. Relationship of Reporting Person(s) to Issuer (check all applicable) <input checked="" type="checkbox"/> Director <input type="checkbox"/> 10% Owner <input type="checkbox"/> Officer (give title below) <input type="checkbox"/> Other (specify below) |
| | 3. Date of Earliest Transaction Required to be Reported (Month/Day/Year) 12/19/2016 | |
| | 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 |

Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

| 1. Title of Security (Instr. 3) | 2. Transaction Date (mm/dd/yy) | 2A. Deemed Execution Date, if any (mm/dd/yy) | 3. Transaction Code (Instr. 8) | | 4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, & 5) | | | 5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3, & 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 | | | |
| Shares of Common Stock | 12/19/2016 | | S | | 2,746 | D | \$77.27 | 0 (1) | D | |
| Shares of Common Stock | 12/19/2016 | | S | | 2,254 | D | \$77.34 | 0 (1) | D | |
| Shares of Common Stock | 12/20/2016 | | S | | 1,506 | D | \$78.0249 | 0 (1) | D | |
| Shares of Common Stock | 12/21/2016 | | S | | 1,494 | D | \$78.03 | 90,421 (2) | D | |

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).

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.

Form 4 (cont.)
Name and Address of Reporting Person
Ernest G. Burgess III
7097 Franklin Road
Murfreesboro TN 37128

Issuer Name and Ticker or Trading Symbol
NationalHealthCare Corporation [NHC]

Period Of Report
12/19/2016

**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 (mm/dd/yy) | 3A. Deemed Execution Date, if any (mm/dd/yy) | 4. Transaction Code (Instr. 8) | | 5. No. of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, & 5) | | 6. Date Exercisable and Expiration Date (mm/dd/yy) | | 7. Title and Amount of Underlying Securities (Instr. 3 & 4) | | 8. Price of Derivative Security (Instr. 5) | 9. No. of Derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3, & 4) | 10. Ownership Form of Derivative Securities: 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 | | | | |
| Option to Purchase Common Stock | \$44.80 | | | | | | | 05/03/2012 | 05/02/2017 | Common Stock | 7,500 | | 7,500 | D | |
| Option to Purchase Common Stock | \$47.75 | | | | | | | 05/08/2013 | 05/07/2018 | Common Stock | 7,500 | | 7,500 | D | |
| Option to Purchase Common Stock | \$52.93 | | | | | | | 05/08/2014 | 05/07/2019 | Common Stock | 7,500 | | 7,500 | D | |
| Option to Purchase Common Stock | \$61.25 | | | | | | | 05/07/2015 | 05/06/2020 | Common Stock | 7,500 | | 7,500 | D | |
| Option to Purchase Common Stock | \$62.78 | | | | | | | 06/02/2016 | 06/01/2021 | Common Stock | 7,500 | | 7,500 | D | |

Explanation of Responses:

- (1) - Transaction totaled on the line below.
- (2) - Total number of common shares following reported transactions.

By: Ernest G. Burgess, III by Kristina Hulsey, P.O.A. 12/22/2016
**Signature of Reporting Person Date