SMART ONLINE INC

Form 4

September 17, 2007

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

OMB

3235-0287 Number:

OMB APPROVAL

January 31, Expires: 2005

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Check this box if no longer subject to Section 16. Form 4 or

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF **SECURITIES**

Form 5 Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934, obligations Section 17(a) of the Public Utility Holding Company Act of 1935 or Section may continue. 30(h) of the Investment Company Act of 1940 See Instruction

1(b).

(Print or Type Responses)

1. Name and Address of Reporting Person * Roethler Doron

2. Issuer Name and Ticker or Trading Symbol

SMART ONLINE INC [SOLN]

5. Relationship of Reporting Person(s) to

(Check all applicable)

Issuer

below)

(Last)

(First)

(Middle)

(Zip)

3. Date of Earliest Transaction

(Month/Day/Year)

09/12/2007

Director Officer (give title

X__ 10% Owner _ Other (specify

C/O MICHAL RAVIV, STRAUSS ADAR RAVIV & C. 28 MENACHEM BEGIN, BETZALEL STREET

(Street)

(State)

4. If Amendment, Date Original Filed(Month/Day/Year)

6. Individual or Joint/Group Filing(Check

Applicable Line)

X Form filed by One Reporting Person Form filed by More than One Reporting

RAMAT GAN, L3 52521

(City)

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

1.Title of	2. Transaction Date	2A. Deemed	3. 4. Securities Acquired				5. Amount of	6. Ownership	7. Nature of
Security	(Month/Day/Year)	Execution Date, if	1 ()				Securities	Form: Direct	Indirect
(Instr. 3)		any	Code	(Instr. 3, 4	and 5	5)	Beneficially	(D) or	Beneficial
		(Month/Day/Year)	(Instr. 8)	3)			Owned	Indirect (I)	Ownership
							Following	(Instr. 4)	(Instr. 4)
						Reported			
				(A)		Transaction(s)			
			Code V	Amount	or (D)	Price	(Instr. 3 and 4)		
			Couc v	Amount	(D)	11100			Caa
Common	004000		_	2		\$	4 # 6 4 4 6	,	See
Stock	09/12/2007		P	35,000	Α	\$ 1.35	156,116	1	footnote.
Stock						1.55			(1)
									See
Common	09/12/2007		P	7.500	٨	\$	162 616	I	footnote.
Stock	09/12/2007		Г	7,300	A	1.31	163,616	1	(1)
									(1)
~									See
Common	09/14/2007		P	75,000	A	\$13	238,616	I	footnote.
Stock	07/14/2007		1	75,000	11	Ψ 1.5	230,010	1	(1)
									(-)

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Common Stock.	09/14/2007	P	27,000	A	\$ 1.31	265,616	I	See footnote.
Common Stock						557,043	D	
Common Stock						1,323,619	I	See footnote.

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

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

	4. Transactic Code (Instr. 8)	of Derivative Securities Acquired (A) or Disposed of (D)	Expiration D (Month/Day/ e	ate	7. Title and Amount of Underlying Securities (Instr. 3 and 4)	of ng s	8. Price of Derivative Security (Instr. 5)	9. Nu Deriv Secur Bene Owne Follo Repo Trans (Instr
		4, and 5)						
	Code V	(A) (D)	Date Exercisable	Expiration Date	or Title Nu of	ımber		
	any	(Month/Day/Year) Execution Date, if Transaction any Code (Month/Day/Year) (Instr. 8)	(Month/Day/Year) Execution Date, if TransactionNumber any Code of (Month/Day/Year) (Instr. 8) Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3,	(Month/Day/Year) Execution Date, if any Code of (Month/Day/Year) (Month/Day/Year) (Month/Day/Year) (Instr. 8) Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5) Date Exercisable	(Month/Day/Year) Execution Date, if any Code of (Month/Day/Year) (Month/Day/Year) (Month/Day/Year) (Instr. 8) Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5) Date Expiration Exercisable Date	(Month/Day/Year) Execution Date, if any Code of (Month/Day/Year) Underlying (Month/Day/Year) (Instr. 8) Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5) Date Expiration Date Amount of (Month/Day/Year) Underlying Securities (Instr. 3 and 5) And Date Expiration Date Title Not of the following securities (Instr. 3 and 5) And Date Expiration Date Title Not of the following securities (Instr. 3 and 5)	(Month/Day/Year) Execution Date, if any (Month/Day/Year) (Month/Day/Year) (Month/Day/Year) Expiration Date (Month/Day/Year) (Month/Day/Year) Expiration Date (Month/Day/Year) Securities Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5) Amount of (Month/Day/Year) Underlying Securities (Instr. 3 and 4) Amount of (Month/Day/Year) Securities Factorial Date (Expiration Date (Nonth/Day/Year) Amount of (Month/Day/Year) Underlying Securities Factorial Date (Instr. 3 and 4) Amount of (Month/Day/Year) Date (Expiration Date (Nonth/Day/Year) Amount of (Month/Day/Year) Securities Factorial Date (Instr. 3 and 4) Amount of (Month/Day/Year) Date (Instr. 3 and 4)	(Month/Day/Year) Execution Date, if any (Month/Day/Year) (Instr. 8) Derivative Securities (Instr. 5) Securities (A) or Disposed of (D) (Instr. 3, 4, and 5) Date Expiration Date Amount of Underlying Security (Instr. 5) Amount of Underlying Security (Instr. 5) Date Expiration Date Expiration Date (Month/Day/Year) (Instr. 5) Amount of Derivative Security (Instr. 5) Date Expiration Date Or Title Number of

Reporting Owners

Relationships Reporting Owner Name / Address 10% Owner Officer Other Director

Roethler Doron C/O MICHAL RAVIV, STRAUSS ADAR RAVIV & C 28 MENACHEM BEGIN, BETZALEL STREET RAMAT GAN, L3 52521

Signatures

/s/ Doron 09/17/2007 Roethler

**Signature of Date Reporting Person

Reporting Owners 2

X

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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) Shares held by Crystal Management, Ltd., which is wholly owned by Doron Roethler.
- (2) Shares held by Greenleaf Ventures, Ltd., which is wholly owned by Doron Roethler.

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.