FORM 4

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

U.S. SECURITIES AND EXCHANGE COMMISSION WASHINGTON D.C. 20549

OMB Approval OMB Number 3235-0287 Expires: February 1, 2001 Estimated average burden hours per response....1.0

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(1) of the Investment Company Act of 1940

1.Name and A	Address of Repo	2. Issuer Name and Ticker or Trading Symbol							Relationship of Reporting Person to Issuer (Check all applicable)					
Clemens	Peter	Α.	Halsey Drug (Symbol: HDG					X Director 10% Owner X Officer (give title below)					
(Last) (First) (Middle) C/o Halsey Drug Co., Inc. 695 N. Perryville Rd. Bldg. 2			3. IRS or Social Security Number of Reporting Person (Voluntary)		 	4. Statement for Month/Year 2/00				Other (give title below)Other (specify below) Vice President & Chief Financial Officer				
Rockford,	(Street) Illinois	61107	 	5. If Amendment, Date of Original (Month/Year)					 					
(City)	(State)	(Zip)	TABLE I - NON DERIVATIVE SECURITIES ACQUIRED, DISPOSED OF, OR BENEFICIALLY OWNED								√NED			
1. Title of Security (Instr. 3)		2.Transaction Dat (Month/Day/ Year)	Dat Code onth/Day/ (Instr			spos	ed o	quired(A) f (D) and 5)	5.Amount of Securities Beneficially Owned at End of Month	ship o Form: I Direct B	7.Nature of Indirect Bene- ficial			
			 	 Code 	V -1	Amount		r į	Price	(Instr. 3 and 4)	Indirect (I) (Instr.4)	Owner- ship		
					-1	' 	' !-		' -		' 			
					-1	' 	' -		' -		1			
					' -1	ı '	'	١	' -1		' !			
					-1	ı '	'	١	' -1		' !			
					-1	ı '	'	١	' -1		' !			
					' -1	ı '	' -	١	' -1		' !			
					-1	ı '	'	١	' -1		' !			
					' -1	<u> </u>	<u> </u>	I	' -1					
					-1				- 1	 	-1			

(Print or Type Responses)
*See footnote 2 on Table II SFC 1474 (3/91)

TABLE II - DERIVATIVE SECURITIES ACQUIRED, DISPOSED OF, OR BENEFICIALLY OWNED (e.g., PUTS, CALLS, WARRANTS, OPTIONS, CONVERTIBLE SECURITIES) FORM 4 (CONTINUED)

1.Title of Derivative Security (Instr. 3) 5% Convertible Senior Secured Debentures		2.Conversion or Exercise Price of Derivative Security	3.Transaction Date (Month/Day/ Year)	j Code	nsaction e tr. 8)	5.Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3,		6.Date Exer- cisable and Expiration Date (Month/Day/Year) 		7.Title and Amount of Underlying Securities (Instr. 3 and 4) Amount or	
		 	 	 Code V		4, and 5) (A) (D)		Exer- cisable 	ation Date 	Title 	Number of Shares
		 \$1.404	 3/10/98 	 A 	 	 (1) 	 	 3/10/98	 3/15/03 	Common Stock	 71,225
Warrants		 \$1.404 					' 	' 3/10/98		Common Stock	
Warrants		 \$2.279 	 3/10/98 					3/10/98		Common Stock	
% Convertible Senior Secured Debentures Warrants		 \$1.404 	 6/12/98 	 A4 		 (2) 		 6/12/98	 3/15/03 	Common Stock	 17,121
		 \$1.404	 6/12/98	 A4 		 (2)		6/12/98		Common	 2,428
Warra	Warrants		 6/12/98	 A4 		 (2)		6/12/98		Common	 2,428
Non-qualified Stock Options		 \$2.375	 2/19/98	 A4		 		(3)		Common	 300,000
5% Convertible Senior Secured Debentures		 \$1.1312	 4/1/99	 A		(2)		4/1/99		Common Stock	1,370
Non-qualifie	Non-qualified Stock Options		 4/12/99	 A		 (4)		3/8/00	3/8/09	Common	100,000
% Convertible Senior Secured Debentures		 \$2.4250	 7/1/99	 A		(2)		7/1/99	 3/15/03	Common	 647
Non-qualifie	Non-qualified Stock Options		 2/17/00	 A		 (4)		 2/17/01		Common Stock	 125,000
8.Price of Derivative Security (Instr. 5)	9.Number of Derivative Securities Beneficially Owned at End of Month (Instr. 4)	10.0wnership Form of Derivative Security; Direct (D Indirect (Instr. 4	Owners) or (Instr (I)	ct cial hip	ı						
	 71,225	 D		' 	' I						
	 10,101 				i I						
	 10,101 	 D 		 	· I						
	 17,121 	 D 		 	· I						
	 2,428 	 D 		 	l						
	 2,428 	 D 	 		l						
	 300,000 	 D 	 		I						
	 1,370 	 D 		 	l						
	 100,000 	 D 	 	 	I						
	 647	 D									
	 125,000	 D	<u> </u> 								

EXPLANATION OF RESPONSES:

- Purchased in connection with a private offering on March 10, 1998 consisting of a Convertible Debenture convertible at any time and Stock Purchase Warrants (10,101 shares of which are presently exercisable at \$1.404 per share and 10,101 shares of which are presently exercisable at \$2.279 per share).

 Acquired pursuant to an option exercise in June 1998, consisting of: (i) a Convertible Debenture, convertible at any time, (ii) Warrants to purchase share of common stock (2,428 shares of which are presently exercisable at \$1.404 per share and 2,428 shares of which are presently exercisable at \$2.279 per share); and (iii) certain interest payments payable quarterly which are paid in the form of share of common stock of the Issuer (See Table I).

 Options vest quarterly, with 25,000 options vesting every quarter effective May 1, 1998. (2)
- (3)

(4) Options vest 25% annually, with 25,000 options vesting every March 8, beginning March 8, 2000.

/s/ PETER A. CLEMENS March 1, 2000

Peter A. Clemens
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 SPACED PROVIDED IS INSUFFICIENT, SEE INSTRUCTION 6 FOR PROCEDURE.