

FORM 4

## OMB APPROVAL

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

## STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

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

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

1. Name and Address of Reporting Person Clemens Peter A. (Last) (First) (Middle) c/o Halsey Drug Co., Inc 695 N. Perryville Rd. Bldg. 2 (Street) Rockford, Illinois 61107 (City) (State) (Zip)	2. Issuer Name and Ticker or Trading Symbol Halsey Drug Co., Inc. HDG	6. Relationship of Reporting Person to Issuer (Check all applicable) X Director 10% Owner X Officer (give title below) Other (Specify below)
3. IRS or Social Security Number of Reporting Person (Voluntary)	4. Statement for Month/Year 1/00	5. If Amendment, Date of Original (Month/Year)
		Vice President & Chief Financial Officer

## TABLE 1 -- NON-DERIVATIVE SECURITIES ACQUIRED, DISPOSED OF, OR BENEFICIALLY OWNED

1. Title of Security (Instr. 3)	2. Trans- action Date (Month/ Day/ Year)	3. Transac- tion Code (Instr. 8)	4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)	5. Amount of Se- curities Benefi- cially Owned at End of Month (Instr. 3 and 4)	6. Owner- ship Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of In- direct Benefi- cial Owner- ship (Instr. 4)
Common Stock	1/1/00	A*	1,195 A*	\$1.3281	D	
				3.370	D	

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.  
 SFC 1474 (3/91)

\*See footnote 2 on Table II

(Print or Type Responses)

(2) 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 1).

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

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

By: /s/ Peter A. Clemens

February 9, 2000

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Peter A. Clemens

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Date

\*\*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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