

OMB NUMBER 3235-0287
EXPIRES: FEBRUARY 1, 2001
ESTIMATED AVERAGE BURDEN
HOURS PER RESPONSE.....1.0

U.S. SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 4

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

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

1. Name and Address of Reporting Person

Reicher	Michael	K.
(Last)	(First)	(Middle)
C/o Halsey Drug Co., Inc. 695 N. Perryville Rd. Bldg		
(Street)		
Rockford,	Illinois	61107
(City)	(State)	(Zip)

2. Issuer Name and Ticker or Trading Symbol

Halsey Drug Co., Inc. Symbol: HDGC

3. IRS or Social Security Number of Reporting Person (Voluntary)

4. Statement for Month/Year

05/01

5. If Amendment, Date of Original (Month/Year)

6. Relationship of Reporting Person to Issuer
(Check all applicable)

/X/ Director	/ / 10% Owner
/X/ Officer (give title below)	/ / Other (specify below)

Chief Executive Officer

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

[illegible]

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

(Print or Type Responses) SFC 1474(3/91)

*See footnote 2 on Table II (Over)

(Form 4-07/99)

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

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1. Title of Derivative Security (Instr. 3)	2. Conver- sion or Exer- cise Price of Deriv- ative Secur- ity	3. Trans- action Date (Month/ Day/ Year)	4. Trans- action Code (Instr. 8) ----- Code V	5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5) ----- (A) (D)	6. Date Exercisable and Expiration Date (Month/Day/Year) ----- Date Expira- tion Exer- tion cisable Date	7. Title and Amount of Underlying Securities (Instr. 3 and 4) ----- Amount or Number of Shares	8. Price of Deriv- ative Secur- ity (Instr. 5)	9. Number of Deriv- ative Secur- ities Bene- ficially Owned at End of Month (Instr. 4)	10. Owner- ship Form of Deriv- ative Secur- ity: Direct (D) or In- direct (I) (Instr. 4)	11. Nature of In- direct Bene- ficial Owner- ship (Instr. 4)		
5% Convertible Senior Secured Debentures	\$ 1.404	3/10/98	A	(1)	3/10/98 3/15/03	Common Stock 213,675			D			
Warrants	\$ 1.404	3/10/98	A	(1)	3/10/98 3/15/05	Common Stock 32,375			D			
Warrants	\$ 2.279	3/10/98	A	(1)	3/10/98 3/15/05	Common Stock 31,579		277,629	D			
5% Convertible Senior Secured Debentures	\$ 1.404	6/12/98	A	(2)	6/12/98 3/15/03	Common Stock 51,363			D			
Warrants	\$ 1.404	6/12/98	A	(2)	6/12/98 3/15/05	Common Stock 7,782			D			
Warrants	\$ 2.279	6/12/98	A	(2)	6/12/98 3/15/05	Common Stock 7,590		344,364	D			
Non- qualified Stock Options	\$ 2.375	2/19/98	A		(3) 2/19/08	Common Stock 1,000,000		1,344,364	D			
5% Convertible Senior Secured Debentures	\$ 1.1312	4/1/99	A	(4)	4/1/99 3/15/03	Common Stock 4,111			D			
Non- qualified Stock Options	\$ 1.125	4/12/99	A	(5)	4/12/00 4/12/09	Common Stock 100,000		1,448,475	D			
5% Convertible Senior Secured Debentures	\$ 2.4250	7/1/99	A	(4)	7/1/99 3/15/03	Common Stock 1,939		1,450,414	D			
5% Convertible Senior Secured Debentures	\$ 2.3063	10/1/99	A	(4)	10/1/99 3/15/03	Common Stock 1,789		1,452,203	D			
Non- qualified Stock Options	\$ 1.875	2/17/00	A	(5)	2/17/01 2/17/10	Common Stock 125,000		1,577,203	D			
5% Convertible Senior Secured Debentures	\$ 1.722	4/1/00	A	(4)	4/1/00 3/15/03	Common Stock 1,440		1,578,643	D			
5% Convertible Senior Secured Debentures	\$ 1.404	3/10/98	A	(6)	3/10/98 3/15/03	Common Stock (106,837)			D			
Warrants	\$ 1.404	3/10/98	A	(6)	3/10/98 3/15/05	Common Stock (16,187)			D			

Warrants	\$	2.279	3/10/98	A	(6)	3/10/98	3/15/05	Common Stock	(15,789)	1,439,830	D
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5% Convertible Senior Secured Debentures										
Debentures	\$ 1.404	6/12/98	A	(6)	6/12/98	3/15/03	Common Stock	(25,681)		D

Warrants										
	\$ 1.404	6/12/98	A	(6)	6/12/98	3/15/05	Common Stock	(3,891)		D

Warrants										
	\$ 2.279	6/12/98	A	(6)	6/12/98	3/15/05	Common Stock	(3,795)		D

Non-qualified Stock Options										
	\$ 1.1125	6/29/00	A	(5)	6/29/01	6/29/10	Common Stock	200,000	1,606,463	D

5% Convertible Senior Secured Debentures										
	\$ 1.1125	7/1/00	A	(4)	7/01/00	3/15/03	Common Stock	2,087	1,608,550	D

5% Convertible Senior Secured Debentures										
	\$ 1.404	6/12/98	A	(7)	6/12/98	3/15/03	Common Stock	(3,561)		D

5% Convertible Senior Secured Debentures										
	\$ 1.404	6/12/98	A	(7)	6/12/98	3/15/03	Common Stock	(3,561)		D

5% Convertible Senior Secured Debentures										
	\$ 1.404	6/12/98	A	(7)	6/12/98	3/15/03	Common Stock	(3,561)	1,597,867	D

5% Convertible Senior Secured Debentures										
	\$.9071	10/1/00	A	(4)	10/01/00	3/15/03	Common Stock	2,592	1,600,459	D

5% Convertible Senior Secured Debentures										
	\$ 1.404	6/12/98	A	(7)	6/12/98	3/15/03	Common Stock	(3,561)		D

5% Convertible Senior Secured Debentures										
	\$ 1.404	6/12/98	A	(7)	6/12/98	3/15/03	Common Stock	(3,561)		D

5% Convertible Senior Secured Debentures										
	\$ 1.404	6/12/98	A	(7)	6/12/98	3/15/03	Common Stock	(3,561)	1,589,776	D

5% Convertible Senior Secured Debentures										
	\$.6258	01/01/01	A	(4)	01/01/01	3/15/03	Common Stock	3,503	1,593,279	D

5% Convertible Senior Secured Debentures										
	\$ 1.03	04/01/01	A	(4)	04/01/01	3/15/03	Common Stock	2,156	1,595,435	D
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EXPLANATION OF RESPONSES:

- (1) Purchased in connection with a private offering on March 10, 1998 consisting of a Convertible Debenture convertible at any time and Stock Purchase Warrants (32,375 shares of which are presently exercisable at \$1.404 per share and 31,579 shares of which are presently exercisable at \$2.279 per share).
- (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 (7,782 shares of which are presently exercisable at \$1.404 per share and 7,590 shares of which are presently exercisable at \$2.279 per share)
- (3) Options vest quarterly, with 62,500 options vesting every quarter effective May 1, 1998.

- (4) Certain quarterly interest payments are paid in the form of convertible debentures.
- (5) Options vest 25% annually.
- (6) Transferred without consideration of as part of a settlement agreement contained within a QDRO.
- (7) Transferred as gift without consideration.

By: /s/ Michael K. Reicher

May 10, 2001

Michael K. Reicher

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.