

OMB APPROVAL

FORM 3

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

INITIAL STATEMENT OF BENEFICIAL OWNERSHIP OF SECURITIES

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. (Street) 1827 PACIFIC STREET BROOKLYN, NEW YORK 11233 (City) (State) (Zip)	2. Date of Event Requiring Statement (Month/Day/Year) 2-19-98 3. IRS or Social Security Number of Reporting Person (Voluntary) ###-##-####	4. Issuer Name and Ticker or Trading Symbol HALSEY DRUG CO, INC. (HDG) 5. Relationship of Reporting Person to Issuer (Check all applicable) <input type="checkbox"/> Director <input type="checkbox"/> 10% Owner <input checked="" type="checkbox"/> Officer <input checked="" type="checkbox"/> Other (give title below) (specify below) VICE PRESIDENT AND CHIEF FINANCIAL OFFICER	6. If Amendment, Date of Original (Month/Day/Year) 7. 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
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TABLE 1 -- NON-DERIVATIVE SECURITIES BENEFICIALLY OWNED

1. Title of Security (Instr. 4)	2. Amount of Securities Beneficially Owned (Instr. 4)	3. Ownership Form: Direct (D) or Indirect (I) (Instr. 5)	4. Nature of Indirect Beneficial Ownership (Instr. 5)
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Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.
 (Print or Type Responses)

(Over)
 SEC 1473 (8/92)

FORM 3 (CONTINUED)

TABLE II -- DERIVATIVE SECURITIES BENEFICIALLY OWNED
(E.G., PUTS, CALLS, WARRANTS, OPTIONS, CONVERTIBLE SECURITIES)

1. Title of Derivative Security (Instr. 4)	2. Date Exercisable and Expiration Date (Month/Day/ Year)		3. Title and Amount of Securities Underlying Derivative Security (Instr. 4)		4. Conver- sion or Exercise Price of Deri- vative Security	5. Owner- ship Form of Deriv- ative Security: Direct (D) or Indirect (I) (Instr. 5)	6. Nature of Indirect Beneficial Ownership (Instr. 5)
	Date Exercis- able	Expira- tion Date	Title	Amount or Number of Shares			
Stock Option	*	*	Common Stock	300,000	\$2.38	(D)	

Explanation of Responses:

* Date of grant of stock option February 19, 1998. Term of option is ten (10) years. Stock option shares to vest over three (3) years.

**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.

/s/ Peter A. Clemens

**Signature of Reporting Person

Date