

- Check this box if no longer subject to Section 16, Form 4 or Form 5 obligations may continue. See Instruction 1(b)
- Form 3 Holdings Reported
- Form 4 Transactions Reported

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

ANNUAL 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(f) of the Investment Company Act of 1940

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1. Name and address of Reporting Person  
McDade, Herbert H. Jr.

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(Last) (First) (MI)

660 White Plains Road, Suite 400

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(Street)

Tarrytown NY 10501

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(City) (State) (Zip)

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2. Issuer Name and Ticker or Trading Symbol  
Discovery Laboratories, Inc. ("Discovery")  
DSCO

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3. IRS or Social Security Number  
of Reporting Person (Voluntary) 000-00-0000

4. Statement for Month/Year	5. If Amendment, Date of Original (Month/Year)
June 1998	

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

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