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(f) 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).

	ss of Reporting Per								
Naveh	David								
(Last)	(First)		iddle)						
509 Madison Avenue									
		(Street)							
	New York								
(City)		(Z:							
	 I Ticker or Trading			========	==				
Discovery Laborato	ories, Inc. (Discov	very)							
DSC0									
	 Gecurity Number of				==				
4. Statement for M	 lonth/Year	:========	========	========	==				
August 1998	:=========	:========	=========	=========	==				
	Date of Original (M								
6. Relationship of (Check all appl	•	to Issuer			==				
<pre>[X] Director [] Officer (Chief Financial</pre>	give title below)	[]	10% Owner Other (speci	fy below)					
	======================================			=========	==				
	by One Reporting by More than One		on						
	Non-Derivative or Bene				==				
			=======	=======	==				
				4. Securities Ac Disposed of ((Instr. 3, 4	D)	A) or	5. Amount of Securities Beneficially	6. Owner- ship Form: Direct	7. Nature of
1. Title of Security (Instr. 3)		2. Transaction Date (mm/dd/yy)	Code (Instr. 8) Code V	Amount	(A) or (D)	Price	- Owned at End of Month (Instr. 3 and 4)	(I)	Indirect Beneficial Ownership (Instr. 4)
Common Stock		8/18/98	Р	1,000	Α	\$4.00	21,600(1)	D	
Common Stock		8/18/98	Р	600	Α	\$4.125	21,600(1)	D	
Common Stock		8/18/98	Р	2,400	Α	\$4.25	21,600(1)	D	
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Reminder: Report o	on a separate line	for each class	of securities	beneficially					

owned directly or indirectly.

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

1. Title of Derivative Security (Instr. 3)	2. Conversion of Exercise Price of Derivative Security	3. Trans- action Date (Month/ Day/ Year)	4. Trans- action Code (Instr. 8) Code V	or Dis of(D) (Instr 4 and	ative ities red (A) sposed 3, 5)	6. Date Exercisa Expirati (Month/D Date Exer- cisable	on Date Day/Year) Expira- tion	7. Title and of Underl Securitie (Instr. 3	ying es B and 4)	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 of Deriv- ative Secur- ity: Direct (D) or In- direct (I) (Instr. 5)	11. Nature of In- direct Bene- ficial Owner- ship (Instr. 5)
													

Explanation of Responses:

(1) Includes 7,600 shares of Discovery Common Stock issuable on the exercise of outstanding options, all of which are immediately exercisable and fully vested. Also includes 10,000 shares of Discovery Common Stock issuable on the exercise of outstanding options granted on June 16, 1998 in connection with the Reporting Person's service as a director on the Board of Directors of the Issuer. These options become exercisable in four annual installments over the optionee's period of Board service, beginning six months after completion of the option grant date, with the first such installment to vest upon the optionee's completion of 18 months of Board service measured from the option grant date.

/s/ David Naveh	9/10/98				
** Signature of Reporting Person	Date				

Note: File three copies of this Form, one of which must be manually signed. If space provided is insufficient, see Instruction 6 for procedures.

^{**} Intentional misstatements or omissions of facts constitute Federal Criminal Violations. See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).