FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

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

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

ck Applicable Person Reporting	Other (s below) inical R&D	r (give title) SVP-Preclin Joint/Group filed by One	below) ndividual or e)	X		r)		-	nsaction (M				\vdash			AVID J JR	DAINO DA	IVIURU		
ck Applicable Person Reporting 7. Nature of Indirect Beneficial Ownership	below) inical R&D p Filing (Check A e Reporting Person	SVP-Precling Joint/Group filed by One filed by More	below) ndividual or e)			' /	Day/ (edf)	JIIII/	isaciiUII (IVI	icot Hall	Lan	IC OI								
ck Applicable Person Reporting 7. Nature of Indirect Beneficial Ownership	p Filing (Check A	Joint/Group filed by One filed by More	ndividual or e)	6 Ind		3. Date of Earliest Transaction (Month/Day/Year) 06/15/2007									(First) (Middle)					
Person Reporting 7. Nature of Indirect Beneficial Ownership	e Reporting Perso	filed by One	e)	I 6 Ind												AVENUE	ST GRAND	280 EAS		
ip 7. Nature ct of Indirect Beneficial Ownership	e than One Rep			Line)	If Amendment, Date of Original Filed (Month/Day/Year)									(Street) SOUTH SAN CA 94080						
of Indirect Beneficial Ownership			Form f Perso												94080	A	ISCO C.	FRANC		
of Indirect Beneficial Ownership															(Zip)		(S	(City)		
of Indirect Beneficial Ownership								Disp						lon-Deriv	le I - N					
(111501.4)	Beneficially (D) or Beneficial Owned Indirect (I) Ownersh				ransaction Disposed Of (D) (Instr. and 5)			Code (Ir	med on Date, Day/Year)	ny	Exe if ar		2. Transac Date (Month/Da	r. 3)		Security (Ins	1. Title of			
	(msu. 4)	Following (Instr. 4) Reported Transaction(s) (Instr. 3 and 4)			(A) or (D)		Amount	v	Code											
	D	,000	2 50	\$1.2	A	0	5,000		M				007	06/15/2			Stock	Common		
\perp	D	,500	_	\$1.2	A	00	22,50		M				007	06/15/2			Stock	Commor		
	D			\$6.46	D		5,000		S ⁽¹⁾				Common Stock 06/15/2				Commor			
			wned						quired, Di s, options					e II - Deri\ (e.g.,	Table					
(D) Beneficial Ownership rect (Instr. 4)	Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	9. Number derivative Securities Beneficially Owned Following Reported Transaction (Instr. 4)	8. Price of Derivative Security (Instr. 5)	0 D S (I				Date	6. Date Ex Expiration (Month/Da	ransaction of Code (Instr. Derivative				on Date,	if any	3. Transaction Date (Month/Day/Year)	2. Conversion or Exercise Price of Derivative Security	1. Title of Derivative Security (Instr. 3)		
				lumber	or Ni of	Title	xpiration ate		Date Exercisabl		(A)	v	Code							
	D	0	\$0	5,000	nmon ock 5	Com	7/10/2012	(2) 0	07/10/2002	5,000			M			06/15/2007	\$1.2	Incentive Stock Option (right to buy)		
	D	32,000	\$0	22,500	nmon ock 2:	Com	5/21/2013	(3) 0	05/21/2003	22,500			M			06/15/2007	\$1.2	Incentive Stock Option (right to buy)		
	D	34,000		34,000	amon ock 3	Com	3/08/2014	(4) 0	04/08/2004								\$6.5			
	D D	35,995		35,995	amon ock 3:	Com	4/11/2015	(5) 0	04/11/2005								\$6.59	Incentive Stock Option (right to buy)		
				14,810	imon 1	Com	3/14/2017		04/01/2007								\$6.81	Incentive Stock Option		
m: ect (ndi inst	For Dire on II. (I)	Securities Beneficially Owned Following Reported Transaction (Instr. 4)	Derivative Security (Instr. 5)	D S (IIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIII	Almon ock 3-	Secur Undd Derit Secur and Title Communication Sto	Expiration late 17/10/2012 15/21/2013 13/08/2014 14/11/2015	(2) 0 (4) 0 (5) 0	Date Exercisabl 07/10/2002 05/21/2003 04/08/2004	ivative urities juired or posed D) ttr. 3, 4 5)	Der Sec Acq (A) Dis of (I (Ins	nstr.	Code (Ir	/Day/Year)	if any	(Month/Day/Year)	or Exercise Price of Derivative Security \$1.2 \$1.2 \$6.5	Incentive Stock Option (right to buy) Incentive Stock Option Incentive Stock Option Incentive Stock Option Incentive Stock Option Stock Option Incentive Stock Option Option Incentive Stock		

	Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)																
Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any (Month/Day/Year)	4. Transaction Code (Instr. 8) Sec Acc (A) Dis		4. Transaction Code (Instr.		5. Number		6. Date Exercisable and Expiration Date (Month/Day/Year)		7. Title an Amount of Securities Underlyin Derivative Security and 4)	of s ng	8. Price of Derivative Security (Instr. 5)	9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4)	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)
				Code	v	(A)	(D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares						
Incentive Stock Option (right to buy)	\$7.15							03/01/2006 ⁽⁷⁾	03/01/2016	Common Stock	15,388		15,388	D			
Non- Qualified Stock Option (right to buy)	\$6.59							04/11/2005 ⁽⁵⁾	04/11/2015	Common Stock	14,005		14,005	D			
Non- Qualified Stock Option (right to buy)	\$6.81							04/01/2007 ⁽⁶⁾	03/14/2017	Common Stock	50,190		50,190	D			
Non- Qualified Stock Option (right to buy)	\$7.15							03/01/2006 ⁽⁷⁾	03/01/2016	Common Stock	44,612		44,612	D			

Explanation of Responses:

- 1. The sales reported in this Form 4 were effected pursuant to a Rule 10b5-1 trading plan adopted by the reporting person on February 15, 2007.
- 2. This option is immediately exercisable upon grant and shall vest as to 833 shares on 04/15/02 and the balance of 49,167 divided into equal monthly installments thereafter such that the option shall be 100% vested on 03/15/07
- 3. This option is immediately exercisable upon grant and shall vest as to 1,135 shares on 04/01/03 and the balance of 53,365 divided into equal monthly installments thereafter such that the option shall be 100% vested on 03/01/07.
- 4. This option shall vest and become exercisable as to 708 shares on 04/08/04 and the balance of 33,292 divided into equal monthly installments thereafter such that the option shall be 100% vested on 03/08/08.
- 5. When the ISO and NQ dated 04/11/05 are combined for a total grant of 50,000 shares, the option shall vest and become exercisable as to 50,000 shares divided into equal monthly installments such that the option shall be 100% vested on 03/01/2009.
- 6. When the ISO and NQ dated 03/14/2007 are combined for a total grant of 65,000 shares, the option shall vest and become exercisable as to 1,354 shares on 04/01/07 and the balance of 63,646 divided into equal monthly installments thereafter such that the option shall be 100% vested on 03/01/11.
- 7. When the ISO and NQ dated 03/01/2006 are combined for a total grant of 60,000 shares, the option shall vest and become exercisable as to 60,000 shares divided into equal monthly installments such that the option shall be 100% vested on 03/01/2010.

<u>David J. Morgans, Jr. Ph.D.</u> <u>06/19/2007</u>

** Signature of Reporting Person Date

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

- * If the form is filed by more than one reporting person, see Instruction 4 (b)(v).
- ** 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 is insufficient, see Instruction 6 for procedure.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.