#### **ALKERMES INC**

Form 4

November 19, 2007

### UNITED STATES SECURITIES AND EXCHANGE COMMISSION Washington, D.C. 20549

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF

**SECURITIES** 

**OMB** Number:

**OMB APPROVAL** 

3235-0287

Expires:

January 31, 2005

0.5

Estimated average

burden hours per

subject to Section 16. Form 4 or Form 5 obligations

may continue.

if no longer

Check this box

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(h) of the Investment Company Act of 1940

response...

See Instruction 1(b).

(Print or Type Responses)

1. Name and Address of Reporting Person \* Pugh Gordon G

2. Issuer Name and Ticker or Trading Symbol

5. Relationship of Reporting Person(s) to

Issuer

below)

(Middle) (Last) (First)

ALKERMES INC [ALKS]

(Check all applicable)

3. Date of Earliest Transaction

(Month/Day/Year)

Director 10% Owner X\_ Officer (give title Other (specify

11/15/2007

SVP & COO

6. Individual or Joint/Group Filing(Check

88 SIDNEY STREET

4. If Amendment, Date Original Filed(Month/Day/Year)

Applicable Line)

\_X\_ Form filed by One Reporting Person Form filed by More than One Reporting

(Instr. 4)

Person

CAMBRIDGE, MA 02139

(City) (State) (Zip)

(Street)

Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

1. Title of Security (Instr. 3)

2. Transaction Date 2A. Deemed (Month/Day/Year)

Execution Date, if

(Month/Day/Year)

3. 4. Securities TransactionAcquired (A) or Code Disposed of (D) (Instr. 3, 4 and 5) (Instr. 8)

5. Amount of Securities Beneficially Owned Following

6. Ownership 7. Nature of Form: Direct Indirect (D) or Indirect Beneficial Ownership (I)

(Instr. 4)

(A)

Reported Transaction(s)

(Instr. 3 and 4) Code V Amount (D) Price

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

Persons who respond to the collection of SEC 1474 information contained in this form are not (9-02)required to respond unless the form displays a currently valid OMB control number.

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

1. Title of Derivative Security

Conversion or Exercise

3. Transaction Date 3A. Deemed

(Month/Day/Year) Execution Date, if any

4. 5. Number of TransactionDerivative Securities Code Acquired (A) or

6. Date Exercisable and **Expiration Date** (Month/Day/Year)

7. Title at Underlyin (Instr. 3 a

## Edgar Filing: ALKERMES INC - Form 4

| (Instr. 3)                                     | Price of Derivative |            | (Month/Day/Year) | (Instr. 8) Disposed of (D) (Instr. 3, 4, and 5) |         |         |                     |                    |       |
|--|---------------------|------------|------------------|---|---------|---------|---------------------|--------------------|-------|
|  | Security            |            |                  | Code V  | (A)     | (D)     | Date<br>Exercisable | Expiration<br>Date | Title |
| Non-qualifies tock option (right to buy        | \$ 25.96            | 11/15/2007 |                  | D <u>(1)</u>                                    |         | 144,592 | 01/07/2003          | 01/07/2012         | Commo |
| Non-qualifie<br>stock option<br>(right to buy  | \$ 25.96            | 11/15/2007 |                  | A(2)  | 144,592 |         | (3)                 | 01/07/2012         | Commo |
| Non-qualifies stock option (right to buy       | \$ 14.57            | 11/15/2007 |                  | D <u>(1)</u>                                    |         | 25,772  | 10/17/2004          | 10/17/2013         | Commo |
| Non-qualifies stock option (right to buy       | \$ 14.57            | 11/15/2007 |                  | A(2)  | 25,772  |         | (3)                 | 10/17/2013         | Commo |
| Non-qualifies stock option (right to buy       | \$ 14.9             | 11/15/2007 |                  | D <u>(1)</u>                                    |         | 69,480  | 12/17/2005          | 12/17/2014         | Commo |
| Non-qualifies stock option (right to buy       | \$ 14.9             | 11/15/2007 |                  | A(2)  | 69,480  |         | <u>(4)</u>          | 12/17/2014         | Commo |
| Non-qualifies stock option (right to buy       | \$ 18.6             | 11/15/2007 |                  | D <u>(1)</u>                                    |         | 32,124  | 12/09/2006          | 12/09/2015         | Commo |
| Non-qualifies stock option (right to buy       | \$ 18.6             | 11/15/2007 |                  | A(2)  | 32,124  |         | <u>(5)</u>          | 12/09/2015         | Commo |
| Non-qualifies stock option (right to buy       | \$ 20.79            | 11/15/2007 |                  | D <u>(1)</u>                                    |         | 14,063  | 05/02/2007          | 05/02/2016         | Commo |
| Non-qualifice<br>stock option<br>(right to buy | \$ 20.79            | 11/15/2007 |                  | A(2)  | 14,063  |         | <u>(6)</u>          | 05/02/2016         | Commo |
| Non-qualifies stock option (right to buy       | \$ 14.38            | 11/15/2007 |                  | D <u>(1)</u>                                    |         | 19,823  | 12/12/2007          | 12/12/2016         | Commo |
| Non-qualifies stock option (right to buy       | \$ 14.38            | 11/15/2007 |                  | A(2)  | 19,823  |         | <u>(7)</u>          | 12/12/2016         | Commo |
| Non-qualifies stock option (right to buy       | \$ 15.95            | 11/15/2007 |                  | D <u>(1)</u>                                    |         | 23,731  | 06/01/2008          | 06/01/2017         | Commo |

Non-qualified

stock option (right to buy)

\$ 15.95 11/15/2007

A<sup>(2)</sup> 23,731

(8) 06/01/2017

Commo

# **Reporting Owners**

Reporting Owner Name / Address Relationships

Director 10% Owner Officer Other

Pugh Gordon G 88 SIDNEY STREET CAMBRIDGE, MA 02139

SVP & COO

**Signatures** 

Jennifer Baptiste, Attorney-in-Fact for Gordon G. Pugh

11/19/2007

\*\*Signature of Reporting Person

Date

# **Explanation of Responses:**

- \* 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).
- Cancellation of non-qualified stock option by mutual agreement of Alkermes and the reporting person. As consideration for the
  (1) cancellation, the reporting person was granted a new stock option under the Company's Amended and Restated 1999 Stock Option Plan with the same terms, including exercise price, vesting and number of shares, as the cancelled stock option
- Re-grant of non-qualified stock option under the Amended and Restated 1999 Stock Option Plan as consideration for the cancellation of (2) the non-qualified stock option. Re-granted non-qualified option has the same terms as the cancelled option, including exercise price, vesting and number of shares.
- (3) Stock option vests in its entirety upon date of grant.
- Original Stock Option grant to which this relates included non-qualified stock options (set forth herein) and incentive stock options. Fifty (4) percent (50%) of the Stock Option vests upon date of grant. The remainder of the Stock Option vests in equal annual installments on each of 12/17/2007 and 12/17/2008.
  - Original Stock Option grant to which this relates included non-qualified stock options (set forth herein) and incentive stock options.
- (5) Twenty-five percent (25%) of the Stock Option vests upon date of grant. The remainder of the Stock Option vests in equal annual installments on each of 12/9/2007, 12/9/2008 and 12/9/2009.
  - Original Stock Option grant to which this relates included non-qualified stock options (set forth herein) and incentive stock options.
- (6) Twenty-five (25%) of the Stock Option vests upon date of grant. The remainder of the Stock Option vests in equal annual installments on each of 5/2/2008, 5/2/2009 and 5/2/2010.
- (7) Original Stock Option grant to which this relates included non-qualified stock options (set forth herein) and incentive stock options. The Stock Option vests in equal annual installments over a four-year period, at the rate of 25% per year commencing on 12/12/2007.
- Original Stock Option grant to which this relates included non-qualified stock options (set forth herein) and incentive stock options. The Stock Option vests in equal annual installments over a four-year period, at the rate of 25% per year commencing on 6/1/2008.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure. Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.

Reporting Owners 3