

Ardea Biosciences, Inc./DE
 Form 4
 June 20, 2012

FORM 4

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

OMB APPROVAL

OMB Number: 3235-0287
 Expires: January 31, 2015
 Estimated average burden hours per response... 0.5

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 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(h) of the Investment Company Act of 1940

(Print or Type Responses)

1. Name and Address of Reporting Person *
TANG KEVIN C

(Last) (First) (Middle)

4747 EXECUTIVE DRIVE,, SUITE 510

(Street)

SAN DIEGO, CA 92121

(City) (State) (Zip)

2. Issuer Name and Ticker or Trading Symbol

Ardea Biosciences, Inc./DE [RDEA]

3. Date of Earliest Transaction (Month/Day/Year)

06/19/2012

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

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

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

6. Individual or Joint/Group Filing(Check Applicable Line)

Form filed by One Reporting Person
 Form filed by More than One Reporting Person

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

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)	4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)	5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Ownership (Instr. 4)	
			Code	V	Amount	(A) or (D)	Price	
Common Stock	06/19/2012		D		15,089	D	\$ 32 0	D <u>(1)</u>
Common Stock	06/19/2012		D		67,052	D	\$ 32 0	I <u>(2)</u> As Trustee <u>(2)</u>
Common Stock	06/19/2012		D		3,733,582	D	\$ 32 0	I <u>(3)</u> By LP <u>(3)</u>

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

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 control

SEC 1474 (9-02)

number.

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 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)	5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)	6. Date Exercisable and Expiration Date (Month/Day/Year)		7. Title and Amount of Underlying Security (Instr. 3 and 4)	Amount or Number of Shares
				Code	V (A) (D)	Date Exercisable	Expiration Date	Title	
Non-Qualified Stock Option (right to buy)	\$ 16.49	06/19/2012		D	5,000	<u>(4)</u>	02/01/2014	Common Stock	5,000
Non-Qualified Stock Option (right to buy)	\$ 13.93	06/19/2012		D	25,000	<u>(4)</u>	06/10/2014	Common Stock	25,000
Non-Qualified Stock Option (right to buy)	\$ 4.08	06/19/2012		D	10,000	<u>(4)</u>	01/02/2015	Common Stock	10,000
Non-Qualified Stock Option (right to buy)	\$ 3.5	06/19/2012		D	12,500	<u>(4)</u>	02/12/2016	Common Stock	12,500
Non-Qualified Stock Option (right to buy)	\$ 4.24	06/19/2012		D	12,500	<u>(4)</u>	01/02/2017	Common Stock	12,500
Non-Qualified Stock Option (right to buy)	\$ 5.85	06/19/2012		D	1,250	<u>(4)</u>	06/14/2017	Common Stock	1,250
Non-Qualified Stock Option (right to buy)	\$ 5.85	06/19/2012		D	2,500	<u>(4)</u>	06/14/2017	Common Stock	2,500
Non-Qualified Stock Option (right to buy)	\$ 15.69	06/19/2012		D	12,500	<u>(4)</u>	01/01/2018	Common Stock	12,500
Non-Qualified Stock Option (right to buy)	\$ 15.69	06/19/2012		D	7,500	<u>(4)</u>	01/01/2018	Common Stock	7,500
Non-Qualified Stock Option (right to buy)	\$ 12.16	06/19/2012		D	12,500	<u>(4)</u>	01/01/2019	Common Stock	12,500

Non-Qualified Stock Option (right to buy)	\$ 12.16	06/19/2012	D	5,000	(4)	01/01/2019	Common Stock	5,000
Non-Qualified Stock Option (right to buy)	\$ 12.16	06/19/2012	D	2,500	(4)	01/01/2019	Common Stock	2,500
Non-Qualified Stock Option (right to buy)	\$ 14.29	06/19/2012	D	12,500	(4)	01/03/2020	Common Stock	12,500
Non-Qualified Stock Option (right to buy)	\$ 25.97	06/19/2012	D	12,500	(4)	01/02/2021	Common Stock	12,500
Non-Qualified Stock Option (right to buy)	\$ 16.47	06/19/2012	D	12,500	(4)	01/02/2022	Common Stock	12,500
Common Stock Warrant (right to buy)	\$ 11.14	06/19/2012	D	39,163	(5)	12/18/2013	Common Stock	39,163

Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
TANG KEVIN C 4747 EXECUTIVE DRIVE, SUITE 510 SAN DIEGO, CA 92121	X	X		

Signatures

/s/ Kevin C.
Tang

06/20/2012

**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).

(1) The securities are owned by Kevin C. Tang's IRA.

The securities are owned by Kevin C. Tang as custodian for his minor children and as Trustee of the Tang Advisors, LLC Profit Sharing Plan, for which Mr. Tang serves as Trustee and in which he is a participant. Mr. Tang disclaims beneficial ownership of such securities except to the extent of his pecuniary interest therein.

The securities are held by Tang Capital Partners, LP. Kevin C. Tang is the sole manager of Tang Capital Management, LLC, which is the general partner of Tang Capital Partners, LP. Mr. Tang disclaims beneficial ownership of such securities except to the extent of his pecuniary interest therein.

(4) This option was canceled pursuant to the Agreement and Plan of Merger, dated as of April 21, 2012, by and among Ardea Biosciences, Inc. ("Ardea"), Zeneca Inc. and QAM Corp. (the "Merger Agreement"), in exchange for a payment in cash, without interest and less the

Edgar Filing: Ardea Biosciences, Inc./DE - Form 4

amount of any required tax withholding, equal to the product of: (i) the excess of \$32.00 (the per share merger consideration pursuant to the Merger Agreement) over the exercise price of the option; and (ii) the number of shares of Ardea common stock underlying the option.

This warrant was canceled pursuant to the Merger Agreement in exchange for a payment in cash, without interest and less the amount of (5) any required tax withholding, equal to the product of: (i) the excess of \$32.00 (the per share merger consideration pursuant to the Merger Agreement) over the exercise price of the warrant; and (ii) the number of shares of Ardea common stock underlying the warrant.

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.