

Sabat John R  
Form 4  
January 18, 2006

**FORM 4**

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

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

## OMB APPROVAL

OMB  
Number: 3235-0287  
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2005  
Estimated average  
burden hours per  
response... 0.5

(Print or Type Responses)

1. Name and Address of Reporting Person \*  
Sabat John R

(Last) (First) (Middle)

2500 MILLBROOK DRIVE

(Street)

BUFFALO GROVE, IL 60089

(City) (State) (Zip)

2. Issuer Name **and** Ticker or Trading  
Symbol  
AKORN INC [AKN]

3. Date of Earliest Transaction  
(Month/Day/Year)  
01/13/2006

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

5. Relationship of Reporting Person(s) to  
Issuer

(Check all applicable)

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

Sr VP, National Accounts

6. Individual or Joint/Group Filing(Check  
Applicable Line)  
\_\_\_\_X\_\_\_\_ 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 Indirect Beneficial Ownership (Instr. 4)
			Code	V	Amount	(A) or (D)	Price
Common Stock	01/13/2006		C		152,606	A	<u>11</u> 176,435 <sup>(2)</sup>

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  
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SEC 1474  
(9-02)

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

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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 Underlying Security (Instr. 3 and 4)	8. An Nu Sh
Series A Preferred Stock	\$ 0.75 <sup>(4)</sup>	12/31/2004		J <sup>(3)</sup>	\$ 1,590	<sup>(6)</sup> 10/31/2011 <sup>(5)</sup>	Common Stock	2
Series A Preferred Stock	\$ 0.75 <sup>(4)</sup>	03/31/2005		J <sup>(3)</sup>	\$ 1,614	<sup>(6)</sup> 10/31/2011 <sup>(5)</sup>	Common Stock	2
Series A Preferred Stock	\$ 0.75 <sup>(4)</sup>	06/30/2005		J <sup>(3)</sup>	\$ 1,639	<sup>(6)</sup> 10/31/2011 <sup>(5)</sup>	Common Stock	2
Series A Preferred Stock	\$ 0.75 <sup>(4)</sup>	09/30/2005		J <sup>(3)</sup>	\$ 1,663	<sup>(6)</sup> 10/31/2011 <sup>(5)</sup>	Common Stock	2
Series A Preferred Stock	\$ 0.75 <sup>(4)</sup>	12/31/2005		J <sup>(3)</sup>	\$ 1,688	<sup>(6)</sup> 10/31/2011 <sup>(5)</sup>	Common Stock	2
Series A Preferred Stock	\$ 0.75 <sup>(4)</sup>	01/13/2006		C	\$ 114,455	<sup>(6)</sup> <sup>(5)</sup>	Common Stock	15

## Reporting Owners

Reporting Owner Name / Address	Relationships
	Director 10% Owner Officer Other
Sabat John R 2500 MILLBROOK DRIVE BUFFALO GROVE, IL 60089	Sr VP, National Accounts

## Signatures

John R Sabat 01/18/2006

                      
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).

On January 13, 2006, the reporting person was issued 152,606 shares of Akorn Common Stock upon the automatic conversion of his

(1) 1,000 shares of Series A 6% Convertible Preferred Stock with a \$100 per share stated value plus accrued and unpaid dividends of \$14,455 at a conversion price equal to \$0.75 per share of common stock.

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- (2) Includes additional purchases of Akorn Common Stock through Akorn's Employee Stock Purchase Plan of 524 shares on July 1, 2005, 603 shares on October 1, 2005, and 481 shares on January 3, 2006.
- (3) Voluntary reporting of dividend resulting from existing Series A 6% Participating Convertible Preferred Stock ownership.
- (4) Subject to adjustment.
- (5) Mandatory Redemption on this date.
- (6) Immediately

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

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