FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

| | OMB APPROVAL | | | | | | | | |
|---|-------------------|-----------|--|--|--|--|--|--|--|
| | OMB Number: | 3235-0287 | | | | | | | |
| - | Estimated average | hurden | | | | | | | |

0.5

hours per response:

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

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

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|--|---|--|-----------|-------------------|----------------------------|---|--|--------|---|--|---------------------|----------------------|---|--------------------|--|---|--|---|--|--|
| 1. Name and Address of Reporting Person* GAGE L PATRICK | | | | | | 2. Issuer Name and Ticker or Trading Symbol PROTEIN DESIGN LABS INC/DE [PDLI] | | | | | | | | | Relationship of Reporting Person(s) to Issuel (Check all applicable) | | | | | |
| | | | | | | 01 | LIIV. | | OIV LI | IDC |) II (C/L | <u></u> [| I DLI | 1 | X Di | rector | | 10% C | wner | |
| (Last) (First) (Middle) C/O PROTEIN DESIGN LABS, INC. | | | | | | 3. Date of Earliest Transaction (Month/Day/Year) 05/24/2004 | | | | | | | | | | ficer (give title low) | | Other below) | (specify | |
| 34801 CAMPUS DRIVE | | | | | 4 If | If Amendment, Date of Original Filed (Month/Day/Year) | | | | | | | | 6 | 6. Individual or Joint/Group Filing (Check Applicable | | | | | |
| (Street) FREMO | NT CA | A 9 |)4555 | | | | | , | g | | (| ., | / | | ne) X Fo | orm filed by On | e Reporti | ing Pers | on | |
| (City) | (St | ate) (2 | Zip) | | | | | | | | | | | | P | erson | | | | |
| | | Tabl | e I - Nor | n-Deriv | ative | Se | curitie | es Ac | quired, | Dis | posed o | f, or | Ben | eficia | ally Ow | ned | | | | |
| 1. Title of Security (Instr. 3) 2. Transac Date (Month/Da | | | | | | Execution Date, | | Code (| Transaction Disposed C Code (Instr. 5) | | | cquired) (Instr. | (A) or 3, 4 ar | d Sed Ber Ow | mount of urities eficially ned Following | 6. Owner Form: E (D) or In (I) (Inst | Direct ndirect | 7. Nature of Indirect Beneficial Ownership | | |
| | | | | | | | | | Code | v | Amount | | A) or D) | Price | Tra | orted nsaction(s) tr. 3 and 4) | | | (Instr. 4) | |
| Common Stock 05/24/2 | | | | | | 2004 | | | P | | 1,300 | | Α | \$19. | .06 | 1,300 | |) | | |
| Common Stock 05/24/ | | | | | /2004 | | | | P | | 700 | | Α | \$1 | 9 | 2,000 | |) | | |
| | | Та | | | | | | | | | sed of, onvertib | | | | / Owne | d | | | | |
| 1. Title of Derivative Security (Instr. 3) | 2. Conversion or Exercise Price of Derivative Security | rcise (Month/Day/Year) if any of (Month/Day tive | | Date, ny/Year) | 4. Transaction Code (Insti | | or. Of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5) | | Expiration (Month/E | Date Expiration Expiration Date Month/Day/Year) Date Expiration Exercisable Date | | | 7. Title and Amount of Securities Underlying Derivative Security (Instr. and 4) Amour or Numbe of Title Shares | | 8. Price of Derivative Security (Instr. 5) | | Owi Fori Dire or li (I) (I | nership m: ect (D) ndirect Instr. 4) | 11. Nature of Indirect Beneficial Ownership (Instr. 4) | |

Explanation of Responses:

Remarks:

/s/ L. Patrick Gage

05/26/2004

** Signature of Reporting Person

Date

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

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.

 $^{^{\}star}$ 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).