

## INITIAL STATEMENT OF BENEFICIAL OWNERSHIP OF SECURITIES

OMB APPROVAL

OMB Number: 3235-0104

Estimated average burden

hours per response: 0.5

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

<b>1. Name and Address of Reporting Person*</b> <u>Shumate Cynthia Lynn</u> <hr/> (Last) (First) (Middle) C/O PDL BIOPHARMA, INC. 34801 CAMPUS DRIVE <hr/> (Street) FREMONT CA 94555 <hr/> (City) (State) (Zip)	<b>2. Date of Event Requiring Statement (Month/Day/Year)</b> 06/20/2007	<b>3. Issuer Name and Ticker or Trading Symbol</b> <u>PDL BIOPHARMA, INC. [ PDLI ]</u> <hr/> <b>4. Relationship of Reporting Person(s) to Issuer (Check all applicable)</b> Director 10% Owner <input checked="" type="checkbox"/> Officer (give title below) Other (specify below) <u>VP Legal Affrs, Secy &amp; CCO</u>	<b>5. If Amendment, Date of Original Filed (Month/Day/Year)</b> <hr/> <b>6. Individual or Joint/Group Filing (Check Applicable Line)</b> <input checked="" type="checkbox"/> Form filed by One Reporting Person Form filed by More than One Reporting Person
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### Table I - Non-Derivative Securities Beneficially Owned

1. Title of Security (Instr. 4)	2. Amount of Securities Beneficially Owned (Instr. 4)	3. Ownership Form: Direct (D) or Indirect (I) (Instr. 5)	4. Nature of Indirect Beneficial Ownership (Instr. 5)
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### Table II - Derivative Securities Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

1. Title of Derivative Security (Instr. 4)	2. Date Exercisable and Expiration Date (Month/Day/Year)		3. Title and Amount of Securities Underlying Derivative Security (Instr. 4)		4. Conversion or Exercise Price of Derivative Security	5. Ownership Form: Direct (D) or Indirect (I) (Instr. 5)	6. Nature of Indirect Beneficial Ownership (Instr. 5)
	Date Exercisable	Expiration Date	Title	Amount or Number of Shares			
Stock Option (Right to Buy)	(1)	04/12/2014	Common Stock	105,000	25.5	D	
Stock Option (Right to Buy)	(2)	07/20/2013	Common Stock	26,500	17.13	D	
Stock Option (Right to Buy)	(3)	07/23/2014	Common Stock	3,850	15.25	D	
Stock Option (Right to Buy)	(4)	07/13/2012	Common Stock	32,000	21.73	D	

**Explanation of Responses:**

1. This Option was vested with respect to 83,125 shares on June 20, 2007 and vests monthly with respect to 2,187 shares.
2. This Option was vested with respect to 4,531 shares on June 20, 2007 and vests monthly with respect to 594 shares.
3. This Option was vested with respect to 3,120 shares on June 20, 2007 and vests monthly with respect to 150 shares.
4. This Option was vested with respect to 15,333 shares on June 20, 2007 and vests monthly with respect to 667 shares.

**Remarks:**
/s/ Cynthia Shumate
06/26/2007

\*\* 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 5 (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.

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