

Usdan Adam  
Form 4  
January 20, 2010

**FORM 4**

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

OMB APPROVAL

OMB Number: 3235-0287  
Expires: January 31, 2005  
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 \*  
Trellus Management Company, LLC

2. Issuer Name and Ticker or Trading Symbol  
ELITE PHARMACEUTICALS INC /DE/ [ELTP]

5. Relationship of Reporting Person(s) to Issuer  
(Check all applicable)

(Last) (First) (Middle)  
350 MADISON AVENUE - 9TH FL,  
(Street)

3. Date of Earliest Transaction (Month/Day/Year)  
01/14/2010

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

NEW YORK, NY 10017

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

6. Individual or Joint/Group Filing(Check Applicable Line)  
\_\_\_\_ Form filed by One Reporting Person  
 Form filed by More than One Reporting Person

(City) (State) (Zip)

**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                    | 01/14/2010                           |  | S                              | 1,500<br>(1)  | D   | \$ 0.11  | 23,417,064<br>(2)                                     | I | See footnote (3) (4) |
| Common Stock                    | 01/15/2010                           |  | S                              | 25,287<br>(5)   | D   | \$ 0.105   | 23,391,777<br>(6)                                     | I | See footnote (3) (4) |

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

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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 Securities (Instr. 3 and 4) | 8. Price of Derivative Security (Instr. 5) | 9. Number of Derivative Securities Beneficially Owned Following Reported Transaction (Instr. 5) |
|--|--|--------------------------------------|--|--------------------------------|---|--|---|--|---|
|  |  |                                      |  | Code                           | V (A) (D)   | Date Exercisable   | Expiration Date   | Title                                      | Amount or Number of Shares  |

## Reporting Owners

| Reporting Owner Name / Address  | Relationships |           |         |       |
|---|---------------|-----------|---------|-------|
|   | Director      | 10% Owner | Officer | Other |
| Trellus Management Company, LLC<br>350 MADISON AVENUE - 9TH FL<br>NEW YORK, NY 10017                      |               | X         |         |       |
| TRELLUS PARTNERS II LP<br>C/O TRELLUS MANAGEMENT COMPANY, LLC<br>350 MADISON AVENUE<br>NEW YORK, NY 10017 |               | X         |         |       |
| Trellus Offshore Fund Ltd<br>350 MADISON AVENUE, 9TH FLOOR<br>NEW YORK, NY 10017                          |               | X         |         |       |
| Usdan Adam<br>C/O TRELLUS MANAGEMENT COMPANY, LLC<br>350 MADISON AVENUE, 9TH FLOOR<br>NEW YORK, NY 10017  |               | X         |         |       |

## Signatures

|   |            |
|---|------------|
| /s/ Anthony G. Miller, Chief Financial Officer of Trellus Management Company, LLC | 01/20/2010 |
| __Signature of Reporting Person   | Date       |
| /s/ Anthony G. Miller, Chief Financial Officer of Trellus Partners, L.P.          | 01/20/2010 |
| __Signature of Reporting Person   | Date       |
| /s/ Adam Usdan, Director of Trellus Offshore Fund Limited                         | 01/20/2010 |

\_\_Signature of Reporting Person

Date

/s/ Adam Usdan

01/20/2010

\_\_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) On January 14, 2010, Trellus Partners, L.P., a Delaware limited partnership ("TPLP") sold 1,000 shares of Common Stock and Trellus Offshore Fund Limited, a Cayman Islands limited liability company ("TOF") sold 500 shares of Common Stock.

On January 14, 2010, following the reported transaction, TPLP owned 12,450,571 shares of Common Stock and held warrants to acquire 3,291,426 shares of Common Stock and TOF owned 6,096,327 shares of Common Stock and held warrants to acquire 1,377,758 shares of

- (2) Common Stock. Trellus Management Company, LLC ("Trellus") and Mr. Usdan each beneficially owned the Common Stock and warrants owned by TPLP and TOF and in addition held indirect beneficial ownership of an additional 167,103 shares of Common Stock and additional warrants to acquire 33,789 shares of Common Stock.

Trellus is the investment adviser to TPLP and TOF. Adam Usdan is the controlling principal and chief investment officer of Trellus. By reason of their investment discretion, Trellus and Mr. Usdan are reported herein as indirect beneficial owners of the securities held, acquired, and sold by TPLP and TOF (as described in footnotes (1), (2), (5), and (6)).

- (4) Each Reporting Person disclaims beneficial ownership of the reported securities except to the extent of its pecuniary interest therein.

- (5) On January 15, 2010, Trellus Partners, L.P., a Delaware limited partnership ("TPLP") sold 16,820 shares of Common Stock and Trellus Offshore Fund Limited, a Cayman Islands limited liability company ("TOF") sold 8,467 shares of Common Stock.

On January 15, 2010, following the reported transaction, TPLP owned 12,433,751 shares of Common Stock and held warrants to acquire 3,291,426 shares of Common Stock and TOF owned 6,087,860 shares of Common Stock and held warrants to acquire 1,377,758 shares of

- (6) Common Stock. Trellus Management Company, LLC ("Trellus") and Mr. Usdan each beneficially owned the Common Stock and warrants owned by TPLP and TOF and in addition held indirect beneficial ownership of an additional 167,103 shares of Common Stock and additional warrants to acquire 33,789 shares of Common Stock.

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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