

Edgar Filing: INHALE THERAPEUTIC SYSTEMS INC - Form 424B3

AND OFFERED (1)

Goldman Sachs and Company	7,000,000	437,396	437,396
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- (1) Amounts indicated may be in excess of the total amount registered due to sales or transfers exempt from the registration requirements of the Securities Act since the date upon which the selling holders provided to us in the information regarding their debentures.
 - (2) Inhale's Board of Directors declared a two-for-one split of the outstanding shares of our common stock for all holders of record as of the close of business on August 1, 2000 which was effected in the form of a stock dividend resulting in a reduction by one-half of the conversion price per share and an increase in the number of shares of our common stock issuable upon conversion of the notes. As of August 2, 2000 the notes became convertible at a conversion price of \$16.0038 per share. All stock numbers in this supplement have been adjusted to give effect to this two-for-one stock split.

Additional information regarding selling holders will be provided by amendment or supplement to this prospectus.

Information concerning the selling holders may change from time to time and any changed information will be set forth in supplements to this prospectus if and when necessary. In addition, the conversion rate and therefore, the number of shares of common stock issuable upon conversion of the debentures, is subject to adjustment under certain circumstances. Accordingly, the aggregate principal amount of debentures and the number of shares of common stock into which the debentures are convertible may increase or decrease.

The date of this prospectus supplement is May 25, 2001.