FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

| STATEMENT | OF CHANGES | IN BENEFICIAL | OWNERSHIP |
|-----------|------------|---------------|------------------|

| l | OMB APPRO | VAL |
|---|-------------------------|-----------|
| l | OMB Number: | 3235-0287 |
| l | Estimated average burde | en |
| l | 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).

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

| 1. Name and Address of Reporting Person* DUGAN RICHARD W | | | | | 2. Issuer Name and Ticker or Trading Symbol Vanda Pharmaceuticals Inc. [VNDA] 5. Relationship of Reporting Person(s) to Issuer (Check all applicable) | | | | | | | | | | | | | | | |
|---|--|--|---|---------|--|---|-----------------|------|----------------------|---|--------------------|---|---|-----------------------|---|--|---|--|--|--|
| DUGAN RICHARD W | | | | | | | | | | | | | | | X Directo | r | | 10% Ov | vner | |
| (Last) (First) (Middle) 298 BEACON CIRCLE | | | | | | 3. Date of Earliest Transaction (Month/Day/Year) 06/15/2017 | | | | | | | | Officer below) | (give title | | Other (s below) | specify | | |
| 298 BE <i>F</i> | ICON CIR | CLE | | | \vdash | | | | | | | | | | | | | | | |
| | | | | | | 4. If Amendment, Date of Original Filed (Month/Day/Year) 6. Individual or Joint/Group Filing (Check Appl | | | | | | | | plicable | | | | | | |
| (Street) | | | | | | | | | | | | | | Line | , | ilad by One | Done | orting Perso | n | |
| BOALS | BURG P. | A | 16827 | | | | | | | | | | | 1 | | | | | | |
| - | | | | | - | | | | | | | | | | Persor | | e tnar | one Repo | rung | |
| (City) | (S | State) | (Zip) | | | | | | | | | | | | | | | | | |
| | | Tak | le I - Noi | n-Deriv | vativ | e Se | curities | s Ac | quired, | Dis | posed c | f, or B | enef | iciall | y Owned | | | | | |
| 1. Title of Security (Instr. 3) 2. Transa Date (Month/D | | | | | Execution Date, | | Code (Instr. 5) | | iired (A nstr. 3, | N) or , 4 and | | ally Following | 6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | | 7. Nature of Indirect Beneficial Ownership | | | | | |
| | | | | | | | | | | v | Amount | mount (A) or Pr | | Price | Transact | Reported Transaction(s) (Instr. 3 and 4) | | | (Instr. 4) | |
| Common Stock 06/15. | | | | 5/201 | /2017 | | A | | 5,000 | 5,000 ⁽¹⁾ A \$ | | \$0.00 | 10 | 10,770 | | D | | | | |
| | 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 D if any (Month/Day | Date, | 4. Transa Code (8) | | 5. Number of | | Expiration | 6. Date Exercisa Expiration Date (Month/Day/Yea | | 7. Title and Amor of Securities Underlying Derivative Securi (Instr. 3 and 4) | | urity | 8. Price of Derivative Security (Instr. 5) | 9. Number derivative Securities Beneficiall Owned Following Reported Transactio (Instr. 4) | Own Form Direct or In (I) (Ir | 10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 11. Nature of Indirect Beneficial Ownership (Instr. 4) | |
| | | | | | Code | v | (A) | (D) | Date Exercisab | | Expiration Date | Title | or Nu of | nount mber ares | | | | | | |
| Stock Option (Right to Buy) | \$13.75 | 06/15/2017 | | | A | | 10,000 | | (2) | (| 06/14/2027 | Commo Stock | ⁿ 10 | ,000 | \$0.00 | 10,000 | 0 | D | | |

Explanation of Responses:

- 1. Represents shares of common stock underlying a time-based restricted stock unit award (RSU). 100% of the shares subject to this RSU will vest on June 15, 2018, provided that the Reporting Person has provided continuous service to the Issuer through the vesting date.
- 2. This option vests and becomes exercisable with respect to 100% of the option shares on June 15, 2018, provided that the Reporting Person has provided continuous service to the Issuer through the vesting

Remarks:

/s/ Richard W. Dugan

06/19/2017

** 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 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).

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.