FORM 3

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

OMB APPROVAL

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INITIAL STATEMENT OF BENEFICIAL OWNERSHIP OF SECURITIES

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

| Name and Address of Reporting Person* Moran Kevin Patrick | 2. Date of Requiring : (Month/Da 03/15/20 | Statement y/Year) | 3. Issuer Name and Ticker or Trading Symbol Vanda Pharmaceuticals Inc. [VNDA] | | | | | |
|--|--|----------------------|---|--|---|---|--|--|
| (Last) (First) (Middle) C/O VANDA PHARMACEUTICALS INC. | | | Relationship of Reporting Issuer (Check all applicable) Director | Person(s) to 10% Owner | | 5. If Amendment, Date of Original Filed (Month/Day/Year) | | |
| 2200 PENNSYLVANIA AVENUE, SUITE 300E | | | X Officer (give title below) VP, Acting CFO 8 | below) | | 6. Individual or Joint/Group Filing (Check Applicable Line) X Form filed by One Reporting Person | | |
| (Street) WASHINGTON DC 20037 | | | | | | Form filed by More than One Reporting Person | | |
| (City) (State) (Zip) | | | | | | | | |
| Table I - Non-Derivative Securities Beneficially Owned | | | | | | | | |
| 1. Title of Security (Instr. 4) | | | 2. Amount of Securities Beneficially Owned (Instr. 4) | Form: D | rm: Direct Ov or Indirect | | 4. Nature of Indirect Beneficial Ownership (Instr. 5) | |
| Common Stock | | | 14,237 | | | | | |
| Common Stock | | | 2,532(1) | |) | | | |
| Common Stock | | | 12,578 ⁽²⁾ | Г | D | | | |
| Common Stock | | | 18,750 ⁽³⁾ | Г | D | | | |
| Common Stock | | | 12,656 ⁽⁴⁾ | D | | | | |
| Common Stock | | | 635 | I I | | By Wife | | |
| Table II - Derivative Securities Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities) | | | | | | | | |
| | 2. Date Exercisable and Expiration Date (Month/Day/Year) | | 3. Title and Amount of Sec Underlying Derivative Sec (Instr. 4) | | 4. Conversion or Exercise Price of | | 5. Ownership Form: Direct (D) | 6. Nature of Indirect Beneficial Ownership (Instr. 5) |
| | ate xercisable | Expiration Date | Title | Amount or Number of Shares | Derivative Security | | or Indirect (I) (Instr. 5) | <i>-</i> |
| Stock Option (Right to Buy) | (5) | 02/11/2026 | Common Stock | 6,750 | 7.94 | | D | |
| Stock Option (Right to Buy) | (5) | 12/03/2024 | Common Stock | 15,000 | 12.27 | | D | |
| Stock Option (Right to Buy) | (5) | 12/02/2023 | Common Stock | 15,000 | 11.59 | | D | |
| Stock Option (Right to Buy) | (5) | 12/07/2022 | Common Stock | 7,500 | 3.12 | | D | |

Explanation of Responses:

- 1. Represents shares of common stock underlying a time-based restricted stock unit award ("RSU"). The RSU will vest in full on March 1, 2021, provided the Reporting Person remains continuously employed by the Issuer through such vesting date. Vested shares will be delivered on the First Permissible Trading Day (as defined in the RSU Agreement) that occurs on or after the day when the RSUs vest.
- 2. Represents shares of common stock underlying an RSU award. One-half of the RSU will vest on February 28, 2021, and the remaining one-half of the RSU will vest on February 28, 2022, provided the Reporting Person remains continuously employed by the Issuer through each vesting date. Vested shares will be delivered on the First Permissible Trading Day (as defined in the RSU Agreement) that occurs on or after the day when the RSUs vest.
- 3. Represents shares of common stock underlying an RSU award. The RSU vests in three (3) equal annual installments with the first annual vest taking place on March 1, 2021, provided the Reporting Person remains continuously employed by the Issuer through each annual vesting date. Vested shares will be delivered on the First Permissible Trading Day (as defined in the RSU Agreement) that occurs on or after the day when the RSUs vest.
- 4. Represents shares of common stock underlying an RSU award. The RSU vests in four (4) equal annual installments with the first annual vest taking place on March 1, 2021, provided the Reporting Person remains continuously employed by the Issuer through each annual vesting date. Vested shares will be delivered on the First Permissible Trading Day (as defined in the RSU Agreement) that occurs on or after the day when the RSUs vest.
- 5. The option is fully vested and immediately exercisable.

Remarks:

/s/ Kevin Patrick Moran

03/24/2020

** 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.

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.