

Edgar Filing: AKORN INC - Form SC 13G/A

AKORN INC  
Form SC 13G/A  
February 14, 2007

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

SCHEDULE 13G/A  
Under the Securities Exchange Act of 1934

Amendment No.: 6

Name of Issuer: AKORN, INC.

Title of Class of Securities: COMMON STOCK, NO PAR VALUE

CUSIP Number: 009728106

Date of Event Which Requires Filing of This Statement: December 31, 2006

Check the appropriate box to designate the rule pursuant  
to which this Schedule is filed:

- Rule 13d-1(b)  
 Rule 13d-1(c)  
 Rule 13d-1(d)

\*The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter the disclosures provided in a prior cover page.

The information required in the remainder of this cover page shall not be deemed to be "filed" for the purpose of Section 18 of the Securities Exchange Act of 1934 ("Act") or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, see the Notes).

1. Names of Reporting Persons  
I.R.S. Identification Nos. of above persons:

Pequot Capital Management, Inc.  
06-1524885

2. Check the Appropriate Box if a Member of a Group  
a.   
b.

3. SEC Use Only

4. Citizenship or Place of Organization:

Connecticut

Number of  
Shares  
Beneficially  
Owned by  
Each  
Reporting  
Person

5. Sole Voting Power:  
20,396,092

6. Shared Voting Power:  
0

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With:

7. Sole Dispositive Power:  
20,567,691
8. Shared Dispositive Power:  
0
9. Aggregate Amount Beneficially Owned by Each Reporting Person:  
20,567,691
10. Check Box if the Aggregate Amount in Row (9) Excludes Certain Shares:
11. Percent of Class Represented by Amount in Row (9):  
23.8%
12. Type of Reporting Person:  
IA, CO

Item 1(a) Name of Issuer: Akorn (the "Issuer")

1(b) Address of Issuer's Principal Executive Offices:  
2500 Millbrook Drive, Buffalo Grove, IL 60089

Item 2(a)-(c). Name, Principal Business Address, and Citizenship of Persons Filing:

Pequot Capital Management, Inc., 500 Nyala Farm Road, Westport, CT, 06880, which is a Connecticut corporation.

(d) Title of Class of Securities: COMMON STOCK, NO PAR VALUE PER SHARE

(e) CUSIP Number: 009728106

Item 3. This statement is filed pursuant to Rule 13d-1(b)(1)(ii)(E). Pequot Capital Management, Inc. is an investment adviser registered under Section 203 of the Investment Advisers Act of 1940.

Item 4. Ownership.

Ownership as of December 31, 2006 is incorporated herein by reference from items (5) - (9) and (11) of the cover page of the Reporting Person.

The Reporting Person is an investment adviser registered under the Investment Advisers Act of 1940, and acts as investment adviser to certain managed accounts over which the Reporting Person exercises discretionary authority (the "Accounts"). The Reporting Person beneficially owns 20,567,691 shares of Common Stock of the Issuer, due to the beneficial ownership of the following (i) 20,012,135 shares of Common Stock and (ii) 555,556 shares of Common Stock underlying warrants exercisable into Common Stock, at a purchase price of \$3.50 per share (the "Warrants"), subject to adjustment from time to time as provided in such Warrants and in the Warrant Agreements between the Issuer and the Reporting Person, dated August 23, 2004.

Item 5. Ownership of Five Percent or Less of a Class.

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Not applicable.

Item 6. Ownership of More than Five Percent on Behalf of Another Person.

The Reporting Person is an investment adviser registered under Section 203 of the Investment Advisers Act of 1940 and, as such, has beneficial ownership of the shares which are the subject of this filing through the investment discretion the reporting person exercises over its clients' accounts. Although such accounts do not have beneficial ownership of such shares for purposes of Section 13 and Section 16 of the Securities Exchange Act of 1934, two accounts of the Reporting Person, Pequot Healthcare Fund, L.P. and Pequot Healthcare Offshore Fund, Inc., each own of record more than 5% of the Issuer's outstanding shares.

Item 7. Identification and Classification of the Subsidiary Which Acquired the Security Being Reported by the Parent Holding Company.

Not applicable.

Item 8. Identification and Classification of Members of the Group.

Not applicable.

Item 9. Notice of Dissolution of the Group.

Not applicable.

Item 10.

By signing below, I certify that, to the best of my knowledge and belief, the securities referred to above were acquired and are held in the ordinary course of business and were not acquired and are not held for the purpose or with the effect of changing or influencing the control of the issuer of such securities and were not acquired and are not held in connection with or as a participant in any transaction having that purpose or effect.

SIGNATURES

After reasonable inquiry and to the best of my knowledge and belief, the undersigned certifies that the information set forth in this statement is true, complete and correct.

Date: February 14, 2007

/s/ Aryeh Davis

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By: Aryeh Davis  
Title: Chief Operating Officer,  
General Counsel and Secretary