

**STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP**

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

OMB APPROVAL	
OMB Number:	3235-0287
Estimated average burden hours per response:	0.5

1. Name and Address of Reporting Person* <b>LILLY ENDOWMENT INC</b>  (Last) (First) (Middle) <b>2801 NORTH MERIDIAN STREET</b>  (Street) <b>INDIANAPOLIS IN 46208-0068</b>  (City) (State) (Zip)	2. Issuer Name and Ticker or Trading Symbol <b>LILLY ELI &amp; CO [ LLY ]</b>	5. Relationship of Reporting Person(s) to Issuer (Check all applicable)  Director <input checked="" type="checkbox"/> 10% Owner  Officer (give title below) Other (specify below)
	3. Date of Earliest Transaction (Month/Day/Year) <b>08/26/2003</b>	
		6. Individual or Joint/Group Filing (Check Applicable Line)  <input checked="" type="checkbox"/> Form filed by One Reporting Person  Form filed by More than One Reporting Person

**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			
61-Common Stock	08/26/2003		S		1,000	D	\$63.88	155,604,604	D	
62-Common Stock	08/26/2003		S		3,800	D	\$63.86	155,600,804	D	
63-Common Stock	08/26/2003		S		1,000	D	\$63.85	155,599,804	D	
64-Common Stock	08/26/2003		S		2,800	D	\$63.83	155,597,004	D	
65-Common Stock	08/26/2003		S		2,000	D	\$63.82	155,595,004	D	
66-Common Stock	08/26/2003		S		1,000	D	\$63.81	155,594,004	D	
67-Common Stock	08/26/2003		S		7,600	D	\$63.8	155,586,404	D	
68-Common Stock	08/26/2003		S		1,000	D	\$63.79	155,585,404	D	
69-Common Stock	08/26/2003		S		3,000	D	\$63.78	155,582,404	D	
70-Common Stock	08/26/2003		S		1,000	D	\$63.77	155,581,404	D	
71-Common Stock	08/26/2003		S		1,000	D	\$63.75	155,580,404	D	
72-Common Stock	08/26/2003		S		1,000	D	\$63.73	155,579,404	D	
73-Common Stock	08/26/2003		S		3,800	D	\$63.72	155,575,604	D	
74-Common Stock	08/26/2003		S		3,000	D	\$63.7	155,572,604	D	
75-Common Stock	08/26/2003		S		1,800	D	\$63.69	155,570,804	D	
76-Common Stock	08/26/2003		S		800	D	\$63.68	155,570,004	D	
77-Common Stock	08/26/2003		S		700	D	\$63.67	155,569,304	D	
78-Common Stock	08/26/2003		S		5,100	D	\$63.65	155,564,204	D	
79-Common Stock	08/26/2003		S		1,000	D	\$63.63	155,563,204	D	
80-Common Stock	08/26/2003		S		800	D	\$63.61	155,562,404	D	
81-Common Stock	08/26/2003		S		1,100	D	\$63.6	155,561,304	D	
82-Common Stock	08/26/2003		S		2,900	D	\$63.59	155,558,404	D	
83-Common Stock	08/26/2003		S		800	D	\$63.58	155,557,604	D	
84-Common Stock	08/26/2003		S		2,000	D	\$63.57	155,555,604	D	
85-Common Stock	08/26/2003		S		800	D	\$63.56	155,554,804	D	
86-Common Stock	08/26/2003		S		1,000	D	\$63.54	155,553,804	D	
87-Common Stockl	08/26/2003		S		1,000	D	\$63.51	155,552,804	D	
88-Common Stock	08/26/2003		S		2,000	D	\$63.5	155,550,804	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)	4. Deemed Execution Date, if any (e.g., puts/calls, warrants, options, convertible securities) (Month/Day/Year)	5. Transaction Code (Instr. 8)	6. Date Exercisable and Expiration Date (Month/Day/Year)	7. Underlying Security (Instr. 3 and 4)	8. Price of Derivative Security (Instr. 5)	9. Number of derivative Securities Beneficially Owned	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)
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)	6. Date Exercisable and Expiration Date (Month/Day/Year)	7. Underlying Security (Instr. 3 and 4)	8. Price of Derivative Security (Instr. 5)	9. Number of derivative Securities Beneficially Owned	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)
Explanation of Responses:										
Remarks:										
This is the third of three Forms 4 filed by the Reporting Person on same August 27, 2003 (D) pres										

by/s/David D. Biber, Secretary  
and Treasurer on behalf of 08/27/2003  
Lilly Endowment, Inc.

\*\* 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.