FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

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OMB APPROVAL

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STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

Instruction 1(b)		File	led pursuant to Section 16(a) of the Securities Exchange Act of 1934							hours	s per response:	0.5		
				or Se	ction 30(h) of the Ir	vestme	nt Cor	npany Act of 19	40					
	ess of Reporting Per		r Name and Ticker FE THERAP					ationship of Reportino k all applicable)	porting Person(s) to Issuer					
ARCH VENTURE FUND V LP											Director		Owner	
(Last) (First) (Middle) 8725 W. HIGGINS ROAD SUITE 290					of Earliest Transact 2004	ion (Mo	nth/Da	ay/Year)		Officer (give title below)	Othe belov	er (specify w)		
(Street) CHICAGO IL 60631					endment, Date of C	riginal F	iled (I	Month/Day/Year	- 1	Individual or Joint/Group Filing (Check Applicable Line) X Form filed by One Reporting Person Form filed by More than One Reporting Person				
(City)	(State)	(Zip)		_										
		Table I - No	n-Deriv	ative S	Securities Acq	uired,	Dis	posed of, o	r Bene	ficially C	wned			
1. Title of Security (Instr. 3) 2. Trans Date (Month)				action Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)		4. Securities Ad Disposed Of (D			5. Amount of Securities Beneficially Owned Following Reported	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership	
						Code	v	Amount	(A) or (D)	Price	Transaction(s) (Instr. 3 and 4)		(Instr. 4)	
Common Stock			03/19	9/2004		С		212,008	A	\$0	212,008(15)	D		
Common Stock			03/19	9/2004		С		1,654,763	Α	\$0	1,654,763	I	Footnote ⁽¹⁾	
Common Stock			03/19	9/2004		P		137,500	A	\$8	349,508(14)	D		
Common Stock 03				9/2004		P		50,000	A	\$8	1,704,763	I	Footnote ⁽¹⁾	

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 Date, if any (Month/Day/Year)	4. Transa Code (8)		Deri Seci Acq Disp	umber of vative urities uired (A) or oosed of (D) tr. 3, 4 and 5)	6. Date Exercisable and Expiration Date (Month/Day/Year)		7. Title and Amount of Securities Underlying Derivative Security (Instr. 3 and 4)		8. Price of Derivative Security (Instr. 5)	9. Number of derivative Securities Beneficially Owned Following Reported	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)
				Code	v	(A)	(D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares		Transaction(s) (Instr. 4)		
6% Convertible Promissory Notes	(15)	03/19/2004		С			212,008 ⁽¹⁵⁾	03/19/2004	04/30/2004 ⁽¹⁵⁾	Common	212,008	\$0	0	D	
Series A Convertible Preferred Stock	(2)	03/19/2004		С			789,469 ⁽²⁾	03/19/2004	(13)	Common	143,539	\$0	0	I ⁽²⁾	Footnote ⁽²⁾
Series B Convertible Preferred Stock	(3)	03/19/2004		С			2,045,454 ⁽³⁾	03/19/2004	(13)	Common	371,900	\$0	0	I(3)	Footnote ⁽³⁾
Series C Convertible Preferred Stock	(4)	03/19/2004		С			1,119,265 ⁽⁴⁾	03/19/2004	(13)	Common	203,502	\$0	0	I ⁽⁴⁾	Footnote ⁽⁴⁾
Series D Convertible Preferred Stock	(5)	03/19/2004		С			1,321,942 ⁽⁵⁾	03/19/2004	(13)	Common	240,352	\$0	0	I ⁽⁵⁾	Footnote ⁽⁵⁾
Series E Convertible Preferred Stock	(6)	03/19/2004		С			935,251 ⁽⁶⁾	03/19/2004	(13)	Common	170,045	\$0	0	I(e)	Footnote ⁽⁶⁾
Warrants to purchase Series A Convertible Preferred Stock	(7)	03/19/2004		С			50,237 ⁽⁷⁾	03/19/2004	08/31/2007 ⁽⁷⁾	Common	17,425	\$0	0	I ⁽⁷⁾	Footnote ⁽⁷⁾
Warrants to purchase Common Stock	(8)	03/19/2004		С			26,918 ⁽⁸⁾	03/19/2004	08/08/2005 ⁽⁸⁾	Common	21,365	\$0	0	I(8)	Footnote ⁽⁸⁾
Warrants to purchase Common Stock	(9)	03/19/2004		С			92,580 ⁽⁹⁾	03/19/2004	11/12/2006 ⁽⁹⁾	Common	91,943	\$0	0	I ₍₃₎	Footnote ⁽⁹⁾
6% Convertible Promissory Notes	(10)	03/19/2004		С			142,829 ⁽¹⁰⁾	03/19/2004	04/30/2004 ⁽¹⁰⁾	Common	142,829	\$0	0	I ⁽¹⁰⁾	Footnote ⁽¹⁰⁾

	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 Date, if any (Month/Day/Year)	4. Transa Code (8)		n Derivative		6. Date Exercisable and Expiration Date (Month/Day/Year)		7. Title and Amount of Securities Underlying Derivative Security (Instr. 3 and 4)		8. Price of Derivative Security (Instr. 5)	9. Number of derivative Securities Beneficially Owned Following Reported	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)
				Code	v	(A)	(D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares		Transaction(s) (Instr. 4)		
Series F Convertible Preferred Stock	(12)	03/19/2004		С			899,104 ⁽¹²⁾	03/19/2004	(13)	Common	163,473	\$0	0	I ⁽¹²⁾	Footnote ⁽¹²⁾
Warrants to purchase Common Stock	(11)	03/19/2004		С			89,002 ⁽¹¹⁾	03/19/2004	02/04/2007 ⁽¹¹⁾	Common	88,390	\$0	0	I ⁽¹¹⁾	Footnote ⁽¹¹⁾

Explanation of Responses:

- 1. The amount reported in Column 4 includes 180,947 shares held by ARCH Venture Fund II, L.P., 331,901 shares held by Healthcare Focus Fund, L.P., 1,140,487 shares held by ARCH Venture Fund III and 1,428 shares held by ARCH V Entrepreneurs Fund, L.P. Each of these entities are an affiliated entities of the reporting person, and the shares were acquired upon conversions of securities described in footnotes below. Each of the entities disclaims beneficial ownership of such securities and those purchased in the initial public offering except to the extent of their pecuniary interest therein, and this report shall not be deemed an admission that the reporting person is the beneficial owner of such shares of common stock.
- 2. Represents securities held by ARCH Venture Fund II, L.P. and ARCH Venture Fund III, L.P., both is an affiliated entity of the Reporting Person. ARCH Venture Fund II, L.P. holds 114,832 shares of common stock issued upon the automatic conversion of preferred stock upon the closing of Xcyte's initial public offering on March 19, 2004 while ARCH Venture Fund III, L.P. holds 28,707 shares of common stock issued upon the automatic conversion of preferred stock upon the closing of Xcyte's initial public offering on March 19, 2004.
- 3. Represents securities held by ARCH Venture Fund II, L.P. and ARCH Venture Fund III, L.P., both is an affiliated entity of the Reporting Person. ARCH Venture Fund II, L.P. holds 66,115 shares of common stock issued upon the automatic conversion of preferred stock upon the closing of Xcyte's initial public offering on March 19, 2004 while ARCH Venture Fund III, L.P. holds 305,785 shares of common stock issued upon the automatic conversion of preferred stock upon the closing of Xcyte's initial public offering on March 19, 2004.
- 4. Represents securities held by ARCH Venture Fund III, L.P., an affiliated entity of the Reporting Person. ARCH Venture Fund III, L.P. holds 203,502 shares of common stock issued upon the automatic conversion of preferred stock upon the closing of Xcyte's initial public offering on March 19, 2004.
- 5. Represents securities held by ARCH Venture Fund III, L.P., an affiliated entity of the Reporting Person. ARCH Venture Fund III, L.P. holds 240,352 shares of common stock issued upon the automatic conversion of preferred stock upon the closing of Xcyte's initial public offering on March 19, 2004.
- 6. Represents securities held by ARCH Venture Fund III, L.P., an affiliated entity of the Reporting Person. ARCH Venture Fund III, L.P. holds 170,045 shares of common stock issued upon the automatic conversion of preferred stock upon the closing of Xcyte's initial public offering on March 19, 2004.
- 7. Represents securities held by ARCH Venture Fund III, L.P., an affiliated entity of the Reporting Person. ARCH Venture Fund III, L.P. holds a warrant to purchase 50,237 shares of preferred stock, which shares automatically converted to common stock upon the close of initial public offering. Warrant is exercisable at the earlier of a close of an initial public offering or its expiration date.
- 8. Represents securities held by ARCH Venture Fund III, L.P., an affiliated entity of the Reporting Person. ARCH Venture Fund III, L.P. holds a warrant to purchase 26,918 shares of common stock. Warrant is exercisable at
- the earlier of a close of an initial public offering or its expiration date.

 9. Represents securities held by ARCH Venture Fund III, L.P., an affiliated entity of the Reporting Person. ARCH Venture Fund III, L.P. holds a warrant to purchase 92,580 shares of common stock. Warrant is exercisable at the earlier of a close of an initial public offering or its expiration date.
- 10. Represents promissory notes at 6% held by ARCH Venture Fund III, L.P. (AVFIII), ARCH V Entrepreneurs Fund, L.P. (AVEF) and Healthcare Focus Fund, L.P. (HFF), each of which is an affiliated entity of the Reporting Person. Promissory notes were convertible into common stock anytime prior to the maturity date, April 30, 2004. Interest and principal automatically converted into shares of common stock at the close of the initial public offering at \$9.625 per share. AVFIII, L.P. holds 61,363 shares of common stock upon conversion of promissory notes, and HFF holds 80,038 shares of common stock upon conversion of promissory notes.
- 11. Represents securities held by Healthcare Focus Fund, L.P., an affiliated entity of the Reporting Person. Warrant is exercisable at the earlier of a close on an initial public offering or its expiration date.
- 12. Represents 163,473 shares of common stock issued upon the automatic conversion of preferred stock held by Healthcare Focus Fund, L.P, an affiliated entity of the Reporting Person upon the closing of Xcyte's initial public offering on March 19, 2004.
- 13. These securities are preferred stock of Xcyte Therapies and do not have an expiration date. Each share of preferred stock automatically converted into one share of Xcyte's common stock upon the closing of Xcyte's initial public offering on March 19, 2004.
- 14. The amount in column 4 represents shares of common stock purchased in Xcyte's initial public offering. The reporting person disclaims beneficial ownership of such securities except to the extent of their pecuniary interest therein, and this report shall not be deemed an admission that the reporting person is the beneficial owner of such shares of common stock.
- 15. Represents a promissory note at 6%. Promissory note was convertible into common stock anytime prior to the maturity date, April 30, 2004. Interest and principal automatically converted into shares of common stock at the close of the initial public offering at \$9.625 per share. The reporting person disclaims beneficial ownership of such securities except to the extent of their pecuniary interest therein, and this report shall not be deemed an admission that the reporting person is the beneficial owner of such shares of common stock.

ARCH Venture Fund V, L.P., By:
ARCH Venture Partners V, L.P.,
Its: General Partner, By: ARCH
Venture Partners V, LLC, Its:
General Partner, By: Keith
Crandell, Managing Director,
By:/s/Keith Crandell

** 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.

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