

OMB APPROVAL

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UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, DC 20549

FORM 5

ANNUAL STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934,
Section 17(a) of the Public Utility Holding Company Act of 1935 or
Section 30(h) of the Investment Company Act of 1940

[] Check box if no longer subject to Section 16. Form 4 or Form 5 obligations
may continue. See Instruction 1(b).

[] Form 3 Holdings Reported

[] Form 4 Transactions Reported

1. Name and Address of Reporting Person*

Budd Steven K.
(Last) (First) (Middle)

c/o PDI, Inc.
10 Mountainview Road

(Street)

Upper Saddle River New Jersey 07458

(City) (State) (Zip)

2. Issuer Name and Ticker or Trading Symbol

PDI, Inc. Nasdaq National Market : "PDII"

3. I.R.S. Identification Number of Reporting Person, if an entity (Voluntary)

4. Statement for Month/Year

December 31, 2002

5. If Amendment, Date of Original (Month/Year)

6. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

[] Director [] 10% Owner
[X] Officer (give title below) [] Other (specify below)

President

7. Individual or Joint/Group Filing

(check applicable line)

[X] 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

<TABLE>
<CAPTION>

Table with 11 columns: 1. Title of Security (Instr. 3), 2. Deemed Transaction Date (mm/dd/yy), 3. Execution Date (mm/dd/yy), 4. Transaction Code (Instr. 8), 5. Securities Acquired (A) or Disposed of (D) Amount (D), 6. Amount of Securities Owned at the End of Fiscal Year (Instr. 3 & 4), 7. Ownership Form: Direct (D) or Indirect (I), 8. Nature of Indirect Beneficial Ownership (Instr. 4), 9. (Instr. 4), 10. (Instr. 4), 11. (Instr. 4). Row 1 contains placeholder symbols <S> and <C>.

Common Stock, par value \$.01 per share 03/07/2002 A 2,173 A \$20.47 7,289 D

</TABLE>

* If the form is filed by more than one reporting person, see instruction 4(b)(v).

FORM 5 (continued)

Table II -- Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

<TABLE>
<CAPTION>

1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security (Instr. 3)	3. Transaction Date (mm/dd/yy)	4. Action Code (A, D)	5. Number of Securities Acquired or Disposed of (Instr. 3, 4 and 5)	6. Date (Month/Day/Year)	7. Title and Amount of Underlying Securities (Instr. 3, 4 and 5)	8. Price of Derivative Security (Instr. 3 and 4)	9. Number of Derivative Securities Owned at End of Year (Instr. 4)	10. Ownership of Derivative Security (Instr. 4)	11. Nature of Derivative Security (Direct or Beneficially Owned) (Instr. 4)
Stock Option (right to buy)	\$27.1875			*1	10/28/09	Common Stock	25,000	25,000		D
Stock Option (right to buy)	\$59.50			*2	02/14/11	Common Stock	23,338	23,338		D
Stock Option (right to buy)	\$15.74	03/07/02	A	21,188		Common *3 03/07/12 Stock	21,188	21,188		D

</TABLE>

Explanation of Responses:

*1: The employee stock option, with a right to buy, granted on 10/28/99 is currently exercisable with respect to 25,000 shares.

*2: The option granted 02/14/01 is exercisable as follows: i) 7,780 as of 02/14/02, and ii) 7,779 on each of 02/14/03 and 02/14/04.

*3: The option granted 03/07/02 is exercisable as follows: i) 7,062 on 03/07/03, and ii) 7,063 on each of 03/07/04 and 03/07/05.

/s/ Steven K. Budd

2/4/03

**Signature of Reporting Person

Date

** 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 provided is insufficient, see Instruction 6 for procedure.