

INITIAL STATEMENT OF BENEFICIAL OWNERSHIP OF SECURITIES

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

1. Name and Address of Reporting Person* <u>MCKEARN JOHN P</u> (Last) (First) (Middle) <u>C/O RIVERVEST VENTURE PARTNERS</u> <u>7733 FORSYTH BOULEVARD, SUITE</u> <u>1650</u> (Street) <u>ST. LOUIS MO 63105</u> (City) (State) (Zip)	2. Date of Event Requiring Statement (Month/Day/Year) 08/12/2014	3. Issuer Name and Ticker or Trading Symbol <u>Otonomy, Inc. [OTIC]</u>	
		4. Relationship of Reporting Person(s) to Issuer (Check all applicable) <input checked="" type="checkbox"/> Director 10% Owner Officer (give title below) Other (specify below)	5. If Amendment, Date of Original Filed (Month/Day/Year) 6. Individual or Joint/Group Filing (Check Applicable Line) <input checked="" type="checkbox"/> Form filed by One Reporting Person <input type="checkbox"/> Form filed by More than One Reporting Person

Table I - Non-Derivative Securities Beneficially Owned

1. Title of Security (Instr. 4)	2. Amount of Securities Beneficially Owned (Instr. 4)	3. Ownership Form: Direct (D) or Indirect (I) (Instr. 5)	4. Nature of Indirect Beneficial Ownership (Instr. 5)
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Table II - Derivative Securities Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

1. Title of Derivative Security (Instr. 4)	2. Date Exercisable and Expiration Date (Month/Day/Year)		3. Title and Amount of Securities Underlying Derivative Security (Instr. 4)	4. Conversion or Exercise Price of Derivative Security	5. Ownership Form: Direct (D) or Indirect (I) (Instr. 5)	6. Nature of Indirect Beneficial Ownership (Instr. 5)
	Date Exercisable	Expiration Date				
Series B Preferred Stock	(1)	(1)	Common Stock 155,609	(1)	I	See footnotes ⁽²⁾⁽⁴⁾
Series C Preferred Stock	(1)	(1)	Common Stock 481,342	(1)	I	See footnotes ⁽²⁾⁽⁴⁾
Series D Preferred Stock	(1)	(1)	Common Stock 141,101	(1)	I	See footnotes ⁽²⁾⁽⁴⁾
Series B Preferred Stock	(1)	(1)	Common Stock 42,265	(1)	I	See footnotes ⁽³⁾⁽⁴⁾
Series C Preferred Stock	(1)	(1)	Common Stock 130,741	(1)	I	See footnotes ⁽³⁾⁽⁴⁾
Series D Preferred Stock	(1)	(1)	Common Stock 38,325	(1)	I	See footnotes ⁽³⁾⁽⁴⁾
Series C Preferred Stock Warrant (right to buy)	(5)	08/18/2014	Series C Preferred Stock ⁽¹⁾ 19,085	8.79	I	See footnotes ⁽²⁾⁽⁴⁾
Series C Preferred Stock Warrant (right to buy)	(5)	08/18/2014	Series C Preferred Stock ⁽¹⁾ 16,700	8.79	I	See footnotes ⁽²⁾⁽⁴⁾
Series C Preferred Stock Warrant (right to buy)	(5)	08/18/2014	Series C Preferred Stock ⁽¹⁾ 5,184	8.79	I	See footnotes ⁽³⁾⁽⁴⁾
Series C Preferred Stock Warrant (right to buy)	(5)	08/18/2014	Series C Preferred Stock ⁽¹⁾ 4,536	8.79	I	See footnotes ⁽³⁾⁽⁴⁾

Explanation of Responses:

- Each of the Series B Convertible Preferred Stock, Series C Convertible Preferred Stock and Series D Convertible Preferred Stock shall automatically convert into Common Stock on a one for one basis immediately prior to the completion of the Issuer's initial public offering of Common Stock and has no expiration date.
- The securities are held of record by RiverVest Venture Fund II, L.P.
- The securities are held of record by RiverVest Venture Fund II (Ohio), L.P.
- The Reporting Person is an authorized person of RiverVest Venture Partners II, LLC, the general partner of RiverVest Venture Partners II, L.P. RiverVest Venture Partners II, L.P. is the sole member of RiverVest Venture Partners II (Ohio), LLC, the general partner of RiverVest Venture Fund II (Ohio), L.P. RiverVest Venture Partners II, L.P. is also the general partner of RiverVest Venture Fund II, L.P. As an authorized person of RiverVest Venture Partners II, LLC, the Reporting Person may be deemed to share dispositive voting and investment power with respect to the shares held by these entities. The Reporting Person disclaims beneficial ownership of such shares except to the extent of his pecuniary interest therein.
- The warrants are immediately exercisable.

Remarks:

Exhibit 24 - Power of Attorney

/s/ John McKearn

08/12/2014

** 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.

POWER OF ATTORNEY

The undersigned, as a Section 16 reporting person of Otonomy, Inc. (the "Company"), hereby constitutes and appoints David A. Weber and Paul E. Cayer, and each of them, as the undersigned's true and lawful attorney-in-fact to:

1. prepare, execute in the undersigned's name and on the undersigned's behalf, and submit to the Securities and Exchange Commission (the "SEC") a Form ID, including amendments thereto, and any other documents necessary or appropriate to obtain EDGAR codes and passwords enabling the undersigned to make electronic filings with the SEC of reports required by Section 16(a) of the Securities Exchange Act of 1934 or any rule or regulation of the SEC;
2. complete and execute Forms 3, 4 and 5 and other forms and all amendments thereto as such attorney-in-fact shall in his discretion determine to be required or advisable pursuant to Section 16 of the Securities Exchange Act of 1934 (as amended) and the rules and regulations promulgated thereunder, or any successor laws and regulations, as a consequence of the undersigned's ownership, acquisition or disposition of securities of the Company; and
3. do all acts necessary in order to file such forms with the SEC, any securities exchange or national association, the Company and such other person or agency as the attorneys-in-fact shall deem appropriate.

The undersigned hereby ratifies and confirms all that said attorneys-in-fact and agents shall do or cause to be done by virtue hereof. The undersigned acknowledges that the foregoing attorneys-in-fact, in serving in such capacity at the request of the undersigned, are not assuming, nor is the Company assuming, any of the undersigned's responsibilities to comply with Section 16 of the Securities Exchange Act of 1934 (as amended).

This Power of Attorney shall remain in full force and effect until the undersigned is no longer required to file Forms 3, 4 and 5 with respect to the undersigned's holdings of and transactions in securities issued by the Company, unless earlier revoked by the undersigned in a signed writing delivered to the Company and the foregoing attorneys-in-fact.

IN WITNESS WHEREOF, the undersigned has caused this Power of Attorney to be executed as of this 25th day of July, 2014.

Signature: /s/ John McKearn

Print Name: John McKearn
