

FORM 3

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

OMB APPROVAL

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INITIAL STATEMENT OF BENEFICIAL OWNERSHIP OF SECURITIES

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

(Print or Type Responses)

1. Name and Address of Reporting Person [*] Palmer Richard NMN (Last) (First) (Middle) 3806 NEWTON ST. (Street) TORRANCE, CA 90505 (City) (State) (Zip)	2. Date of Event Requiring Statement (Month/Day/Year) 09/07/2007	3. Issuer Name and Ticker or Trading Symbol MEDICAL DISCOVERIES INC [MLSC]	4. Relationship of Reporting Person(s) to Issuer (Check all applicable) <input checked="" type="checkbox"/> Director <input checked="" type="checkbox"/> 10% Owner <input checked="" type="checkbox"/> Officer (give title below) <input type="checkbox"/> Other (specify below) Pres & Chief Operating Ofr	5. If Amendment, Date 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)		
Common Stock	9,135,037 (1) (2)	D			
Common Stock	54,810,220 (3) (4) (5) (6)	I	By Mobius Risk Group LLC (6)		

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

SEC 1473 (7-02)

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unless the form displays a currently valid OMB control number.

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 of Derivative Security: Direct (D) or Indirect (I) (Instr. 5)	6. Nature of Indirect Beneficial Ownership (Instr. 5)
	Date Exercisable	Expiration Date	Title	Amount or Number of Shares			
Stock Option (right to buy)	(7)	08/30/2012	Common Stock	12,000,000	\$ 0.03	D	

Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
Palmer Richard NMN 3806 NEWTON ST. TORRANCE, CA 90505	X	X	Pres & Chief Operating Ofr	

Signatures

/s/ Richard Palmer	09/27/2007
^{**} Signature of Reporting Person	Date

Explanation of Responses:

* 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).

- (1) 1,957,508 shares of Issuer's Common Stock are subject to forfeiture in the event that Issuer has not executed certain lease agreements by September 7, 2008 ("Operational Conditions")
- (2) 1,957,508 of the Common Stock of Issuer are subject to forfeiture in the event that Issuer has not achieved an aggregate of three market capitalization conditions by September 7, 2009 ("Market Conditions").
- (3) Shares are held by Mobius Risk Group, LLC, a Texas limited liability company ("Mobius"). Reportig Person owns 13.33% of the issued and outstanding membership interests of Mobius.

- (4) 11,745,047 shares of the Common Stock of Issuer held by Mobius are subject to forfeiture in the event Issuer has not satisfied the Operational Conditions.
- (5) 11,745,048 shares of the Common Stock of Issuer held by Mobius are subject to forfeiture in the event Issuer has not satisfied the Market Conditions.
- (6) The Reporting Person disclaims beneficial ownership of the securities held by Mobius.
- (7) The shares of Issuer underlying the stock option shall vest as follows: (i) 6,000,000 shall vest at such time as when Issuer's market capitalization reaches \$75,000,000; and (ii) the remaining 6,000,000 shares shall vest at such time as when the Issuer's market capitalization reaches or exceeds \$120 million.

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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