HAWIT ANDRE Form 4 January 11, 2006

FORM 4

Form 5

obligations

may continue.

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

Check this box if no longer subject to Section 16. Form 4 or

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF **SECURITIES**

OMB APPROVAL

OMB 3235-0287 Number:

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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 See Instruction

1(b).

(Print or Type Responses)

| 1. Name and Addr HAWIT ANDI | * | ng Person * | 2. Issuer Name and Ticker or Trading Symbol PDF SOLUTIONS INC [PDFS] | 5. Relationship of Reporting Person(s) to Issuer (Check all applicable) | | | | |
|--|---------|-------------|--|--|--|--|--|--|
| (Last) | (First) | (Middle) | 3. Date of Earliest Transaction | | | | | |
| 333 WEST SAN CARLOS STREET, SUITE 700 | | | (Month/Day/Year) 01/09/2006 | Director 10% OwnerX Officer (give title Other (specify below) VP of Software Development | | | | |
| (Street) | | | 4. If Amendment, Date Original | 6. Individual or Joint/Group Filing(Check | | | | |
| SAN JOSE, CA | A 95110 | | Filed(Month/Day/Year) | Applicable Line) _X_ Form filed by One Reporting Person Form filed by More than One Reporting Person | | | | |

| (City) | (State) | (Zip) Tab | le I - Non-l | Derivativ | e Secu | rities Acqui | red, Disposed of, | or Beneficiall | y Owned |
|--------------------------------------|---|---|---|--------------|--------|----------------|--|---|---------|
| 1.Title of Security (Instr. 3) | 2. Transaction Date (Month/Day/Year) | 2A. Deemed Execution Date, if any (Month/Day/Year) | 3. 4. Securities Acquired (A) Transaction Disposed of (D) Code (Instr. 3, 4 and 5) (Instr. 8) (A) or | | | (D) 5) | 5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4) | 7. Nature of Indirect Beneficial Ownership (Instr. 4) | |
| Common Stock | 01/09/2006 | | Code V $S_{(1)}^{(1)}$ | Amount 2,160 | (D) | Price \$ 18.42 | 1,201,764 | D | |
| Common Stock | 01/09/2006 | | S | 254 | D | \$ 18.4257 | 1,201,510 | D | |
| Common Stock | 01/09/2006 | | S | 1,857 | D | \$ 18.43 | 1,199,653 | D | |
| Common Stock | 01/09/2006 | | S | 200 | D | \$ 18.435 | 1,199,453 | D | |
| Common Stock | 01/09/2006 | | S | 894 | D | \$ 18.44 | 1,198,559 | D | |

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| Common Stock | 01/09/2006 | S | 200 | D | \$ 18.45 | 1,198,359 | D |
|-----------------|------------|---|-----|---|----------|-----------|---|
| Common Stock | 01/09/2006 | S | 602 | D | \$ 18.46 | 1,197,757 | D |
| Common Stock | 01/09/2006 | S | 300 | D | \$ 18.47 | 1,197,457 | D |
| Common Stock | 01/09/2006 | S | 100 | D | \$ 18.48 | 1,197,357 | D |
| Common Stock | 01/09/2006 | S | 200 | D | \$ 18.49 | 1,197,157 | D |
| Common Stock | 01/09/2006 | S | 300 | D | \$ 18.5 | 1,196,857 | D |
| Common Stock | 01/09/2006 | S | 200 | D | \$ 18.52 | 1,196,657 | D |

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

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 control number.

SEC 1474 (9-02)

> 9. Nu Deriv Secur Bene Own Follo Repo Trans (Instr

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

| 1. Title of Derivative | Conversion | 3. Transaction Date (Month/Day/Year) | | 4. Tranca | | 5. Number | 6. Date Exerc | | | e and | 8. Price of Derivative | |
|--------------------------------------|---|--------------------------------------|---|---------------------------|------------|--|---------------------|--------------------|----------------|------------------------------------|--------------------------------------|--|
| Derivative Security (Instr. 3) | Conversion or Exercise Price of Derivative Security | (Month/Day/Year) | Execution Date, if any (Month/Day/Year) | Transa Code (Instr. | 8) | of Derivative Securities Acquired (A) or | | | Under Secur | ount of erlying rities r. 3 and 4) | Derivative Security (Instr. 5) | |
| | | | | | | Disposed of (D) (Instr. 3, 4, and 5) | | | | | | |
| | | | | Codo | V 7 | (A) (D) | Date Exercisable | Expiration Date | Title | Amount or Number of | | |
| | | | | Code | V | (A) (D) | | | | Shares | | |

Reporting Owners

Reporting Owner Name / Address Relationships

Director 10% Owner Officer Other

HAWIT ANDRE

333 WEST SAN CARLOS STREET
SUITE 700

VP of Software Development

Reporting Owners 2

SAN JOSE, CA 95110

Signatures

/s/ P. Steven Melman, Attorney-in-Fact for Andre Hawit

01/11/2006

**Signature of Reporting Person

Date

Explanation of Responses:

- * 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).
- (1) All sales reported on this Form 4 were effected pursuant to a Rule 10b5-1 sales plan dated August 26, 2005 between the Reporting Person and Goldman, Sachs & Co.

Remarks:

This Form 4 is the second of two Form 4 reports filed on January 11, 2006 regarding the Reporting Person's sale of Common State. File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure. Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.

Signatures 3