FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

OMB APPROVAL									
OMB Number:	3235-0287								
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Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

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

Name and Address of Reporting Person* Yu Albert YC					PDF	2. Issuer Name and Ticker or Trading Symbol PDF SOLUTIONS INC [PDFS] 3. Date of Earliest Transaction (Month/Day/Year)								neck all ap	plicable) ctor	or 10%		Owner	
(Last)	(Fi	rst) (Middle)			05/24/2006								Officer (give title below)		Other (specify below)			
333 WEST SAN CARLOS ST. SUITE 700					4. If A	4. If Amendment, Date of Original Filed (Month/Day/Year)								Individual or Joint/Group Filing (Check Applicable Line) X Form filed by One Reporting Person					
(Street) SAN JOS	SE C	A 9	95110												n filed by Mo		ŭ		
(City)	(Si	tate) (Zip)																
Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned																			
1. Title of Security (Instr. 3) 2. Transacti Date (Month/Day)						Execution Date,			Code (Ins	Transaction Disposed Of (D) (Instr. 2 and 5)				Secu	ficially d	Fori (D) (m: Direct	7. Nature of Indirect Beneficial Ownership (Instr. 4)	
									Code	v	Amoun	nt (A) or (D)		Repo Trans			30. 4)	(111501. 4)	
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. Transact Code (In 8)	ion of		6. Date Exercisable a Expiration Date (Month/Day/Year)			nd 7. Title and Amount of Securities Underlying Derivative Security (Instr. and 4)		8. Price of Derivativ Security (Instr. 5)	9. Number derivative Securities Beneficial Owned Following Reported Transactic (Instr. 4)	ly	Ownership Form: y Direct (D) or Indirect (I) (Instr. 4)	Beneficial Ownership		
					Code V		(A)	(D)	Date Exercisable	Exp	oiration te	Title	Amount or Number of Shares						
2001 Stock Plan Option (Right to Buy)	\$13.6	05/24/2006			A		15,000		(1)	05/	23/2016	Common Stock	15,000	\$0.00	15,000		D		

Explanation of Responses:

1. 12/48ths of the total shares subject to the option (the "Total Shares") vest on May 24, 2007 and 1/48th of the Total Shares shall vest on the 24th day of each month thereafter, provided that the reporting person continues to serve as a Director of PDFS.

Remarks:

/s/ P. STEVEN MELMAN,
Attorney-in-Fact for Albert
Y.C. Yu

95/25/2006

** 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.

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.