## FORM 4

## UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

OMB APPROVAL
OMB Number: 3235-0287
Estimated average burden
hours per response: 0.5

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

1. Name and Address of Reporting Person <sup>*</sup> MELMAN P STEVEN						2. Issuer Name and Ticker or Trading Symbol PDF SOLUTIONS INC [ PDFS ]								5. Relationship of Reporting Person(s) to Issuer (Check all applicable) Director 10% Owner					
(Last) 333 WE	ast) (First) (Middle) 3 WEST SAN CARLOS STREET					3. Date of Earliest Transaction (Month/Day/Year) 08/19/2008								X Officer (give title Other (spec below) below) VP Investor Relations					
SUITE 700						4. If Amendment, Date of Original Filed (Month/Day/Year) 08/21/2008								<ul> <li>6. Individual or Joint/Group Filing (Check Applicable Line)</li> <li>X Form filed by One Reporting Person</li> <li>Form filed by More than One Reporting Person</li> </ul>					
(Street) SAN JOSE CA 95110 (City) (State) (Zip)					- 08/2														
(Oity)	0)	,		lan Dari		<u> </u>						or Bon			1				
Table I - Non-Deriva       1. Title of Security (Instr. 3)     2. Transact Date (Month/Day					ction	tion 2A. Deemed Execution Date,			3. 4. Secur			ities Acquired (A) or d Of (D) (Instr. 3, 4		-		6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)		7. Nature of Indirect Beneficial Ownership (Instr. 4)	
					Code V				Amount	(A) or (D)	Price	Reported Transact (Instr. 3	d tion(s)		,				
Common Stock													136,	,730 <sup>(1)</sup>		D			
			Tab								sed of, o nvertible			wned					
1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	ifany		4. Transaction Code (Instr. 8)				6. Date Exercis Expiration Dat (Month/Day/Ye		ate Amou (ear) Secur Under Deriva		of s ng	8. Price of Derivative Security (Instr. 5)	9. Number of derivative Securities Beneficially Owned Following Reported		10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	Beneficia Ownershi	
					Code	v	(A)	(D)	Date Exercisa	ble	Expiration Date	Title	Amount or Number of Shares		Transaction(s) (Instr. 4)				
2001 Stock Plan Option (Right to Buy)	\$12.87	08/19/2008 <sup>(2)</sup>			D			20,000	(3)		05/06/2012	Common Stock	20,000	\$0.00 <sup>(4)</sup>	0	0 D			
Restricted Stock Right	(5)	08/19/2008			А		4,763		(6)		(6)	Common Stock	4,763	\$0.00 <sup>(4)</sup>	4,763	3	D		
2001 Stock Plan Option (Right to Buy)	\$14.58	08/19/2008			D			28,000	(7)		10/26/2015	Common Stock	28,000	\$0.00 <sup>(8)</sup>	0		D		
Restricted Stock Right	(5)	08/19/2008			A		6,667		(9)		(9)	Common Stock	6,667	\$0.00 <sup>(8)</sup>	6,667	7	D		
2001 Stock Plan Option (right to buy)	\$14.04	08/19/2008			D			21,000	(10)		10/31/2016	Common Stock	21,000	<b>\$</b> 0.00 <sup>(11)</sup>	0		D		
Restricted Stock Right	(5)	08/19/2008			A		5,000		(12)		(12)	Common Stock	5,000	<b>\$0.00</b> <sup>(11)</sup>	5,000	)	D		

## Explanation of Responses:

1. Includes 3,818 shares of Common Stock that were purchased under the PDF Solutions, Inc. Employee Stock Purchase Plan as follows: 1,044 shares purchased on December 31, 2007 and 2,774 shares purchased on July 31, 2008.

2. All transactions on this Form 4 report occurred at 12:12 a.m. EDT on August 19, 2008 (the "Transaction Date"). This amended report is filed to correct a typographical error in Box 3 and Column 3 of Table II.

3. The cancelled option provided for vesting as follows: 12/48ths of the total shares subject to the option vested on May 7, 2003 and 1/48th of the total shares vested on the 7th day of each month thereafter, subject to the reporting person's continued service with PDF Solutions, Inc., or an affiliate thereof, through each vesting date and subject to accelerated vesting in certain circumstances.

4. Pursuant to PDF Solutions, Inc.'s offer to exchange described in Schedule TO-1 filed on June 10, 2008, as amended (the "Exchange Offer") on the Transaction Date PDF Solutions, Inc. cancelled an option granted to the reporting person on May 7, 2002. In exchange for the option, the reporting person received 4,763 restricted stock rights.

5. Each restricted stock right ("RSR") represents a bookkeeping entry equal in value to one (1) share of common stock of PDF Solutions, Inc.

6. 50% of the total number of rights will vest on May 15, 2009 and 50% will vest six (6) months thereafter, subject to the reporting person's continued service with PDF Solutions, Inc., or an eligible affiliate thereof, through each vesting date and subject to accelerated vesting in certain circumstances. The RSR will be automatically settled in shares upon vesting of the RSR.

7. The cancelled option provided for vesting as follows: 12/48ths of the total shares subject to the option vested on October 27, 2006 and 1/48th of the total shares vested on the 27th day of each month thereafter, subject to the reporting person's continued service with PDF Solutions, Inc., or an affiliate thereof, through each vesting date and subject to accelerated vesting in certain circumstances.

8. Pursuant to the Exchange Offer on the Transaction Date PDF Solutions, Inc. cancelled an option granted to the reporting person on October 27, 2005. In exchange for the option, the reporting person received 6,667 restricted stock rights.

9. 16.7% of the total number of rights will vest on May 15, 2009 and 16.66% will vest every six (6) months thereafter, subject to the reporting person's continued service with PDF Solutions, Inc., or an eligible affiliate thereof, through each vesting date and subject to accelerated vesting in certain circumstances. The RSR will be automatically settled in shares upon vesting of the RSR.

10. The cancelled option provided for vesting as follows: 12/48ths of the total shares subject to the option vested on November 1, 2007 and 1/48th of the total shares vested on the 1st day of each month thereafter, subject to the reporting person's continued service with PDF Solutions, Inc., or an affiliate thereof, through each vesting date and subject to accelerated vesting in certain circumstances.

11. Pursuant to the Exchange Offer on the Transaction Date PDF Solutions, Inc. cancelled an option granted to the reporting person on November 1, 2006. In exchange for the option, the reporting person received 5,000 restricted stock rights.

12. 12.5% of the total number of rights will vest on May 15, 2009 and 12.5% will vest every six (6) months thereafter, subject to the reporting person's continued service with PDF Solutions, Inc., or an eligible affiliate thereof, through each vesting date and subject to accelerated vesting in certain circumstances. The RSR will be automatically settled in shares upon vesting of the RSR.

/s/ P. Steven Melman

\*\* Signature of Reporting Person

08/26/2008

on 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.