

FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

OMB APPROVAL	
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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

1. Name and Address of Reporting Person* <u>MICHAELS KIMON</u> (Last) (First) (Middle) <u>333 WEST SAN CARLOS STREET</u> <u>SUITE 700</u> (Street) <u>SAN JOSE CA 95110</u> (City) (State) (Zip)	2. Issuer Name and Ticker or Trading Symbol <u>PDF SOLUTIONS INC [PDFS]</u>	5. Relationship of Reporting Person(s) to Issuer (Check all applicable) <input checked="" type="checkbox"/> Director 10% Owner <input checked="" type="checkbox"/> Officer (give title below) Other (specify below) <u>VP, Integration & Practice</u>
	3. Date of Earliest Transaction (Month/Day/Year) <u>12/15/2003</u>	
	4. If Amendment, Date of Original Filed (Month/Day/Year)	

Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)		4. Securities Acquired (A) or Disposed Of (D) (Instr. 3, 4 and 5)			5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 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			
Common Stock	12/17/2003		S ⁽¹⁾		130	D	\$12.9777	1,650,346	D	
Common Stock	12/17/2003		S ⁽¹⁾		131	D	\$12.6216	1,650,215	D	
Common Stock	12/17/2003		S ⁽¹⁾		1,800	D	\$12.65	1,648,415	D	
Common Stock	12/17/2003		S ⁽¹⁾		769	D	\$12.67	1,647,646	D	
Common Stock	12/17/2003		S ⁽¹⁾		100	D	\$12.7	1,647,546	D	
Common Stock	12/17/2003		S ⁽¹⁾		100	D	\$12.69	1,647,446	D	
Common Stock	12/17/2003		S ⁽¹⁾		100	D	\$12.66	1,647,346	D	
Common Stock	12/17/2003		S ⁽¹⁾		100	D	\$12.94	1,647,246	D	

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. Transaction Code (Instr. 8)		5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)		6. Date Exercisable and Expiration Date (Month/Day/Year)		7. Title and Amount of Securities Underlying Derivative Security (Instr. 3 and 4)	8. Price of Derivative Security (Instr. 5)	9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4)	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)
				Code	V	(A)	(D)	Date Exercisable	Expiration Date					
Stock Plan (Right to Buy)	\$12.6	12/15/2003		A		70,000		(2)	12/14/2013	Common Stock	\$0	70,000	D	

Explanation of Responses:

- The sales reported in this Form 4 were effected pursuant to a Rule 10b5-1 sales plan adopted by the reporting person on August 8, 2003.
- 12/48ths of the total shares subject to the option (the "Total Shares") vest on December 15, 2004 and 1/48th of the Total Shares shall vest on the 15th day of each month thereafter, provided that the reporting person remains an employee or consultant of PDFS.

Remarks:

/s/ P. Steven Melman,
Attorney-in-Fact for Kimon Michaels 12/17/2003

** 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.

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