Employee

\$6.05

(2)

Explanation of Responses:

02/06/2007

02/06/2007

vest each three months thereafter until all shares are vested on 2/6/11.

Option to

Stock Unit

(RSU)

Buv Restricted

## FORM 4

## UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

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

OMB APPROVAL 3235-0287 OMB Number: Estimated average burden hours per response 05

1. Name and Address of Reporting Person* <u>DONOVAN STEPHEN M</u>						2. Issuer Name and Ticker or Trading Symbol LATTICE SEMICONDUCTOR CORP [ LSCC]							(Che	5. Relationship of Reporting (Check all applicable) Director			on(s) to Issu 10% Ow Other (s	ner
(Last) (First) (Middle) 5555 NE MOORE CT.					3. Date of Earliest Transaction (Month/Day/Year) 02/06/2007									X Oncer (give nue Oner (specify below) below) Corporate VP, Sales				
(Street) HILLSBORO OR 97124 					4. If Amendment, Date of Original Filed (Month/Day/Year)								Line)	dividual or Joint/Group Filing (Check Applicable ) X Form filed by One Reporting Person Form filed by More than One Reporting Person				
		Tal	ble I - Noi	n-Deriv	ative Se	ecurities Ad	cqui	ired,	Disp	osed o	f, o	or Bene	ficially	y Owned				
1. Title of Security (Instr. 3) 2. Transa Date (Month/L					Execution Date,		e,   ·	, Transaction Dispose Code (Instr. 5)			Acquired (D) (Instr.				6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)		7. Nature of Indirect Beneficial Ownership	
							- [	Code	v	Amount		(A) or (D)	Price	Transaction(s) (Instr. 3 and 4)				(Instr. 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)			ransaction ode (Instr.	5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)	6. Date Exercisab 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. Numbe derivative Securities Beneficia Owned Following Reported Transacti (Instr. 4)	e s Ily J	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)

2. Each Restricted Stock Unit (RSU) represents a right to receive one share of the Issuers common shares without payment of specific consideration.

Code v

A

A

(A)

51,750

4,415

3. Grants vest upon satisfaction of both of these conditions: (1) 25% of the RSUs vest on the first anniversary of the date of grant, and an additional 25% of the RSUs vest on each anniversary thereafter; and (2) 25% of the RSUs vest if the price of a share of common stock on each anniversary of the date of grant has increased at least 15%, compounded annually, over the price on the date of grant, as calculated based on a 60-calendar-day average of NASDAQ closing prices of the Companys stock. If this condition is not met for any portion of the RSUs on the relevant anniversary date, then such RSUs may vest on any of the three subsequent anniversaries if the price on such date equals or exceeds the required price. If this condition has not been met for any portion of the RSUs by the third subsequent anniversary of the relevant anniversary date, then such portion of the RSUs shall be forfeited.

1. This option to purchase shares of common stock vests as follows: 6.25% of the total amount of shares subject to the option shall vest on 5/6/07. 6.25% of the total amount of the shares subject to the option shall

Date

Exercisable

05/06/2007<sup>(1)</sup>

(3)

(D)

Expiration Date

02/06/2014

(3)

Title

Commo

Stock

Commo

Stock

Martin R. Baker, Attorney-In-Fact for Stephen M. Donovan

Amount or Number

Shares

51,750

4,415

\$<mark>0</mark>

\$<mark>0</mark>

of

02/08/2007

712,873

4,415

D

D

\*\* 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.