

POWER INTEGRATIONS INC
 Form 4
 May 22, 2008

FORM 4

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

OMB APPROVAL

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STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES

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

(Print or Type Responses)

1. Name and Address of Reporting Person *
 Bell Derek

2. Issuer Name and Ticker or Trading Symbol
 POWER INTEGRATIONS INC [POWI]

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

(Last) (First) (Middle)
 5245 HELLYER AVE
 (Street)

3. Date of Earliest Transaction (Month/Day/Year)
 05/21/2008

____ Director _____ 10% Owner
 Officer (give title below) _____ Other (specify below)
 VP of Engineering

SAN JOSE, CA 95138

4. If Amendment, Date Original Filed(Month/Day/Year)

6. Individual or Joint/Group Filing(Check Applicable Line)
 Form filed by One Reporting Person
 Form filed by More than One Reporting Person

(City) (State) (Zip)

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 Ownership (Instr. 4)
				(A) or (D)	Price		
Common Stock	05/21/2008		M	V	1,128 A \$ 14.82	4,211	D
Common Stock	05/21/2008		S		1,128 D \$ 33.1	3,083	D
Common Stock	05/21/2008		M		409 A \$ 12.1	3,492	D
Common Stock	05/21/2008		S		409 D \$ 33.1	3,083	D
Common Stock	05/21/2008		M		91 A \$ 12.1	3,174	D

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Common Stock 05/21/2008 S 91 D \$ 33.14 3,083 D

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

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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 Underlying Security (Instr. 3 and 4)	Amount or Number of Shares
				Code	V (A) (D)	Date Exercisable Expiration Date	Title	
Non-Qualified Stock Option (right to buy)	\$ 12.1	05/21/2008		M	2,309 <u>(1)</u>	05/31/2001 05/31/2011	Common Stock	2,309
Non-Qualified Stock Option (right to buy)	\$ 12.1	05/21/2008		M	765 <u>(1)</u>	02/21/2002 05/31/2011	Common Stock	765
Non-Qualified Stock Option (right to buy)	\$ 12.1	05/21/2008		M	335 <u>(1)</u>	02/21/2002 05/31/2011	Common Stock	335
Non-Qualified Stock Option (right to buy)	\$ 12.1	05/21/2008		M	95 <u>(1)</u>	02/21/2002 05/31/2011	Common Stock	95
Non-Qualified Stock Option (right to buy)	\$ 12.1	05/21/2008		M	409 <u>(1)</u>	02/21/2002 05/31/2011	Common Stock	409
Non-Qualified Stock Option (right to buy)	\$ 12.1	05/21/2008		M	91 <u>(1)</u>	02/21/2002 05/31/2011	Common Stock	91
Non-Qualified Stock Option (right to buy)	\$ 14.82	05/21/2008		M	5 <u>(1)</u>	02/21/2002 02/21/2012	Common Stock	5
	\$ 14.82	05/21/2008		M		02/21/2002 02/21/2012		50

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Non-Qualified Stock Option (right to buy)					<u>500</u> ⁽¹⁾			Common Stock	
Non-Qualified Stock Option (right to buy)	\$ 14.82	05/21/2008	M		<u>479</u> ⁽¹⁾	02/21/2002	02/21/2012	Common Stock	47
Non-Qualified Stock Option (right to buy)	\$ 14.82	05/21/2008	M		<u>221</u> ⁽¹⁾	02/21/2002	02/21/2012	Common Stock	22
Non-Qualified Stock Option (right to buy)	\$ 14.82	05/21/2008	M		<u>100</u> ⁽¹⁾	02/21/2002	02/21/2012	Common Stock	10
Non-Qualified Stock Option (right to buy)	\$ 14.82	05/21/2008	M		<u>300</u> ⁽¹⁾	02/21/2002	02/21/2012	Common Stock	30
Non-Qualified Stock Option (right to buy)	\$ 14.82	05/21/2008	M		<u>800</u> ⁽¹⁾	02/21/2002	02/21/2012	Common Stock	80
Non-Qualified Stock Option (right to buy)	\$ 14.82	05/21/2008	M		<u>1,000</u> ⁽¹⁾	02/21/2002	02/21/2012	Common Stock	1,0
Non-Qualified Stock Option (right to buy)	\$ 14.82	05/21/2008	M		<u>300</u> ⁽¹⁾	02/21/2002	02/21/2012	Common Stock	30
Non-Qualified Stock Option (right to buy)	\$ 14.82	05/21/2008	M		<u>700</u> ⁽¹⁾	02/21/2002	02/21/2012	Common Stock	70
Non-Qualified Stock Option (right to buy)	\$ 14.82	05/21/2008	M		<u>300</u> ⁽¹⁾	02/21/2002	02/21/2012	Common Stock	30
Non-Qualified Stock Option (right to buy)	\$ 14.82	05/21/2008	M		<u>1,128</u> ⁽¹⁾	02/21/2002	02/21/2012	Common Stock	1,1

Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
Bell Derek 5245 HELLYER AVE SAN JOSE, CA 95138			VP of Engineering	

Signatures

By: /s/ Robert Lelieur Attorney-In-Fact For:
Derek Bell

05/22/2008

__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) This sale is pursuant to a 10B5-1 Sales Plan

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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