FORM 3

## **UNITED STATES SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

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## INITIAL STATEMENT OF BENEFICIAL OWNERSHIP OF SECURITIES

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 A	address of Repo	2. Date of Even Requiring State Month/Day/Yea	ement	3. Issuer Name and Ticker or Trading Symbol PIXELWORKS, INC [ PXLW ]							
(Last) (First) (Middle)			12/04/2006		Relationship of Reporting Per (Check all applicable)		, ,	(Mo	5. If Amendment, Date of Original Filed (Month/Day/Year)		
1719 ANGLERS CT (Street)					X	Officer (give title below) Vice President, M	10% Owne Other (spe below)	cify 6. Ir	6. Individual or Joint/Group Filing (Check Applicable Line)  X Form filed by One Reporting Person Form filed by More than One Reporting Person		
SAFETY FL 34695 HARBOR		34695			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		arketing				
(City)	(State)	(Zip)									
		7	Γable I - Noι	n-Derivati	ive Se	ecurities Beneficial	ly Owned				
1. Title of Security (Instr. 4)					Amount of Securities Beneficially Owned (Instr. 4)		3. Ownersh Form: Direct or Indirect ( (Instr. 5)	t (D) (Instr	4. Nature of Indirect Beneficial Ownership (Instr. 5)		
		(e.				urities Beneficially options, convertible		s)			
1. Title of Derivative Security (Instr. 4)			2. Date Exercisable and Expiration Date (Month/Day/Year)		3. Title and Amount of Securiti Underlying Derivative Security			4. Conversion or	5. Ownership Form:	6. Nature of Indirect Beneficial Ownership (Instr. 5)	
		Date Exercisable	Expiration Date	n Title		Amount or Number of Shares	Exercise Price of Derivative Security	Direct (D) or Indirect (I) (Instr. 5)			
Non-Qualifie	ed Stock Option	on (right to buy)	(1)	02/08/2016		Common Stock	15,000	4.65	D		
Non-Qualified Stock Option (right to buy)			(2)	08/22/2015		Common Stock	60,000	7.69	D		

## Explanation of Responses:

- 1. The options become exercisable on a monthly basis at a rate of 10% in year 1, 20% in year 2, 30% in year 3 and 40% in year 4, which commences on the last day of the month the option is granted.
- 2. 25% becomes exerciseable on the first anniversary of the date of grant, with the remaining 75% becoming exerciseable ratably on a monthly basis beginning the day after the first anniversary and ending on the fourth anniversary of the date of grant.

By: Alice Myton For: Anthony Simon

12/21/2006

\*\* 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 5 (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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