FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

| OMB APPROV | Δ | V | O) | R | Р | Р | Α | ΛB | ЛC | (|
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| OMB Number: | 3235-0287 |
|--------------------------|-----------|
| Estimated average burden | |
| hours per response: | 0.5 |

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).

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 | | | 2. Issuer Name and Ticker or Trading Symbol MICROCHIP TECHNOLOGY INC [MCHP] | 5. Relationship of Reporting Person(s) to Issuer (Check all applicable) | | | | | |
|------------------------|------------------------|------------|---|---|--|-----------------------|--|--|--|
| SANGHI STEV | <u>/ E</u> | | | X | Director | 10% Owner | | | |
| (Last) | Last) (First) (Middle) | | | X | Officer (give title below) | Other (specify below) | | | |
| ` ′ | TECHNOLOGY IN | ` , | 3. Date of Earliest Transaction (Month/Day/Year) 01/04/2010 | | President, CEO | , Chairman | | | |
| 2355 WEST CHAI | NDLER BOULEVA | RD | | | | | | | |
| | EST CHANDLER BOULEVARD | | | | | | | | |
| (Street) CHANDLER | AZ | 85224-6199 | 4. If Amendment, Date of Original Filed (Month/Day/Year) | 6. Indivi | dual or Joint/Group Filing Form filed by One Rep Form filed by More than | ` '' ' | | | |
| (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) | Transaction Code (Instr. Disposed Of (D) (Instr. 3, 4 and 5) Securities Beneficially Owned or Inc | | Disposed Of (D) (Instr. 3, 4 and 5) | | 6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 7. Nature of Indirect Beneficial Ownership | | |
|---------------------------------|--|---|---|--|-------------------------------------|------------------|---|--|---|--|
| | | | | | Amount | (A) or (D) Price | | | | (Instr. 4) |
| Common Stock | | | | | | | | 4,342,688(1) | I | Held Directly and Indirectly by Trust. |

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 | | 3A. Deemed Execution Date, if any (Month/Day/Year) | Transaction Code (Instr. 8) Derivative Securities Acquired (A Disposed of | | Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 | | Expiration Date (Month/Day/Year) | | Securities Und | itle and Amount of curities Underlying ivative Security (Instr. d 4) | | 9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s) | 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 | Title | Amount or Number of Shares | | (Instr. 4) | | |
| Restricted Stock Units | (2) | 01/04/2010 | | A | | 24,712 | | (3) | (3) | Common Stock | 24,712 | \$0 | 24,712 | D | |
| Restricted Stock Units | (2) | 01/04/2010 | | A | | 22,226 | | (4) | (4) | Common Stock | 22,226 | \$0 | 22,226 | D | |
| Restricted Stock Units | (2) | 01/04/2010 | | A | | 8,925 | | (5) | (5) | Common Stock | 8,925 | \$0 | 8,925 | D | |

Explanation of Responses:

- $1.\ Of\ the\ 4,342,688\ shares\ held,\ 45,554\ shares\ were\ held\ Directly;\ 4,297,134\ shares\ were\ held\ by\ Trust.$
- 2. Each restricted stock unit represents a contingent right to receive one share of Microchip Technology Incorporated common stock.
- 3. The restricted stock units will vest in full on February 15, 2014 as long as the individual remains a service provider through the vesting date and the Company achieves performance targets for operating profit in the quarter ended March 31, 2010. Vested shares will be delivered to the reporting person upon vest.
- 4. The restricted stock units will vest in eight equal quarterly installments beginning February 15, 2011 as long as the individual remains a service provider through the vesting date and the Company achieves performance targets for operating profit in the quarter ended March 31, 2010. Vested shares will be delivered to the reporting person upon vest.
- 5. The restricted stock units will vest in full on February 15, 2011 as long as the individual remains a service provider through the vesting date and the Company achieves performance targets for operating profit in the quarter ended March 31, 2010. Vested shares will be delivered to the reporting person upon vest.

Remarks:

Deborah L. Wussler, as Attorney-

01/06/2010

in-Fact

** 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.