

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name		2 Issuer's employer identification number (EIN)	
CYPRESS SEMICONDUCTOR CORPORATION		94-2885898	
3 Name of contact for additional information	4 Telephone No. of contact	5 Email address of contact	
Neil H. Weiss	408-943-2630	nhw@cypress.com	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact		7 City, town, or post office, state, and Zip code of contact	
198 CHAMPION COURT		SAN JOSE, CA 95134-1709	
8 Date of action		9 Classification and description	
OCTOBER 15, 2015		Common stock, cash distribution	
10 CUSIP number	11 Serial number(s)	12 Ticker symbol	13 Account number(s)
232806109		CY	

Part II Organizational Action Attach additional statements if needed. See back of form for additional questions.

14 Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ▶ On August 5, 2015 Cypress Semiconductor Corporation's ("the Company") Board of Directors declared a cash distribution payment of \$0.11 per common share. The distribution was payable on October 15, 2015 to stockholders of record on September 24, 2015.

15 Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis ▶ We expect that the dividend, which will be paid from U.S. domestic sources other than the Company's retained earnings, will be treated as a return of capital for U.S. Tax purposes for 2015 fiscal year. However, the characterization of dividend treatment, which is determined on the last day of the fiscal year in which the distribution is paid can be affected by transactions, the impact of which cannot be determined until after year-end.

16 Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates ▶ Cash Distribution of \$0.11 per common share.

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ IRC Sections
301, 316

18 Can any resulting loss be recognized? ▶ N/A

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ 2015

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Sign Here

Signature ▶ \\Neil H. Weiss\\ Date ▶ November 11, 2015

Print your name ▶ Neil H. Weiss Title ▶ Senior V.P., Treasurer

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
Firm's name ▶			Firm's EIN ▶	
Firm's address ▶			Phone no.	

Send Form 8937 (including accompanying statements) to: Department of the Treasury, Internal Revenue Service, Ogden, UT 84201-0054