

**UNITED STATES
SECURITIES AND EXCHANGE
COMMISSION**

Washington, D.C. 20549

SCHEDULE 13D

Under the Securities Exchange Act of 1934
(Amendment No. 1)*

GSI Technology, Inc.

(Name of Issuer)

Common Stock, \$0.001 par value per share

(Title of Class of Securities)

36241U106

(CUSIP Number)

**Michael R. Murphy
Discovery Group I, LLC
191 North Wacker Drive
Suite 1685
Chicago, Illinois 60606
Telephone Number: (312) 265-9600**

(Name, Address and Telephone Number of Person
Authorized to Receive Notices and Communications)

October 27, 2011

(Date of Event which Requires Filing of this Statement)

If the filing person has previously filed a statement on Schedule 13G to report the acquisition that is the subject of this Schedule 13D, and is filing this schedule because of §§240.13d-1(e), 240.13d-1(f) or 240.13d-1(g), check the following box.

Note: Schedules filed in paper format shall include a signed original and five copies of the schedule, including all exhibits. See §240.13d-7 for other parties to whom copies are to be sent.

*The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter disclosures provided in a prior cover page.

The information required on the remainder of this cover page shall not be deemed to be "filed" for the purpose of Section 18 of the Securities Exchange Act of 1934 ("Act") or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, see the Notes).

1. Names of Reporting Persons.

Discovery Group I, LLC

2. Check the Appropriate Box if a Member of a Group (See Instructions)

(a)

(b)

3. SEC Use Only

4. Source of Funds (See Instructions)

AF

5. Check if Disclosure of Legal Proceedings Is Required Pursuant to Items 2(d) or 2(e)

6. Citizenship or Place of Organization

Delaware

7. Sole Voting Power

None.

8. Shared Voting Power

1,290,708

9. Sole Dispositive Power

None.

10. Shared Dispositive Power

1,290,708

Number of
Shares
Beneficially
Owned by
Each
Reporting
Person With

11. Aggregate Amount Beneficially Owned by Each Reporting Person

1,290,708

12. Check if the Aggregate Amount in Row (11) Excludes Certain Shares (See Instructions)

13. Percent of Class Represented by Amount in Row (11)

4.5%

14. Type of Reporting Person (See Instructions)

IA

-
1. Names of Reporting Persons.
Daniel J. Donoghue
-
2. Check the Appropriate Box if a Member of a Group (See Instructions)
(a)
(b)
-
3. SEC Use Only
-
4. Source of Funds (See Instructions)
AF
-
5. Check if Disclosure of Legal Proceedings Is Required Pursuant to Items 2(d) or 2(e)
-
6. Citizenship or Place of Organization
United States of America
-
7. Sole Voting Power
None.
-
8. Shared Voting Power
1,290,708
-
9. Sole Dispositive Power
None.
-
10. Shared Dispositive Power
1,290,708
-
11. Aggregate Amount Beneficially Owned by Each Reporting Person
1,290,708
-
12. Check if the Aggregate Amount in Row (11) Excludes Certain Shares (See Instructions)
-
13. Percent of Class Represented by Amount in Row (11)
4.5%
-
14. Type of Reporting Person (See Instructions)
IN
-

Number of
Shares
Beneficially
Owned by
Each
Reporting
Person With

1. Names of Reporting Persons.

Michael R. Murphy

2. Check the Appropriate Box if a Member of a Group (See Instructions)

(a)

(b)

3. SEC Use Only

4. Source of Funds (See Instructions)

AF

5. Check if Disclosure of Legal Proceedings Is Required Pursuant to Items 2(d) or 2(e)

6. Citizenship or Place of Organization

United States of America

7. Sole Voting Power

None.

Number of
Shares
Beneficially
Owned by
Each
Reporting
Person With

8. Shared Voting Power

1,290,708

9. Sole Dispositive Power

None.

10. Shared Dispositive Power

1,290,708

11. Aggregate Amount Beneficially Owned by Each Reporting Person

1,290,708

12. Check if the Aggregate Amount in Row (11) Excludes Certain Shares (See Instructions)

13. Percent of Class Represented by Amount in Row (11)

4.5%

14. Type of Reporting Person (See Instructions)

IN

Item 1. Security and Issuer

This Amendment No. 1 to Schedule 13D (“**Amendment No. 1**”) relates to the Common Stock, \$0.001 par value per share (the “**Common Stock**”), of GSI Technology, Inc., a Delaware corporation (the “**Company**”), which has its principal executive offices at 1213 Elko Drive, Sunnyvale, California 94089. This Amendment No. 1 amends and supplements, as set forth below, the information contained in items 1, 3, 5 and 6 of the Schedule 13D filed by the Reporting Persons with respect to the Company on July 7, 2011 (as so amended, the “**Schedule 13D**”). All capitalized terms used herein but not defined herein have the meanings set forth in the Schedule 13D. Except as amended by this Amendment No. 1, all information contained in the Schedule 13D is, after reasonable inquiry and to the best of the Reporting Persons’ knowledge and belief, true, complete and correct as of the date of this Amendment No. 1.

Item 3. Source and Amount of Funds or Other Consideration

Item 3 of the Schedule 13D is hereby amended to read in its entirety as follows:

The total purchase price for the 1,290,708 shares of Common Stock beneficially owned by Discovery Group and Messrs. Donoghue and Murphy as of October 30, 2011 was approximately \$9,552,873. The source of such funds was the assets of two private investment partnerships (collectively, the “**Partnerships**”) over which Discovery Group exercises discretionary investment management authority, and proceeds of margin loans under margin loan facilities maintained in the ordinary course of business by the Partnerships with a broker on customary terms and conditions. The Partnerships are the legal owner of all of the Common Stock beneficially owned by Discovery Group and Messrs. Donoghue and Murphy.

Item 5. Interest in Securities of the Issuer

Item 5 of the Schedule 13D is hereby amended to read in its entirety as follows:

The information concerning percentages of ownership set forth below is based on 28,870,737 shares of Common Stock reported outstanding as of July 31, 2011 in the Company’s most recent Quarterly Report on Form 10-Q, for the quarterly period ended June 30, 2011.

Discovery Group beneficially owns 1,290,708 shares of Common Stock as of October 30, 2011, which represents 4.5% of the outstanding Common Stock.

Mr. Donoghue beneficially owns 1,290,708 shares of Common Stock as of October 30, 2011, which represents 4.5% of the outstanding Common Stock.

Mr. Murphy beneficially owns 1,290,708 shares of Common Stock as of October 30, 2011, which represents 4.5% of the outstanding Common Stock.

Discovery Group is the sole general partner of one of the Partnerships and has sole discretionary investment authority with respect to the other Partnership’s investment in the Common Stock. Messrs. Donoghue and Murphy are the sole managing members of Discovery Group. As a consequence, Discovery Group and Messrs. Donoghue and Murphy may be deemed to share beneficial ownership of all of the shares of Common Stock owned by both of the Partnerships.

The transactions in Common Stock effected by the Reporting Persons during the past 60 days are set out in Exhibit 1 hereto.

Each of the Reporting Persons ceased to be the beneficial owner of more than five percent of the Common Stock on October 27, 2011.

No person other than the Partnerships is known to any Reporting Person to have the right to receive or the power to direct the receipt of dividends from, or the proceeds from the sale of, any of the shares of Common Stock reported herein.

Item 6. Contracts, Arrangements, Understandings or Relationships with Respect to Securities of the Issuer

Item 6 of the Schedule 13D is hereby amended to read in its entirety as follows:

There are no contracts, arrangements, understandings or relationships (legal or otherwise) between or among any of the Reporting Persons and any other person with respect to any securities of the Company other than the governing documents of Discovery Group and the Partnerships, the margin loan facilities referred to under Item 3 of the Schedule 13D, the Joint Filing Agreement of the Reporting Persons with respect to the Schedule 13D that was included as an exhibit thereto, the Joint Filing Agreement of the Reporting Persons with respect to this Amendment No. 1 included as Exhibit 2 to this Amendment No. 1, and the Powers of Attorney granted by Messrs Donoghue and Murphy with respect to reports under Section 13 of the Securities Exchange Act of 1934, as amended, which Powers of Attorney are included as Exhibit 3 and Exhibit 4, respectively, to this Amendment No. 1.

Item 7. Material to Be Filed as Exhibits

- Exhibit 1: List of transactions effected by the Reporting Persons in the Company's Common Stock during the 60-day period preceding this filing.
- Exhibit 2: Joint Filing Agreement dated as of October 31, 2011, by and among Discovery Group; Daniel J. Donoghue; and Michael R. Murphy.
- Exhibit 3: Power of Attorney of Daniel J. Donoghue, dated as of April 28, 2008.
- Exhibit 4: Power of Attorney of Michael R. Murphy, dated as of April 28, 2008.
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Exhibit Index

- Exhibit 1 List of transactions effected by the Reporting Persons in the Company's Common Stock during the 60-day period preceding this filing.
- Exhibit 2 Joint Filing Agreement dated as of October 31, 2011, by and among Discovery Group; Daniel J. Donoghue; and Michael R. Murphy.
- Exhibit 3 Power of Attorney of Daniel J. Donoghue, dated as of April 28, 2008.
- Exhibit 4 Power of Attorney of Michael R. Murphy, dated as of April 28, 2008.

TRANSACTIONS DURING THE PAST 60 DAYS

The Reporting Persons engaged in the following transactions in shares of Common Stock of the Company during the past 60 days. Such transactions involved the sale of shares on the NASDAQ Global Select Market. The prices reported below reflect the weighted average sale price of the shares of Common Stock sold on the relevant date. The Reporting Persons hereby undertake to provide upon request to the SEC staff full information regarding the number of shares and prices at which each transaction was effected.

Date	Type	Price	Shares
9/1/2011 ¹	Sale	\$5.1914	6618
9/14/2011 ²	Sale	5.0578	35000
9/15/2011 ³	Sale	5.0885	9400
9/26/2011 ⁴	Sale	5.0161	10070
9/27/2011 ⁵	Sale	5.1527	13925
9/28/2011 ⁶	Sale	5.1488	25348
9/29/2011 ⁷	Sale	5.0277	11600
9/30/2011 ⁸	Sale	5.1031	2609
10/3/2011 ⁹	Sale	5.0050	400
10/4/2011 ¹⁰	Sale	5.0637	33800
10/5/2011 ¹¹	Sale	5.1934	25785
10/6/2011 ¹²	Sale	5.0568	5000
10/7/2011 ¹³	Sale	5.0102	4301
10/10/2011 ¹⁴	Sale	5.0610	9813
10/11/2011 ¹⁵	Sale	5.0621	4281

¹ This transaction was executed in multiple trades at prices ranging from \$5.12 - 5.27.

² This transaction was executed in multiple trades at prices ranging from \$5.00 - 5.12.

³ This transaction was executed in multiple trades at prices ranging from \$5.08 - 5.13.

⁴ This transaction was executed in multiple trades at prices ranging from \$5.00 - 5.05.

⁵ This transaction was executed in multiple trades at prices ranging from \$5.10 - 5.20.

⁶ This transaction was executed in multiple trades at prices ranging from \$5.14 - 5.19.

⁷ This transaction was executed in multiple trades at prices ranging from \$5.00 - 5.18.

⁸ This transaction was executed in multiple trades at prices ranging from \$5.10 - 5.11.

⁹ This transaction was executed in multiple trades at prices ranging from \$5.00 - 5.02.

¹⁰ This transaction was executed in multiple trades at prices ranging from \$5.00 - 5.18.

¹¹ This transaction was executed in multiple trades at prices ranging from \$5.16 - 5.21.

¹² This transaction was executed in multiple trades at prices ranging from \$5.05 - 5.10.

¹³ This transaction was executed in multiple trades at prices ranging from \$5.00 - 5.06.

¹⁴ This transaction was executed in multiple trades at prices ranging from \$5.00 - 5.12.

¹⁵ This transaction was executed in multiple trades at prices ranging from \$5.05 - 5.10.

Date	Type	Price	Shares
10/12/2011 ¹⁶	Sale	\$5.0821	4489
10/13/2011 ¹⁷	Sale	5.0767	17467
10/18/2011 ¹⁸	Sale	4.8010	9966
10/20/2011 ¹⁹	Sale	4.7552	12156
10/21/2011 ²⁰	Sale	4.8686	26288
10/24/2011 ²¹	Sale	4.8369	17721
10/25/2011 ²²	Sale	4.8240	10869
10/26/2011 ²³	Sale	4.8020	12376
10/27/2011 ²⁴	Sale	4.8796	65000
10/28/2011 ²⁵	Sale	4.9399	9629

¹⁶ This transaction was executed in multiple trades at prices ranging from \$5.07 - 5.10.

¹⁷ Due to incomplete data available to the Reporting Persons, the Reporting Persons are reporting the average price of transactions effected on this date.

¹⁸ This transaction was executed in multiple trades at prices ranging from \$4.76 - 4.81.

¹⁹ This transaction was executed in multiple trades at prices ranging from \$4.75 - 4.77.

²⁰ This transaction was executed in multiple trades at prices ranging from \$4.82 - 5.02.

²¹ This transaction was executed in multiple trades at prices ranging from \$4.79 - 4.85.

²² This transaction was executed in multiple trades at prices ranging from \$4.77 - 4.87.

²³ This transaction was executed in multiple trades at prices ranging from \$4.75 - 4.84.

²⁴ This transaction was executed in multiple trades at prices ranging from \$4.85 - 4.95.

²⁵ This transaction was executed in multiple trades at prices ranging from \$4.90 - 5.00.

JOINT FILING AGREEMENT

The undersigned hereby agree to the joint filing of the Amendment No. 1 to Schedule 13D to which this Agreement is attached.

Dated: October 31, 2011

DISCOVERY GROUP I, LLC,

By Michael R. Murphy*

-
Michael R. Murphy
Managing Member

Daniel J.

Donoghue*

Daniel J. Donoghue

Michael R.

Murphy*

Michael R. Murphy

*By: /s/ Mark

Buckley

Mark Buckley
Attorney-in-Fact for Daniel J. Donoghue
Attorney-in-Fact for Michael R. Murphy

POWER OF ATTORNEY

The undersigned, Daniel J. Donoghue, hereby appoints Mark Buckley his true and lawful attorney-in-fact and agent, with full power to execute and file with the United States Securities and Exchange Commission and any stock exchange or similar authority, for and on his behalf in any and all capacities, any and all reports required to be filed pursuant to Section 13 of the Securities Exchange Act of 1934 and the rules thereunder on Schedule 13D or 13G, any and all amendments to such reports, with all exhibits, and any other forms or documents as may be necessary in connection with the filing of such reports with the United States Securities and Exchange Commission and any stock exchange or similar authority, granting unto said attorney full power and authority to do and perform any and all acts for and on behalf of the undersigned which may be necessary or desirable to complete, as fully as the undersigned might or could do in person.

This Power of Attorney shall remain in full force and effect until revoked by the undersigned in a signed writing delivered to the foregoing attorney-in-fact and agent.

IN WITNESS WHEREOF the undersigned has caused this Power of Attorney to be executed this 28th day of April, 2008.

/s/ Daniel J. Donoghue

Daniel J. Donoghue

STATE OF ILLINOIS)
) SS.
COUNTY OF COOK)

I, Kareema M. Cruz, a Notary Public in and for the County of Cook, State of Illinois, DO HEREBY CERTIFY that Daniel J. Donoghue, who is personally known to me to be the same person whose name is subscribed to the foregoing instrument, appeared before me this day in person and acknowledged that he signed and delivered the said instrument as his own free and voluntary act, for the uses and purposes therein set forth.

Given under my hand and notarial seal, this 28th day of April, 2008.

/s/ Kareema M. Cruz

Notary Public

POWER OF ATTORNEY

The undersigned, Michael R. Murphy, hereby appoints Mark Buckley his true and lawful attorney-in-fact and agent, with full power to execute and file with the United States Securities and Exchange Commission and any stock exchange or similar authority, for and on his behalf in any and all capacities, any and all reports required to be filed pursuant to Section 13 of the Securities Exchange Act of 1934 and the rules thereunder on Schedule 13D or 13G, any and all amendments to such reports, with all exhibits, and any other forms or documents as may be necessary in connection with the filing of such reports with the United States Securities and Exchange Commission and any stock exchange or similar authority, granting unto said attorney full power and authority to do and perform any and all acts for and on behalf of the undersigned which may be necessary or desirable to complete, as fully as the undersigned might or could do in person.

This Power of Attorney shall remain in full force and effect until revoked by the undersigned in a signed writing delivered to the foregoing attorney-in-fact and agent.

IN WITNESS WHEREOF the undersigned has caused this Power of Attorney to be executed this 28th day of April, 2008.

/s/ Michael R. Murphy

Michael R. Murphy

STATE OF ILLINOIS)
) SS.
COUNTY OF COOK)

I, Kareema M. Cruz, a Notary Public in and for the County of Cook, State of Illinois, DO HEREBY CERTIFY that Michael R. Murphy, who is personally known to me to be the same person whose name is subscribed to the foregoing instrument, appeared before me this day in person and acknowledged that he signed and delivered the said instrument as his own free and voluntary act, for the uses and purposes therein set forth.

Given under my hand and notarial seal, this 28th day of April, 2008.

/s/ Kareema M. Cruz

Notary Public