

SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 8-K

Current Report Pursuant to Section 13 or 15(d) of
The Securities Exchange Act of 1934

Date of Report (Date of earliest event reported):
December 18, 1995

ADVANCED MICRO DEVICES, INC.

(Exact name of registrant as specified in its charter)

<TABLE>
<CAPTION>

<S>	<C>	<C>
DELAWARE	1-7882	94-1692300
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(State or other jurisdiction of incorporation)	(Commission File Number)	(I.R.S. Employer Identification No.)

</TABLE>

One AMD Place, P.O. Box 3453 Sunnyvale, California	94088-3453
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(address of principal executive offices)	(Zip Code)

Registrant's telephone number,
including area code: (408) 732-2400

Item 5. Other Events.

On December 18, 1995, Advanced Micro Devices, Inc. announced that it expects fourth quarter earnings to be lower than last quarter. A copy of the press release containing such announcement is attached as an exhibit hereto.

Item 7. Financial Statements and Exhibits.

(c) Exhibits:

99 Press release dated December 18, 1995

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SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

ADVANCED MICRO DEVICES, INC.
(Registrant)

Date: December 20, 1995 By: /s/ Thomas M. McCoy

Thomas M. McCoy
Vice President, General Counsel
and Secretary

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Exhibit Index

[LETTERHEAD OF ADVANCED MICRO DEVICES, INC. APPEARS HERE]

For further information:
Chuck Mulloy
408/749-5481

ADVANCED MICRO DEVICES EXPECTS
DISAPPOINTING FOURTH-QUARTER 486 SALES

SUNNYVALE, CA... December 18, 1995... Advanced Micro Devices (AMD) today announced that it expects fourth-quarter earnings to be lower than last quarter. The company attributed the earnings shortfall entirely to lower than expected shipments of AM486(R) microprocessors. AMD plans to release annual results on January 10, 1996.

"While we expect our fourth-quarter revenues to be up over last quarter, the increase will not be enough to offset higher depreciation and start-up costs from Fab 25, our new megafab in Austin, Texas. As a result, our earnings will be down sequentially and less than analysts' expectations," said W.J. Sanders III, chairman and chief executive officer of AMD.

Sales of communications, programmable logic and memory products remain strong, with demand for flash memory devices continuing to exceed supply. AMD continues to expect that aggregate revenues from these product lines will be up approximately 10 percent sequentially and 50 percent compared to the fourth quarter of 1994.

Sanders said AMD will ship fewer Am486 devices than in third quarter of 1995 as a result of unanticipated Intel 486 microprocessor sales activity. "Intel had appeared to be exiting the 486 market but came back during the fourth quarter. The supply of 100Mhz

(more)

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486 microprocessors from Intel prevented AMD from achieving our expected unit shipment goal." Sanders said that AMD maintained its announced pricing throughout the quarter.

AMD also announced that it has begun sampling major computer development partners with initial version of its fifth-generation, Microsoft(R) Windows(R)-compatible microprocessor, code-named SSA/5-75. Based on AMD's K86(TM) Superscalar architecture and manufactured on 0.35 micron process technology, the SSA/5-75 is a plug-in replacement for a 75Mhz Pentium.

Focusing on the personal and networked computing and communications markets, Advanced Micro Devices, Inc., produces microprocessors and related peripherals, flash memories, programmable logic devices, and circuits for telecommunications and networking applications. Founded in 1969, AMD reported 1994 revenues of \$2.1 billion. With headquarters in Sunnyvale, California, AMD has sales offices worldwide and manufacturing facilities in Sunnyvale; Austin, Texas; Bangkok, Thailand; Penang, Malaysia; Singapore; Aizu-Wakamatsu, Japan and Basingstoke, England.

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WORLD WIDE WEB: Press announcements and other information about AMD are available on the Internet via the World Web. Type <http://www.amd.com> at the URL prompt.

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AMD news release 95Corp27