This paper proposes a code compression technique called operand factorization. The central idea of operand factorization is the separation of program expression trees into sequences of tree– patterns (opcodes) and operand patterns (registers and immediates). Using this technique, we show that tree and operand patterns have exponential frequency distributions. A set of experiments were designed to explore this feature. They reveal an average compression ratio of 43% for SPECInt95 programs. A decompression engine is proposed, which assembles tree and operand patterns into uncompressed instruction sequences. An encoding that improves the design of the decompression engine results in a 48% compression ratio. Compression ratio numbers take into consideration an estimate of the decompression engine size.