

# FORM 4

**UNITED STATES SECURITIES AND EXCHANGE COMMISSION**  
**Washington, D.C. 20549**

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

## STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

(Print or Type Responses)

|   |         |          |   |  |  |  |  |  |
|---|---------|----------|---|--|--|--|--|--|
| 1. Name and Address of Reporting Person *<br><b>Lorig Brian</b> |         |          | 2. Issuer Name and Ticker or Trading Symbol<br><b>KLA TENCOR CORP [KLAC]</b>            |  |  | 5. Relationship of Reporting Person(s) to Issuer<br>(Check all applicable)<br><input type="checkbox"/> Director <input type="checkbox"/> 10% Owner<br><input checked="" type="checkbox"/> Officer (give title below) <input type="checkbox"/> Other (specify below)<br><div style="text-align: center; border: 1px solid black; padding: 2px;">SVP</div> |  |  |
| (Last)  | (First) | (Middle) | 3. Date of Earliest Transaction (Month/Day/Year)<br><b>09/03/2018</b>                   |  |  |  |  |  |
| ONE TECHNOLOGY DRIVE  |         |          |   |  |  |  |  |  |
| (Street)  |         |          | 4. If Amendment, Date Original Filed(Month/Day/Year)                                    |  |  | 6. Individual or Joint/Group Filing(Check Applicable Line)<br><input checked="" type="checkbox"/> Form filed by One Reporting Person<br><input type="checkbox"/> Form filed by More than One Reporting Person  |  |  |
| MILPITAS, CA 95035  |         |          |   |  |  |  |  |  |
| (City) (State) (Zip)  |         |          | <b>Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned</b> |  |  |  |  |  |

| 1. Title of Security (Instr. 3)           | 2. Transaction Date (Month/Day/Year) | 2A. Deemed Execution Date, if any (Month/Day/Year) | 3. Transaction Code (Instr. 8) |   | 4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5) |            |           | 5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4) | 6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 7. Nature of Indirect Beneficial Ownership (Instr. 4) |
|---|--------------------------------------|--|--------------------------------|---|---|------------|-----------|---|--|---|
|   |                                      |  | Code                           | V | Amount  | (A) or (D) | Price     |   |  |   |
| Common Stock - Restricted Stock Units (1) | 09/03/2018                           |  | M                              |   | 662 (2)   | D          | \$ 0      | 23,278 (3)  | D  |   |
| Common Stock                              | 09/03/2018                           |  | M                              |   | 662 (2)   | A          | \$ 0      | 1,228   | D  |   |
| Common Stock                              | 09/03/2018                           |  | F                              |   | 229 (4)   | D          | \$ 116.21 | 999   | D  |   |
| Common Stock - Restricted Stock Units (1) | 09/03/2018                           |  | M                              |   | 1,641 (5)   | D          | \$ 0      | 21,637 (3)  | D  |   |
| Common Stock                              | 09/03/2018                           |  | M                              |   | 1,641 (5)   | A          | \$ 0      | 2,640   | D  |   |
| Common Stock                              | 09/03/2018                           |  | F                              |   | 568 (4)   | D          | \$ 116.21 | 2,072   | D  |   |

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

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 control number. SEC 1474 (9-02)

**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 | 3. Transaction Date (Month/Day/Year) | 3A. Deemed Execution Date, if any (Month/Day/Year) | 4. Transaction Code (Instr. 8) |   | 5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5) | 6. Date Exercisable and Expiration Date (Month/Day/Year) |                 | 7. Title and Amount of Underlying Securities (Instr. 3 and 4) | 8. Price of Derivative Security (Instr. 5) | 9. Number of Derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4) | 10. Ownership Form of Derivative Security: Direct (D) or Indirect (I) (Instr. 4) | 11. Nature of Indirect Beneficial Ownership (Instr. 4) |
|--|--|--------------------------------------|--|--------------------------------|---|---|--|-----------------|---|--|--|--|--|
|  |  |                                      |  | Code                           | V |   | Date Exercisable   | Expiration Date |   |  |  |  |  |

## Reporting Owners

|                                |               |           |         |       |
|--------------------------------|---------------|-----------|---------|-------|
| Reporting Owner Name / Address | Relationships |           |         |       |
|                                | Director      | 10% Owner | Officer | Other |

|   |  |  |     |  |
|---|--|--|-----|--|
| Lorig Brian<br>ONE TECHNOLOGY DRIVE<br>MILPITAS, CA 95035 |  |  | SVP |  |
|---|--|--|-----|--|

## Signatures

|  |  |                     |
|--|--|---------------------|
| /s/ Teri A. Little, attorney-in-fact for Brian Lorig |  | 09/05/2018          |
| <small>**Signature of Reporting Person</small>       |  | <small>Date</small> |

## Explanation of Responses:

\* 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).

(1) Each restricted stock unit ("RSU") represents a contingent right to receive one share of KLA-Tencor common stock.

(2) On September 3, 2015, the Reporting Person received a grant of restricted stock units ("RSUs") covering 2,647 shares of KLA-Tencor common stock. On September 3, 2018, the Reporting Person vested in twenty-five percent (25%) of such RSUs.

(3) Does not include performance-based RSUs, if any, held by the Reporting Person for which an assessment has not yet been made regarding the achievement of the applicable performance goals. Any such holdings will be reported on a Form 4 within two business days of the date such assessment is made.

(4) Pursuant to the terms of the grant, shares of KLA-Tencor common stock were automatically withheld at vesting to cover required tax withholding. The fair market value of KLA-Tencor common stock used for purposes of calculating the number of shares to be withheld was the closing price of KLA-Tencor common stock as reported on August 31, 2017.

(5) On September 3, 2015, in addition to the RSUs granted on that date that were subject only to service-vesting requirements (which RSUs were previously reported on Form 4), the Reporting Person was also granted RSUs covering up to a maximum of 3,308 shares (based on 125% of the target shares of 2,647) of KLA-Tencor common stock, subject to both performance-vesting and service-vesting requirements. On August 2, 2018 the Compensation Committee of the KLA-Tencor Board of Directors determined the level at which the corporate performance goals were attained and, based on the assessment, determined that the number of shares subject to the RSUs is 3,282. On September 3, 2018, 50% of the RSUs vested.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure.

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