FORM 4

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

OMB APPROVAL

OMB Number: 3235-0287
Estimated average burden
hours per response... 0.5

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

Non-Qualified

Stock

Option

\$ 10.81

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 Typ	e Responses)																		
Name and Address of Reporting Person * LEVY KENNETH				2. Issuer Name and Ticker or Trading Symbol KLA TENCOR CORP [klac]								5. Relationship of Reporting Person(s) to Issuer (Check all applicable) X_ Director 10% Owner								
(Last) (First) (Middle) C/O KLA-TENCOR, 160 RIO ROBLES				3. Date of Earliest Transaction (Month/Day/Year) 07/30/2003							X_Officer (give title below) Other (specify below) Chairman of the Board									
				4. If Amendment, Date Original Filed(Month/Day/Year)								_X_ F	6. Individual or Joint/Group Filing(Check Applicable Line) _X_ Form filed by One Reporting Person Form filed by More than One Reporting Person							
SAN JOS (City)		(State)	(Zip)	Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned																
1.Title of Security (Instr. 3) 2. Transaction Date (Month/Day/Year)			2A. Deemed Execution Date, if any (Month/Day/Year)			(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.	rship Ind Ber	ature of rect efficial nership			
						,,	Cod	le V	Amount (A) or (D)		Price					irect (Ins	(Instr. 4)			
Common	Stock												23,94	15			D			
Common	Stock					358,000						I KGM LP		MW,						
Common Stock												40,000				Ι	Fa	Levy Family Foundation		
Common Stock												1,835	1,835,866			Ι		Levy nily st		
Common	Common Stock				4,000					I		Mark y Trust								
Common Stock												6,000	6,000			I		Wayne y Trust		
Reminder: R	Report on a se	eparate line for each						Pers in th a cu	sons iis fo rren	orm a	are not re alid OMI	equir B con	ed to i trol ni					SEC 1	474 (9-02)	
			Table II					quired, Di s, options					y Own	ied						
	2. Conversion or Exercise Price of Derivative Security		3A. Deemed Execution Date, if any (Month/Day/Year)	Code	tion of Do Se Ac (A Di of (Ir	Numerivate curitic equire () or spose (D) astr. 3	rive ies ed	6. Date Ex Expiration (Month/D	n Dat	e	and	of Ui Secu	nderlyi	14)	Derivative Security (Instr. 5) Beneficiall Owned Following Reported		Security (Instr. 5) Securities Beneficially Owned Security Following Reported Transaction(s) (I)		Ownersh Form of Derivativ Security: Direct (Dor Indirect)	Beneficial Ownershi (Instr. 4)
				Code	V (A)		Date Exercisabl	le	Expi Date	ration	Title		Amount or Number of Shares						
Non- Qualified Stock Option	\$ 9.31							01/26/19	997	07/2	26/2004		nmon ock	240,000		240,0	000	D		
Non- Qualified Stock Option	\$ 10.63							08/31/19	999	08/3	31/2008		nmon ock	204,272		204,2	272	D		

10/07/1997 10/08/2006 Common 125,000

Stock

125,000

D

Non- Qualified Stock Option	\$ 16.97				10/23/1999	10/23/2008	Common Stock	220,728		220,728	D	
Non- Qualified Stock Option	\$ 26.25				11/10/2001	11/10/2010	Common Stock	18,951		18,951	D	
Non- Qualified Stock Option	\$ 29.31				10/02/2002	10/02/2011	Common Stock	28,425		28,425	D	
Non- Qualified Stock Option	\$ 32.75				04/04/2002	04/04/2011	Common Stock	18,951		18,951	D	
Non- Qualified Stock Option	\$ 33.75				10/27/2000	10/27/2009	Common Stock	90,000		90,000	D	
Non- Qualified Stock Option	\$ 34.67				11/08/2003	01/28/2013	Common Stock	15,724		15,724	D	
Non- Qualified Stock Option	\$ 37.05				11/08/2003	11/08/2012	Common Stock	7,863		7,863	D	
Non- Qualified Stock Option	\$ 44.6875				08/13/2000	08/13/2010	Common Stock	37,901		37,901	D	
Non- Qualified Stock Option	\$ 51.229	07/30/2003	A	7,863	11/08/2003	07/30/2013	Common Stock	7,863	\$ 0	7,863	D	

Reporting Owners

P (0 N /	Relationships								
Reporting Owner Name / Address	Director	10% Owner	Officer	Other					
LEVY KENNETH C/O KLA-TENCOR 160 RIO ROBLES SAN JOSE, CA 95134	X		Chairman of the Board						

Signatures

Kenneth Levy	07/31/2003
**Signature of Reporting Person	Date

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).

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

Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.