

**Novellus Systems Convertible Note (CUSIP 670008AD3) due May 15, 2041 Dilution Schedule
Sensitivity Based on Average Quarterly Stock Price**

Quarterly share dilution under the Treasury stock method is calculated as follows:

$$\text{Share Dilution} = \frac{(\text{Average Quarterly Share Price} \times \text{Underlying Shares}) \text{ minus Notional}}{\text{Average Quarterly Share Price}}$$

<u>Notional</u>	<u>Underlying Shares</u>	<u>Conversion Price</u>
\$212 million	6.57 million	\$32.34

Hypothetical Quarterly Average Stock Price Matrix

<u>Average Quarterly Stock Price (\$)</u>	<u>Approximate Quarterly Dilutive Share Count Impact ('000s shares)</u>
Less than \$32.34	-
\$40.00	1,257
\$48.00	2,142
\$56.00	2,774
\$64.00	3,248
\$72.00	3,616
\$80.00	3,911
\$88.00	4,153
\$96.00	4,354
\$104.00	4,524
\$112.00	4,670
\$120.00	4,796
\$128.00	4,907
\$136.00	5,004
\$144.00	5,091
\$152.00	5,169
\$160.00	5,239
\$168.00	5,302
\$176.00	5,359
\$184.00	5,412
JunQ'19 Adjusted Average Share Price	5,447
\$192.00	5,460
\$200.00	5,504
\$208.00	5,545
\$216.00	5,583
\$224.00	5,618
\$232.00	5,650
\$240.00	5,681
\$248.00	5,710
\$256.00	5,736
\$264.00	5,761
\$272.00	5,785
\$280.00	5,807
\$288.00	5,828
\$296.00	5,848

1. Please refer to the Notes to the Consolidated Financial Statements, Note 12 - Long Term Debt and Other Borrowings on Form 10-Q, filed April 30, 2019, for additional information.
2. The conversion price has been adjusted to reflect the impact of the cash dividend payout on the conversion rate. Refer to Form 8-K filed June 14, 2019 for additional information