

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name Lam Research Corporation			2 Issuer's employer identification number (EIN) 94-2634797		
3 Name of contact for additional information Debra Phipps	4 Telephone No. of contact 510-572-8743	5 Email address of contact Debra.Phipps@lamresearch.com			
6 Number and street (or P.O. box if mail is not delivered to street address) of contact 4650 Cushing Parkway			7 City, town, or post office, state, and Zip code of contact Fremont, CA 94538		
8 Date of action 06/06/2016		9 Classification and description Common Stock			
10 CUSIP number 670008 AD3	11 Serial number(s) N/A	12 Ticker symbol LRCX	13 Account number(s) N/A		

Part II Organizational Action

Attach additional statements if needed. See back of form for additional questions.

14 Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ▶ **See attached statement.**

15 Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis ▶ **See attached statement.**

16 Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates ▶ **See attached statement.**

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶
The conversion rate adjustment on the convertible debt instrument results in a distribution under Section 305(c).

18 Can any resulting loss be recognized? ▶ N/A

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶
The adjustment occurred on June 6, 2016; therefore, the reportable tax year for Lam is fiscal year year ending June 26, 2016.

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Signature ▶ *Edette Masuip* Date ▶ 7/14/16

Print your name ▶ ODETTE GO Title ▶ VP, GLOBAL TREASURY

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
Firm's name ▶	Firm's EIN ▶		Phone no.	
Firm's address ▶				

Form 8937

Issuer's name: Lam Research Corporation (referred as "The Company" thereafter in this document)

FEIN: 94-2634797

CUSIP number: 670008 AD3

Part II

Line 14. On May 13, 2016, Lam Research Corporation's (referred as "The Company" thereafter) board of directors declared a quarterly cash dividend payment of \$0.30 per share of the Company's common stock for 2016 June quarter to be paid out on June 29, 2016. Section 8.03(d) of the Indenture provides for an increase in the Conversion Rate in connection with this dividend.

On the dividend declaration date, May 13, 2016, The Company provided the first Notice of Conversion Rate Adjustment in connection with the dividend to the Indenture Note Trustee, The Bank of New York Mellon Trust Company (referred as "BONY" thereafter), for distribution to Note Holders. On the ex-dividend date, June 6, 2016, the Company prepared the 2nd Notice with a detailed Conversation Rate Adjustment for distribution to Note Holder. The 2nd Notice was sent to BONY and attached to the 8-K filed by the Company dated June 15, 2016.

Line 15. Section 8.03(d) of the Indenture (CUSIP number: 670008 AD3) provides for an increase in the Conversion Rate in connection with the dividend mentioned above.

The Conversion Rate Adjustment (CR') Calculation Illustration:

$$CR_1 = CR_0 \times ((SP_0) / (SP_0 - C))$$

$$\text{The Bond Basis Increment} = (CR_1 - CR_0) \times SP_0$$

CR_0 = the Conversion Rate in effect immediately prior to the open of business on the Ex-Dividend Date for such dividend or distribution;

CR_1 = the Conversion Rate in effect immediately after the open of business on the Ex-Dividend Date for such dividend or distribution;

SP_0 = the Last Reported Sale Price of the Common Stock on the Trading Day immediately preceding the Ex-Dividend Date for such dividend or distribution; and

C = the amount in cash per share the Company distributes to holders of its Common Stock

There is deemed distribution to the Bond Holders resulted from the Conversion Rate Adjustment which is to increase the basis in the corresponding bond.

The Deemed Distribution (i.e. increment to the bond basis) illustration:

$$\text{Deemed Distribution} = (CR_1 - CR_0) \times SP_0$$

Line 16. The Conversion Rate relating to the Notes, previously equal to 29.2100 shares of Common Stock per \$1,000 principal amount of Notes, was increased to 29.3158 shares of Common Stock per \$1,000 principal amount of Notes as a result of the cash dividend paid on June 29, 2016 by the Company.

The above Conversion Rate Increase resulted in deemed distribution of \$8.7920 per \$1,000 principal amount of Notes to the bond holder and subsequently increases the bond basis accordingly.

Please see below for calculation detailed illustrated for \$1,000 principal amount of Notes:

$$CR_1 = CR_0 \times ((SP_0) / (SP_0 - C)) = 29.2100 \times ((\$83.10) / (\$83.10 - \$0.30)) = 29.3158$$

$$\text{Deemed Distribution} = (CR_1 - CR_0) \times SP_0 = (29.3158 - 29.2100) \times \$83.10 = \$8.7920$$

$$CR_0 = 29.2100$$

$$CR_1 = 29.3158$$

$$SP_0 = \$83.10$$

$$C = \$0.30$$