

**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>
\$248 million	7.51 million	\$32.95

Hypothetical Quarterly Average Stock Price Matrix

<u>Average Quarterly Stock Price (\$)</u>	<u>Approximate Quarterly Dilutive Share Count Impact ('000s shares)</u>
Less than \$33.36	-
\$40.00	1,323
\$47.00	2,245
\$54.00	2,927
\$61.00	3,453
\$68.00	3,871
\$75.00	4,211
\$82.00	4,492
\$89.00	4,730
\$96.00	4,933
\$103.00	5,108
\$110.00	5,261
\$117.00	5,395
\$124.00	5,515
\$131.00	5,621
\$138.00	5,717
\$145.00	5,804
\$152.00	5,882
\$159.00	5,954
\$166.00	6,020
QSep'18 Adjusted Average Share Price	6,075
\$173.00	6,080
\$180.00	6,136
\$187.00	6,187
\$194.00	6,235
\$201.00	6,279
\$208.00	6,321
\$215.00	6,360
\$222.00	6,396
\$229.00	6,430
\$236.00	6,462
\$243.00	6,492
\$250.00	6,521
\$257.00	6,548
\$264.00	6,573

1. Please refer to the Notes to the Consolidated Financial Statements, Note 13 - Long Term Debt and Other Borrowings on Form 10-K, filed August 14, 2018, 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 September 17, 2018 for additional information.