

## Corporate Public Policy Engagement and Political Activity

As a global leader in the development of advanced semiconductor manufacturing, we never forget how important our work is toward improving human lives, enabling advancements in infrastructure, and ensuring national security. For this reason, engaging in public policy is essential not only to Lam's strategic priorities but also to the government stakeholders that rely on us, as leaders in a highly complex industry, to provide the most accurate and supportive information to assist them in carrying out their responsibilities.

In 2020, Lam Research made a significant investment in its Global Government Affairs function to satisfy these goals, as well as provide governance and transparency over our policy making activity. At the heart of Lam's approach is a commitment to operating principles which guide our activities in the public policy space, provide transparency and global consistency, and are based on clear, articulable strategic business goals:

1. Lam's public policy priorities derive exclusively from and support the company's business objectives
2. The management of these priorities is governed by the Global Government Affairs function, which ensures alignment and global consistency with the company leadership, including its Board of Directors.
3. The execution of these priorities, when involving lobbying activities at any level of government, shall be done consistent with Lam's highest standards of business and ethical conduct, and in strict adherence to the relevant laws and regulations governing such activity. A link to Lam's disclosure for US federal lobbying activities can be found [here](#).
4. As a matter of company policy, Lam makes no direct political contributions of any kind to political parties, candidates, or committees, nor does Lam make payments to influence the outcome of ballot measures, engage in independent political expenditures in direct support of or opposition to campaigns, or engage in indirect political spending, such as through its supply chain, consultants, or third-party political organizations such as 501(c)(4) entities or 527 groups, such as governors associations and super PACs
5. Lam has created the Leading American Microelectronics Political Action Committee (LAMPAC), which serves as a non-partisan federal political action committee for employees of Lam Research Corporation. LAMPAC is dedicated to supporting federal candidates of all political ideologies who are committed to strengthening our nation's semiconductor ecosystem and fostering economic growth.
6. LAMPAC is governed by the Federal Election Commission and subject to federal campaign finance laws, including monitoring of donation prohibitions and limitations.
7. To ensure proper administration of the LAMPAC and to maintain compliance with state and federal regulatory requirements, only Global Government Affairs (and authorized representatives) may be involved in the making of political contributions by LAMPAC.
8. LAMPAC contributions shall reflect the Company's corporate interests, not those of any individual or officer within the Company.
9. In addition to providing guidance to LAMPAC, the Public Policy Action Committee (PPAC) serves as a venue to consider Lam's positions on major public policy issues. The PPAC convenes twice a year and major considerations shared with the Lam Board (the Nominating and Governance Committee).

The PPAC is governed by senior leadership (or a designee) of the following internal functions:

- Corporate Communications
- Corporate Finance
- Human Resources
- Legal
- Operations
- Global Trade/Government Affairs
- Global Customer Operations
- Corporate Strategy

The PPAC members, in collaboration with Global Government Affairs, will offer recommendations on the candidates to whom contributions should be made. Contributions will be directed towards candidates in districts where Lam has a presence, those who have demonstrated support for the semiconductor industry, or individuals holding leadership roles on committees with jurisdiction over Lam's pertinent issues.

The Nominating and Governance Committee of Lam's Board of Directors is responsible for overseeing Lam's political activities to ensure alignment with company policy. At least annually, the committee reviews Lam's policies regarding political contributions and spending, and reviews payments to trade associations and other third parties that may be used for political purposes.

Lam belongs to several trade or business associations worldwide which represent the interests of the company and our industry. Some portion of the dues of these organizations is dedicated to advocacy. The percentage breakdown of Lam dues used for advocacy can be found on our website. Lam Research does not engage in undisclosed political spending, such as contributions above the cost of our membership dues to trade or business associations for political activities.

Currently, in the United States, the principal trade or business associations Lam belongs to are as follows:

- Semiconductor Industry Association
- SEMI
- National Association of Manufacturers
- US-Taiwan Business Council
- US-India Strategic Partnership
- US-China Business Council
- US-Korea Business Council

As semiconductors - an already critical element of people's lives all over the globe - become even more ubiquitous and therefore essential, legislative, and regulatory efforts regarding them have increased consistent with this trend. For Lam, whose technologies are foundational to the development of advanced semiconductors, our company's future growth depends on a thoughtful, well-informed, and constructive policy environment. The company commits to engage responsibly in the political process and to ensure that its participation is consistent with its principles of good governance, transparency, and the highest standards of business and ethical conduct.