Form **8937**
(December 2011)
Department of the Treasury
Internal Revenue Service

Report of Organizational Actions
Affecting Basis of Securities

▶ See separate instructions.

OMB No. 1545-2224

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	4 Telephone No. of contact	5 Email address of contact
Debra Phipps	510-572-8743	Debra.Phipps@lamresearch.com

6 Number and street (or P.O. box if mail is not delivered to street address) of contact	7 City, town, or post office, state, and Zip code of contact
4650 Cushing Parkway	Fremont, CA 94538

8 Date of action 12/12/2016	9 Classification and description Common Stock

10 CUSIP number	11 Serial number(s)	12 Ticker symbol	13 Account number(s)
670008 AD3	N/A	LRCX	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.

For Paperwork Reduction Act Notice, see the separate Instructions.   Cat. No. 37752P   Form **8937** (12-2011)

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 December 12, 2016; therefore, the reportable tax year for Lam is fiscal year year ending June 25, 2017.

	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.

Sign Here   Signature ▶ _Odette Marie Go_   Date ▶ 12/14/16

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

Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed	PTIN
	Firm's name ▶			Firm's EIN ▶	
	Firm's address ▶			Phone no.	

Send Form 8937 (including accompanying statements) to: Department of the Treasury, Internal Revenue Service, Ogden, UT 84201-0054

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 November 11, 2016, Lam Research Corporation's (referred as "The Company" thereafter) board of directors declared a quarterly cash dividend payment of $0.45 per share of the Company's common stock for 2016 December quarter to be paid out on January 04, 2017. 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, November 11, 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, December 12, 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 December 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:

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

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:

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

Line 16. The Conversion Rate relating to the Notes, previously equal to 29.4126 shares of Common Stock per $1,000 principal amount of Notes, was increased to 29.5403 shares of Common Stock per $1,000 principal amount of Notes as a result of the cash dividend paid on January 04, 2017 by the Company.

The above Conversion Rate Increase resulted in deemed distribution of $13.2923 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 x ((SP_0) / (SP_0 - C)) = 29.4126 x (($104.09) / ($104.09-$0.45)) = 29.5403

Deemed Distribution = (CR_1 - CR_0) x SP_0 = (29.5403 − 29.4126) x $104.09 = $13.2923

CR_0= 29.4126

CR_1= 29.5403

SP_0 = $104.09

C = $0.45