FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION Washington, D.C. 20549

OMB APPROVAL

OMB Number: 3235-0287
Estimated average burden
hours per response... 0.5

Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See

Non-Qualified Stock

Option

(right to buy)

\$ 32.75

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

-	tion 1(b).			Iı	ives	tment (Comp	pany A	ct of	1940									
(Print or Typ	e Responses)																	_
1. Name and Address of Reporting Person* WALLACE RICHARD P				2. Issuer Name and Ticker or Trading Symbol KLA TENCOR CORP [KLAC]								5. Relationship of Reporting Person(s) to Issuer (Check all applicable) Director 10% Owner							
(Last) (First) (Middle) C/O KLA-TENCOR CORPORATION, 160 RIO ROBLES				3. Date of Earliest Transaction (Month/Day/Year) 08/02/2004								X Officer (give title below) Other (specify below) Executive Vice President							
		(Street)		4. If Amendment, Date Original Filed(Month/Day/Year)								6. Individual or Joint/Group Filing(Check Applicable Line)						Ħ	
SAN IOS	E, CA 951	20		,							-	X_ Form filed by One Reporting Person Form filed by More than One Reporting Person							
(City		(State)	(Zip)			,	Fahle	I - Non-	Deriv	ative S	ecurities	Acqui	red D	isnosed c	of or Renef	icially Owne	d		
1.Title of Se	ecurity		2. Transaction	2A. Deemed			3. Transaction 4. Securities Acquired						5. Amount of Securities Beneficially				1	7. Nature	
(Instr. 3)			Date (Month/Day/Yea	Execu		Date, if	Code (Instr. 8)		(A	(A) or Disposed of (D) (Instr. 3, 4 and 5)			(D) Owned Followi				Ownership Form:	of Indirect	ect
			(Month/Day/1ea	ar) any (Month/Day/Year		ay/Year)	(IIISU	(II		and				ransaction(s) nstr. 3 and 4)			Direct (D)	Ownersh	Beneficial Ownership
										(A) or							or Indirect (I)	(Instr. 4)	
							Co	ode '	V Ar	nount	(D)	Price					(Instr. 4)		
Common	Stock											2	2,903	3			D		
Reminder: I	Report on a se	eparate line for each	class of securities b	eneficial	lv ov	wned dire	ectly o	or indirec	tlv.										
					<u></u>			Per	sons							on containe		1474 (9-0)2)
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			Table II			calls, wa							Jwnec		1	T	1		
1. Title of Derivative	2. Conversion	3. Transaction	3A. Deemed Execution Date, if	4.	etion	5. Num		6. Date			and			Amount		9. Number of Derivative		hip of In	
Security	or Exercise	ve (Month/Day/Year)		Code		e Securiti		ities (Month/I		y/Year) S		of Underlyin Securities		Ŭ	Security	Securities	Form o	f Bene	eficial
(Instr. 3)	Price of Derivative			(Instr. 8			ed (A) osed					(Instr. 3 ar		d 4) (Inst	(Instr. 5)	Beneficially Owned	Derivat Securit		
	Security					of (D) (Instr. 3	: 1									Following Reported	Direct (
						and 5)	·, · ,									Transaction(s) (Instr. 4)	(s) (I)		
														Amount			(Instr. 4	·)	
								Date Exercise	ahla	Expirate Date	ation	Title		or Number					
				Code	V	(A)	(D)	EXCICIS	auic	Date				of Shares					
Non-					Ė	(11)	(2)							51141 05					
Qualified																			
Stock	\$ 40.66	08/02/2004		Α		11,250)	10/27/	2004	08/02	2/2014	Com		11,250	\$ 0	11,250	D		
Option (right to	·					(1)						Sto	ck		·				
buy)																			
Non-																			
Qualified												_							
Stock Option	\$ 26.25							11/10/	2001	11/1	0/2010	Com		7,000		7,000	D		
(right to												310	CK						
buy)																			
Non-																			
Qualified Stock												Com	mon						
Option	\$ 29.31							10/02/	2002	10/02	2/2011	Com		25,500		25,500	D		
(right to																			

Common

Stock

8,459

8,459

D

04/04/2002 04/04/2011

Non- Qualified Stock Option (right to buy)	\$ 34.67			11/08/2003	01/28/2013	Common Stock	20,000	20,000	D	
Non- Qualified Stock Option (right to buy)	\$ 37.05			11/08/2003	11/08/2012	Common Stock	10,000	10,000	D	
Non- Qualified Stock Option (right to buy)	\$ 40.14			05/22/2004	05/22/2013	Common Stock	1,000	1,000	D	
Non- Qualified Stock Option (right to buy)	\$ 44.6875			08/13/2000	08/13/2010	Common Stock	19,169	19,169	D	
Non- Qualified Stock Option (right to buy)	\$ 45.16			10/27/2004	04/26/2014	Common Stock	18,750	18,750	D	
Non- Qualified Stock Option (right to buy)	\$ 51.229			11/08/2003	07/30/2013	Common Stock	12,500	12,500	D	
Non- Qualified Stock Option (right to buy)	\$ 53.86			10/27/2004	10/27/2013	Common Stock	30,000	30,000	D	
Non- Qualified Stock Option (right to buy)	\$ 58.10			10/27/2004	01/27/2014	Common Stock	15,000	15,000	D	

Reporting Owners

	Relationships							
Reporting Owner Name / Address	Director	10% Owner	Officer	Other				
WALLACE RICHARD P C/O KLA-TENCOR CORPORATION 160 RIO ROBLES SAN JOSE, CA 95130			Executive Vice President					

Signatures

By: Stuart J. Nichols For: Richard P. Wallace	08/09/2004	
Signature of Reporting Person	Date	

Explanation of Responses:

- * If the form is filed by more than one reporting person, see Instruction 4(b)(v).
- ** Intentional misstatements or omissions of facts constitute Federal Criminal Violations. See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).
- (1) Form filings are completed by the Company on behalf of the officer listed. Due to an administrative error, this grant of options is being reported late.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.