FORM 4

(Print or Type Responses)

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* Instruction 1(b).

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

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) X Director 10% Owner				
(Last) (First) (Middle) C/O KLA-TENCOR CORPORATION, ONE TECHNOLOGY DRIVE			3. Date of Earliest Transaction (Month/Day/Year) 08/06/2013					X Officer (give title below) Other (specify below) President and CEO					
(Street) MILPITAS, CA 95035			4. If Amendment, Date Original Filed(Month/Day/Year)					6. Individual or Joint/Group Filing(Check Applicable Line) _X_ Form filed by One Reporting Person Form filed by More than One Reporting Person					
(City)	(State)	(Zip)	Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned										
1.Title of Security (Instr. 3)		2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	Code (Instr. 8)		4. Securities Acquire (A) or Disposed of (Instr. 3, 4 and 5)						Form:	7. Nature of Indirect Beneficial Ownership
				Code	V	Amount	(A) or (D)	Price	(mour o			or Indirect (I) (Instr. 4)	
Common Stock		08/06/2013		A		28,750	A	<u>(1)</u>	47,819			D	
Common Stock		08/06/2013		F		15,002 (2)	D	\$ 58.37	32,817			D	
Common Stock		08/06/2013		A		28,750	A	<u>(3)</u>	61,567			D	
Common Stock		08/06/2013		F		15,002 (4)	D	\$ 58.37	46,565			D	
Common Stock		08/06/2013		A		37,000	A	<u>(5)</u>	83,565			D	
Common Stock		08/06/2013		F		19,307 (6)	D	\$ 58.37	64,258			D	
Common Stock		08/06/2013		A		27,050	A	<u>(7)</u>	91,308			D	
Common Stock		08/06/2013		F		14,115 (8)	D	\$ 58.37	77,193			D	
Common Stock									13,838			I	By Trust
Common Stock - Restricted Stock Units (10)		08/06/2013		A		54,100 (11) (12)	A	\$ 0	142,225 (13) (14)			D	
Common Stock - Restricted Stock Units (10)		08/06/2013		A		44,500 (15)	A	\$ 0	186,725 (13)			D	
Reminder: Report on a	senarate line f	for each class of secur	rities beneficially o	wned direc	tly or	indirectly.							
					Pers	sons who	respo	orm are	not requ		formation spond unle trol numbe	ss	1474 (9-02)
			Derivative Securit		red, D	isposed of	, or Be	eneficial	·				
1. Title of 2.	3. Transaction	on 3A. Deemed	e.g., puts, calls, w	5.	6. D	ate Exerci	sable	7. T	itle and		9. Number of		11. Natur
Derivative Security (Instr. 3) Conversion Date (Month/Day/Y) Price of Derivative Security		Execution Da /Year) any	te, if Transaction Number of Ocde (Instr. 8) Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)		and (Mo	and Expiration Date (Month/Day/Year) Am University Section 2015			derlying urities str. 3 and Security (Instr. 5)		Derivative Securities Beneficially Owned Following Reported Transaction (Instr. 4)	Owners Form of Derivat Security Direct (or Indir	hip of Indirect Beneficia Ownershi (Instr. 4) D)
					Date	e Ercisable D	xpiratio	on Title	Amount or Number of				

Shares

Reporting Owners

	Relationships						
Reporting Owner Name / Address	Director	10% Owner	Officer	Other			
WALLACE RICHARD P C/O KLA-TENCOR CORPORATION ONE TECHNOLOGY DRIVE MILPITAS, CA 95035	X		President and CEO				

Signatures

Brian M. Martin as Attorney-in-Fact for Richard P. Wallace	08/08/2013	
**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).
- On August 6, 2009, Mr. Wallace received a grant of performance-based restricted stock units ("RSUs") that, following the completion of fiscal year 2010, was determined by the independent members of KLA-Tencor's Board of Directors (in August 2010) to cover, based on KLA-Tencor's financial performance during fiscal year 2010, 57,500 shares of KLA-Tencor common stock. On August 6, 2013, Mr. Wallace vested in fifty percent (50%) of such performance-based RSUs.
- Pursuant to the terms of the August 6, 2009 performance-based RSU grant, 15,002 shares of KLA-Tencor common stock were automatically withheld at vesting to cover required tax withholding. The fair market value of KLA-Tencor common stock used for purposes of calculating the number of shares to be withheld was the closing price of KLA-Tencor common stock as reported on the NASDAQ Stock Market on such vesting date.
- (3) On August 6, 2009, the Reporting Person received a grant of RSUs covering 57,500 shares of KLA-Tencor common stock. On August 6, 2013, the Reporting Person vested in fifty percent (50%) of such RSUs.
- Pursuant to the terms of the August 6, 2009 RSU grant, 15,002 shares of KLA-Tencor common stock were automatically withheld at vesting to cover required tax (4) withholding. The fair market value of KLA-Tencor common stock used for purposes of calculating the number of shares to be withheld was the closing price of KLA-Tencor common stock as reported on the NASDAQ Stock Market on such vesting date.
- (5) On August 6, 2009, Mr. Wallace received a supplemental grant of RSUs covering 74,000 shares of KLA-Tencor common stock. On August 6, 2013, Mr. Wallace vested in fifty percent (50%) of such RSUs.
- Pursuant to the terms of the August 6, 2009 supplemental RSU grant, 19,307 shares of KLA-Tencor common stock were automatically withheld at vesting to cover required (6) tax withholding. The fair market value of KLA-Tencor common stock used for purposes of calculating the number of shares to be withheld was the closing price of KLA-Tencor common stock as reported on the NASDAQ Stock Market on such vesting date.
- On August 4, 2011, the Reporting Person received a grant of performance-based RSUs that, following the completion of fiscal year 2013, was determined by the independent members of KLA-Tencor's Board of Directors (on August 6, 2013) to cover, based on KLA-Tencor's financial performance during fiscal years 2012 and 2013, 54,100 shares of KLA-Tencor common stock. On August 6, 2013, the Reporting Person vested in fifty percent (50%) of such performance-based RSUs.
- Pursuant to the terms of the August 4, 2011 performance-based RSU grant, 14,115 shares of KLA-Tencor common stock were automatically withheld at vesting to cover required tax withholding. The fair market value of KLA-Tencor common stock used for purposes of calculating the number of shares to be withheld was the closing price of KLA-Tencor common stock as reported on the NASDAQ Stock Market on such vesting date.
- (9) Shares held under the Wallace Living Trust u/a/d 03/27/01, as amended, a trust of which the Reporting Person is a trustee and beneficiary.
- (10) Each RSU represents a contingent right to receive one share of KLA-Tencor common stock.
 - On August 4, 2011, in addition to the RSUs granted on that date that were subject only to service-vesting requirements (which RSUs have been previously reported on Form 4), the Reporting Person was also granted RSUs covering up to 54,100 shares of KLA-Tencor common stock, subject to both performance-vesting and service-vesting
- (11) requirements. This is the performance-based RSU award that is described in footnote (7) above. Following the completion of KLA-Tencor's audited financial statements for the 2013 fiscal year, the independent members of KLA-Tencor's Board of Directors determined on August 6, 2013 the level at which the corporate performance goals were attained and, based on the assessment, determined that the number of shares subject to the RSUs is 54,100.
- The Reporting Person vested in fifty percent (50%) of the performance-based RSUs upon the date on which the independent members of KLA-Tencor's Board of Directors (12) determined the level at which the underlying performance goals were attained (August 6, 2013) and will vest in the remaining fifty percent (50%) upon his completion of four years of service following the grant date of the award (August 4, 2011). The shares of common stock will be issued as the performance-based RSUs vest.
- (13) Does not include performance-based RSUs, if any, held by the Reporting Person for which an assessment has not yet been made regarding the achievement of the applicable performance goals. Any such holdings will be reported on Form 4 within two business days of the date such assessment is made.
- (14) Reflects an increase of 54,100 RSUs in connection with the determination of the level at which the August 4, 2011 performance-based RSUs were attained, less the fifty percent (50%) of such award that vested upon such assessment, as described in footnote (7) above.
- Represents a grant of RSUs subject only to service-vesting requirements. The Reporting Person will vest in twenty-five percent (25%) of the RSUs on the one-year anniversary of the grant date (August 6, 2013) and an additional twenty-five percent (25%) on each annual anniversary of the grant date thereafter through August 6, 2017, in each case subject to the Reporting Person continuing as a service provider to KLA-Tencor through the applicable vesting date. The shares of common stock will be issued as the RSUs vest.

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.