

2014

POLITICAL DISCLOSURE REPORT



Applied Materials recognizes the importance of transparency regarding corporate political engagement and contributions. In this spirit, we have prepared this report to address the company's political activities in 2014 and prior years as indicated.

ENGAGEMENT

As a corporate citizen, Applied interacts with government and elected officials and candidates and provides information about the company, its businesses and stakeholders, as well as the industries in which we operate, through the activities of our Government Affairs group. This includes efforts to help shape U.S. public policy around selected key issues that affect our business. In 2014, these issues included budget/appropriations, energy, intellectual property, immigration, natural resources, regulatory, taxation and trade. Lobbying activities are disclosed in periodic reports filed with the U.S. Senate and U.S. House of Representatives or the appropriate state agency (such as the California Secretary of State or New York State Joint Committee on Ethics), as applicable.

POLITICAL CONTRIBUTIONS; GOVERNANCE

Consistent with U.S. campaign finance law, the company has formed the Applied Materials, Inc. Political Action Committee (AMPAC), which may make contributions to candidates for U.S. federal office, other political action committees and political party committees, and state candidates where permitted. AMPAC is funded through voluntary contributions from the company's eligible employees, directors and shareholders, although the company pays its administrative expenses. Its activities are overseen by the AMPAC board of directors, consisting of employees nominated by Government Affairs and appointed by the CEO. Five AMPAC board members are company vice presidents and the remainder are managing director-level or below.

Applied Materials, Inc. also may make financial and in-kind political contributions directly in the U.S. as legally permitted, such as contributions to candidates for California statewide offices and state legislatures, or to political party committees. All contributions must be for appropriate corporate purposes only to promote the interests of the company, without regard for the private political preferences of executives. Our state contributions committee, which is composed of the same persons who serve on the AMPAC board, oversees corporate contributions.

POLITICAL CONTRIBUTIONS; GOVERNANCE (cont'd)

Applied's Government Affairs group proposes political contributions to be made by AMPAC or the company, and all are reviewed and approved or rejected by the AMPAC board or state committee, respectively. Factors typically taken into account include a candidate's position on issues of strategic importance to the company, leadership on key committees, and/or whether the company has a significant presence in the candidate's state or district. No contribution may be made in return for, or in anticipation of, an official act. All contributions are reported in filings with the U.S. Federal Elections Commission or the appropriate state agency (such as the California Secretary of State), as applicable.

In addition to these governance policies and other company controls, all persons acting on Applied's behalf must comply with our Standards of Business Conduct (available at http://www.appliedmaterials.com/files/SBC_2012_Revision_1_1.pdf). Among other things, this code prohibits any promise or payment of bribes or kickbacks to government officials and all other corrupt practices. As part of its oversight of the company's financial matters, the Audit Committee of Applied's Board of Directors (consisting entirely of independent directors) receives information about the company's government activities and associated risk management processes.

The below table shows total political contributions made over the last three years. An itemized list of 2014 political contributions is included as Attachment A to this report. Neither Applied nor AMPAC makes contributions to so-called "super PACs" or any independent expenditures in direct support of or opposition to campaigns, nor do they make political contributions outside the United States. During the 2012-2014 timeframe, no contributions were made in support of state or local ballot measures, or to 527 groups other than the governors associations described in footnote 1 to the table.

	2012	2013	2014
Total value of financial and in-kind contributions to political parties, politicians, and related institutions by Applied Materials, Inc.	\$247,900 ¹	\$12,500	\$6,500
Total value of financial and in-kind contributions to political parties, politicians, and related institutions by AMPAC.	\$89,000	\$56,000	\$68,000

¹ Includes contributions of \$50,000 each to the Democratic and Republican Governors Associations. No contributions were made to these associations in 2014.

TRADE AND BUSINESS ASSOCIATION MEMBERSHIPS

Applied belongs to various trade associations and similar organizations representing the range of issues that we care about and that we believe can help benefit the company's business activities. In the U.S., these include certain groups that fall under sections

501(c)(4) and 501(c)(6) of the U.S. tax code (excluding charitable and social organizations) that may engage in political campaign intervention, so long as the political activity does not comprise the group's primary activity. Applied's membership does not mean that we endorse all of the group's policy objectives or advocacy positions. A representative list of U.S. trade and business associations that received membership fees or contributions from the company in 2014 is included below in Attachment B.

* * *

ATTACHMENT A

APPLIED MATERIALS, INC. POLITICAL ACTION COMMITTEE (AMPAC) CONTRIBUTIONS IN 2014

RECIPIENT	CONTEST	DATE	AMOUNT
Texans for Greg Abbott	TX Governor	1/22/2014	\$2,500
Ron Barber for Congress	AZ 2nd CD	2/27/2014	\$1,000
Earl Blumenauer for Congress	OR 3rd CD	3/19/2014	\$1,000
Friends of Roy Blunt	MO US Senate	3/21/2014	\$1,000
Suzanne Bonamici for Congress	OR 1st CD	9/26/2014	\$1,000
Crowley for Congress	NY 14th CD	2/27/2014	\$2,500
Steve Daines for Montana	MT US Senate	9/26/2014	\$3,000
Anna Eshoo for Congress	CA 18th CD	6/25/2014	\$1,000
Chris Gibson for Congress	NY 19th CD	3/19/2014	\$1,000
HALPAC	-	6/26/2014	\$1,000
Hagan for US Senate Inc	NC US Senate	6/25/2014	\$2,000
Denny Heck for Congress	WA 10th CD	2/27/2014	\$1,000
Mike Honda for Congress	CA 17th CD	3/19/2014	\$1,500
		10/21/2014	\$1,000
Hoyer for Congress	MD 5th CD	10/13/2014	\$2,500
People for Derek Kilmer	WA 6th CD	7/24/2014	\$1,000
Citizens to Elect Rick Larsen	WA 2nd CD	6/25/2014	\$1,000
Larson for Congress	CT 1st CD	3/24/2014	\$2,000
(Zoe)Lofgren for Congress	CA 19th CD	9/9/2014	\$2,000
Longhorn PAC	-	7/24/2014	\$2,000
(Mike)McCaul for Congress Inc	TX 10th CD	9/9/2014	\$1,500
Cathy McMorris Rodgers for Congress	WA 5th CD	3/19/2014	\$1,000
McNerney for Congress	CA 9th CD	9/9/2014	\$1,000
Richard E Neal for Congress Committee	MA 1st CD	1/22/2014	\$2,000
New Democrat Coalition PAC	-	9/26/2014	\$5,000
Orrin PAC	-	9/9/2014	\$2,500
Friends of Erik Paulsen	MN 3rd CD	3/19/2014	\$2,000
Peninsula PAC	-	6/25/2014	\$1,500
Scott Peters for Congress	CA 52nd CD	3/19/2014	\$1,000
Rob Portman for Senate	OH US Senate	7/24/2014	\$1,000
Tom Reed for Congress	NY 23rd CD	9/9/2014	\$1,000
Republican Main Street Partnership PAC	-	10/13/2014	\$5,000
Solar Energy Industry Association (SEIA) PAC	-	1/22/2014	\$2,000
(Eric) Swalwell for Congress	CA 15th CD	6/25/2014	\$1,000
Mike Thompson for Congress	CA 5th CD	9/9/2014	\$2,000
Tiberi for Congress	OH 12th CD	3/24/2014	\$2,000
(Mark) Udall for Colorado	NM US Senate	3/24/2014	\$2,500
		9/26/2014	\$1,500
Kirk Watson Campaign	TX State Senate	9/26/2014	\$1,500
TOTAL:			\$68,000



APPLIED MATERIALS, INC. CONTRIBUTIONS IN 2014

RECIPIENT	STATE	DATE	AMOUNT
Nora Campos for Assembly 2014	CALIFORNIA	8/5/2014	\$1,000
Cannella for Senate 2014	CALIFORNIA	1/10/2014	\$1,500
Tom Daly for Assembly 2014	CALIFORNIA	1/10/2014	\$1,000
Eggman for Assembly 2014	CALIFORNIA	8/5/2014	\$1,000
Taxpayers for Bob Huff for Assembly 2016	CALIFORNIA	6/2/2014	\$1,000
Lara for Senate 2016	CALIFORNIA	5/28/2014	\$1,000
		TOTAL:	\$6,500

ATTACHMENT B

U.S. TRADE, BUSINESS AND CIVIC ASSOCIATION MEMBERSHIPS IN 2014

RECIPIENT	ORGANIZATION TYPE
Austin Chamber of Commerce	501(c)(6)
Electronic Industry Citizenship Coalition (EICC)	501(c)(6)
Greater Austin Hispanic Chamber of Commerce	501(c)(6)
Information Technology Industry Council (ITI)	501(c)(6)
National Association of Manufacturers	501(c)(6)
National Foreign Trade Council	501(c)(6)
National Center for APEC	501(c)(4)
NDN [previously the New Democrat Network]	501(c)(4)
Public Affairs Council	501(c)(4)
Ripon Society	501(c)(4)
Republican Main Street Partnership (RMSP)	501(c)(6)
Santa Clara Chamber of Commerce	501(c)(6)
Semiconductor Industry Association	501(c)(6)
Silicon Valley Leadership Group	501(c)(6)
San Jose/Silicon Valley Chamber of Commerce	501(c)(6)
Semiconductor Equipment and Materials International (SEMI)	501(c)(6)
Solar Energy Industries Association	501(c)(6)
Sunnyvale Chamber of Commerce	501(c)(6)
Texas Association of Manufacturers	501(c)(6)
Transatlantic Business Council	501(c)(6)
US Chamber Asia Program	501(c)(6)
US-China Business Council	501(c)(6)
US-India Business Council	501(c)(6)
US-Korea Business Council	501(c)(6)
US-Taiwan Business Council	501(c)(6)