FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

| STATEMENT | OF CHANGES | IN BENEFICIAL | OWNERSHIP |
|-----------|------------|---------------|------------------|

| ı | OMB APPROVAL | | | | | | | | | | |
|---|------------------------|-----------|--|--|--|--|--|--|--|--|--|
| | OMB Number: | 3235-0287 | | | | | | | | | |
| l | Estimated average burd | en | | | | | | | | | |
| ı | 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)

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* Erad Menachem (Last) (First) (Middle) C/O APPLIED MATERIALS, INC. P.O. BOX 58039, 3050 BOWERS AV, M/S 2023 | | | | | - <u>A</u> | APPLIED MATERIALS INC /DE [AMAT] 3. Date of Earliest Transaction (Month/Day/Year) 06/22/2007 4. If Amendment, Date of Original Filed (Month/Day/Year) | | | | | | | | | | Director Officer below) | or (give title | | 10% Ow Other (s below) | er |
|---|---|--|--|----------------------------|--|---|--|---|--------------|-----------------------------------|---------------------------|--------------|---|--|-------------------------------------|--|---|---|--|--|
| (Street) SANTA CLARA CA 95054 (City) (State) (Zip) | | | | - | Individual or Joint/Group Filing (Check Applicable Line) X Form filed by One Reporting Person Form filed by More than One Reporting Person | | | | | | | | | | | | | | | |
| Table I - Non-Deriva 1. Title of Security (Instr. 3) 2. Transa Date (Month/D | | | saction | 2A. Deemed Execution Date, | | | 3. Tr | 3. 4. Secu Transaction Dispos Code (Instr. 5) | | | ies Acquir Of (D) (Ins | ed (A) or | or 5. Amou 1 and Securitie Beneficie Owned F | | nt of es ally following | Form (D) o | n: Direct c r Indirect E sstr. 4) (| 7. Nature of Indirect Beneficial Ownership | | |
| | | | | | | | | C | ode V | | Amount | (A) o (D) | Price | | Reported Transact (Instr. 3 a | ion(s) | | | (Instr. 4) | |
| Common Stock 06/22/ | | | | | 2/200 | /2007 | | | M | | 15,000 | 0 A | \$18. | 64 | 4 143,000(1) | | | D | | |
| Common Stock 06/22/ | | | | 2/200 | /2007 | | | S | | 15,000 | 0 D | \$20. | 12 | 2 128,000(1) | | | D | | | |
| | | - | Table II - | | | | | | | | | | or Ben ble seci | | у О | wned | | | | |
| 1. Title of Derivative Security (Instr. 3) | 2. Conversion or Exercise Price of Derivative Security | 3. Transaction Date (Month/Day/Year) | 3A. Deeme Execution if any (Month/Day | Date, | Code (| | 5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5) | | Expi | ate Exerc ration D nth/Day/ | ate | | | ties ig e Security | D S | 3. Price of Derivative Security Instr. 5) | 9. Number derivative Securities Beneficial Owned Following Reported Transactio (Instr. 4) | ly | 10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 11. Nature of Indirect Beneficial Ownership (Instr. 4) |
| | | | | | Code | v | (A) | (D) | Date Exer | cisable | | opiration | Title | Amount or Number of Shares | | | | | | |
| Employee Stock Option (right to | \$18.64 | 06/22/2007 | | | М | | | 15,000 | | (2) | 12 | 2/01/2012 | Common Stock | 15,000 | | \$0 | 45,000 |) | D | |

Explanation of Responses:

1. Number of shares includes 128,000 performance shares (or restricted stock units) previously reported that in the future will be converted on a one-for-one basis into shares of Applied Materials, Inc. common stock immediately upon vesting, which vesting is scheduled to occur as follows: 50,000 performance shares are scheduled to vest in four equal annual installments beginning 8/31/07; and 78,000 performance shares are scheduled to vest in three equal annual installments beginning 8/31/07 (all vesting is subject to continued employment).

2. 15,000 shares became exercisable on 8/31/06 and 15,000 shares become exercisable on each of 8/31/07, 8/31/08 and 8/31/09 (all vesting is subject to continued employment).

/s/ Charmaine Mesina, 06/26/2007 Attorney-in-Fact

** Signature of Reporting Person Date

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

- * 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).

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

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

POWER OF ATTORNEY

The undersigned hereby constitutes and appoints each of Charmaine Mesina and Mary Beth Towne, signing singly, the undersigned's true and lawful attorney-in-fact to:

- (1) execute for and on behalf of the undersigned, in the undersigned's capacity as an officer of Applied Materials, Inc. (the "Company"), Forms 3, 4 and 5 in accordance with Section 16(a) of the Securities Exchange Act of 1934 and the rules thereunder;
- (2) do and perform any and all acts for and on behalf of the undersigned which may be necessary or desirable to complete and execute any such Form 3, 4 or 5, complete and execute any amendment(s) thereto, and timely file such form with the United States Securities and Exchange Commission and any stock exchange or similar authority; and
- (3) take any other action of any type whatsoever in connection with the foregoing which, in the opinion of such attorney-in-fact, may be of benefit to, in the best interest of, or legally required by, the undersigned, it being understood that the documents executed by such attorney-in-fact on behalf of the undersigned pursuant to this Power of Attorney shall be in such form and shall contain such terms and conditions as such attorney-in-fact may approve in such attorney-in-fact's discretion.

The undersigned hereby grants to each such attorney-in-fact full power and authority to do and perform any and every act and thing whatsoever requisite, necessary or proper to be done in the exercise of any of the rights and powers herein granted, as fully to all intents and purposes as the undersigned might or could do if personally present, with full power of substitution or revocation, hereby ratifying and confirming all that such attorney-in-fact, or such attorney-in-fact's substitute or substitutes, shall lawfully do or cause to be done by virtue of this Power of Attorney and the rights and powers herein granted. The undersigned acknowledges that the foregoing attorneys-in fact, in serving in such capacity at the request of the undersigned, are not assuming, nor is the Company assuming, any of the undersigned's responsibilities to comply with Section 16 of the Securities Exchange Act of 1934.

This Power of Attorney shall remain in full force and effect until the undersigned is no longer required to file Forms 3, 4 and 5 with respect to the undersigned's holdings of and transactions in securities issued by the Company, unless earlier revoked by the undersigned in a signed writing delivered to the foregoing attorneys-in-fact.

IN WITNESS WHEREOF, the undersigned has caused this Power of Attorney to be executed as of this 15th day of December, 2006.

/s/ Mendy Erad ------Mendy Erad