

INTEL CORP  
Form 11-K  
June 21, 2007

**Table of Contents**

**UNITED STATES SECURITIES AND EXCHANGE COMMISSION**

**Washington, D.C. 20549**

**FORM 11-K**

**X  ANNUAL REPORT PURSUANT TO SECTION 15(d) OF THE SECURITIES  
EXCHANGE ACT OF 1934**

For the fiscal year ended: December 31, 2006

OR

**TRANSITION REPORT PURSUANT TO SECTION 15(d) OF THE SECURITIES  
EXCHANGE ACT OF 1934**

For the transition period from \_\_\_\_\_ to \_\_\_\_\_

Commission file number 000-06217

INTEL CORPORATION 401(k) SAVINGS PLAN

(Full title of the Plan)

INTEL CORPORATION

(Name of the issuer of the securities held pursuant to the Plan)

2200 MISSION COLLEGE BOULEVARD

SANTA CLARA, CALIFORNIA, 95054-1549

(Address of principal executive office of the issuer)

---

**Table of Contents**

INTEL CORPORATION 401(k) SAVINGS PLAN  
Index to Financial Statements and Exhibits  
Item

|   |    |
|---|----|
| <u>Report of Ernst &amp; Young LLP, Independent Registered Public Accounting Firm</u>                 | 2  |
| <u>Statements of Net Assets Available for Benefits at December 31, 2006 and 2005</u>                  | 3  |
| <u>Statement of Changes in Net Assets Available for Benefits for the Year Ended December 31, 2006</u> | 4  |
| <u>Notes to Financial Statements</u>  | 5  |
| <u>Supplemental Schedule at December 31, 2006</u>   |    |
| <u>Schedule H, Line 4i - Schedule of Assets (Held At End of Year)</u>                                 | 18 |
| <u>Signature</u>  | 28 |
| <u>Exhibit 23 - Consent of Ernst &amp; Young LLP, Independent Registered Public Accounting Firm</u>   | 29 |

**Table of Contents**

Report of Ernst & Young LLP, Independent Registered Public Accounting Firm

The SERP Administrative Committee

Intel Corporation 401(k) Savings Plan

We have audited the accompanying statements of net assets available for benefits of the Intel Corporation 401(k) Savings Plan as of December 31, 2006 and 2005, and the related statement of changes in net assets available for benefits for the year ended December 31, 2006. These financial statements are the responsibility of the Plan's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. We were not engaged to perform an audit of the Plan's internal control over financial reporting. Our audits included consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Plan's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the net assets available for benefits of the Plan at December 31, 2006 and 2005, and the changes in its net assets available for benefits for the year ended December 31, 2006, in conformity with U.S. generally accepted accounting principles.

Our audits were performed for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying supplemental schedule of assets (held at end of year) as of December 31, 2006, is presented for purposes of additional analysis and is not a required part of the financial statements but is supplementary information required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. This supplemental schedule is the responsibility of the Plan's management. The supplemental schedule has been subjected to the auditing procedures applied in our audits of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

/s/ Ernst & Young LLP

San Jose, California

June 18, 2007

**Table of Contents**

Intel Corporation 401(k) Savings Plan  
Statements of Net Assets Available for Benefits

|  | <b>December 31,</b>    |                 |
|--|------------------------|-----------------|
|  | <b>2006</b>            | <b>2005</b>     |
| <b>Assets</b>  |                        |                 |
| Value of interest in the Stable Value Fund, at fair value  | <b>\$ 107,320,210</b>  | \$ 100,014,181  |
| Investments, at fair value   | <b>3,655,594,536</b>   | 3,165,678,287   |
| Receivables:   |                        |                 |
| Interest and dividends receivable  | <b>1,162,192</b>       | 1,294           |
| Receivable from brokers for securities sold  | <b>1,272,059</b>       | 1,866,721       |
| Employee contributions receivable  | <b>8,456,771</b>       | 9,298,616       |
| Total receivables  | <b>10,891,022</b>      | 11,166,631      |
| Total assets   | <b>3,773,805,768</b>   | 3,276,859,099   |
| <b>Liabilities</b>   |                        |                 |
| Other accrued liabilities  | <b>8,468,729</b>       | 2,074,374       |
| Net assets available for benefits, at fair value   | <b>3,765,337,039</b>   | 3,274,784,725   |
| Adjustment from fair value to contract value for fully<br>benefit-responsive investment contracts held by the Stable Value<br>Fund | <b>1,540,511</b>       | 1,842,907       |
| Net assets available for benefits  | <b>\$3,766,877,550</b> | \$3,276,627,632 |

*See accompanying notes.*

**Table of Contents**

Intel Corporation 401(k) Savings Plan  
Statement of Changes in Net Assets Available for Benefits  
Year ended December 31, 2006

**Additions**

|   |                       |
|---|-----------------------|
| Employee contributions  | <b>\$ 396,188,551</b> |
| Net investment income:  |                       |
| Interest and dividend income  | <b>186,756,968</b>    |
| Net investment gain from participation in Stable Value Fund           | <b>4,454,907</b>      |
| Net realized and unrealized appreciation in fair value of investments | <b>87,390,484</b>     |
| Total net investment income   | <b>278,602,359</b>    |
| Total additions   | <b>674,790,910</b>    |

**Deductions**

|   |                    |
|---|--------------------|
| Benefits paid to participants and participant withdrawals | <b>183,748,240</b> |
| Administrative fees                                       | <b>758,670</b>     |
| Transfers to other plan                                   | <b>34,082</b>      |
| Total deductions  | <b>184,540,992</b> |
| Net increase  | <b>490,249,918</b> |

## Net assets available for benefits:

|                   |                         |
|-------------------|-------------------------|
| Beginning of year | <b>3,276,627,632</b>    |
| End of year       | <b>\$ 3,766,877,550</b> |

*See accompanying notes.*

**Table of Contents**

Intel Corporation 401(k) Savings Plan  
Notes to Financial Statements  
December 31, 2006

**1. Description of the Plan**

The following description of the Intel Corporation 401(k) Savings Plan (the Plan) provides only general information. Participants should refer to the plan document for a more complete description of the Plan's provisions.

**General**

The Plan is a defined contribution plan covering all eligible United States (U.S.) employees of Intel Corporation (the company). Eligible employees may participate in the Plan any time on or after their date of hire. The Plan was amended to require all employees who become eligible to participate on or after January 1, 2007, to be automatically enrolled in the Plan unless they make an affirmative election not to participate. Participants who are automatically enrolled will initially have 3% of their compensation withheld and deposited in the appropriate LifeStage Fund, which invests in varying percentages of stocks, bonds, and short-term investments based on the participants' age.

The Plan is intended to be qualified under Section 401(a) of the U.S. Internal Revenue Code of 1986 (the Code), as amended, and is subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA), as amended.

**Trustee**

Mellon Bank, N.A. is the Plan's trustee, and holds all investments of the Plan and the Intel Corporation Master Trust (the Master Trust).

**Administration of the Plan**

The Sheltered Employee Retirement Plan (SERP) Administrative Committee (as appointed by the Finance Committee of the company) is the fiduciary responsible for the general operation and administration of the Plan (but not management or control of Plan assets) and the Investment Policy Committee (as appointed by the Finance Committee of the company) is the fiduciary responsible for the management and control of Plan assets. The company is the plan sponsor, as defined by ERISA. Fidelity Investments Institutional Operations Company provides recordkeeping services with respect to the Plan.

**Table of Contents**

Intel Corporation 401(k) Savings Plan  
Notes to Financial Statements (continued)

**1. Description of the Plan (continued)**

**Contributions and Participant Accounts**

*Participant Contributions*

Participants may contribute up to 50% (limited to certain percentages for highly compensated individuals) of their annual compensation on a before-tax basis, provided the amounts do not exceed the annual Internal Revenue Service (IRS) limit. Such contributions are withheld by the company from each participant's compensation and deposited in the appropriate fund in accordance with the participant's directives. Participants who are fifty years of age or older by the end of a particular plan year and have contributed the maximum 401(k) deferral amount allowed under the Plan for that year are eligible to contribute an additional portion of their annual compensation on a before-tax basis as catch-up contributions, up to the annual IRS limit. As of December 31, 2006, participants could elect to invest in any combination of the 75 different investment options offered under the Plan; however, effective November 1, 2006, participants may not elect to invest more than 20% of their account in the Intel Stock Fund. Participants may change their investment elections daily.

*Participant Accounts*

Separate accounts are maintained for each participant. The account balances are generally adjusted as follows:

Bi-weekly or semi-monthly for participant contributions.

Daily for a pro rata share of investment income or losses on the Plan's investments based on the ratio that each participant's account bears to the total of all such accounts.

**ESOP Conversion**

The Plan was amended effective January 1, 2007, to convert the Intel Stock Fund into an employee stock ownership plan (ESOP) in accordance with Code section 4975(e)(7). As such, participants will have the option to receive dividends on their shares of stock held in the Intel Stock Fund distributed in cash or reinvested within the Intel Stock Fund.

**Table of Contents**

Intel Corporation 401(k) Savings Plan  
Notes to Financial Statements (continued)

**1. Description of the Plan (continued)**

**Vesting**

Participants are immediately 100% vested with respect to contributions to all investment options in the Plan, as well as the related earnings from such contributions.

**Payment of Benefits**

Participants are eligible for a distribution of Plan benefits upon termination of service, whether by disability, retirement, death or leaving the company. In the event of financial hardship (as defined by the Plan), participants may withdraw money from their Plan accounts while they are still employed. Upon termination of service, a participant or applicable beneficiary may elect to have benefits paid in a single lump-sum distribution or monthly annuity payments, or may request that the company make a direct transfer to another eligible retirement plan. Spousal consent may be required based on the value of the account balance or type of distribution.

Participants who elect monthly annuity payments will have the balance of their accounts transferred to the Intel Corporation Defined Benefit Pension Plan (Intel Pension Plan). A single annuity is paid to those participants based on the combined benefit under the terms of the two plans. There were transfers under this option of \$34,082 for the year ended December 31, 2006.

**Participant Loans**

All participants are permitted to obtain loans of up to 50% of their vested account balances in the Plan up to a maximum of \$50,000 when combined with all other loans from this Plan and the Intel Corporation Profit Sharing Retirement Plan (Intel Profit Sharing Plan). The participants' account balances secure their loans. The interest rate is based on the prime rate plus 1% as reported in *The Wall Street Journal* on the last business day of each month. The loan provisions are established by the SERP Administrative Committee and administered by the record keeper.

Participants may choose to obtain loans from either this Plan or the Intel Profit Sharing Plan. Repayments of loans are transferred to the participants' Plan and Intel Profit Sharing Plan accounts in the ratio in which such accounts provided funding for the loan.

**Table of Contents**

Intel Corporation 401(k) Savings Plan  
Notes to Financial Statements (continued)

**1. Description of the Plan (continued)**

**Administrative Expenses**

The company pays a portion of the expenses for administration of the Plan. All other administrative expenses are paid directly by the Plan.

**2. Summary of Significant Accounting Policies**

**Basis of Accounting**

The accompanying financial statements are prepared on the accrual basis of accounting in accordance with U.S. generally accepted accounting principles.

Beginning as of January 1, 2006, the Plan adopted the requirements as described in Financial Accounting Standards Board Staff Position, FSP AAG INV-1 and SOP 94-4-1, *Reporting of Fully Benefit-Responsive Investment Contracts Held by Certain Investment Companies Subject to the AICPA Investment Company Guide and Defined-Contribution Health and Welfare and Pension Plans* (FSP AAG INV-1 and SOP 94-4-1). These requirements are effective for financial statements issued for periods ending after December 15, 2006. The provisions of FSP AAG INV-1 and SOP 94-4-1 have been retroactively applied to the statement of net assets available for benefits presented as of December 31, 2005, as required. FSP AAG INV-1 and SOP 94-4-1 requires investment contracts held by a defined-contribution plan to be reported at fair value. However, contract value is the relevant measurement attribute for that portion of the net assets available for benefits of a defined contribution plan attributable to fully benefit responsive investment contracts because contract value is the amount participants would receive if they were to initiate permitted transactions under the terms of the Plan. Contract value represents the cost plus contributions made under the contracts plus interest at the contract rates less withdrawals and administrative expenses. In particular, FSP AAG INV-1 and SOP 94-4-1 affected the presentation of the amounts related to the Plan's participation in the Stable Value Fund. The statements of net assets available for benefits present the fair value of the investment in the Stable Value Fund as well as the adjustment from fair value to contract value for the Plan's proportionate share of fully benefit responsive investment contracts within the Stable Value Fund. The statement of changes in net assets available for benefits is prepared on a contract value basis.

**Table of Contents**

Intel Corporation 401(k) Savings Plan  
Notes to Financial Statements (continued)

**2. Summary of Significant Accounting Policies (continued)**

**Investment Valuation and Income Recognition**

A portion of the investments of the Plan are held in the Master Trust, which consists of the assets of the Plan, the Intel Profit Sharing Plan, and the Intel Pension Plan. The Master Trust includes multiple investment accounts, in which different combinations of the above-mentioned plans invest. Each participating plan shares in the assets and earnings of the master trust investment accounts (*see Note 3: Master Trust Investment Accounts*) based on its respective interest in each master trust investment account. The Plan participates in one such investment account, the Stable Value Fund, along with the Intel Profit Sharing Plan.

The Plan, either directly or through investment in the Stable Value Fund, holds investments in mutual funds, common collective trust funds, debt securities, equity securities and participant loans, all of which are stated at fair value as of the last day of the plan year. The fair value for securities traded on a national securities exchange or over-the-counter market is the last reported sales price as of the valuation date. Mutual funds are valued at quoted market prices that represent the net asset values of shares held at year-end. Participation units in common collective trust funds are stated at their unit price as established by the fund sponsor based on the fair values of underlying assets in the funds on the last business day of the plan year. Participant loans are valued at their outstanding balances as of the last day of the year, which approximate fair value.

Within the Stable Value Fund, traditional Guaranteed Investment Contracts (GICs) and Variable Synthetic (VS) GICs are stated at estimated fair value, computed using discounted cash flows. Wrapper contracts related to Fixed Maturity Synthetic (FMS) GICs and Constant Duration Synthetic (CDS) GICs also held in the Stable Value Fund are stated at estimated fair value, based on a replacement cost determined by Standish Mellon Asset Management (Standish Mellon), the Stable Value Fund's investment manager. The Stable Value Fund is allocated to the Plan and the Intel Profit Sharing Plan based on each plan's proportionate share of the underlying assets.

Investment transactions are recognized as of their trade dates, and collateral has been obtained and secured against investments whenever deemed necessary. Interest is accrued daily; dividends are accrued when declared.

**Table of Contents**

Intel Corporation 401(k) Savings Plan  
Notes to Financial Statements (continued)

**2. Summary of Significant Accounting Policies (continued)**

**Investment Valuation and Income Recognition (continued)**

Net investment income includes the gain (loss) realized on the sale of securities and unrealized appreciation (depreciation) in the fair value of investments, which is the difference between the fair value of investments at the beginning and the end of the year.

**Benefit Payments**

Benefits are recorded when paid.

**Contributions**

Participant contributions are accrued when the participants' salary deferrals are made.

**Use of Estimates**

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and judgments that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ materially from management's estimates.

**3. Master Trust Investment Accounts**

A substantial majority of the Plan's investments are in various participant-directed investments, included in Investments, at fair value in the statements of net assets available for benefits. A significantly smaller portion of the Plan's investments are in the Stable Value Fund. The value of the Plan's interest in the Stable Value Fund included in the statements of net assets available for benefits represents 85.0% of the net assets available for benefits of the Stable Value Fund at December 31, 2006 and 89.1% at December 31, 2005.

**Table of Contents**Intel Corporation 401(k) Savings Plan  
Notes to Financial Statements (continued)**3. Master Trust Investment Accounts (continued)**

The Stable Value Fund's net assets available for benefits consisted of the following at:

|  | <b>December 31,</b>   |                |
|--|-----------------------|----------------|
|  | <b>2006</b>           | <b>2005</b>    |
| <b>Assets</b>  |                       |                |
| Investments, at fair value:  |                       |                |
| Common collective trusts   | \$ 79,916,975         | \$ 71,383,483  |
| Debt securities  | 33,878,511            | 30,340,535     |
| Traditional guaranteed investment contracts  | 9,505,596             | 10,141,776     |
| Variable synthetic guaranteed investment contracts   | 2,508,397             |                |
| Wrapper contracts  | 7,977                 | 6,565          |
| Total investments, at fair value   | <b>125,817,456</b>    | 111,872,359    |
| Interest and dividends receivable  | <b>493,341</b>        | 392,308        |
| Total assets   | <b>126,310,797</b>    | 112,264,667    |
| <b>Liabilities</b>   |                       |                |
| Investment advisory fees   | <b>29,636</b>         | 25,387         |
| Net assets available for benefits, at fair value   | <b>126,281,161</b>    | 112,239,280    |
| Adjustment from fair value to contract value for fully benefit responsive investment contracts | <b>1,812,683</b>      | 2,068,172      |
| Net assets available for benefits  | <b>\$ 128,093,844</b> | \$ 114,307,452 |

The net investment gain in the Stable Value Fund for the year ended December 31, 2006, was comprised of interest and dividends in the amount of \$5,179,579.

**Table of Contents**Intel Corporation 401(k) Savings Plan  
Notes to Financial Statements (continued)**4. Investments**

The fair value of individual investments that represent 5% or more of the fair value of the Plan's net assets available for benefits at year-end are as follows:

|   | <b>December 31,</b> |                |
|---|---------------------|----------------|
|   | <b>2006</b>         | <b>2005</b>    |
| Mutual funds:                           |                     |                |
| Fidelity Low-Priced Stock Fund          | \$ 324,443,235      | \$ 298,169,802 |
| Vanguard Institutional Index Fund       | \$ 279,044,861      | \$ 259,453,265 |
| Fidelity Contrafund®                    | \$ 258,121,401      | \$ 214,493,744 |
| Fidelity Growth Company Fund            | \$ 205,895,490      | \$ 201,092,692 |
| American Funds® EuroPacific Growth Fund | \$ 223,288,203      | \$ 169,861,907 |
| Common collective trust fund:           |                     |                |
| EB Daily Liquidity Stock Index Fund     | \$ 294,881,790      | *              |
| Common stock:                           |                     |                |
| Intel Corporation                       | \$ 447,663,383      | \$ 613,888,717 |

\* Fair value did not exceed 5% of the Plan's net assets available for benefits at year-end.

During 2006, the Plan's investments (including investments purchased, sold as well as held during the year) appreciated in fair value as follows:

|   | <b>Year Ended<br/>December 31,<br/>2006</b> |
|---|---|
| Net realized and unrealized appreciation (depreciation) in fair value of investments: |   |
| Mutual funds  | \$ 135,725,875                              |
| Common collective trust funds   | 64,673,003                                  |
| Intel common stock  | (114,217,079)                               |
| Other common stock  | 1,208,685                                   |
| Net realized and unrealized appreciation in fair value of investments                 | \$ 87,390,484                               |

**Table of Contents**

Intel Corporation 401(k) Savings Plan  
Notes to Financial Statements (continued)

**5. Investment Contracts**

The Stable Value Fund holds investment contracts with insurance companies and banks in order to provide participants with a stable, fixed-rate return on investment and protection of principal from changes in market interest rates. Standish Mellon has discretionary authority for the purchase and sale of investments in the Stable Value Fund, subject to the general investment policies of the Investment Policy Committee.

The Traditional GICs crediting rate is based upon the rate that is agreed to when the insurance company writes the contract and is generally fixed for the life of the contract. The initial crediting rate for both the CDS GICs and the FMS GICs is set based on the market interest rates at the time that the initial asset is purchased and is guaranteed to have an interest crediting rate not less than zero percent. The CDS GICs crediting rate and the FMS GICs crediting rate reset every quarter based on the book value of the contract, the market value of the underlying assets, and the average duration of the underlying assets. The crediting rate for CDS GICs aims at converging the book value of the contract and market value of the contract and therefore will be affected by interest rate and market changes. The VS GICs crediting rate is reset every quarter based on the then current market index rates and investment spread. The investment spread is established when the contract is issued and is guaranteed by the issuer for the life of the investment.

Certain events may limit the ability of the Stable Value Fund to transact at contract value with the issuers. Such events include the following: a) employer initiated events which are within the control of the plan sponsor that would have a material and adverse impact on the fund; b) employer communications designed to induce participants to transfer from the fund; c) competing fund transfer or violation of equity wash or equivalent rules in place; and d) changes in qualification status of the employer or the plans participating in the fund. If one of these events should occur, market value will likely be used in determining the payouts to the participants.

In general, issuers may terminate the contract and settle at other than contract value if the qualification status of employer or plan changes, breach of material obligations under the contract and misrepresentations by the contract holder, or failure of the underlying portfolio to conform to the pre-established investment guidelines.

**Table of Contents**Intel Corporation 401(k) Savings Plan  
Notes to Financial Statements (continued)**5. Investment Contracts (continued)**

The FMS GICs and CDS GICs use wrapper contracts in order to manage market risks and to alter the return characteristics of the underlying portfolio of securities owned by the Stable Value Fund to match certain fixed income fund objectives. Wrapper contracts generally change the investment characteristics of underlying securities (such as corporate debt or U.S. government securities) to those of traditional GICs. The wrapper contracts provide that benefit-responsive distributions for specific underlying securities may be withdrawn at contract or face value. Benefit-responsive distributions are generally defined as a withdrawal on account of a participant's retirement, disability, or death, or participant-directed transfers in accordance with the terms of the Plan.

The investment contracts owned by the Stable Value Fund earned the following average yields:

|                          | <b>Year Ended<br/>December 31,</b> |             |
|--------------------------|------------------------------------|-------------|
|                          | <b>2006</b>                        | <b>2005</b> |
| Earned by the Plan       | <b>4.57%</b>                       | 4.12%       |
| Credited to participants | <b>4.51%</b>                       | 4.02%       |

**6. Party-In-Interest Transactions**

Approximately 12% of the Plan's investments are shares of the company's common stock. Transactions in shares of the company's common stock qualify as party-in-interest transactions under the provisions of ERISA. During 2006, the Plan made purchases of the company's common stock of \$43,292,654 and sales and distributions of \$95,300,909.

**7. Concentration of Credit Risk**

The Plan's exposure to a concentration of credit risk is limited by the diversification of investments across 75 participant-directed fund elections. With the exception of the Intel Stock Fund, the investments within each participant-directed fund election are further diversified into varied financial instruments. The Intel Stock Fund invests in a single security. The Plan's exposure to credit risk on the wrapper contracts is limited to the fair value of the contracts with each counterparty.

**Table of Contents**Intel Corporation 401(k) Savings Plan  
Notes to Financial Statements (continued)**8. Income Tax Status**

The Plan has received a determination letter from the IRS dated February 7, 2006, stating that the Plan is qualified under Section 401(a) of the Code, and therefore the related trust is exempt from taxation. Subsequent to this issuance of the determination letter, the Plan was amended and restated. To maintain its qualified status, the Plan is required to operate in conformity with the Code. The plan sponsor has indicated that it will take the necessary steps, if any, to maintain the qualified status of the Plan.

**9. Plan Termination**

The company has the right under the Plan to amend and terminate the Plan at any time for any reason. In the event of a plan termination, participants will remain 100% vested in their accounts.

**10. Reconciliation of Financial Statements to Form 5500**

The following is a reconciliation of net assets available for benefits per the financial statements at December 31, 2006 to Form 5500:

|   | <b>December 31,<br/>2006</b> |
|---|------------------------------|
| Net assets available for benefits per the financial statements  | <b>\$ 3,766,877,550</b>      |
| Less: Adjustment between fair value and contract value related to fully benefit responsive investment contracts held by the Stable Value Fund | <b>(1,540,511)</b>           |
| Net assets available for benefits per the Form 5500   | <b>\$ 3,765,337,039</b>      |

**Table of Contents**Intel Corporation 401(k) Savings Plan  
Notes to Financial Statements (continued)**10. Reconciliation of Financial Statements to Form 5500 (continued)**

The following is a reconciliation of net investment gain per the financial statements for the year ended December 31, 2006, to Form 5500:

|   | <b>Year Ended<br/>December 31,<br/>2006</b> |
|---|---|
| Net investment gain from participation in Stable Value Fund per the financial statements  | \$ 4,454,907                                |
| Less: Adjustment between fair value and contract value related to fully benefit responsive investment contracts held by the Stable Value Fund | (1,540,511)                                 |
| Net investment gain from master trust investment accounts per Form 5500   | \$ 2,914,396                                |

**Table of Contents**

**Supplemental Schedule**

17

---

**Table of Contents**

Intel Corporation 401(k) Savings Plan  
 EIN: 94-1672743, Plan Number: 003  
 Schedule H, Line 4i Schedule of Assets (Held At End of Year)  
 December 31, 2006

| (a) | (b)<br>Identity of issue, borrower,<br>lessor, or similar party | (c)<br>Description<br>of investment<br>including<br>maturity<br>date,<br>rate of<br>interest,<br>collateral,<br>par, or<br>maturity<br>value | (e)<br>Current<br>Value |
|-----|---|--|-------------------------|
|     | Mutual funds:   |  |                         |
|     | AIM Basic Value   | 57,371 shares  | \$ 2,147,389            |
|     | Allianz CCM Capital Appreciation Fund                           | 192,208 shares   | 3,798,028               |
|     | Allianz CCM Mid Cap Fund  | 218,463 shares   | 5,634,170               |
|     | American Century Equity Income Fund                             | 581,011 shares   | 4,990,886               |
|     | American Century Real Estate Fund                               | 1,437,571 shares   | 43,687,770              |
|     | American Century Small Cap Value Fund                           | 1,492,547 shares   | 14,567,256              |
|     | American Century Small Company Fund                             | 2,588,887 shares   | 25,629,980              |
|     | American Century Ultra Fund                                     | 3,497,522 shares   | 96,111,902              |
|     | American Funds® EuroPacific Growth Fund                         | 4,795,709 shares   | 223,288,203             |
|     | Blackrock Global Allocation Fund                                | 563,704 shares   | 10,265,058              |
|     | Blackrock Global Small Cap Fund Inc                             | 334,988 shares   | 8,729,788               |
|     | Brandywine Blue Fund, Inc.                                      | 862,600 shares   | 27,344,424              |
| *   | BSDT-Late Money Deposit Acct                                    | 867 shares   | 867                     |
|     | Calvert Social Investment Bond Fund                             | 366,487 shares   | 5,801,484               |
|     | Calvert Social Investment Equity Fund                           | 67,234 shares  | 2,603,294               |
|     | Delaware Pooled International Equity Fund                       | 1,217,420 shares   | 28,414,583              |
|     | Dodge & Cox Stock Fund  | 826,889 shares   | 126,894,401             |
|     | Evergreen International Bond Fund                               | 552,986 shares   | 5,928,014               |
| *   | Fidelity Capital & Income Fund                                  | 7,062,229 shares   | 62,783,215              |
| *   | Fidelity Contrafund®  | 3,958,917 shares   | 258,121,401             |
| *   | Fidelity Growth Company Fund                                    | 2,953,600 shares   | 205,895,490             |
| *   |   | 131,581,165  |                         |
|     | Fidelity Institutional Cash Portfolio                           | shares   | 131,581,165             |
| *   | Fidelity Low-Priced Stock Fund                                  | 7,451,613 shares   | 324,443,235             |
| *   | Fidelity Mid-Cap Stock Fund                                     | 951,929 shares   | 27,739,221              |
| *   | Fidelity Puritan Fund   | 3,706,193 shares   | 74,012,674              |

**Table of Contents**

Intel Corporation 401(k) Savings Plan  
 EIN: 94-1672743, Plan Number: 003  
 Schedule H, Line 4i Schedule of Assets (Held At End of Year) (continued)  
 December 31, 2006

| (a) | (b)<br>Identity of issue, borrower,<br>lessor, or similar party | (c)<br>Description<br>of investment<br>including<br>maturity<br>date,<br>rate of<br>interest,<br>collateral,<br>par, or<br>maturity<br>value | (e)<br>Current<br>Value |
|-----|---|--|-------------------------|
|     | Mutual funds (continued):                                       |  |                         |
| *   | Fidelity Small Cap Stock Fund                                   | 642,526 shares   | \$ 12,214,418           |
|     | Franklin Income Fund  | 4,015,754 shares   | 10,641,749              |
|     | Gabelli Gold  | 1,242,191 shares   | 31,029,926              |
|     | GMO Emerging Countries Fund                                     | 4,296,914 shares   | 70,297,518              |
|     | Goldman Sachs Mid Cap Value Fund                                | 1,066,285 shares   | 41,489,134              |
|     | Goldman Sachs Small Cap Value Fund                              | 173,538 shares   | 7,927,229               |
|     | Legg Mason Special Investment Trust                             | 170,692 shares   | 8,176,155               |
|     | Legg Mason Value Trust Inc                                      | 215,449 shares   | 17,421,198              |
|     | Longleaf Partners Fund  | 352,336 shares   | 12,282,437              |
|     | Loomis Sayles Bond  | 1,929,015 shares   | 27,565,629              |
|     | Morgan Stanley Institutional Fund International Small Cap       | 978,403 shares   | 23,207,712              |
|     | Morgan Stanley Institutional Fund Trust Value Portfolio         | 181,286 shares   | 3,234,134               |
|     | Pennsylvania Mutual Fund  | 1,459,210 shares   | 16,883,060              |
|     | PIMCO Emerging Markets Bond Fund                                | 1,291,374 shares   | 14,269,684              |
|     | PIMCO High Yield Fund   | 711,847 shares   | 7,040,168               |
|     | PIMCO Long-Term U.S. Government Fund                            | 493,467 shares   | 5,235,686               |
|     | PIMCO Total Return Fund   | 7,326,612 shares   | 76,050,230              |
|     | T. Rowe Price Growth Stock Fund                                 | 253,765 shares   | 8,026,584               |
|     | TCW Galileo Select Equities Fund                                | 78,638 shares  | 1,501,986               |
|     | TCW Galileo Value Opportunities Fund                            | 177,420 shares   | 4,013,232               |
|     | Templeton Growth Fund   | 545,027 shares   | 13,996,295              |
|     | The Growth Fund of America                                      | 712,440 shares   | 23,410,777              |
|     | The Merger Fund   | 103,454 shares   | 1,615,949               |

**Table of Contents**

Intel Corporation 401(k) Savings Plan  
 EIN: 94-1672743, Plan Number: 003  
 Schedule H, Line 4i Schedule of Assets (Held At End of Year) (continued)  
 December 31, 2006

| (a) | (b)<br>Identity of issue, borrower,<br>lessor, or similar party | (c)<br>Description<br>of investment<br>including<br>maturity<br>date,<br>rate of<br>interest,<br>collateral,<br>par, or<br>maturity<br>value | (e)<br>Current<br>Value |
|-----|---|--|-------------------------|
|     | Mutual funds (continued):                                       |  |                         |
|     | Vanguard Convertible Securities Fund                            | 305,531 shares   | \$ 4,167,442            |
|     | Vanguard Growth Index Fund                                      | 202,108 shares   | 6,016,750               |
|     | Vanguard Inflation-Protected Securities Fund                    | 1,060,626 shares   | 10,001,707              |
|     | Vanguard Institutional Index Fund                               | 2,153,290 shares   | 279,044,861             |
|     | Vanguard International Value Fund                               | 1,630,478 shares   | 65,773,472              |
|     | Vanguard Long-Term Bond Index Fund                              | 580,531 shares   | 6,693,524               |
|     | Vanguard Mid-Cap Index Fund                                     | 2,333,003 shares   | 46,263,452              |
|     | Vanguard Small-Cap Growth Index Fund                            | 730,162 shares   | 13,391,163              |
|     | Vanguard Small-Cap Value Index Fund                             | 614,010 shares   | 10,468,864              |
|     | Vanguard Strategic Equity Fund                                  | 715,538 shares   | 16,915,326              |
|     | Vanguard Windsor Fund   | 81,013 shares  | 5,095,724               |
|     | Vanguard-Intermediate-Term Treasury Fund                        | 296,382 shares   | 3,189,075               |
|     | Washington Mutual Investors Fund                                | 181,914 shares   | 6,339,719               |
|     | Total mutual funds  |  | \$ 2,631,305,867        |
|     | Common collective trust funds:                                  |  |                         |
|     | Barclays Global Investors NASDAQ-100 Index® Fund                | 3,601,451 units  | \$ 25,246,169           |
|     | Barclays Global Investors Russell 1000 Value Fund               | 2,875,665 units  | 50,094,086              |
| *   | EB Daily Liquidity Aggregate Bond Index Fund                    | 249,893 units  | 37,767,535              |
| *   | EB Daily Liquidity International Stock Index Fund               | 248,288 units  | 41,001,295              |
| *   | EB Daily Liquidity Small Cap Stock Index Fund                   | 239,977 units  | 33,112,016              |
| *   | EB Daily Liquidity Stock Index Fund                             | 934,744 units  | 294,881,790             |
|     | Lazard Emerging Markets Institutional Fund                      | 1,404,410 units  | 17,007,410              |
| *   | Pooled Employee Funds Daily Liquidity Fund                      | 273,640 units  | 273,640                 |
|     | SSgA Active Emerging Markets Strategy Fund                      | 1,331,641 units  | 16,069,173              |
|     | Total common collective trust funds                             |  | \$ 515,453,114          |



**Table of Contents**

Intel Corporation 401(k) Savings Plan  
 EIN: 94-1672743, Plan Number: 003  
 Schedule H, Line 4i Schedule of Assets (Held At End of Year) (continued)  
 December 31, 2006

| (a) | (b)<br>Identity of issue, borrower,<br>lessor, or similar party | (c)<br>Description<br>of investment<br>including<br>maturity<br>date,<br>rate of<br>interest,<br>collateral,<br>par, or<br>maturity<br>value | (e)<br>Current<br>Value |
|-----|---|--|-------------------------|
|     | Common stock:   |  |                         |
| *   |   | 22,106,834   |                         |
|     | Intel Corporation   | shares   | \$ 447,663,383          |
|     | Acuity Brands Inc   | 1,100 shares   | 57,244                  |
|     | Adesa Inc   | 1,586 shares   | 44,012                  |
|     | Advance American Cash Advance Centers                           | 1,900 shares   | 27,835                  |
|     | AFC Enterprises Inc   | 800 shares   | 14,136                  |
|     | Alabama National Bancorporation                                 | 200 shares   | 13,746                  |
|     | Alexandria Real Estate  | 586 shares   | 58,834                  |
|     | Alliance Imaging Inc  | 2,293 shares   | 15,248                  |
|     | Ameristar Casinos Inc   | 1,300 shares   | 39,962                  |
|     | Apogee Enterprises Inc  | 1,699 shares   | 32,808                  |
|     | Aptargroup Inc  | 1,900 shares   | 112,176                 |
|     | Atmi Inc  | 1,200 shares   | 36,636                  |
|     | Banner Corp   | 600 shares   | 26,604                  |
|     | Banta Corp  | 1,537 shares   | 55,947                  |
|     | Bel Fuse Inc  | 1,075 shares   | 37,399                  |
|     | Belden CDT Inc  | 1,550 shares   | 60,590                  |
|     | Big 5 Sporting Goods Corp                                       | 800 shares   | 19,536                  |
|     | Bio Rad Labs Inc  | 300 shares   | 24,756                  |
|     | Bok Financial Corp  | 945 shares   | 51,956                  |
|     | Borg Warner Inc   | 1,500 shares   | 88,530                  |
|     | Cabot Corp  | 700 shares   | 30,499                  |
|     | Cabot Oil & Gas Corp  | 700 shares   | 42,455                  |
|     | Cambrex Corp  | 1,600 shares   | 36,352                  |
|     | CEC Entertainment Inc   | 600 shares   | 24,150                  |
|     | Central Pacific Financial Corp                                  | 933 shares   | 36,163                  |

**Table of Contents**

Intel Corporation 401(k) Savings Plan  
 EIN: 94-1672743, Plan Number: 003  
 Schedule H, Line 4i Schedule of Assets (Held At End of Year) (continued)  
 December 31, 2006

| (a) | (b)<br>Identity of issue, borrower,<br>lessor, or similar party | (c)<br>Description<br>of investment<br>including<br>maturity<br>date,<br>rate of<br>interest,<br>collateral,<br>par, or<br>maturity<br>value | (e)<br>Current<br>Value |
|-----|---|--|-------------------------|
|     | Common stock (continued):                                       |  |                         |
|     | Charming Shoppes Inc  | 8,850 shares   | \$ 119,741              |
|     | Checkpoint Systems Inc  | 2,400 shares   | 48,480                  |
|     | Chicago Bridge & Iron   | 1,600 shares   | 43,744                  |
|     | Chittenden Corp   | 593 shares   | 18,199                  |
|     | Ciber Inc   | 6,300 shares   | 42,714                  |
|     | Cimarex Energy Co   | 1,007 shares   | 36,756                  |
|     | Claires Stores Inc  | 1,675 shares   | 55,510                  |
|     | Clarcor Inc   | 3,150 shares   | 106,502                 |
|     | Columbia Banking Systems Inc                                    | 800 shares   | 28,096                  |
|     | Comstock Resources Inc  | 600 shares   | 18,636                  |
|     | Comtech Telecommunications                                      | 738 shares   | 28,096                  |
|     | Core Laboratories   | 377 shares   | 30,537                  |
|     | Corn Products International Inc                                 | 745 shares   | 25,732                  |
|     | Covance Inc   | 2,489 shares   | 146,627                 |
|     | CSG Systems International Inc                                   | 1,200 shares   | 32,076                  |
|     | CTS Corp  | 1,199 shares   | 18,824                  |
|     | ECI Telecom Ltd   | 3,799 shares   | 32,899                  |
|     | Education Reality Trust Inc                                     | 2,100 shares   | 31,017                  |
|     | El Paso Electric Co   | 2,547 shares   | 62,070                  |
|     | Endurance Specialty Holdings Ltd                                | 1,600 shares   | 58,528                  |
|     | Energen Corp  | 2,252 shares   | 105,709                 |
|     | Energy East Corp  | 2,625 shares   | 65,100                  |
|     | Entercom Communications Corp                                    | 4,575 shares   | 128,924                 |
|     | Essex Property Trust  | 400 shares   | 51,700                  |
|     | Fairchild Semiconductor International                           | 6,925 shares   | 116,409                 |

**Table of Contents**

Intel Corporation 401(k) Savings Plan  
 EIN: 94-1672743, Plan Number: 003  
 Schedule H, Line 4i Schedule of Assets (Held At End of Year) (continued)  
 December 31, 2006

| (a) | (b)<br>Identity of issue, borrower,<br>lessor, or similar party | (c)<br>Description<br>of investment<br>including<br>maturity<br>date,<br>rate of<br>interest,<br>collateral,<br>par, or<br>maturity<br>value | (e)<br>Current<br>Value |
|-----|---|--|-------------------------|
|     | Common stock (continued):                                       |  |                         |
|     | Fei Company   | 1,500 shares   | \$ 39,555               |
|     | Ferro Corp  | 3,500 shares   | 72,415                  |
|     | First Financial Bankshares Inc                                  | 400 shares   | 16,744                  |
|     | First Indiana Corp  | 925 shares   | 23,458                  |
|     | First Midwest Bancorp Inc                                       | 1,383 shares   | 53,494                  |
|     | First Place Financial Corp                                      | 700 shares   | 16,443                  |
|     | Forrester Resh Inc  | 1,200 shares   | 32,532                  |
|     | 4 Kids Entertainment Inc  | 1,200 shares   | 21,864                  |
|     | Fuller H B Co   | 4,550 shares   | 117,481                 |
|     | G & K Services Inc  | 750 shares   | 29,168                  |
|     | General Cable Corp  | 4,086 shares   | 178,599                 |
|     | General Communication Inc                                       | 4,725 shares   | 74,324                  |
|     | Genesis Health Care Corp  | 700 shares   | 33,061                  |
|     | Glacier Bancorp Inc   | 546 shares   | 13,344                  |
|     | Global Imaging Systems Inc                                      | 1,156 shares   | 25,374                  |
|     | Global Payments Inc   | 650 shares   | 30,095                  |
|     | Graco Inc   | 2,050 shares   | 81,221                  |
|     | Greatbatch Inc  | 711 shares   | 19,140                  |
|     | Greif Inc   | 250 shares   | 29,600                  |
|     | Griffon Corp  | 1,050 shares   | 26,775                  |
|     | Group 1 Automotive Inc  | 727 shares   | 37,600                  |
|     | Hanmi Financial Corp  | 1,300 shares   | 29,289                  |
|     | Harsco Corp   | 2,775 shares   | 211,178                 |
|     | Harte-Hanks Inc   | 5,675 shares   | 157,254                 |
|     | Health Care Reit Inc  | 811 shares   | 34,889                  |

**Table of Contents**

Intel Corporation 401(k) Savings Plan  
 EIN: 94-1672743, Plan Number: 003  
 Schedule H, Line 4i Schedule of Assets (Held At End of Year) (continued)  
 December 31, 2006

| (a) | (b)<br>Identity of issue, borrower,<br>lessor, or similar party | (c)<br>Description<br>of investment<br>including<br>maturity<br>date,<br>rate of<br>interest,<br>collateral,<br>par, or<br>maturity<br>value | (e)<br>Current<br>Value |
|-----|---|--|-------------------------|
|     | Common stock (continued):                                       |  |                         |
|     | Home Properties Inc   | 1,607 shares   | \$ 95,247               |
|     | Houston Exploration Co  | 250 shares   | 12,945                  |
|     | Hyperion Solutions Corp   | 1,800 shares   | 64,692                  |
|     | Iberiabank Corp   | 550 shares   | 32,478                  |
|     | Independent Bank Corp Massachusetts                             | 500 shares   | 18,015                  |
|     | Independent Bank Corp Michigan                                  | 540 shares   | 13,657                  |
|     | Insight Enterprises Inc   | 1,925 shares   | 36,325                  |
|     | Integrated Device Technology Inc                                | 6,900 shares   | 106,812                 |
|     | Inter-Tel Inc   | 1,517 shares   | 33,617                  |
|     | Interactive Data Corp   | 3,900 shares   | 93,756                  |
|     | IPC Holdings Ltd  | 2,966 shares   | 93,281                  |
|     | Jack In The Box Inc   | 800 shares   | 48,832                  |
|     | Journal Communications Inc                                      | 3,100 shares   | 39,091                  |
|     | Kadant Inc  | 695 shares   | 16,944                  |
|     | Kennametal Inc  | 1,350 shares   | 79,448                  |
|     | Labor Ready Inc   | 1,041 shares   | 19,082                  |
|     | Lakeland Financial Corp   | 600 shares   | 15,318                  |
|     | Lance Inc   | 293 shares   | 5,883                   |
|     | Landstar Systems Inc  | 770 shares   | 29,399                  |
|     | Macatawa Bank Corp  | 672 shares   | 14,287                  |
|     | MAF Bancorp Inc   | 300 shares   | 13,407                  |
|     | Maximus Inc Com   | 875 shares   | 26,933                  |
|     | MB Financial Inc  | 1,500 shares   | 56,415                  |
|     | Mettler-Toledo International Inc                                | 2,925 shares   | 230,636                 |
|     | Minerals Technologies Inc                                       | 600 shares   | 35,274                  |

**Table of Contents**

Intel Corporation 401(k) Savings Plan  
 EIN: 94-1672743, Plan Number: 003  
 Schedule H, Line 4i Schedule of Assets (Held At End of Year) (continued)  
 December 31, 2006

| (a)                      | (b)                                    | (c)   | (e)              |
|--------------------------|--|---|------------------|
| lessor, or similar party | Identity of issue, borrower,           | Description<br>of investment<br>including<br>maturity<br>date,<br>rate of<br>interest,<br>collateral,<br>par, or<br>maturity<br>value | Current<br>Value |
|                          | Common stock (continued):              |   |                  |
|                          | Molecular Devices Corp                 | 4,566 shares  | \$ 96,206        |
|                          | Molina Healthcare Inc                  | 700 shares  | 22,757           |
|                          | Moneygram International Inc            | 2,200 shares  | 68,992           |
|                          | Moog Inc                               | 1,688 shares  | 64,465           |
|                          | Mueller Industries Inc                 | 600 shares  | 19,020           |
|                          | Noble International Ltd                | 1,000 shares  | 20,050           |
|                          | Northwest Natural Gas Co               | 1,700 shares  | 72,148           |
|                          | Nymagic Inc                            | 500 shares  | 18,300           |
|                          | Oceaneering International Inc          | 1,500 shares  | 59,550           |
|                          | Old Dominion Freight Lines Inc         | 1,500 shares  | 36,105           |
|                          | Oxford Industries Inc                  | 1,600 shares  | 79,440           |
|                          | Pacer International Inc Tennessee      | 1,495 shares  | 44,506           |
|                          | Pacific Continental Corp               | 656 shares  | 12,648           |
|                          | Parametric Technology Corp             | 2,700 shares  | 48,654           |
|                          | Parkway Properties Inc                 | 1,100 shares  | 56,111           |
|                          | Perot Systems Corp                     | 6,300 shares  | 103,257          |
|                          | Philadelphia Consolidated Holding Corp | 1,975 shares  | 88,006           |
|                          | Platinum Underwriters Holdings         | 3,148 shares  | 97,399           |
|                          | Preferred Bank Los Angeles California  | 300 shares  | 18,027           |
|                          | Progress Software Corp                 | 1,800 shares  | 50,274           |
|                          | Prosperity Bancshares Inc              | 965 shares  | 33,302           |
|                          | Ramco-Gershenson Properties Trust      | 1,300 shares  | 49,582           |
|                          | Rayonier Inc                           | 2,362 shares  | 96,960           |
|                          | RC2 Corp                               | 1,100 shares  | 48,400           |
|                          | Readers Digest Association Inc         | 4,300 shares  | 71,810           |

**Table of Contents**

Intel Corporation 401(k) Savings Plan  
 EIN: 94-1672743, Plan Number: 003  
 Schedule H, Line 4i Schedule of Assets (Held At End of Year) (continued)  
 December 31, 2006

| (a) | (b)<br>Identity of issue, borrower,<br>lessor, or similar party | (c)<br>Description<br>of investment<br>including<br>maturity<br>date,<br>rate of<br>interest,<br>collateral,<br>par, or<br>maturity<br>value | (e)<br>Current<br>Value |
|-----|---|--|-------------------------|
|     | Common stock (continued):                                       |  |                         |
|     | Ryder Systems Inc   | 350 shares   | \$ 17,871               |
|     | S Y Bancorp Inc   | 491 shares   | 13,748                  |
|     | Scholastic Corp   | 450 shares   | 16,128                  |
|     | Scotts Miracle-Gro Company                                      | 4,700 shares   | 242,754                 |
|     | Seacoast Banking Corp Florida                                   | 500 shares   | 12,400                  |
|     | Skechers U S A Inc  | 900 shares   | 29,979                  |
|     | Skywest Inc   | 1,400 shares   | 35,714                  |
|     | Smart & Final Inc   | 1,600 shares   | 30,240                  |
|     | Southwest Bancorp Inc Oklahoma                                  | 631 shares   | 17,580                  |
|     | St Mary Land & Exploration Co                                   | 1,100 shares   | 40,524                  |
|     | Stancorp Financial Group Inc                                    | 1,650 shares   | 74,333                  |
|     | Standex International Corp                                      | 2,952 shares   | 88,944                  |
|     | Swift Energy Co   | 800 shares   | 35,848                  |
|     | Sybase Inc  | 3,000 shares   | 74,100                  |
|     | Sykes Enterprises Inc   | 3,575 shares   | 63,063                  |
|     | Tanger Factory Outlet Center Inc                                | 2,550 shares   | 99,654                  |
|     | Taubman Centers Inc   | 900 shares   | 45,774                  |
|     | Technitrol Inc  | 3,225 shares   | 77,045                  |
|     | Tenneco Inc   | 1,111 shares   | 27,464                  |
|     | Trustmark Corp  | 900 shares   | 29,439                  |
|     | UCBH Holdings Inc   | 2,000 shares   | 35,120                  |
|     | United Bankshares Inc West Virginia                             | 1,400 shares   | 54,110                  |
|     | United Fire & Casualty  | 800 shares   | 28,200                  |
|     | United Stationers Inc   | 3,025 shares   | 141,236                 |
|     | Universal Compression Holdings                                  | 1,000 shares   | 62,110                  |

**Table of Contents**

Intel Corporation 401(k) Savings Plan  
 EIN: 94-1672743, Plan Number: 003  
 Schedule H, Line 4i Schedule of Assets (Held At End of Year) (continued)  
 December 31, 2006

| (a) | (b)<br>Identity of issue, borrower,<br>lessor, or similar party | (c)<br>Description<br>of investment<br>including<br>maturity<br>date,<br>rate of<br>interest,<br>collateral,<br>par, or<br>maturity<br>value | (e)<br>Current<br>Value |
|-----|---|--|-------------------------|
|     | Common stock (continued):                                       |  |                         |
|     | URS Corp  | 3,894 shares   | \$ 166,857              |
|     | Vectren Corp  | 4,425 shares   | 125,138                 |
|     | Veritas DGC Inc   | 600 shares   | 51,378                  |
|     | Viad Corp   | 2,250 shares   | 91,350                  |
|     | Washington Group International Inc                              | 2,245 shares   | 134,228                 |
|     | Wausu Paper Corp  | 2,600 shares   | 38,974                  |
|     | Werner Enterprises Inc  | 4,033 shares   | 70,497                  |
|     | West Coast Bancorp Oregon                                       | 700 shares   | 24,248                  |
|     | Westamerica Bancorporation                                      | 400 shares   | 20,252                  |
|     | WSFS Financial Corp   | 400 shares   | 26,772                  |
|     | Zale Corp   | 2,850 shares   | 80,399                  |
|     | Total common stock  |  | \$ 456,339,694          |
|     |   | Interest at 4.75%  |                         |
|     |   | 11.50%,  |                         |
| *   | Participant Loans   | maturing through<br>2030   | \$ 52,495,861           |
|     | Total investments   |  | \$3,655,594,536         |

Column (d) cost has been omitted as investments are participant-directed.

\* Indicates a party-in-interest to the Plan.

**Table of Contents**

SIGNATURE

*The Plan.* Pursuant to the requirements of the Securities and Exchange Act of 1934, the Plan Administrator has duly caused this annual report to be signed on its behalf by the undersigned hereunto duly authorized.

INTEL CORPORATION 401(k) SAVINGS  
PLAN

(Full Title of the Plan)

Date: June 18, 2007

By: /s/ Andy D. Bryant

Andy D. Bryant  
Executive Vice President,  
Chief Financial and  
Enterprise Services Officer and  
Principal Accounting Officer

28