

SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

SCHEDULE 13D

UNDER THE SECURITIES EXCHANGE ACT OF 1934
(AMENDMENT NO. 12)

VLSI TECHNOLOGY, INC.
(NAME OF ISSUER)

COMMON STOCK
(TITLE OF CLASS OF SECURITIES)

918270-10-9
(CUSIP NUMBER)

F. THOMAS DUNLAP, JR.
VICE PRESIDENT, GENERAL COUNSEL AND SECRETARY
INTEL CORPORATION
2200 MISSION COLLEGE BOULEVARD
SANTA CLARA, CA 95052
TELEPHONE: (408) 765-8080
(NAME, ADDRESS AND TELEPHONE NUMBER OF PERSON
AUTHORIZED TO RECEIVE NOTICES AND COMMUNICATIONS)

APRIL 10, 1995
(DATE OF EVENT WHICH REQUIRES
FILING OF THIS STATEMENT)

If the filing person has previously filed a statement on Schedule 13G to report the acquisition which is the subject of this Schedule 13D, and is filing this schedule because of Rule 13d-1(b) (3) or (4), check the following box. []

Check the following box if a fee is being paid with this statement. []

Note: Six copies of this statement, including all exhibits, should be filed with the Commission. See Rule 13d-1(a) for other parties to whom copies are to be sent.

The information required in the remainder of this cover page shall not be deemed to be "filed" for purpose of Section 18 of the Securities Exchange Act of 1934 ("Act") or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, see the Notes).

(Continued on following pages)

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1.	NAME OF REPORTING PERSON	Intel Corporation
	S.S. or I.R.S. IDENTIFICATION NO. OF ABOVE PERSON	94-1672743

2.	CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP	(a) []
		(b) []

3.	SEC USE ONLY	
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4.	SOURCE OF FUNDS	Working Capital
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5.	CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEM 2(d) OR 2(e)	[]
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6.	CITIZENSHIP OR PLACE OF ORGANIZATION	Delaware
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<TABLE>

<S>	<C>	<C>
NUMBER OF SHARES	7. SOLE VOTING POWER	2,677,604 (warrants)

BENEFICIALLY OWNED BY EACH REPORTING PERSON WITH	8.	SHARED VOTING POWER	N/A
	9.	SOLE DISPOSITIVE POWER	2,677,604 (warrants)
	10.	SHARED DISPOSITIVE POWER	N/A

</TABLE>

11.	AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON	2,677,604 (warrants)
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12.	CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES	[]
-----	-----------------------------------------------------------------------	-----

13.	PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)	7%
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14.	TYPE OF REPORTING PERSON	CO
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Intel Corporation ("Intel" or the "Reporting Person") hereby amends its statement on Schedule 13D filed with the Securities and Exchange Commission on July 8, 1992 (the "Initial Statement") and previously amended on August 25, 1992, August 5, 1994, January 31, 1995, February 3, 1995, February 6, 1995, February 14, 1995, February 17, 1995, March 2, 1995, March 9, 1995, March 13, 1995 and March 20, 1995, with respect to the common stock (the "Common Stock"), of VLSI Technology, Inc. ("VLSI" or the "Issuer").

Item 6. Contracts, Arrangements, Understandings or Relationships with Respect to Securities of the Issuer.

Pursuant to Section 4 of the Stock and Warrant Purchase Agreement, dated August 25, 1992 (the "Agreement"), between Intel and VLSI, Intel is subject to certain standstill provisions and restrictions on transfer and voting with respect to its securities of VLSI. See the Agreement for a further description of these provisions.

Between February 24, 1995 and April 11, 1995, Intel sold call options covering an aggregate of 2,310,000 shares of Common Stock. The strike prices of the call options range from \$15.00 to \$18.88 per share. All of the call options were sold in privately negotiated transactions. The call options can only be exercised on, and expire on, October 1, 1997.

The call options, if exercised, will be settled in cash, and Intel will pay to the counterparties an amount equal to (a) the number of shares subject to the call option multiplied by (b) the positive amount, if any, determined by subtracting the call option strike price from the market price per share of the Common Stock on October 1, 1997 (the "Market Price"). No payment will be made under the call options if the Market Price is less than the strike price of the call options on the expiration date.

Between March 7, 1995 and April 11, 1995, Intel purchased put options covering an aggregate of 2,310,000 shares of Common Stock. The strike prices of the put options range from \$12.00 to \$14.50 per share. All of the put options were purchased in privately negotiated transactions. The put options can only be exercised on, and expire on, October 1, 1997.

The put options, if exercised, will be settled in cash, and the counterparties will pay to Intel an amount equal to (a) the number of shares subject to the put option multiplied by (b) the positive amount, if any, determined by subtracting the Market Price from the put option strike price. No payment will be made under the put options if the Market Price is greater than the put option strike price on the expiration date.

The call and put options do not permit or obligate either party to purchase or sell shares of the Common Stock upon their exercise. Intel entered into the call and put options to reduce the investment risk associated with its rights under its warrants to purchase 2,677,604 shares of the Common Stock. Intel intends to engage in additional hedging activity, which may include the sale of additional call options and the purchase of additional put options, in connection with hedging the investment risk associated with its rights under the warrants.

Exhibit 3.1 discloses the identity of the counterparties to, and the terms of, the call and put options.

Item 7. Material to be Filed as Exhibits.

- *Exhibit 1, Intel/VLSI Stock and Warrant Purchase Agreement
- *Exhibit 2. Intel/VLSI Joint Press Release Dated July 8, 1992
- Exhibit 3.1 Schedule of Call and Put Options
- **Exhibit 3.2 Call and Put Option Agreements
- Exhibit 4 Resolution Regarding Signature Authority

 * Previously filed.
 ** Documentation confirming sales of the call options and purchases of the put options is pending and will be filed by amendment.

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SIGNATURE

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement is true, complete and correct.

Dated as of April 11, 1995.

INTEL CORPORATION

By /s/ ARVIND SODHANI

 Arvind Sodhani
 Vice President and Treasurer

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EXHIBIT 3.1
 SCHEDULE OF CALL AND PUT OPTIONS

CALL OPTIONS

<TABLE>
 <CAPTION>

TRADE DATE	COUNTERPARTY	NUMBER OF SHARES	STRIKE PRICE	EXPIRATION DATE
<S>	<C>	<C>	<C>	<C>
2/24/95	Union Bank of Switzerland ("USB")	140,000	\$15.00	10/1/97
2/27/95	UBS	60,000	\$15.00	10/1/97
3/1/95	UBS	110,000	\$15.00	10/1/97
3/1/95	UBS	40,000	\$15.00	10/1/97
3/1/95	Lehman Brothers S.A.	1,000,000	\$15.25	10/1/97
3/1/95	UBS	20,000	\$15.00	10/1/97
3/3/95	UBS	65,000	\$15.00	10/1/97
3/6/95	UBS	100,000	\$15.00	10/1/97
3/16/95	Lehman Brothers S.A.	250,000	\$17.50	10/1/97
3/27/95	Swiss Bank Corporation	125,000	\$18.00	10/1/97
4/10/95	Swiss Bank Corporation	200,000	\$18.00	10/1/97
4/11/95	Swiss Bank Corporation	200,000	\$18.88	10/1/97
Total		2,310,000		

</TABLE>

PUT OPTIONS

<TABLE>
 <CAPTION>

TRADE DATE	COUNTERPARTY	NUMBER OF SHARES	STRIKE PRICE	EXPIRATION DATE
<S>	<C>	<C>	<C>	<C>
3/7/95	Lehman Brothers S.A.	1,000,000	\$12.00	10/1/97
3/8/95	Lehman Brothers S.A.	535,000	\$12.00	10/1/97
3/16/95	Lehman Brothers S.A.	250,000	\$14.00	10/1/97
3/27/95	Swiss Bank Corporation	125,000	\$14.00	10/1/97
4/10/95	Swiss Bank Corporation	200,000	\$14.00	10/1/97
4/11/95	Swiss Bank Corporation	200,000	\$14.50	10/1/97

Total 2,310,000

</TABLE>

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Exhibit 4

Resolution Regarding Signature Authority

CERTIFICATE

I, Lisa P. Ansilio, duly appointed and acting Assistant Secretary of Intel Corporation, a Delaware corporation, do hereby certify that the following is a true and correct copy of a resolution adopted by the Board of Directors of Intel Corporation at a meeting duly called and held on March 22, 1995, at which a quorum was present at all times, and that such resolution has not been amended or rescinded and is still in full force and effect.

VLSI WARRANT HEDGING

RESOLVED, that the Chairman of the Board, the President and Chief Executive Officer, the Executive Vice President and Chief Operating Officer, the Vice President and Chief Financial Officer, the Vice President and Treasurer, the Senior Vice President and Director, Corporate Development and the Vice President and Secretary (collectively, the "Authorized Officers") of the Corporation be, and each of them hereby is, authorized to execute any and all amendments to the Corporation's statement on Schedule 13D filed with the Securities and Exchange Commission with respect to the Corporation's beneficial ownership of shares of VLSI Common Stock, as necessary to report the Corporation's hedging activities with respect to the Warrant and the underlying shares of VLSI Common Stock.

IN WITNESS WHEREOF, I have executed this certificate this 11th day of April, 1995.

/s/ Lisa P. Ansilio

Lisa P. Ansilio
Assistant Secretary