

**Apple Inc.**

**CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS (Unaudited)**

(In millions, except number of shares, which are reflected in thousands, and per-share amounts)

|   | Three Months Ended |                   | Six Months Ended  |                   |
|---|--------------------|-------------------|-------------------|-------------------|
|   | March 29,<br>2025  | March 30,<br>2024 | March 29,<br>2025 | March 30,<br>2024 |
| Net sales:                                      |                    |                   |                   |                   |
| Products  | \$ 68,714          | \$ 66,886         | \$ 166,674        | \$ 163,344        |
| Services  | 26,645             | 23,867            | 52,985            | 46,984            |
| Total net sales <sup>(1)</sup>                  | 95,359             | 90,753            | 219,659           | 210,328           |
| Cost of sales:                                  |                    |                   |                   |                   |
| Products  | 44,030             | 42,424            | 103,477           | 100,864           |
| Services  | 6,462              | 6,058             | 13,040            | 12,338            |
| Total cost of sales                             | 50,492             | 48,482            | 116,517           | 113,202           |
| Gross margin                                    | 44,867             | 42,271            | 103,142           | 97,126            |
| Operating expenses:                             |                    |                   |                   |                   |
| Research and development                        | 8,550              | 7,903             | 16,818            | 15,599            |
| Selling, general and administrative             | 6,728              | 6,468             | 13,903            | 13,254            |
| Total operating expenses                        | 15,278             | 14,371            | 30,721            | 28,853            |
| Operating income                                | 29,589             | 27,900            | 72,421            | 68,273            |
| Other income/(expense), net                     | (279)              | 158               | (527)             | 108               |
| Income before provision for income taxes        | 29,310             | 28,058            | 71,894            | 68,381            |
| Provision for income taxes                      | 4,530              | 4,422             | 10,784            | 10,829            |
| Net income                                      | \$ 24,780          | \$ 23,636         | \$ 61,110         | \$ 57,552         |
| Earnings per share:                             |                    |                   |                   |                   |
| Basic   | \$ 1.65            | \$ 1.53           | \$ 4.06           | \$ 3.72           |
| Diluted   | \$ 1.65            | \$ 1.53           | \$ 4.05           | \$ 3.71           |
| Shares used in computing earnings per share:    |                    |                   |                   |                   |
| Basic   | 14,994,082         | 15,405,856        | 15,037,903        | 15,457,810        |
| Diluted   | 15,056,133         | 15,464,709        | 15,103,499        | 15,520,675        |
| <sup>(1)</sup> Net sales by reportable segment: |                    |                   |                   |                   |
| Americas  | \$ 40,315          | \$ 37,273         | \$ 92,963         | \$ 87,703         |
| Europe  | 24,454             | 24,123            | 58,315            | 54,520            |
| Greater China                                   | 16,002             | 16,372            | 34,515            | 37,191            |
| Japan   | 7,298              | 6,262             | 16,285            | 14,029            |
| Rest of Asia Pacific                            | 7,290              | 6,723             | 17,581            | 16,885            |
| Total net sales                                 | \$ 95,359          | \$ 90,753         | \$ 219,659        | \$ 210,328        |
| <sup>(1)</sup> Net sales by category:           |                    |                   |                   |                   |
| iPhone  | \$ 46,841          | \$ 45,963         | \$ 115,979        | \$ 115,665        |
| Mac   | 7,949              | 7,451             | 16,936            | 15,231            |
| iPad  | 6,402              | 5,559             | 14,490            | 12,582            |
| Wearables, Home and Accessories                 | 7,522              | 7,913             | 19,269            | 19,866            |
| Services  | 26,645             | 23,867            | 52,985            | 46,984            |
| Total net sales                                 | \$ 95,359          | \$ 90,753         | \$ 219,659        | \$ 210,328        |

**Apple Inc.**

**CONDENSED CONSOLIDATED BALANCE SHEETS (Unaudited)**

(In millions, except number of shares, which are reflected in thousands, and par value)

|   | <b>March 29,<br/>2025</b> | <b>September 28,<br/>2024</b> |
|---|---------------------------|-------------------------------|
| <b>ASSETS:</b>  |                           |                               |
| Current assets:   |                           |                               |
| Cash and cash equivalents   | \$ 28,162                 | \$ 29,943                     |
| Marketable securities   | 20,336                    | 35,228                        |
| Accounts receivable, net  | 26,136                    | 33,410                        |
| Vendor non-trade receivables  | 23,662                    | 32,833                        |
| Inventories   | 6,269                     | 7,286                         |
| Other current assets  | 14,109                    | 14,287                        |
| Total current assets  | 118,674                   | 152,987                       |
| Non-current assets:   |                           |                               |
| Marketable securities   | 84,424                    | 91,479                        |
| Property, plant and equipment, net  | 46,876                    | 45,680                        |
| Other non-current assets  | 81,259                    | 74,834                        |
| Total non-current assets  | 212,559                   | 211,993                       |
| Total assets  | <u>\$ 331,233</u>         | <u>\$ 364,980</u>             |
| <b>LIABILITIES AND SHAREHOLDERS' EQUITY:</b>  |                           |                               |
| Current liabilities:  |                           |                               |
| Accounts payable  | \$ 54,126                 | \$ 68,960                     |
| Other current liabilities   | 61,849                    | 78,304                        |
| Deferred revenue  | 8,976                     | 8,249                         |
| Commercial paper  | 5,982                     | 9,967                         |
| Term debt   | 13,638                    | 10,912                        |
| Total current liabilities   | 144,571                   | 176,392                       |
| Non-current liabilities:  |                           |                               |
| Term debt   | 78,566                    | 85,750                        |
| Other non-current liabilities   | 41,300                    | 45,888                        |
| Total non-current liabilities   | 119,866                   | 131,638                       |
| Total liabilities   | 264,437                   | 308,030                       |
| Commitments and contingencies   |                           |                               |
| Shareholders' equity:   |                           |                               |
| Common stock and additional paid-in capital, \$0.00001 par value: 50,400,000 shares authorized; 14,939,315 and 15,116,786 shares issued and outstanding, respectively | 88,711                    | 83,276                        |
| Accumulated deficit   | (15,552)                  | (19,154)                      |
| Accumulated other comprehensive loss  | (6,363)                   | (7,172)                       |
| Total shareholders' equity  | 66,796                    | 56,950                        |
| Total liabilities and shareholders' equity  | <u>\$ 331,233</u>         | <u>\$ 364,980</u>             |

Apple Inc.

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (Unaudited)**

(In millions)

|   | <b>Six Months Ended</b>   |                           |
|---|---------------------------|---------------------------|
|   | <b>March 29,<br/>2025</b> | <b>March 30,<br/>2024</b> |
| Cash, cash equivalents, and restricted cash and cash equivalents, beginning balances    | \$ 29,943                 | \$ 30,737                 |
| Operating activities:   |                           |                           |
| Net income  | 61,110                    | 57,552                    |
| Adjustments to reconcile net income to cash generated by operating activities:          |                           |                           |
| Depreciation and amortization   | 5,741                     | 5,684                     |
| Share-based compensation expense  | 6,512                     | 5,961                     |
| Other   | (2,217)                   | (1,971)                   |
| Changes in operating assets and liabilities:  |                           |                           |
| Accounts receivable, net  | 7,266                     | 7,727                     |
| Vendor non-trade receivables  | 9,171                     | 12,164                    |
| Inventories   | 858                       | 53                        |
| Other current and non-current assets  | (4,371)                   | (4,438)                   |
| Accounts payable  | (14,604)                  | (16,710)                  |
| Other current and non-current liabilities   | (15,579)                  | (3,437)                   |
| Cash generated by operating activities  | 53,887                    | 62,585                    |
| Investing activities:   |                           |                           |
| Purchases of marketable securities  | (12,442)                  | (25,042)                  |
| Proceeds from maturities of marketable securities                                       | 26,587                    | 27,462                    |
| Proceeds from sales of marketable securities  | 5,210                     | 4,314                     |
| Payments for acquisition of property, plant and equipment                               | (6,011)                   | (4,388)                   |
| Other   | (635)                     | (729)                     |
| Cash generated by investing activities  | 12,709                    | 1,617                     |
| Financing activities:   |                           |                           |
| Payments for taxes related to net share settlement of equity awards                     | (3,205)                   | (2,875)                   |
| Payments for dividends and dividend equivalents   | (7,614)                   | (7,535)                   |
| Repurchases of common stock   | (49,504)                  | (43,344)                  |
| Repayments of term debt   | (4,009)                   | (3,150)                   |
| Repayments of commercial paper, net   | (3,968)                   | (3,982)                   |
| Other   | (77)                      | (132)                     |
| Cash used in financing activities   | (68,377)                  | (61,018)                  |
| Increase/(Decrease) in cash, cash equivalents, and restricted cash and cash equivalents | (1,781)                   | 3,184                     |
| Cash, cash equivalents, and restricted cash and cash equivalents, ending balances       | \$ 28,162                 | \$ 33,921                 |
| Supplemental cash flow disclosure:  |                           |                           |
| Cash paid for income taxes, net   | \$ 31,683                 | \$ 14,531                 |