

Financial Statement FY16Q2 - Quarterly Income Statements						
Microsoft Corporation	Unnamed: 1	Unnamed: 2	Back to Main	Unnamed: 4	Unnamed: 5	Unnamed: 6
Quarterly Income Statements						
(in millions, except earnings per share)						
			Q3-951	Q4-951	Q1-961	Q2-961
Revenue			1627	1662	2085	2287
Cost of revenue			355	376	522	566
Gross margin			1272	1286	1563	1721
Research and development 4			219	264	278	305
Sales and marketing			436	404	514	554
General and administrative 5			68	86	63	76
Acquisition, integration, and restructuring			0	0	0	0
Other expenses (income)			5	4	4	-23
Operating income (loss)			544	528	704	809
Other income (expense), net			48	65	66	76
Noncontinuing items			0	-46	0	0
Income (loss) before income taxes			592	547	770	885
Provision for income taxes			196	179	271	310
Income (loss) before accounting change			396	368	499	575
Relative effect of accounting change			0	0	0	0
Net income (loss)			396	368	499	575
Preferred stock dividends			0	0	0	0
Income (loss) available for common shareholders			396	368	499	575
Income (loss) per share before accounting change			0.04	0.04	0.05	0.06
Income (loss) per share before accounting change			0.04	0.04	0.05	0.06
Basic earnings (loss) per share			0.04	0.04	0.05	0.06
Diluted earnings (loss) per share			0.04	0.04	0.05	0.06
Income (loss) from stock-based compensation and no recast of gains (losses) on foreign currency remeasurement						
Income (losses) on foreign currency remeasurement						
Income (losses) on foreign currency remeasurement						
Expensed acquired in-process technology						
5 Includes employee severance						
Income (loss) have been recast to conform to the current period presentation						