

The following table reconciles the total “Net Fair Value” of assets above to the balance sheet presentation of these same assets in Note 4 – Investments.

(In millions)

June 30,	2018	2017
Net fair value of assets measured at fair value on a recurring basis	\$ 130,412	\$ 133,985
Cash	3,942	3,624
Common and preferred stock measured at fair value on a nonrecurring basis	999	1,073
Other investments measured at fair value on a nonrecurring basis	557	523
Less derivative net assets classified as other current and long-term assets	(282)	(202)
Other	2	1
Recorded basis of investment components	<u>\$ 135,630</u>	<u>\$ 139,004</u>

Financial Assets and Liabilities Measured at Fair Value on a Nonrecurring Basis

During fiscal year 2018 and 2017, we did not record any material other-than-temporary impairments on financial assets required to be measured at fair value on a nonrecurring basis.

NOTE 7 — INVENTORIES

The components of inventories were as follows:

(In millions)

June 30,	2018	2017
Raw materials	\$ 655	\$ 797
Work in process	54	145
Finished goods	1,953	1,239
Total	<u>\$ 2,662</u>	<u>\$ 2,181</u>

NOTE 8 — PROPERTY AND EQUIPMENT

The components of property and equipment were as follows:

(In millions)

June 30,	2018	2017
Land	\$ 1,254	\$ 1,107
Buildings and improvements	20,604	16,284
Leasehold improvements	4,735	5,064
Computer equipment and software	27,633	21,414
Furniture and equipment	4,457	4,044
Total, at cost	58,683	47,913
Accumulated depreciation	(29,223)	(24,179)
Total, net	<u>\$ 29,460</u>	<u>\$ 23,734</u>

During fiscal years 2018, 2017, and 2016, depreciation expense was \$7.7 billion, \$6.1 billion, and \$4.9 billion, respectively. We have committed \$1.9 billion for the construction of new buildings, building improvements, and leasehold improvements as of June 30, 2018.