

NOTE 22 — QUARTERLY INFORMATION (UNAUDITED)

(In millions, except per share amounts)

Quarter Ended	September 30	December 31	March 31	June 30	Total
Fiscal Year 2017 ^(a)					
Revenue ^(b)		\$ 24,090			
	\$ 20,453		\$ 22,090	\$ 23,317	\$ 89,950
Gross margin	12,609	14,189	14,030	14,861	55,689
Operating income	5,225	6,177	5,594	5,330	22,326
Net income	4,690	5,200	4,801	6,513 ^(c)	21,204 ^(c)
Basic earnings per share	0.60	0.67	0.62	0.84	2.74
Diluted earnings per share	0.60	0.66	0.61	0.83 ^(c)	2.71 ^(c)
Fiscal Year 2016					
Revenue ^(d)	\$ 20,379	\$ 23,796	\$ 20,531	\$ 20,614	\$ 85,320
Gross margin	13,172	13,924	12,809	12,635	52,540
Operating income	5,793	6,026	5,283	3,080	20,182
Net income	4,902	5,018	3,756	3,122 ^(e)	16,798 ^(e)
Basic earnings per share	0.61	0.63	0.48	0.40	2.12
Diluted earnings per share	0.61	0.62	0.47	0.39 ^(e)	2.10 ^(e)

- (a) On December 8, 2016, we acquired LinkedIn Corporation. LinkedIn has been included in our consolidated results of operations starting on the acquisition date.
- (b) Reflects the impact of the net revenue deferral from Windows 10 of \$1.9 billion, \$2.0 billion, \$1.5 billion, and \$1.4 billion, for the first, second, third, and fourth quarter of fiscal year 2017, respectively, and \$6.7 billion for fiscal year 2017.
- (c) Includes \$306 million of employee severance expenses primarily related to our sales and marketing restructuring plan, which decreased operating income, net income, and diluted EPS by \$306 million, \$243 million, and \$0.03, respectively.
- (d) Reflects the impact of the net revenue deferral from Windows 10 of \$1.3 billion, \$1.7 billion, \$1.6 billion, and \$2.0 billion, for the first, second, third, and fourth quarter of fiscal year 2016, respectively, and \$6.6 billion for fiscal year 2016.
- (e) Includes \$630 million of asset impairment charges related to our phone business, and \$480 million of restructuring charges associated with our 2016 restructuring plans, which together decreased operating income, net income, and diluted EPS by \$1.1 billion, \$895 million, and \$0.11, respectively.