

NFLX Financial Statements - Q+3 Forecast

INCOME STATEMENT

| Item | Type | Predicted |
|----------------------|------------|-----------|
| Revenue | ML Driver | \$13.02B |
| Cost of Goods Sold | ML Driver | \$8.76B |
| Gross Profit | Derived | \$4.25B |
| Operating Expenses | ML Driver | \$2.52B |
| EBITDA | Derived | \$1.73B |
| Depreciation | Derived | \$5.04B |
| EBIT | Derived | \$-3.31B |
| Interest Expense | Derived | \$158.7M |
| Other Income/Expense | Adjustment | \$6.92B |
| EBT | Derived | \$3.55B |
| Income Tax | Derived | \$481.3M |
| Net Income | ML Driver | \$3.07B |

BALANCE SHEET - ASSETS

| Item | Type | Predicted |
|--------------------------|------------|-----------|
| Cash & Equivalents | CF Linkage | \$24.28B |
| Short-term Investments | Derived | \$39.5M |
| Accounts Receivable | Derived | \$1.97B |
| Inventory | Derived | \$0 |
| Prepaid Expenses | Derived | \$130.2M |
| Other Current Assets | Derived | \$1.68B |
| TOTAL CURRENT ASSETS | Sum | \$28.09B |
| PP&E (Net) | CF Linkage | \$-11.98B |
| Goodwill | Constant | \$0 |
| Intangible Assets | Derived | \$27.98B |
| Long-term Investments | Derived | \$0 |
| Other Non-current Assets | Derived | \$7.68B |
| TOTAL NON-CURRENT ASSETS | Sum | \$23.69B |
| TOTAL ASSETS | Sum | \$51.78B |

BALANCE SHEET - LIABILITIES & EQUITY

| Item | Type | Predicted |
|----------------------------|------------|-----------|
| Accounts Payable | Derived | \$1.13B |
| Deferred Revenue | Derived | \$2.01B |
| Other Current Liabilities | Derived | \$4.64B |
| TOTAL CURRENT LIAB | Sum | \$11.29B |
| Long-term Debt | Constant | \$14.46B |
| Other Non-current Liab | Derived | \$4.85B |
| TOTAL NON-CURRENT LIAB | Sum | \$13.82B |
| TOTAL LIABILITIES | A - E | \$25.11B |
| Common Stock | Constant | \$7.08B |
| Additional Paid-in Capital | Constant | \$0 |
| Retained Earnings | IS Linkage | \$45.27B |
| Treasury Stock | Derived | \$-24.97B |
| Accumulated OCI | Constant | \$-719.3M |
| TOTAL EQUITY | Sum | \$26.67B |

ACCOUNTING IDENTITY VERIFICATION

| Identity | Calculation | Status |
|-------------------------|---|--------|
| $A = L + E$ | $\$51.78B = \$25.11B + \$26.67B$ | ✓ |
| Current Assets Sum | $\$28.09B = \text{sum of components}$ | ✓ |
| Non-Current Assets Sum | $\$23.69B = \text{sum of components}$ | ✓ |
| Total Assets = CA + NCA | $\$51.78B = \$28.09B + \$23.69B$ | ✓ |
| Total Liab = CL + NCL | $\$25.11B = \$11.29B + \$13.82B$ | ✓ |
| GP = Rev - COGS | $\$4.25B = \$13.02B - \$8.76B$ | ✓ |
| EBITDA = GP - OpEx | $\$1.73B = \$4.25B - \$2.52B$ | ✓ |
| EBIT = EBITDA - D&A | $\$-3.31B = \$1.73B - \$5.04B$ | ✓ |
| NI = EBT - Tax | $\$3.07B = \$3.55B - \$481.3M$ | ✓ |
| Equity Components | $\$26.67B = \text{sum of equity items}$ | ✓ |

Overall: 10/10 identities verified ✓ ALL PASS