

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-Q

(Mark One)

☒ QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended June 25, 2022

or

☐ TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the transition period from _____ to _____.

Commission File Number: 001-36743



Apple Inc.

(Exact name of Registrant as specified in its charter)

California

(State or other jurisdiction
of incorporation or organization)

One Apple Park Way
Cupertino, California

(Address of principal executive offices)

94-2404110

(I.R.S. Employer Identification No.)

95014

(Zip Code)

(408) 996-1010

(Registrant's telephone number, including area code)

Securities registered pursuant to Section 12(b) of the Act:

| Title of each class | Trading symbol(s) | Name of each exchange on which registered |
|---|-------------------|---|
| Common Stock, \$0.00001 par value per share | AAPL | The Nasdaq Stock Market LLC |
| 1.000% Notes due 2022 | — | The Nasdaq Stock Market LLC |
| 1.375% Notes due 2024 | — | The Nasdaq Stock Market LLC |
| 0.000% Notes due 2025 | — | The Nasdaq Stock Market LLC |
| 0.875% Notes due 2025 | — | The Nasdaq Stock Market LLC |
| 1.625% Notes due 2026 | — | The Nasdaq Stock Market LLC |
| 2.000% Notes due 2027 | — | The Nasdaq Stock Market LLC |
| 1.375% Notes due 2029 | — | The Nasdaq Stock Market LLC |
| 3.050% Notes due 2029 | — | The Nasdaq Stock Market LLC |
| 0.500% Notes due 2031 | — | The Nasdaq Stock Market LLC |
| 3.600% Notes due 2042 | — | The Nasdaq Stock Market LLC |

Indicate by check mark whether the Registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the Registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.

Yes ☒ No ☐

Indicate by check mark whether the Registrant has submitted electronically every Interactive Data File required to be submitted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the Registrant was required to submit such files).

Yes ☒ No ☐

Indicate by check mark whether the Registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, a smaller reporting company, or an emerging growth company. See the definitions of "large accelerated filer," "accelerated filer," "smaller reporting company," and "emerging growth company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer



Non-accelerated filer



Accelerated filer



Smaller reporting company



Emerging growth company



PART I — FINANCIAL INFORMATION

Item 1. Financial Statements

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 | | Nine Months Ended | |
|--|--------------------|------------------|-------------------|------------------|
| | June 25, 2022 | June 26, 2021 | June 25, 2022 | June 26, 2021 |
| Net sales: | | | | |
| Products | \$ 63,355 | \$ 63,948 | \$ 245,241 | \$ 232,309 |
| Services | 19,604 | 17,486 | 58,941 | 50,148 |
| Total net sales | 82,959 | 81,434 | 304,182 | 282,457 |
| Cost of sales: | | | | |
| Products | 41,485 | 40,899 | 155,084 | 149,476 |
| Services | 5,589 | 5,280 | 16,411 | 15,319 |
| Total cost of sales | 47,074 | 46,179 | 171,495 | 164,795 |
| Gross margin | 35,885 | 35,255 | 132,687 | 117,662 |
| Operating expenses: | | | | |
| Research and development | 6,797 | 5,717 | 19,490 | 16,142 |
| Selling, general and administrative | 6,012 | 5,412 | 18,654 | 16,357 |
| Total operating expenses | 12,809 | 11,129 | 38,144 | 32,499 |
| Operating income | 23,076 | 24,126 | 94,543 | 85,163 |
| Other income/(expense), net | (10) | 243 | (97) | 796 |
| Income before provision for income taxes | 23,066 | 24,369 | 94,446 | 85,959 |
| Provision for income taxes | 3,624 | 2,625 | 15,364 | 11,830 |
| Net income | \$ 19,442 | \$ 21,744 | \$ 79,082 | \$ 74,129 |
| Earnings per share: | | | | |
| Basic | \$ 1.20 | \$ 1.31 | \$ 4.86 | \$ 4.42 |
| Diluted | \$ 1.20 | \$ 1.30 | \$ 4.82 | \$ 4.38 |
| Shares used in computing earnings per share: | | | | |
| Basic | 16,162,945 | 16,629,371 | 16,277,824 | 16,772,656 |
| Diluted | 16,262,203 | 16,781,735 | 16,394,937 | 16,941,527 |

See accompanying Notes to Condensed Consolidated Financial Statements.