

Subject: Re: App Store Financial Model

From: "Eddy Cue"

Received(Date): Wed, 15 Jul 2009 17:14:52 +0000

To: "Philip Schiller"

Cc: "Mark Donnelly"

Date: Wed, 15 Jul 2009 17:14:52 +0000

We are definitely making money so we are fine and mark can send you the data.

Sent from my iPhone

On Jul 15, 2009, at 5:16 PM, Philip Schiller wrote:

> Mark,

>

- > Steve has asked if we could send him the data for the App Store
- > financial model. He wants to understand the profits and costs (the
- > assumption is that it is at best slightly positive given all the
- > free apps, which is fine).

>

> Thanks,

>

> Phil

Exhibit PX 406