

PART I. FINANCIAL INFORMATION
ITEM 1. FINANCIAL STATEMENTS

Alphabet Inc.
CONSOLIDATED BALANCE SHEETS

(in millions, except share amounts which are reflected in thousands, and par value per share amounts)

| | As of December 31, 2020 | As of June 30, 2021 (unaudited) |
|--|----------------------------|---------------------------------------|
| Assets | | |
| Current assets: | | |
| Cash and cash equivalents | \$ 26,465 | \$ 23,630 |
| Marketable securities | 110,229 | 112,233 |
| Total cash, cash equivalents, and marketable securities | 136,694 | 135,863 |
| Accounts receivable, net | 30,930 | 31,967 |
| Income taxes receivable, net | 454 | 884 |
| Inventory | 728 | 907 |
| Other current assets | 5,490 | 6,076 |
| Total current assets | 174,296 | 175,697 |
| Non-marketable investments | 20,703 | 25,532 |
| Deferred income taxes | 1,084 | 1,153 |
| Property and equipment, net | 84,749 | 91,697 |
| Operating lease assets | 12,211 | 12,978 |
| Intangible assets, net | 1,445 | 1,626 |
| Goodwill | 21,175 | 22,406 |
| Other non-current assets | 3,953 | 4,298 |
| Total assets | <u>\$ 319,616</u> | <u>\$ 335,387</u> |
| Liabilities and Stockholders' Equity | | |
| Current liabilities: | | |
| Accounts payable | \$ 5,589 | \$ 4,708 |
| Accrued compensation and benefits | 11,086 | 10,088 |
| Accrued expenses and other current liabilities | 28,631 | 28,981 |
| Accrued revenue share | 7,500 | 7,438 |
| Deferred revenue | 2,543 | 2,715 |
| Income taxes payable, net | 1,485 | 1,811 |
| Total current liabilities | 56,834 | 55,741 |
| Long-term debt | 13,932 | 14,328 |
| Deferred revenue, non-current | 481 | 510 |
| Income taxes payable, non-current | 8,849 | 8,651 |
| Deferred income taxes | 3,561 | 4,703 |
| Operating lease liabilities | 11,146 | 11,619 |
| Other long-term liabilities | 2,269 | 2,270 |
| Total liabilities | <u>97,072</u> | <u>97,822</u> |
| Contingencies (Note 9) | | |
| Stockholders' equity: | | |
| Convertible preferred stock, \$0.001 par value per share: 100,000 shares authorized; no shares issued and outstanding | 0 | 0 |
| Class A and Class B common stock, and Class C capital stock and additional paid-in capital, \$0.001 par value per share: 15,000,000 shares authorized (Class A 9,000,000, Class B 3,000,000, Class C 3,000,000); 675,222 (Class A 300,730, Class B 45,843, Class C 328,649) and 667,637 (Class A 301,040, Class B 45,546, Class C 321,051) shares issued and outstanding | 58,510 | 60,436 |
| Accumulated other comprehensive income (loss) | 633 | 190 |
| Retained earnings | 163,401 | 176,939 |
| Total stockholders' equity | <u>222,544</u> | <u>237,565</u> |
| Total liabilities and stockholders' equity | <u>\$ 319,616</u> | <u>\$ 335,387</u> |

See accompanying notes.