

**Alphabet Inc.****Quarterly Consolidated Statements of Income**

(In millions, except per share amounts; unaudited)

	Q1'18	Q2'18	Q3'18	Q4'18	Q1'19	Q2'19	Q3'19	Q4'19	Q1'20	Q2'20
Revenues	\$ 31,146	\$ 32,657	\$ 33,740	\$ 39,276	\$ 36,339	\$ 38,944	\$ 40,499	\$ 46,075	\$ 41,159	\$ 38,297
Costs and expenses:										
Cost of revenues	13,467	13,883	14,281	17,918	16,012	17,296	17,568	21,020	18,982	18,553
Research and development	5,039	5,114	5,232	6,034	6,029	6,213	6,554	7,222	6,820	6,875
Sales and marketing	3,604	3,780	3,849	5,100	3,905	4,212	4,609	5,738	4,500	3,901
General and administrative	1,403	1,764	1,753	2,003	2,088	2,043	2,591	2,829	2,880	2,585
European Commission fines	—	5,071	—	—	1,697	—	—	—	—	—
Total costs and expenses	23,513	29,612	25,115	31,055	29,731	29,764	31,322	36,809	33,182	31,914
Income from operations	7,633	3,045	8,625	8,221	6,608	9,180	9,177	9,266	7,977	6,383
Other income (expense), net	2,910	1,170	1,458	1,851	1,538	2,967	(549)	1,438	(220)	1,894
Income before income taxes	10,543	4,215	10,083	10,072	8,146	12,147	8,628	10,704	7,757	8,277
Provision for income taxes	1,142	1,020	891	1,124	1,489	2,200	1,560	33	921	1,318
Net income (loss)	\$ 9,401	\$ 3,195	\$ 9,192	\$ 8,948	\$ 6,657	\$ 9,947	\$ 7,068	\$ 10,671	\$ 6,836	\$ 6,959
Basic net income (loss) per share of Class A and B common stock and Class C capital stock	\$ 13.53	\$ 4.60	\$ 13.21	\$ 12.87	\$ 9.58	\$ 14.33	\$ 10.20	\$ 15.49	\$ 9.96	\$ 10.21
Diluted net income (loss) per share of Class A and B common stock and Class C capital stock	\$ 13.33	\$ 4.54	\$ 13.06	\$ 12.77	\$ 9.50	\$ 14.21	\$ 10.12	\$ 15.35	\$ 9.87	\$ 10.13

**Alphabet Inc.**

**Quarterly Consolidated Balance Sheets**

(In millions, except share amounts which are reflected in thousands and par value; unaudited)

	Q1'18	Q2'18	Q3'18	Q4'18	Q1'19	Q2'19	Q3'19	Q4'19	Q1'20	Q2'20
<b>Assets</b>										
Current assets:										
Cash and cash equivalents	\$ 12,658	\$ 14,148	\$ 13,443	\$ 16,701	\$ 19,148	\$ 16,587	\$ 16,032	\$ 18,498	\$ 19,644	\$ 17,742
Marketable securities	90,227	88,106	92,973	92,439	94,340	104,469	105,145	101,177	97,585	103,338
Total cash, cash equivalents, and marketable securities	102,885	102,254	106,416	109,140	113,488	121,056	121,177	119,675	117,229	121,080
Accounts receivable, net	16,777	17,043	17,897	20,838	19,149	20,965	20,889	25,326	21,825	21,201
Income taxes receivable, net	37	201	170	355	111	352	192	2,166	1,910	394
Inventory	636	698	1,212	1,107	1,053	964	1,401	999	889	815
Other current assets	3,426	3,961	4,007	4,236	4,406	4,100	4,699	4,412	5,165	5,579
Total current assets	123,761	124,157	129,702	135,676	138,207	147,437	148,358	152,578	147,018	149,069
Non-marketable investments	10,976	11,487	12,673	13,859	14,474	12,112	12,488	13,078	12,367	12,961
Deferred income taxes	678	685	682	737	750	585	564	721	730	895
Property and equipment, net	48,845	51,672	55,300	59,719	60,528	64,891	69,252	73,646	76,747	78,748
Operating lease assets	—	—	—	—	8,837	9,713	10,341	10,941	11,219	11,567
Intangible assets, net	2,809	2,662	2,448	2,220	2,063	1,902	1,747	1,979	1,840	1,697
Goodwill	17,862	17,895	17,895	17,888	17,943	18,000	18,069	20,624	20,734	20,824
Other non-current assets	2,004	3,052	2,838	2,693	2,547	2,461	2,225	2,342	2,748	2,731
Total assets	\$ 206,935	\$ 211,610	\$ 221,538	\$ 232,792	\$ 245,349	\$ 257,101	\$ 263,044	\$ 275,909	\$ 273,403	\$ 278,492
<b>Liabilities and Stockholders' Equity</b>										
Current liabilities:										
Accounts payable	\$ 3,526	\$ 3,369	\$ 3,789	\$ 4,378	\$ 3,710	\$ 3,925	\$ 4,142	\$ 5,561	\$ 4,099	\$ 4,064
Short-term debt	1,329	—	—	—	—	—	—	—	—	—
Accrued compensation and benefits	3,812	4,642	5,946	6,839	5,072	6,432	7,399	8,495	5,656	7,127
Accrued expenses and other current liabilities	10,065	15,261	15,936	16,958	19,382	19,823	21,038	23,067	22,601	24,426
Accrued revenue share	3,723	3,728	3,878	4,592	4,318	4,567	4,835	5,916	4,982	5,005
Deferred revenue	1,596	1,714	1,752	1,784	1,667	1,717	1,679	1,908	1,938	2,061
Income taxes payable, net	1,343	1,189	—	69	761	536	131	274	913	975
Total current liabilities	25,394	29,903	31,301	34,620	34,910	37,000	39,224	45,221	40,189	43,658
Long-term debt	3,973	3,981	3,986	4,012	4,066	4,074	4,082	4,554	5,016	4,018
Deferred revenue, non-current	315	358	317	396	391	387	364	358	350	397
Income taxes payable, non-current	12,885	11,652	11,562	11,327	11,605	10,969	11,355	9,885	9,207	8,599
Deferred income taxes	394	479	1,318	1,264	1,282	1,892	1,747	1,701	2,079	1,797
Operating lease liabilities	—	—	—	—	8,206	9,088	9,666	10,214	10,476	10,709
Other long-term liabilities	3,149	3,237	3,214	3,545	1,417	1,499	1,637	2,534	2,427	1,992
Total liabilities	46,110	49,610	51,698	55,164	61,877	64,909	68,075	74,467	69,744	71,170
Stockholders' equity:										
Convertible preferred stock, \$0.001 par value per share, 100,000 shares authorized; no shares issued and outstanding	—	—	—	—	—	—	—	—	—	—
Class A and Class B common stock, and Class C capital stock and additional paid-in capital, \$0.001 par value per share	41,487	42,243	43,111	45,049	46,532	47,937	49,040	50,552	53,688	55,937
Accumulated other comprehensive income (loss)	(670)	(1,525)	(1,676)	(2,306)	(1,780)	(1,091)	(1,196)	(1,232)	(1,097)	(296)
Retained earnings	120,008	121,282	128,405	134,885	138,720	145,346	147,125	152,122	151,068	151,681
Total stockholders' equity	160,825	162,000	169,840	177,628	183,472	192,192	194,969	201,442	203,659	207,322
Total liabilities and stockholders' equity	\$ 206,935	\$ 211,610	\$ 221,538	\$ 232,792	\$ 245,349	\$ 257,101	\$ 263,044	\$ 275,909	\$ 273,403	\$ 278,492

**Alphabet Inc.**

**Quarterly Consolidated Statements of Cash Flows**

(In millions; unaudited)

	Q1'18	Q2'18	Q3'18	Q4'18	Q1'19	Q2'19	Q3'19	Q4'19	Q1'20	Q2'20
<b>Operating activities</b>										
Net income (loss)	\$ 9,401	\$ 3,195	\$ 9,192	\$ 8,948	\$ 6,657	\$ 9,947	\$ 7,068	\$ 10,671	\$ 6,836	\$ 6,959
Adjustments:										
Depreciation and impairment of property and equipment	1,791	1,862	2,138	2,373	2,416	2,626	2,732	3,082	2,899	3,178
Amortization and impairment of intangible assets	195	252	217	207	197	209	188	331	209	208
Stock-based compensation expense	2,457	2,413	2,230	2,253	2,769	2,756	2,624	2,645	3,191	3,382
Deferred income taxes	(18)	(139)	880	55	(73)	693	(239)	(208)	175	(591)
(Gain) loss on debt and equity securities, net	(2,992)	(1,068)	(1,353)	(1,237)	(1,081)	(2,797)	1,479	(399)	802	(1,842)
Other	(257)	137	38	(107)	22	(70)	(71)	(473)	297	372
Changes in assets and liabilities, net of effects of acquisitions:										
Accounts receivable	1,700	(312)	(670)	(2,887)	1,172	(1,146)	(1)	(4,365)	2,602	(80)
Income taxes, net	782	(1,438)	(1,235)	(360)	1,068	(1,043)	185	(3,338)	(245)	783
Other assets	(241)	(515)	(484)	33	(265)	89	(611)	166	(115)	(244)
Accounts payable	122	(145)	316	774	(425)	(18)	57	814	(835)	146
Accrued expenses and other liabilities	(1,142)	5,742	1,857	2,157	(229)	1,303	1,853	4,243	(3,531)	1,432
Accrued revenue share	(286)	(17)	107	679	(147)	87	261	1,072	(871)	179
Deferred revenue	130	165	(23)	99	(81)	(9)	(59)	186	37	111
Net cash provided by operating activities	11,642	10,132	13,210	12,987	12,000	12,627	15,466	14,427	11,451	13,993
<b>Investing activities</b>										
Purchases of property and equipment	(7,299)	(5,477)	(5,282)	(7,081)	(4,638)	(6,126)	(6,732)	(6,052)	(6,005)	(5,391)
Purchases of marketable securities	(8,849)	(14,192)	(14,299)	(12,818)	(20,883)	(23,841)	(36,244)	(19,347)	(37,563)	(26,548)
Maturities and sales of marketable securities	9,351	16,172	9,403	13,581	21,006	19,686	34,091	23,042	41,811	24,063
Purchases of non-marketable investments	(327)	(405)	(386)	(955)	(907)	(188)	(404)	(433)	(572)	(739)
Maturities and sales of non-marketable investments	498	693	154	407	99	107	91	108	260	213
Acquisitions, net of cash acquired, and purchases of intangible assets	(1,250)	(184)	(18)	(39)	(99)	(148)	(126)	(2,142)	(190)	(165)
Other investing activities	30	19	20	29	34	55	379	121	412	119
Net cash used in investing activities	(7,846)	(3,374)	(10,408)	(6,876)	(5,388)	(10,455)	(8,945)	(4,703)	(1,847)	(8,448)
<b>Financing activities</b>										
Net payments related to stock-based award activities	(1,158)	(1,541)	(1,253)	(1,041)	(1,175)	(1,260)	(1,131)	(1,199)	(1,241)	(1,475)
Repurchases of capital stock	(2,173)	(2,052)	(2,200)	(2,650)	(3,025)	(3,577)	(5,696)	(6,098)	(8,496)	(6,852)
Proceeds from issuance of debt, net of costs	4,691	1,545	530	—	315	2	—	—	1,898	—
Repayments of debt	(3,378)	(2,889)	(555)	(5)	(345)	(48)	(145)	(47)	(1,947)	(35)
Proceeds from sale of interest in consolidated entities	—	—	—	950	47	137	18	18	1,600	864
Net cash used in financing activities	(2,018)	(4,937)	(3,478)	(2,746)	(4,183)	(4,746)	(6,954)	(7,326)	(8,186)	(7,498)
Effect of exchange rate changes on cash and cash equivalents	165	(331)	(29)	(107)	18	13	(122)	68	(272)	51
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>1,943</b>	<b>1,490</b>	<b>(705)</b>	<b>3,258</b>	<b>2,447</b>	<b>(2,561)</b>	<b>(555)</b>	<b>2,466</b>	<b>1,146</b>	<b>(1,902)</b>
Cash and cash equivalents at beginning of period	10,715	12,658	14,148	13,443	16,701	19,148	16,587	16,032	18,498	19,644
<b>Cash and cash equivalents at end of period</b>	<b>\$ 12,658</b>	<b>\$ 14,148</b>	<b>\$ 13,443</b>	<b>\$ 16,701</b>	<b>\$ 19,148</b>	<b>\$ 16,587</b>	<b>\$ 16,032</b>	<b>\$ 18,498</b>	<b>\$ 19,644</b>	<b>\$ 17,742</b>