

### Question

Apple Inc. Selected data from the September 24, 2011, and September 25, 2010, consolidated balance sheets and income statements for the years then ended for Apple Inc. follow. All amounts are reported in millions.

	2011	2010
Net sales. . . . .	\$108,249	\$65,225
Cost of sales. . . . .	64,431	39,541
Research and development expenses. . . . .	2,429	1,782
Selling, general, and administrative expenses . . . . .	7,599	5,517
Operating income . . . . .	?	?
Other income, net . . . . .	?	155
Provision for income taxes. . . . .	8,283	?
Net income . . . . .	<u>\$ 25,922</u>	<u>\$14,013</u>

Calculate the amount of Apple's gross profit for each year. Has gross profit as a percentage of sales changed significantly during the past year? Calculate the amount of Apple's operating income for each year. Has operating income as a percentage of sales changed significantly during the past year?