

QUALCOMM INC/DE  
Form 10-Q  
April 20, 2016

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, DC 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 March 27, 2016

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 0-19528

QUALCOMM Incorporated

(Exact name of registrant as specified in its charter)

Delaware 95-3685934

(State or Other Jurisdiction of (I.R.S. Employer

Incorporation or Organization) Identification No.)

5775 Morehouse Dr., San Diego, California 92121-1714

(Address of Principal Executive Offices) (Zip Code)

(858) 587-1121

(Registrant's telephone number, including area code)

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 and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted 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 and post such files). Yes  No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act. (Check one):

Large accelerated filer  Accelerated filer  Non-accelerated filer  Smaller reporting company   
(Do not check if a smaller reporting company)

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes  No

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Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

The number of shares outstanding of each of the issuer's classes of common stock, as of the close of business on April 18, 2016, was as follows:

Class	Number of Shares
Common Stock, \$0.0001 per share par value	1,468,915,152

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For the Quarter Ended March 27, 2016

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## PART I. FINANCIAL INFORMATION

## ITEM 1. CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

## QUALCOMM

Incorporated

## CONDENSED

## CONSOLIDATED

## BALANCE

## SHEETS

(In millions, except  
per share data)

(Unaudited)

	March 27, 2016	September 27, 2015
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$ 5,775	\$ 7,560
Marketable securities	10,627	9,761
Accounts receivable, net	1,738	1,964
Inventories	1,427	1,492
Deferred tax assets	—	635
Other current assets	590	687
Total current assets	20,157	22,099
Marketable securities	13,582	13,626
Deferred tax assets	2,203	1,453
Property, plant and equipment, net	2,391	2,534
Goodwill	5,657	5,479
Other intangible assets, net	3,896	3,742
Other assets	2,174	1,863
Total assets	\$ 50,060	\$ 50,796
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
Current liabilities:		
Trade accounts payable	\$ 1,452	\$ 1,300
Payroll and other benefits related liabilities	785	861
Unearned revenues	791	583
Short-term debt	1,949	1,000
Other current liabilities	2,049	2,356
Total current liabilities	7,026	6,100
Unearned revenues	2,526	2,496
Long-term debt	9,993	9,969
Other liabilities	878	817
Total liabilities	20,423	19,382
Commitments and contingencies (Note 7)		
Stockholders' equity:		
Qualcomm stockholders' equity:		
Preferred stock, \$0.0001 par value; 8 shares authorized; none outstanding	—	—
	—	—

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Common stock and paid-in capital, \$0.0001 par value; 6,000 shares authorized; 1,467 and 1,524 shares issued and outstanding, respectively

Retained earnings	29,485	31,226	
Accumulated other comprehensive income	160	195	
Total Qualcomm stockholders' equity	29,645	31,421	
Noncontrolling interests	(8	) (7	)
Total stockholders' equity	29,637	31,414	
Total liabilities and stockholders' equity	\$ 50,060	\$ 50,796	

See

Accompanying

Notes to

Condensed

Consolidated

Financial

Statements.

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QUALCOMM  
 Incorporated  
 CONDENSED  
 CONSOLIDATED  
 STATEMENTS OF  
 OPERATIONS  
 (In millions, except  
 per share data)  
 (Unaudited)

	Three Months Ended		Six Months Ended	
	March 27, 2016	March 29, 2015	March 27, 2016	March 29, 2015
Revenues:				
Equipment and services	\$3,349	\$ 4,403	\$7,436	\$ 9,619
Licensing	2,202	2,491	3,890	4,374
Total revenues	5,551	6,894	11,326	13,993
Costs and expenses:				
Cost of equipment and services revenues	2,141	2,628	4,675	5,676
Research and development	1,301	1,375	2,653	2,726
Selling, general and administrative	619	545	1,198	1,128
Other (Note 2)	75	1,010	(299 )	1,063
Total costs and expenses	4,136	5,558		