

Depreciation and amortization expense related to property and equipment, net is summarized below (in millions):

	April 26, 2019	Year Ended April 27, 2018	April 28, 2017
Depreciation and amortization expense	\$ 150	\$ 145	\$ 178

***Other non-current assets (in millions):***

	April 26, 2019	April 27, 2018
Deferred tax assets	\$ 201	\$ 229
Other assets	389	221
Other non-current assets	<u>\$ 590</u>	<u>\$ 450</u>

During fiscal 2019, we formed a joint venture with Lenovo (Beijing) Information Technology Ltd. (“Lenovo”) in China and, in February 2019, contributed assets to the newly formed entity, Lenovo NetApp Technology Limited (“LNTL”), in exchange for a non-controlling 49% equity interest. The group of assets we contributed and derecognized met the definition of a business and included cash, fixed assets, customer relationships and an allocation of goodwill, with an aggregate book value of \$7 million. The fair value of our equity interest in LNTL was determined using discounted cash flow techniques to be \$80 million, resulting in a non-cash gain of \$73 million. We accounted for our ownership interest as an equity method investment and have presented it in Other non-current assets on our consolidated balance sheet as of April 26, 2019. LNTL will be integral to our sales channels strategy in China, acting as a distributor of our offerings to customers headquartered there, and involved in certain OEM sales to Lenovo. It will also endeavor to localize our products and services, and to develop new joint offerings for the China market by leveraging NetApp and Lenovo technologies.

***Accrued expenses (in millions):***

	April 26, 2019	April 27, 2018
Accrued compensation and benefits	\$ 433	\$ 441
Product warranty liabilities	25	25
Other current liabilities	393	359
Accrued expenses	<u>\$ 851</u>	<u>\$ 825</u>

***Product warranty liabilities:***

Equipment and software systems sales include a standard product warranty. The following tables summarize the activity related to product warranty liabilities and their balances as reported in our consolidated balance sheets (in millions):

	Year Ended	
	April 26, 2019	April 27, 2018
Balance at beginning of period	\$ 40	\$ 50
Expense accrued during the period	22	16
Warranty costs incurred	(22)	(26)
Balance at end of period	<u>\$ 40</u>	<u>\$ 40</u>
	April 26, 2019	April 27, 2018
Accrued expenses	\$ 25	\$ 25
Other long-term liabilities	15	15
Total warranty liabilities	<u>\$ 40</u>	<u>\$ 40</u>

Warranty expense accrued during the period includes amounts accrued for systems at the time of shipment, adjustments for changes in estimated costs for warranties on systems shipped in the period and changes in estimated costs for warranties on systems shipped in prior periods.