

FedEx Corporation

Q1 Fiscal 2023 Statistics

Financial and Operating
Statistics

September 22, 2022



FedEx®

This report is a statistical supplement to FedEx's interim financial reports and is prepared quarterly. Additional copies are available for downloading and printing at investors.fedex.com. For more information, write or call:

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Only footnotes pertaining to the current year are displayed at the bottom of pages in the statistical book. For supplemental information related to FY20 – FY22, please refer to the informational notes appendix.

FEDEX CORPORATION OVERVIEW

FedEx Corporation provides customers and businesses worldwide with a broad portfolio of transportation, e-commerce, and business services. With annual revenue of \$95 billion, the company offers integrated business solutions through operating companies competing collectively, operating collaboratively, and innovating digitally under the respected FedEx brand. Consistently ranked among the world's most admired and trusted employers, FedEx inspires its nearly 550,000 employees to remain focused on safety, the highest ethical and professional standards, and the needs of their customers and communities. FedEx is committed to connecting people and possibilities around the world responsibly and resourcefully, with a goal to achieve carbon-neutral operations by 2040.

FedEx Express invented express transportation and remains the industry's global leader, providing rapid, reliable, time-definite delivery to more than 220 countries and territories, connecting markets that comprise more than 99 percent of the world's gross domestic product. Unmatched air route authorities and transportation infrastructure, combined with leading-edge information technologies, make FedEx Express the world's largest express transportation company. The FedEx Express business segment financial results include FedEx Custom Critical.

FedEx Ground provides low-cost, day-certain service to any business address in the U.S. and Canada, as well as residential delivery to 100% of U.S. residences through its FedEx Home Delivery® Service. FedEx Ground Economy, a FedEx Ground service, specializes in the consolidation and delivery of high volumes of low-weight, less time-sensitive business-to-consumer packages.

FedEx Freight is a leading North American provider of less-than-truckload (LTL) freight services across all lengths of haul to businesses and residences. Within the contiguous U.S., the company offers: FedEx Freight Priority, when speed is critical to meet a customer's supply chain needs; FedEx Freight Economy, when a customer can trade time for cost savings; and FedEx Freight Direct, a service to meet the needs of the growing e-commerce market for delivery of heavy, bulky products to or through the door for residences and businesses. FedEx Freight also offers freight delivery service to most points in Puerto Rico and the U.S. Virgin Islands.

FedEx Services provides sales, marketing, information technology, communications, customer service, technical support, billing and collection services, and certain back-office functions that support our transportation segments.

Corporate, Other, and Eliminations includes corporate headquarters costs for executive officers and certain legal and finance functions, including certain other costs and credits not attributed to our core business, as well as certain costs associated with developing our "innovate digitally" strategic pillar through our FedEx Dataworks operating segment. FedEx Dataworks is focused on creating solutions to transform the digital and physical experiences of our customers and team members. Also included in Corporate and other are the FedEx Office operating segment, which provides an array of document and business services and retail access to our customers for our package transportation businesses, and the FedEx Logistics operating segment, which provides integrated supply chain management solutions, specialty transportation, customs brokerage, and global ocean and air freight forwarding.

CORPORATE HEADQUARTERS:	942 S. Shady Grove Road Memphis, TN 38120
COMMON STOCK LISTING:	The New York Stock Exchange
STOCK SYMBOL:	FDX
COMMON SHARES AUTHORIZED:	800,000,000
COMMON SHARES OUTSTANDING:	260,216,350 (as of August 31, 2022)
STOCKHOLDERS OF RECORD:	11,385 (as of August 31, 2022)
TRANSFER AGENT & REGISTRAR:	Computershare (800) 446-2617 (for overnight delivery) (for regular mail delivery) 150 Royall St., Suite 101 P.O. Box 43006 Canton, MA 02021 Providence, RI 02940-3078
FISCAL YEAR END:	May 31

FedEx Corporation

Condensed Consolidated Balance Sheets

FY 2020 – FY 2023

May 31

In millions (except share data)

	FY 2020	FY 2021	FY 2022	Aug. 31, 2022
ASSETS				
Current Assets				
Cash and cash equivalents	\$ 4,881	\$ 7,087	\$ 6,897	\$ 6,850
Receivables, less allowances	10,102	12,069	11,863	11,055
Spare parts, supplies, and fuel, less allowances	572	587	637	647
Prepaid expenses and other	828	837	968	1,054
Total current assets	16,383	20,580	20,365	19,606
Property and Equipment, at Cost				
Aircraft and related equipment	24,518	26,268	27,874	
Package handling and ground support equipment	11,382	13,012	14,930	
Information technology	6,884	7,486	8,098	
Vehicles and trailers	9,101	9,282	9,806	
Facilities and other	13,139	14,029	14,567	
	65,024	70,077	75,275	76,712
Less accumulated depreciation and amortization	31,416	34,325	37,184	37,906
Net property and equipment	33,608	35,752	38,091	38,806
Other Long-Term Assets				
Operating lease right-of-use-assets, net	13,917	15,383	16,613	17,219
Goodwill	6,372	6,992	6,544	6,316
Other assets	3,257	4,070	4,381	3,879
Total other long-term assets	23,546	26,445	27,538	27,414
	<u>\$ 73,537</u>	<u>\$ 82,777</u>	<u>\$ 85,994</u>	<u>\$ 85,826</u>
LIABILITIES AND COMMON STOCKHOLDERS' INVESTMENT				
Current Liabilities				
Current portion of long-term debt	\$ 51	\$ 146	\$ 82	\$ 139
Accrued salaries and employee benefits	1,569	2,903	2,531	2,263
Accounts payable	3,269	3,841	4,030	4,167
Operating lease liabilities	1,923	2,208	2,443	2,470
Accrued expenses	3,532	4,562	5,188	4,726
Total current liabilities	10,344	13,660	14,274	13,765
Long-Term Debt, Less Current Portion				
	21,952	20,733	20,182	19,918
Other Long-Term Liabilities				
Deferred income taxes	3,162	3,927	4,093	4,134
Pension, postretirement healthcare, and other benefit obligations	5,019	3,501	4,448	4,055
Self-insurance accruals	2,104	2,430	2,889	3,042
Operating lease liabilities	12,195	13,375	14,487	15,118
Other liabilities	466	983	682	654
Total other long-term liabilities	22,946	24,216	26,599	27,003
Commitments and Contingencies				
Common Stockholders' Investment				
Common stock \$0.10 par value; 800 million shares auth.	32	32	32	32
Additional paid-in capital	3,356	3,481	3,712	3,751
Retained earnings	25,216	29,817	32,782	33,060
Accumulated other comprehensive (loss) income	(1,147)	(732)	(1,103)	(1,314)
Treasury stock, at cost	(9,162)	(8,430)	(10,484)	(10,389)
Total common stockholders' investment	18,295	24,168	24,939	25,140
	<u>\$ 73,537</u>	<u>\$ 82,777</u>	<u>\$ 85,994</u>	<u>\$ 85,826</u>

Unaudited. Differences may result due to rounding.

FedEx Corporation

Condensed Consolidated Statements of Cash Flows

FY 2020 – FY 2023

Years ended May 31

In millions

	<u>FY 2020</u>	<u>FY 2021</u>	<u>FY 2022</u>	<u>Q1 YTD FY 2023</u>
OPERATING ACTIVITIES				
Net income	\$ 1,286	\$ 5,231	\$ 3,826	\$ 875
Adjustments to reconcile net income to cash provided by operating activities:				
Depreciation and amortization	3,615	3,793	3,970	1,024
Provision for uncollectible accounts	442	577	403	245
Other noncash items including leases and deferred income tax	2,449	2,887	2,931	774
Stock-based compensation	168	200	190	68
Retirement plans mark-to-market adjustments	794	(1,176)	1,578	—
Loss on extinguishment of debt	—	393	—	—
Business realignment and optimization costs/(payments), net	—	102	53	(14)
Goodwill and other asset impairment charges	435	—	—	—
Changes in operating assets and liabilities, net of the effects of businesses acquired:				
Receivables	(1,331)	(1,389)	(310)	259
Other current assets	(59)	(40)	(158)	(170)
Pension and postretirement assets and liabilities, net	(908)	(317)	(697)	—
Accounts payable and other operating liabilities	(1,787)	71	(1,861)	(1,473)
Other, net	(7)	(197)	(93)	19
Cash provided by operating activities	5,097	10,135	9,832	1,607
INVESTING ACTIVITIES				
Capital expenditures	(5,868)	(5,884)	(6,763)	(1,284)
Business acquisitions, net of cash acquired	—	(228)	—	—
Purchase of investments	—	—	(147)	(35)
Proceeds from asset dispositions and other	22	102	94	10
Cash used in investing activities	(5,846)	(6,010)	(6,816)	(1,309)
FINANCING ACTIVITIES				
Payments on debt	(2,548)	(6,318)	(161)	(29)
Proceeds from debt issuances	6,556	4,212	—	—
Proceeds from stock issuances	64	740	184	81
Dividends paid	(679)	(686)	(793)	(299)
Purchase of treasury stock	(3)	—	(2,248)	—
Other, net	(9)	(38)	(1)	—
Cash provided by (used in) financing activities	3,381	(2,090)	(3,019)	(247)
Effect of exchange rate changes on cash	(70)	171	(187)	(98)
CASH AND CASH EQUIVALENTS				
Net (decrease) increase in cash and cash equivalents	2,562	2,206	(190)	(47)
Cash and cash equivalents at beginning of period	2,319	4,881	7,087	6,897
Cash and cash equivalents at end of period	<u>\$ 4,881</u>	<u>\$ 7,087</u>	<u>\$ 6,897</u>	<u>\$ 6,850</u>

Unaudited. Differences may result due to rounding.

FedEx Corporation

Annual Consolidated Statements of Income

FY 2020 – FY 2023

Years ended May 31
In millions, except EPS

	FY 2020	FY 2021	FY 2022	Q1 YTD FY 2023
Revenue:				
FedEx Express segment	\$ 35,513	\$ 42,078	\$ 45,814	\$ 11,127
FedEx Ground segment	22,733	30,496	33,232	8,160
FedEx Freight segment	7,102	7,833	9,532	2,723
FedEx Services segment	22	32	253	70
Other and eliminations	3,847	3,520	4,681	1,162
Total Revenue	69,217	83,959	93,512	23,242
Operating Expenses:				
Salaries and employee benefits	25,031	30,173	32,058	7,859
Purchased transportation	17,466	21,674	24,118	5,767
Rentals and landing fees	3,712	4,155	4,712	1,159
Depreciation and amortization	3,615	3,793	3,970	1,024
Fuel	3,156	2,882	5,115	1,822
Maintenance and repairs	2,893	3,328	3,372	904
Business realignment and optimization costs ¹	—	116	278	38
Goodwill and other asset impairment charges	435	—	—	—
Other	10,492	11,981	13,644	3,478
Total Operating Expenses	66,800	78,102	87,267	22,051
Operating Income:				
FedEx Express segment	996	2,810	2,922	174
FedEx Ground segment	2,014	3,193	2,642	694
FedEx Freight segment	580	1,005	1,663	651
Corporate, other, and eliminations	(1,173)	(1,151)	(982)	(328)
Total Operating Income	2,417	5,857	6,245	1,191
Other (Expense) Income:				
Interest, net	(617)	(741)	(636)	(142)
Other retirement plans income (expense)	(122)	1,983	(726)	101
Loss on debt extinguishment	—	(393)	—	—
Other, net	(9)	(32)	13	4
Total Other Income (Expense)	(748)	817	(1,349)	(37)
Income Before Income Taxes	1,669	6,674	4,896	1,154
Provision for Income Taxes (Benefit)	383	1,443	1,070	279
Net Income	\$ 1,286	\$ 5,231	\$ 3,826	\$ 875
Basic Earnings Per Share	\$ 4.92	\$ 19.79	\$ 14.54	\$ 3.37
Weighted Avg. Common Shares	261	264	263	259
Diluted Earnings Per Share	\$ 4.90	\$ 19.45	\$ 14.33	\$ 3.33
Weighted Avg. Diluted Shares	262	268	266	262

SELECTED STATISTICS

Operating Margin	3.5%	7.0%	6.7%	5.1%
Pre-tax Margin	2.4%	7.9%	5.2%	5.0%
Return on Assets	2.0%	6.7%	4.5%	4.3%
Return on Equity	7.1%	24.6%	15.6%	14.5%
Dividends Paid Per Common Share	\$ 2.60	\$ 2.60	\$ 3.00	\$ 1.15

1 - First quarter 2023 includes business realignment costs of \$14 million (\$11 million, net of tax, or \$0.04 per diluted share) associated with our workforce reduction plan in Europe previously announced in 2021, as well as \$24 million (\$19 million, net of tax, or \$0.07 per diluted share) associated with our business optimization strategy announced in 2023.

Unaudited. Differences may result due to rounding.

FedEx Corporation

Quarterly Consolidated Statements of Income

FY 2020 – FY 2021

Years ended May 31
In millions, except EPS

	FY 2020				FY 2021			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Revenue:								
FedEx Express segment	\$ 8,945	\$ 9,084	\$ 8,924	\$ 8,560	\$ 9,647	\$ 10,368	\$ 10,788	\$ 11,275
FedEx Ground segment	5,179	5,315	5,845	6,394	7,040	7,344	7,980	8,132
FedEx Freight segment	1,905	1,844	1,738	1,615	1,826	1,936	1,836	2,235
FedEx Services segment	4	5	6	7	8	8	8	8
Other and eliminations	1,015	1,076	974	782	800	907	898	915
Total Revenue	17,048	17,324	17,487	17,358	19,321	20,563	21,510	22,565
Operating Expenses:								
Salaries and employee benefits	6,087	6,235	6,382	6,327	6,852	7,443	8,010	7,868
Purchased transportation	4,028	4,328	4,558	4,552	4,977	5,407	5,660	5,630
Rentals and landing fees	920	924	964	904	936	1,006	1,131	1,082
Depreciation and amortization	879	901	908	927	926	936	956	975
Fuel	870	890	879	517	565	625	756	936
Maintenance and repairs	768	774	684	667	806	815	822	885
Business realignment and optimization costs	—	—	—	—	—	—	10	106
Goodwill and other asset impairment charges	—	66	—	369	—	—	—	—
Other	2,519	2,652	2,701	2,620	2,669	2,866	3,160	3,286
Total Operating Expenses	16,071	16,770	17,076	16,883	17,731	19,098	20,505	20,768
Operating Income (Loss):								
FedEx Express segment	285	236	137	338	710	900	463	737
FedEx Ground segment	644	342	355	673	834	552	702	1,105
FedEx Freight segment	194	141	113	132	274	252	119	360
Corporate, other, and eliminations	(146)	(165)	(194)	(668)	(228)	(239)	(279)	(405)
Total Operating Income (Loss)	977	554	411	475	1,590	1,465	1,005	1,797
Other Income (Expense):								
Interest, net	(137)	(151)	(155)	(174)	(184)	(184)	(187)	(186)
Other retirement plans income	168	168	168	(626)	201	150	202	1,430
Loss on debt extinguishment	—	—	—	—	—	—	—	(393)
Other, net	(12)	1	(4)	6	(1)	(25)	29	(35)
Total Other Income (Expense)	19	18	9	(794)	16	(59)	44	816
Income (Loss) Before Income Taxes	996	572	420	(319)	1,606	1,406	1,049	2,613
Provision for Income Taxes	251	12	105	15	361	180	157	745
Net Income (Loss)	\$ 745	\$ 560	\$ 315	(\$334)	\$ 1,245	\$ 1,226	\$ 892	\$ 1,868
Basic Earnings Per Share	\$ 2.86	\$ 2.15	\$ 1.21	(\$1.28)	\$ 4.75	\$ 4.64	\$ 3.36	\$ 7.02
Weighted Avg. Common Shares	260	261	261	261	262	264	265	265
Diluted Earnings Per Share	\$ 2.84	\$ 2.13	\$ 1.20	(\$1.28)	\$ 4.72	\$ 4.55	\$ 3.30	\$ 6.88
Weighted Avg. Diluted Shares	262	262	262	261	263	269	270	271

SELECTED STATISTICS

Operating Margin	5.7%	3.2%	2.4%	2.7%	8.2%	7.1%	4.7%	8.0%
Pre-tax Margin	5.8%	3.3%	2.4%	(1.8%)	8.3%	6.8%	4.9%	11.6%
Dividends Paid Per Common Share	\$ 0.65	\$ 0.65	\$ 0.65	\$ 0.65	\$ 0.65	\$ 0.65	\$ 0.65	\$ 0.65

Unaudited. Differences may result due to rounding.

FedEx Corporation

Quarterly Consolidated Statements of Income

FY 2022 – FY 2023

Year ended May 31
In millions, except EPS

	FY 2022				FY 2023			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Revenue:								
FedEx Express segment	\$ 10,966	\$ 11,605	\$ 11,304	\$ 11,939	\$ 11,127			
FedEx Ground segment	7,677	8,264	8,800	8,491	8,160			
FedEx Freight segment	2,251	2,272	2,253	2,756	2,723			
FedEx Services segment	35	77	65	76	70			
Other and eliminations	1,074	1,256	1,219	1,132	1,162			
Total Revenue	22,003	23,474	23,641	24,394	23,242			
Operating Expenses:								
Salaries and employee benefits	7,776	8,135	8,244	7,903	7,859			
Purchased transportation	5,659	6,241	6,272	5,946	5,767			
Rentals and landing fees	1,133	1,177	1,225	1,177	1,159			
Depreciation and amortization	971	995	986	1,018	1,024			
Fuel	1,009	1,145	1,201	1,760	1,822			
Maintenance and repairs	869	839	822	842	904			
Business realignment and optimization costs ¹	67	44	107	60	38			
Other	3,121	3,301	3,458	3,764	3,478			
Total Operating Expenses	20,605	21,877	22,315	22,470	22,051			
Operating Income (Loss):								
FedEx Express segment	567	949	520	886	174			
FedEx Ground segment	671	481	641	849	694			
FedEx Freight segment	390	334	337	602	651			
Corporate, other, and eliminations	(230)	(167)	(172)	(413)	(328)			
Total Operating Income	1,398	1,597	1,326	1,924	1,191			
Other Income (Expense):								
Interest, net	(160)	(155)	(163)	(158)	(142)			
Other retirement plans income (expense)	216	(47)	211	(1,106)	101			
Other, net	3	(15)	1	24	4			
Total Other Income (Expense)	59	(217)	49	(1,240)	(37)			
Income Before Income Taxes	1,457	1,380	1,375	684	1,154			
Provision for Income Taxes	345	336	263	126	279			
Net Income	\$ 1,112	\$ 1,044	\$ 1,112	\$ 558	\$ 875			
Basic Earnings Per Share	\$ 4.17	\$ 3.94	\$ 4.26	\$ 2.15	\$ 3.37			
Weighted Avg. Common Shares	266	265	261	259	259			
Diluted Earnings Per Share	\$ 4.09	\$ 3.88	\$ 4.20	\$ 2.13	\$ 3.33			
Weighted Avg. Diluted Shares	271	268	265	261	262			

SELECTED STATISTICS

Operating Margin	6.4%	6.8%	5.6%	7.9%	5.1%
Pre-tax Margin	6.6%	5.9%	5.8%	2.8%	5.0%
Dividends Paid Per Common Share	\$ 0.75	\$ 0.75	\$ 0.75	\$ 0.75	\$ 1.15

1 - First quarter 2023 includes business realignment costs of \$14 million (\$11 million, net of tax, or \$0.04 per diluted share) associated with our workforce reduction plan in Europe previously announced in 2021, as well as \$24 million (\$19 million, net of tax, or \$0.07 per diluted share) associated with our business optimization strategy announced in 2023.

Unaudited. Differences may result due to rounding.

FedEx Corporation

Capital Expenditures

FY 2020 – FY 2023

Years ended May 31

In millions

	FY 2020	FY 2021	FY 2022	Q1 YTD FY 2023
<u>By Asset Type</u>				
Aircraft and related equipment	\$ 1,628	\$ 2,451	\$ 2,273	\$ 203
Package handling and ground support equipment	910	1,352	1,737	436
Vehicles and trailers	1,056	351	717	217
Information technology	915	816	851	201
Facilities and other	1,359	914	1,185	227
Total	<u>\$ 5,868</u>	<u>\$ 5,884</u>	<u>\$ 6,763</u>	<u>\$ 1,284</u>
<u>By Segment</u>				
FedEx Express segment	\$ 3,560	\$ 3,503	\$ 3,637	\$ 530
FedEx Ground segment	1,083	1,446	2,139	441
FedEx Freight segment	539	320	319	150
FedEx Services segment	527	512	565	129
Other	159	103	103	34
Total	<u>\$ 5,868</u>	<u>\$ 5,884</u>	<u>\$ 6,763</u>	<u>\$ 1,284</u>

Unaudited. Differences may result due to rounding.

FedEx Express Segment

Annual Consolidated Statements of Income

FY 2020 – FY 2023

Years ended May 31
In millions

	FY 2020	FY 2021	FY 2022	Q1 YTD FY 2023
Package Revenue:				
U.S. Overnight Box	\$ 7,234	\$ 8,116	\$ 9,084	\$ 2,316
U.S. Overnight Envelope	1,776	1,791	1,971	525
Total U.S. Overnight	9,010	9,907	11,055	2,841
U.S. Deferred	4,038	4,984	5,330	1,287
Total U.S. Package Revenue	13,048	14,891	16,385	4,128
International Priority	7,354	10,317	12,130	2,897
International Economy	3,082	2,632	2,838	707
Total International Export Package Revenue	10,436	12,949	14,968	3,604
International Domestic ¹	4,179	4,640	4,340	974
Total Package Revenue	27,663	32,480	35,693	8,706
Freight Revenue:				
U.S.	2,998	3,325	3,041	796
International Priority	1,915	3,030	3,840	888
International Economy	1,930	1,582	1,653	377
International Airfreight	270	245	177	41
Total Freight Revenue	7,113	8,182	8,711	2,102
Other Revenue	737	1,416	1,410	319
Total Revenue	35,513	42,078	45,814	11,127
Operating Expenses:				
Salaries and employee benefits	13,764	16,217	16,435	4,050
Purchased transportation	4,832	5,744	6,322	1,478
Rentals and landing fees	2,045	2,296	2,568	577
Depreciation and amortization	1,894	1,946	2,007	513
Fuel	2,664	2,461	4,418	1,584
Maintenance and repairs	1,874	2,228	2,120	562
Business realignment and optimization costs ²	—	116	278	14
Asset impairment charges	66	—	—	—
Intercompany charges	1,956	1,996	1,997	484
Other	5,422	6,264	6,747	1,691
	34,517	39,268	42,892	10,953
Operating Income	\$ 996	\$ 2,810	\$ 2,922	\$ 174

SELECTED STATISTICS

Operating Margin	2.8%	6.7%	6.4%	1.6%
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1 - International domestic revenue relates to our international intra-country operations.

2 - First quarter 2023 includes \$14 million of business realignment costs associated with our workforce reduction plan in Europe.

Unaudited. Differences may result due to rounding.

FedEx Express Segment

Quarterly Consolidated Statements of Income

FY 2020 – FY 2021

Years ended May 31
In millions

	FY 2020				FY 2021			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Package Revenue:								
U.S. Overnight Box	\$ 1,866	\$ 1,864	\$ 1,865	\$ 1,639	\$ 1,861	\$ 2,012	\$ 2,078	\$ 2,165
U.S. Overnight Envelope	479	457	459	381	426	435	444	486
Total U.S. Overnight	2,345	2,321	2,324	2,020	2,287	2,447	2,522	2,651
U.S. Deferred	956	980	1,127	975	1,096	1,204	1,418	1,266
Total U.S. Packages	3,301	3,301	3,451	2,995	3,383	3,651	3,940	3,917
International Priority	1,817	1,817	1,710	2,010	2,317	2,510	2,596	2,894
International Economy	855	873	810	544	616	658	653	705
Total International Export Package Revenue	2,672	2,690	2,520	2,554	2,933	3,168	3,249	3,599
International Domestic ¹	1,076	1,165	1,075	863	1,088	1,206	1,162	1,184
Total Package Revenue	7,049	7,156	7,046	6,412	7,404	8,025	8,351	8,700
Freight Revenue:								
U.S.	695	698	739	866	833	799	860	833
International Priority	464	473	439	539	653	737	775	865
International Economy	516	541	499	374	371	408	383	420
International Airfreight	66	70	61	73	75	65	56	49
Total Freight Revenue	1,741	1,782	1,738	1,852	1,932	2,009	2,074	2,167
Other Revenue	155	146	140	296	311	334	363	408
Total Revenue	8,945	9,084	8,924	8,560	9,647	10,368	10,788	11,275
Operating Expenses:								
Salaries and employee benefits	3,372	3,405	3,520	3,467	3,742	3,922	4,352	4,201
Purchased transportation	1,232	1,267	1,212	1,121	1,304	1,449	1,460	1,531
Rentals and landing fees	513	505	538	489	504	542	650	600
Depreciation and amortization	462	469	478	485	477	482	490	497
Fuel	743	754	744	423	496	529	647	789
Maintenance and repairs	517	514	429	414	551	542	549	586
Business realignment and optimization costs	—	—	—	—	—	—	10	106
Asset impairment charges	—	66	—	—	—	—	—	—
Intercompany charges	469	500	500	487	461	486	509	540
Other	1,352	1,368	1,366	1,336	1,402	1,516	1,658	1,688
	8,660	8,848	8,787	8,222	8,937	9,468	10,325	10,538
Operating Income	\$ 285	\$ 236	\$ 137	\$ 338	\$ 710	\$ 900	\$ 463	\$ 737

SELECTED STATISTICS

Operating Margin	3.2%	2.6%	1.5%	3.9%	7.4%	8.7%	4.3%	6.5%
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1 - International domestic revenue relates to our international intra-country operations.

Unaudited. Differences may result due to rounding.

FedEx Express Segment

Quarterly Consolidated Statements of Income

FY 2022 – FY 2023

Year ended May 31
In millions

	FY 2022				FY 2023			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Package Revenue:								
U.S. Overnight Box	\$ 2,170	\$ 2,249	\$ 2,275	\$ 2,390	\$ 2,316			
U.S. Overnight Envelope	482	474	479	536	525			
Total U.S. Overnight	2,652	2,723	2,754	2,926	2,841			
U.S. Deferred	1,231	1,307	1,422	1,370	1,287			
Total U.S. Packages	3,883	4,030	4,176	4,296	4,128			
International Priority	2,839	3,107	2,991	3,193	2,897			
International Economy	669	706	697	766	707			
Total International Export Package Revenue	3,508	3,813	3,688	3,959	3,604			
International Domestic ¹	1,114	1,147	1,016	1,063	974			
Total Package Revenue	8,505	8,990	8,880	9,318	8,706			
Freight Revenue:								
U.S.	775	775	712	779	796			
International Priority	873	994	948	1,025	888			
International Economy	414	438	378	423	377			
International Airfreight	47	47	40	43	41			
Total Freight Revenue	2,109	2,254	2,078	2,270	2,102			
Other Revenue	352	361	346	351	319			
Total Revenue	10,966	11,605	11,304	11,939	11,127			
Operating Expenses:								
Salaries and employee benefits	4,084	4,141	4,182	4,028	4,050			
Purchased transportation	1,551	1,623	1,566	1,582	1,478			
Rentals and landing fees	635	649	667	617	577			
Depreciation and amortization	492	510	490	515	513			
Fuel	868	989	1,040	1,521	1,584			
Maintenance and repairs	573	525	509	513	562			
Business realignment and optimization costs ²	67	44	107	60	14			
Intercompany charges	508	497	494	498	484			
Other	1,621	1,678	1,729	1,719	1,691			
	10,399	10,656	10,784	11,053	10,953			
Operating Income	\$ 567	\$ 949	\$ 520	\$ 886	\$ 174			

SELECTED STATISTICS

Operating Margin	5.2%	8.2%	4.6%	7.4%	1.6%
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1 - International domestic revenue relates to our international intra-country operations.

2 - First quarter 2023 includes \$14 million of business realignment costs associated with our workforce reduction plan in Europe.

Unaudited. Differences may result due to rounding.

FedEx Express Segment

Annual Operating Statistics

FY 2020 – FY 2023

	FY 2020	FY 2021	FY 2022	Q1 YTD FY 2023
<u>AVG DAILY VOLUME / POUNDS</u>				
Average Daily Package Volume (000s):				
U.S. Overnight Box	1,211	1,427	1,421	1,285
U.S. Overnight Envelope	521	505	506	485
Total U.S. Overnight	1,732	1,932	1,927	1,770
U.S. Deferred	1,076	1,351	1,262	1,070
Total U.S. Packages	2,808	3,283	3,189	2,840
International Priority	559	752	786	700
International Economy	282	284	277	260
Total International Export Packages	841	1,036	1,063	960
International Domestic ¹	2,337	2,362	1,954	1,706
Total Avg Daily Packages	5,986	6,681	6,206	5,506
Average Daily Freight Pounds (000s):				
U.S.	8,528	9,231	7,935	7,313
International Priority	4,895	6,155	6,671	6,042
International Economy	13,450	12,245	11,978	10,211
International Airfreight	1,535	1,469	1,160	956
Total Avg Daily Freight Pounds	28,408	29,100	27,744	24,522
<u>YIELD</u>				
Revenue Per Package:				
U.S. Overnight Box	\$ 23.51	\$ 22.31	\$ 25.07	\$ 27.73
U.S. Overnight Envelope	13.43	13.90	15.28	16.64
Total U.S. Overnight	20.48	20.11	22.50	24.70
U.S. Deferred	14.78	14.46	16.56	18.50
Total U.S. Packages	18.30	17.79	20.15	22.36
International Priority	51.75	53.84	60.54	63.72
International Economy	43.03	36.32	40.13	41.81
Total International Export Packages	48.83	49.03	55.21	57.78
International Domestic ¹	7.04	7.70	8.71	8.78
Total Composite Package Yield	\$ 18.19	\$ 19.06	\$ 22.56	\$ 24.33
Revenue Per Freight Pound:				
U.S.	\$ 1.38	\$ 1.41	\$ 1.50	\$ 1.68
International Priority	1.54	1.93	2.26	2.26
International Economy	0.56	0.51	0.54	0.57
International Airfreight	0.69	0.65	0.60	0.66
Total Composite Freight Yield	\$ 0.99	\$ 1.10	\$ 1.23	\$ 1.32
<u>PACKAGE YOY GROWTH RATES</u>				
Average Daily Volume Growth:				
U.S. Overnight Box	(5.8%)	17.8%	(0.4%)	(9.1%)
U.S. Overnight Envelope	(3.3%)	(3.1%)	0.2%	(5.6%)
Total U.S. Overnight	(5.0%)	11.5%	(0.3%)	(8.1%)
U.S. Deferred	(0.1%)	25.6%	(6.6%)	(14.5%)
Total U.S. Packages	(3.2%)	16.9%	(2.9%)	(10.6%)
International Priority	3.9%	34.5%	4.5%	(9.2%)
International Economy	(3.8%)	0.7%	(2.5%)	(1.1%)
Total International Export Packages	1.2%	23.2%	2.6%	(7.2%)
International Domestic ¹	(5.4%)	1.1%	(17.3%)	(14.9%)
Total Package Volume Growth	(3.5%)	11.6%	(7.1%)	(11.4%)
Revenue Growth:				
U.S. Overnight Box	(5.6%)	12.2%	11.9%	6.7%
U.S. Overnight Envelope	(2.9%)	0.8%	10.1%	8.9%
Total U.S. Overnight	(5.1%)	10.0%	11.6%	7.1%
U.S. Deferred	(4.4%)	23.4%	6.9%	4.5%
Total U.S. Packages	(4.9%)	14.1%	10.0%	6.3%
International Priority	(0.7%)	40.3%	17.6%	2.0%
International Economy	(10.6%)	(14.6%)	7.8%	5.7%
Total International Export Packages	(3.8%)	24.1%	15.6%	2.7%
International Domestic ¹	(8.0%)	11.0%	(6.5%)	(12.6%)
Total Package Revenue Growth	(5.0%)	17.4%	9.9%	2.4%
AVG POUNDS PER PACKAGE	13.6	12.6	12.4	12.6
AVG REVENUE PER PACKAGE LB.	\$ 1.34	\$ 1.51	\$ 1.82	\$ 1.93
OPERATING WEEKDAYS	254	255	255	65

1 - International domestic statistics relate to our international intra-country operations.

Unaudited. Differences may result due to rounding.

FedEx Express Segment

Quarterly Operating Statistics

FY 2020 – FY 2021

	FY 2020				FY 2021			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
<u>AVG. DAILY VOLUME / POUNDS</u>								
Avg. Daily Package Volume (000s):								
U.S. Overnight Box	1,218	1,244	1,258	1,126	1,287	1,453	1,529	1,442
U.S. Overnight Envelope	562	547	536	438	483	512	508	519
Total U.S. Overnight	1,780	1,791	1,794	1,564	1,770	1,965	2,037	1,961
U.S. Deferred	976	1,012	1,215	1,102	1,207	1,339	1,562	1,307
Total U.S. Packages	2,756	2,803	3,009	2,666	2,977	3,304	3,599	3,268
International Priority	530	565	542	600	696	748	765	796
International Economy	294	315	293	227	260	296	294	288
Total International Export Packages	824	880	835	827	956	1,044	1,059	1,084
International Domestic ¹	2,352	2,669	2,405	1,928	2,298	2,635	2,353	2,171
Total Avg. Daily Packages	5,932	6,352	6,249	5,421	6,231	6,983	7,011	6,523
Avg. Daily Freight Pounds (000s):								
U.S.	8,015	8,364	8,356	9,372	8,849	9,511	9,943	8,662
International Priority	4,792	5,230	4,752	4,807	5,501	6,234	6,286	6,608
International Economy	13,717	15,241	13,806	11,071	11,633	13,560	12,135	11,691
International Airfreight	1,555	1,726	1,422	1,440	1,575	1,605	1,417	1,280
Total Avg. Daily Freight Pounds	28,079	30,561	28,336	26,690	27,558	30,910	29,781	28,241
<u>YIELD</u>								
Revenue Per Package:								
U.S. Overnight Box	\$ 23.94	\$ 23.78	\$ 23.54	\$ 22.73	\$ 22.25	\$ 21.98	\$ 21.91	\$ 23.09
U.S. Overnight Envelope	13.32	13.26	13.59	13.59	13.56	13.50	14.08	14.41
Total U.S. Overnight	20.59	20.57	20.56	20.17	19.88	19.77	19.96	20.79
U.S. Deferred	15.29	15.39	14.73	13.83	13.97	14.27	14.65	14.90
Total U.S. Packages	18.71	18.70	18.21	17.55	17.48	17.54	17.66	18.44
International Priority	53.52	51.03	50.07	52.34	51.18	53.26	54.71	55.89
International Economy	45.52	43.94	43.88	37.47	36.46	35.29	35.87	37.67
Total International Export Packages	50.67	48.49	47.90	48.26	47.18	48.17	49.49	51.05
International Domestic ¹	7.15	6.92	7.09	7.00	7.28	7.27	7.96	8.39
Total Composite Package Yield	\$ 18.57	\$ 17.88	\$ 17.90	\$ 18.48	\$ 18.28	\$ 18.24	\$ 19.21	\$ 20.51
Revenue Per Freight Pound:								
U.S.	\$ 1.36	\$ 1.32	\$ 1.40	\$ 1.44	\$ 1.45	\$ 1.33	\$ 1.40	\$ 1.48
International Priority	1.51	1.43	1.47	1.75	1.83	1.88	1.99	2.02
International Economy	0.59	0.56	0.57	0.53	0.49	0.48	0.51	0.55
International Airfreight	0.66	0.65	0.68	0.79	0.74	0.64	0.64	0.59
Total Composite Freight Yield	\$ 0.97	\$ 0.93	\$ 0.97	\$ 1.08	\$ 1.08	\$ 1.03	\$ 1.12	\$ 1.18
<u>PACKAGE YOY GROWTH RATES</u>								
Average Daily Volume Growth:								
U.S. Overnight Box	(1.1%)	(4.9%)	(3.7%)	(13.1%)	5.7%	16.8%	21.5%	28.1%
U.S. Overnight Envelope	2.0%	2.8%	2.3%	(20.2%)	(14.1%)	(6.4%)	(5.2%)	18.5%
Total U.S. Overnight	(0.1%)	(2.7%)	(2.0%)	(15.2%)	(0.6%)	9.7%	13.5%	25.4%
U.S. Deferred	6.6%	(6.5%)	(0.7%)	0.9%	23.7%	32.3%	28.6%	18.6%
Total U.S. Packages	2.1%	(4.1%)	(1.5%)	(9.2%)	8.0%	17.9%	19.6%	22.6%
International Priority	0.8%	1.8%	2.3%	10.7%	31.3%	32.4%	41.1%	32.7%
International Economy	6.5%	4.3%	1.4%	(25.3%)	(11.6%)	(6.0%)	0.3%	26.9%
Total International Export Packages	2.7%	2.7%	2.0%	(2.2%)	16.0%	18.6%	26.8%	31.1%
International Domestic ¹	(1.8%)	—	(0.2%)	(20.1%)	(2.3%)	(1.3%)	(2.2%)	12.6%
Total Package Volume Growth	0.6%	(1.5%)	(0.6%)	(12.5%)	5.0%	9.9%	12.2%	20.3%
Revenue Growth:								
U.S. Overnight Box	(1.1%)	(4.3%)	1.1%	(17.4%)	(0.3%)	7.9%	11.4%	32.1%
U.S. Overnight Envelope	2.4%	2.9%	6.0%	(21.3%)	(11.1%)	(4.8%)	(3.3%)	27.6%
Total U.S. Overnight	(0.4%)	(3.0%)	2.1%	(18.2%)	(2.5%)	5.4%	8.5%	31.2%
U.S. Deferred	0.4%	(7.5%)	0.7%	(10.9%)	14.6%	22.9%	25.8%	29.8%
Total U.S. Packages	(0.2%)	(4.4%)	1.6%	(15.9%)	2.5%	10.6%	14.2%	30.8%
International Priority	(3.0%)	(4.2%)	(1.6%)	6.0%	27.5%	38.1%	51.8%	44.0%
International Economy	0.6%	(1.4%)	0.5%	(39.9%)	(28.0%)	(24.6%)	(19.4%)	29.6%
Total International Export Packages	(1.9%)	(3.3%)	(0.9%)	(8.9%)	9.8%	17.8%	28.9%	40.9%
International Domestic ¹	(4.9%)	(3.2%)	(0.3%)	(23.5%)	1.1%	3.5%	8.1%	37.2%
Total Package Revenue Growth	(1.6%)	(3.8%)	0.4%	(14.4%)	5.0%	12.1%	18.5%	35.7%
AVG POUNDS PER PACKAGE	13.9	14.2	13.2	13.0	12.8	13.2	11.9	12.5
AVG REVENUE PER PACKAGE LB.	\$ 1.34	\$ 1.26	\$ 1.36	\$ 1.42	\$ 1.43	\$ 1.38	\$ 1.61	\$ 1.64
OPERATING WEEKDAYS	64	63	63	64	65	63	62	65

1 - International domestic statistics relate to our international intra-country operations.

Unaudited. Differences may result due to rounding.

FedEx Express Segment

Quarterly Operating Statistics

FY 2022 – FY 2023

	FY 2022				FY 2023			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
<u>AVG. DAILY VOLUME / POUNDS</u>								
Avg. Daily Package Volume (000s):								
U.S. Overnight Box	1,413	1,477	1,457	1,340	1,285			
U.S. Overnight Envelope	514	517	497	494	485			
Total U.S. Overnight	1,927	1,994	1,954	1,834	1,770			
U.S. Deferred	1,251	1,285	1,357	1,159	1,070			
Total U.S. Packages	3,178	3,279	3,311	2,993	2,840			
International Priority	771	834	799	742	700			
International Economy	263	289	282	276	260			
Total International Export Packages	1,034	1,123	1,081	1,018	960			
International Domestic ¹	2,004	2,141	1,866	1,808	1,706			
Total Avg. Daily Packages	6,216	6,543	6,258	5,819	5,506			
Avg. Daily Freight Pounds (000s):								
U.S.	8,040	8,666	7,370	7,660	7,313			
International Priority	6,594	6,969	6,595	6,533	6,042			
International Economy	11,683	13,062	11,640	11,544	10,211			
International Airfreight	1,227	1,241	1,123	1,050	956			
Total Avg. Daily Freight Pounds	27,544	29,938	26,728	26,787	24,522			
<u>YIELD</u>								
Revenue Per Package:								
U.S. Overnight Box	\$ 23.62	\$ 24.18	\$ 25.18	\$ 27.45	\$ 27.73			
U.S. Overnight Envelope	14.42	14.55	15.54	16.68	16.64			
Total U.S. Overnight	21.17	21.68	22.73	24.55	24.70			
U.S. Deferred	15.14	16.14	16.90	18.18	18.50			
Total U.S. Packages	18.79	19.51	20.34	22.08	22.36			
International Priority	56.64	59.15	60.43	66.22	63.72			
International Economy	39.10	38.85	39.85	42.66	41.81			
Total International Export Packages	52.18	53.93	55.06	59.82	57.78			
International Domestic ¹	8.56	8.50	8.78	9.05	8.78			
Total Composite Package Yield	\$ 21.05	\$ 21.81	\$ 22.89	\$ 24.64	\$ 24.33			
Revenue Per Freight Pound:								
U.S.	\$ 1.48	\$ 1.42	\$ 1.56	\$ 1.57	\$ 1.68			
International Priority	2.04	2.26	2.32	2.41	2.26			
International Economy	0.55	0.53	0.52	0.56	0.57			
International Airfreight	0.60	0.59	0.58	0.63	0.66			
Total Composite Freight Yield	\$ 1.18	\$ 1.20	\$ 1.25	\$ 1.30	\$ 1.32			
<u>PACKAGE YOY GROWTH RATES</u>								
Average Daily Volume Growth:								
U.S. Overnight Box	9.8%	1.7%	(4.7%)	(7.1%)	(9.1%)			
U.S. Overnight Envelope	6.4%	1.0%	(2.2%)	(4.8%)	(5.6%)			
Total U.S. Overnight	8.9%	1.5%	(4.1%)	(6.5%)	(8.1%)			
U.S. Deferred	3.6%	(4.0%)	(13.1%)	(11.3%)	(14.5%)			
Total U.S. Packages	6.8%	(0.8%)	(8.0%)	(8.4%)	(10.6%)			
International Priority	10.8%	11.5%	4.4%	(6.8%)	(9.2%)			
International Economy	1.2%	(2.4%)	(4.1%)	(4.2%)	(1.1%)			
Total International Export Packages	8.2%	7.6%	2.1%	(6.1%)	(7.2%)			
International Domestic ¹	(12.8%)	(18.7%)	(20.7%)	(16.7%)	(14.9%)			
Total Package Volume Growth	(0.2%)	(6.3%)	(10.7%)	(10.8%)	(11.4%)			
Revenue Growth:								
U.S. Overnight Box	16.6%	11.8%	9.5%	10.4%	6.7%			
U.S. Overnight Envelope	13.1%	9.0%	7.9%	10.3%	8.9%			
Total U.S. Overnight	16.0%	11.3%	9.2%	10.4%	7.1%			
U.S. Deferred	12.3%	8.6%	0.3%	8.2%	4.5%			
Total U.S. Packages	14.8%	10.4%	6.0%	9.7%	6.3%			
International Priority	22.5%	23.8%	15.2%	10.3%	2.0%			
International Economy	8.6%	7.3%	6.7%	8.7%	5.7%			
Total International Export Packages	19.6%	20.4%	13.5%	10.0%	2.7%			
International Domestic ¹	2.4%	(4.9%)	(12.6%)	(10.2%)	(12.6%)			
Total Package Revenue Growth	14.9%	12.0%	6.3%	7.1%	2.4%			
AVG POUNDS PER PACKAGE	12.6	12.7	11.9	12.6	12.6			
AVG REVENUE PER PACKAGE LB.	\$ 1.67	\$ 1.72	\$ 1.92	\$ 1.96	\$ 1.93			
OPERATING WEEKDAYS ²	65	63	62	65	65	63	62	65

1 - International domestic statistics relate to our international intra-country operations.

2 - Operating weekdays for Q1 - Q4 FY24 are forecasted at 65, 63, 63, and 65 days consecutively.

Unaudited. Differences may result due to rounding.

FedEx Express

Jet Fuel Statistics

FY 2020 – FY 2023

	FY 2020				FY 2021			
	<u>FIRST QUARTER</u>	<u>SECOND QUARTER</u>	<u>THIRD QUARTER</u>	<u>FOURTH QUARTER</u>	<u>FIRST QUARTER</u>	<u>SECOND QUARTER</u>	<u>THIRD QUARTER</u>	<u>FOURTH QUARTER</u>
Jet Fuel Gallons (000s)	308,387	313,590	319,713	332,310	353,867	358,364	356,218	364,989
Price Per Gallon	\$ 2.064	\$ 2.067	\$ 2.002	\$ 1.024	\$ 1.149	\$ 1.219	\$ 1.536	\$ 1.847
Jet Fuel Expense (\$000s)	\$ 636,416	\$ 648,068	\$ 640,101	\$ 340,369	\$ 406,752	\$ 436,808	\$ 547,001	\$ 674,232

	FY 2022				FY 2023			
	<u>FIRST QUARTER</u>	<u>SECOND QUARTER</u>	<u>THIRD QUARTER</u>	<u>FOURTH QUARTER</u>	<u>FIRST QUARTER</u>	<u>SECOND QUARTER</u>	<u>THIRD QUARTER</u>	<u>FOURTH QUARTER</u>
Jet Fuel Gallons (000s)	364,016	373,825	370,556	370,669	361,676			
Price Per Gallon	\$ 2.040	\$ 2.304	\$ 2.450	\$ 3.657	\$ 3.900			
Jet Fuel Expense (\$000s)	\$ 742,583	\$ 861,319	\$ 907,785	\$ 1,355,544	\$ 1,410,573			

Unaudited. Differences may result due to rounding.

FedEx Express Aircraft and Vehicle Fleet Statistics FY 2020 – FY 2028

Gross Max Structural Payload (Lbs/Aircraft)		May 31			As of Aug. 31,	To Be Delivered/(Retired) in FY					
		2020	2021	2022	2022	2023	2024	2025	2026	2027	2028
Trunk (Jet) Aircraft:											
Boeing 757-200	63,000	119	119	119	119	—	—	—	—	—	—
Boeing 767F ¹	127,100	86	102	114	118	10	14	10	—	—	—
Boeing MD10-10	137,500	12	—	—	—	—	—	—	—	—	—
Boeing MD10-30	175,900	13	13	9	9	(9)	—	—	—	—	—
Boeing MD11	192,600	57	57	57	57	—	—	—	—	—	—
Boeing 777F ²	233,300	43	47	51	52	1	4	2	—	—	—
Airbus A300-600	106,600	<u>68</u>	<u>68</u>	<u>67</u>	<u>67</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Subtotal - Trunk Aircraft		398	406	417	422	2	18	12	—	—	—
Feeder (Turboprop) Aircraft:											
Cessna 208B	2,830	235	235	235	234	—	—	—	—	—	—
Cessna 408 ³	6,000	—	—	1	2	10	12	12	14	—	—
ATR-72	17,970	21	21	19	19	—	—	—	—	—	—
ATR-72 600F ⁴	19,290	—	2	6	8	9	6	6	1	—	—
ATR-42	12,070	<u>25</u>	<u>20</u>	<u>18</u>	<u>18</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Subtotal - Feeder Aircraft		281	278	279	281	19	18	18	15	—	—
Aircraft Fleet Total		679	684	696	703	21	36	30	15	—	—
Scheduled Lease Expirations:⁵						2023	2024	2025	2026	2027	2028
Boeing MD11						2	3	2	—	—	—
Airbus A300-600						2	7	—	2	—	—
Boeing 777F						—	3	—	—	—	—
Vehicle Fleet (000s)											
Long-Haul Tractors		4.5	4.3	4.2	4.4						
All Other Motorized Vehicles		<u>73.3</u>	<u>83.0</u>	<u>81.9</u>	<u>78.2</u>						
Vehicle Fleet Total		77.8	87.3	86.1	82.6						

NOTE: Aircraft fleet delivery and retirement schedule is subject to change.

- 1 - As of August 31, 2022, we are committed to purchase 34 B767F aircraft and have options to purchase an additional 50 B767F aircraft.
- 2 - As of August 31, 2022, we are committed to purchase 7 B777F aircraft and have options to purchase an additional 23 B777F aircraft.
- 3 - As of August 31, 2022, we are committed to purchase 48 Cessna SkyCourier 408 aircraft and have options to purchase an additional 50 Cessna SkyCourier 408 aircraft.
- 4 - As of August 31, 2022, we are committed to purchase 22 ATR-72 600F aircraft and have options to purchase an additional 20 ATR-72 600F aircraft.
- 5 - Leased aircraft disposition determined at expiration.

Unaudited. Differences may result due to rounding.

FedEx Ground Segment

Annual Consolidated Statements of Income

FY 2020 – FY 2023

Years ended May 31
In millions

	<u>FY 2020</u>	<u>FY 2021</u>	<u>FY 2022</u>	<u>Q1 YTD FY 2023</u>
Revenue	\$ 22,733	\$ 30,496	\$ 33,232	\$ 8,160
Operating Expenses:				
Salaries and employee benefits	4,060	6,060	7,101	1,637
Purchased transportation	10,799	14,126	15,232	3,713
Rentals	989	1,166	1,410	390
Depreciation and amortization	789	843	919	246
Fuel	15	21	32	9
Maintenance and repairs	392	496	584	155
Intercompany charges	1,581	1,862	1,954	490
Other	<u>2,094</u>	<u>2,729</u>	<u>3,358</u>	<u>826</u>
	20,719	27,303	30,590	7,466
Operating Income	<u>\$ 2,014</u>	<u>\$ 3,193</u>	<u>\$ 2,642</u>	<u>\$ 694</u>

SELECTED STATISTICS

Operating Margin	8.9%	10.5%	8.0%	8.5%
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Unaudited. Differences may result due to rounding.

FedEx Ground Segment

Quarterly Consolidated Statements of Income

FY 2020 – FY 2021

Years ended May 31
In millions

	FY 2020				FY 2021			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Revenue	\$ 5,179	\$ 5,315	\$ 5,845	\$ 6,394	\$ 7,040	\$ 7,344	\$ 7,980	\$ 8,132
Operating Expenses:								
Salaries and employee benefits	871	971	1,046	1,172	1,274	1,557	1,652	1,577
Purchased transportation	2,303	2,561	2,908	3,027	3,291	3,488	3,745	3,602
Rentals	239	249	256	245	264	289	306	307
Depreciation and amortization	193	195	197	204	204	205	214	220
Fuel	3	4	4	4	4	5	6	6
Maintenance and repairs	87	98	101	106	107	124	125	140
Intercompany charges	375	394	405	407	432	446	480	504
Other	464	501	573	556	630	678	750	671
	4,535	4,973	5,490	5,721	6,206	6,792	7,278	7,027
Operating Income	\$ 644	\$ 342	\$ 355	\$ 673	\$ 834	\$ 552	\$ 702	\$ 1,105

SELECTED STATISTICS

Operating Margin	12.4%	6.4%	6.1%	10.5%	11.8%	7.5%	8.8%	13.6%
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Unaudited. Differences may result due to rounding.

FedEx Ground Segment

Quarterly Consolidated Statements of Income

FY 2022 – FY 2023

Year ended May 31
In millions

	FY 2022				FY 2023			
	<u>FIRST QUARTER</u>	<u>SECOND QUARTER</u>	<u>THIRD QUARTER</u>	<u>FOURTH QUARTER</u>	<u>FIRST QUARTER</u>	<u>SECOND QUARTER</u>	<u>THIRD QUARTER</u>	<u>FOURTH QUARTER</u>
Revenue	\$ 7,677	\$ 8,264	\$ 8,800	\$ 8,491	\$ 8,160			
Operating Expenses:								
Salaries and employee benefits	1,613	1,855	1,950	1,683	1,637			
Purchased transportation	3,503	3,915	4,023	3,791	3,713			
Rentals	318	348	373	371	390			
Depreciation and amortization	226	223	233	237	246			
Fuel	6	7	9	10	9			
Maintenance and repairs	136	149	148	151	155			
Intercompany charges	491	480	489	494	490			
Other	713	806	934	905	826			
	<u>7,006</u>	<u>7,783</u>	<u>8,159</u>	<u>7,642</u>	<u>7,466</u>			
Operating Income	<u>\$ 671</u>	<u>\$ 481</u>	<u>\$ 641</u>	<u>\$ 849</u>	<u>\$ 694</u>			

SELECTED STATISTICS

Operating Margin	8.7%	5.8%	7.3%	10.0%	8.5%
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Unaudited. Differences may result due to rounding.

FedEx Ground Segment

Annual Operating Statistics

FY 2020 – FY 2023

	FY 2020	FY 2021	FY 2022	Q1 YTD FY 2023
<u>FedEx Ground</u>				
Total Package Volume (000s)	2,539,136	3,129,231	3,095,515	706,361
Average Daily Package Volume (000s):				
Ground Commercial	3,911	4,312	4,549	4,368
Home Delivery	3,336	4,048	4,223	3,912
Economy	2,165	1,594	1,130	730
Total Average Daily Package Volume	<u>9,412</u>	<u>9,954</u>	<u>9,902</u>	<u>9,010</u>
Yield (Revenue Per Package)	\$ 8.93	\$ 9.70	\$ 10.64	\$ 11.48
Average Daily Volume Growth:				
Ground Commercial	—	10.3%	5.5%	(1.3%)
Home Delivery	—	21.3%	4.3%	4.4%
Economy	—	(26.4%)	(29.1%)	(37.3%)
Total Average Daily Volume Growth	<u>5.1%</u>	<u>5.8%</u>	<u>(0.5%)</u>	<u>(3.5%)</u>
Yield Growth Rate	(0.4%)	8.6%	9.7%	11.6%
Operating Days:				
Ground Commercial	254	256	258	65
Home Delivery and Economy	281	359	359	91

Unaudited. Differences may result due to rounding.

FedEx Ground Segment

Quarterly Operating Statistics

FY 2020 – FY 2023

	FY 2020				FY 2021			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
FedEx Ground								
Total Package Volume (000s)	565,375	601,995	663,740	708,026	751,332	775,868	818,777	783,254
Average Daily Package Volume (000s):								
Ground Commercial	—	—	—	3,417	3,966	4,392	4,327	4,572
Home Delivery	—	—	—	3,556	3,682	3,913	4,645	3,968
Economy	—	—	—	1,821	1,698	1,696	1,611	1,374
Total Average Daily Package Volume	8,834	9,556	10,536	8,794	9,346	10,001	10,583	9,914
Yield (Revenue Per Package)	\$ 9.13	\$ 8.80	\$ 8.78	\$ 9.01	\$ 9.33	\$ 9.42	\$ 9.72	\$ 10.31
Average Daily YOY Package Growth Rate:								
Ground Commercial	—	—	—	—	—	—	—	33.8%
Home Delivery	—	—	—	—	—	—	—	11.6%
Economy	—	—	—	—	—	—	—	(24.5%)
Total Average Daily YOY Package Growth Rate	7.5%	3.5%	10.3%	(0.5%)	5.8%	4.7%	0.4%	12.7%
Yield YOY Growth Rate	1.9%	(0.1%)	(1.0%)	(2.6%)	2.2%	7.0%	10.7%	14.4%
Operating Days:								
Ground Commercial	64	63	63	64	66	63	62	65
Home Delivery and Economy	64	63	63	91	91	89	88	91
	FY 2022				FY 2023			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
FedEx Ground								
Total Package Volume (000s)	738,959	799,690	822,117	734,749	706,361			
Average Daily Package Volume (000s):								
Ground Commercial	4,425	4,774	4,503	4,500	4,368			
Home Delivery	3,747	4,328	4,860	3,981	3,912			
Economy	1,164	1,278	1,207	879	730			
Total Average Daily Package Volume	9,336	10,380	10,570	9,360	9,010			
Yield (Revenue Per Package)	\$ 10.29	\$ 10.26	\$ 10.62	\$ 11.41	\$ 11.48			
Average Daily YOY Package Growth Rate:								
Ground Commercial	11.6%	8.7%	4.1%	(1.6%)	(1.3%)			
Home Delivery	1.8%	10.6%	4.6%	0.3%	4.4%			
Economy	(31.4%)	(24.6%)	(25.1%)	(36.0%)	(37.3%)			
Total Average Daily YOY Package Growth Rate	(0.1%)	3.8%	(0.1%)	(5.6%)	(3.5%)			
Yield YOY Growth Rate	10.3%	8.9%	9.3%	10.7%	11.6%			
Operating Days:								
Ground Commercial ¹	66	63	64	65	65	63	64	65
Home Delivery and Economy ²	91	89	88	91	91	89	88	91

1 - Ground Commercial operating days for Q1 - Q4 FY24 are forecasted at 65, 63, 63, and 65 days consecutively.

2 - Home Delivery and Economy operating days for Q1 - Q4 FY24 are forecasted at 91, 89, 89, and 91 days consecutively.

Unaudited. Differences may result due to rounding.

FedEx Freight Segment

Annual Consolidated Statements of Income

FY 2020 – FY 2023

Years ended May 31
In millions

	<u>FY 2020</u>	<u>FY 2021</u>	<u>FY 2022</u>	<u>Q1 YTD FY 2023</u>
Revenue	\$ 7,102	\$ 7,833	\$ 9,532	\$ 2,723
Operating Expenses:				
Salaries and employee benefits	3,449	3,666	4,140	1,059
Purchased transportation	695	827	976	221
Rentals	208	229	245	65
Depreciation and amortization	381	417	406	106
Fuel	476	398	662	228
Maintenance and repairs	247	227	274	80
Intercompany charges	516	505	517	132
Other	550	559	649	181
	<u>6,522</u>	<u>6,828</u>	<u>7,869</u>	<u>2,072</u>
Operating Income	<u>\$ 580</u>	<u>\$ 1,005</u>	<u>\$ 1,663</u>	<u>\$ 651</u>

SELECTED STATISTICS

Operating Margin	8.2%	12.8%	17.4%	23.9%
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Unaudited. Differences may result due to rounding.

FedEx Freight Segment

Quarterly Consolidated Statements of Income

FY 2020 – FY 2021

Years ended May 31
In millions

	FY 2020				FY 2021			
	<u>FIRST QUARTER</u>	<u>SECOND QUARTER</u>	<u>THIRD QUARTER</u>	<u>FOURTH QUARTER</u>	<u>FIRST QUARTER</u>	<u>SECOND QUARTER</u>	<u>THIRD QUARTER</u>	<u>FOURTH QUARTER</u>
Revenue	\$ 1,905	\$ 1,844	\$ 1,738	\$ 1,615	\$ 1,826	\$ 1,936	\$ 1,836	\$ 2,235
Operating Expenses:								
Salaries and employee benefits	919	900	846	784	858	915	911	982
Purchased transportation	187	187	176	145	170	209	203	245
Rentals	52	52	54	50	56	59	57	57
Depreciation and amortization	94	97	92	98	106	105	104	102
Fuel	123	132	130	91	65	90	103	140
Maintenance and repairs	65	68	59	55	53	57	54	63
Intercompany charges	126	130	133	127	119	122	128	136
Other	145	137	135	133	125	127	157	150
	<u>1,711</u>	<u>1,703</u>	<u>1,625</u>	<u>1,483</u>	<u>1,552</u>	<u>1,684</u>	<u>1,717</u>	<u>1,875</u>
Operating Income	<u>\$ 194</u>	<u>\$ 141</u>	<u>\$ 113</u>	<u>\$ 132</u>	<u>\$ 274</u>	<u>\$ 252</u>	<u>\$ 119</u>	<u>\$ 360</u>

SELECTED STATISTICS

Operating Margin	10.2%	7.6%	6.5%	8.2%	15.0%	13.0%	6.5%	16.1%
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Unaudited. Differences may result due to rounding.

FedEx Freight Segment

Quarterly Consolidated Statements of Income

FY 2022 – FY 2023

Year ended May 31
In millions

	FY 2022				FY 2023			
	<u>FIRST</u> <u>QUARTER</u>	<u>SECOND</u> <u>QUARTER</u>	<u>THIRD</u> <u>QUARTER</u>	<u>FOURTH</u> <u>QUARTER</u>	<u>FIRST</u> <u>QUARTER</u>	<u>SECOND</u> <u>QUARTER</u>	<u>THIRD</u> <u>QUARTER</u>	<u>FOURTH</u> <u>QUARTER</u>
Revenue	\$ 2,251	\$ 2,272	\$ 2,253	\$ 2,756	\$ 2,723			
Operating Expenses:								
Salaries and employee benefits	988	1,029	1,014	1,109	1,059			
Purchased transportation	239	244	237	256	221			
Rentals	59	62	61	63	65			
Depreciation and amortization	99	105	99	103	106			
Fuel	135	147	152	228	228			
Maintenance and repairs	63	67	65	79	80			
Intercompany charges	126	132	128	131	132			
Other	152	152	160	185	181			
	1,861	1,938	1,916	2,154	2,072			
Operating Income	<u>\$ 390</u>	<u>\$ 334</u>	<u>\$ 337</u>	<u>\$ 602</u>	<u>\$ 651</u>			

SELECTED STATISTICS

Operating Margin	17.3%	14.7%	15.0%	21.8%	23.9%
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Unaudited. Differences may result due to rounding.

FedEx Freight Segment

Annual Operating Statistics

FY 2020 – FY 2023

	<u>FY 2020</u>	<u>FY 2021</u>	<u>FY 2022</u>	<u>Q1 YTD FY 2023</u>
Shipments Per Day				
Priority	72,526	76,224	79,086	76,174
Economy	<u>30,433</u>	<u>32,185</u>	<u>32,613</u>	<u>32,104</u>
Total shipments per day	102,959	108,409	111,699	108,278
Weight Per Shipment (lbs)				
Priority	1,146	1,104	1,092	1,054
Economy	<u>986</u>	<u>987</u>	<u>947</u>	<u>938</u>
Composite Weight per Shipment	1,098	1,069	1,050	1,020
Revenue/Shipment				
Priority	\$ 260.39	\$ 269.98	\$ 320.76	\$ 369.60
Economy	<u>301.55</u>	<u>313.67</u>	<u>368.08</u>	<u>423.59</u>
Composite Revenue/Shipment	\$ 272.56	\$ 282.95	\$ 334.57	\$ 385.61
Revenue/CWT				
Priority	\$ 22.73	\$ 24.45	\$ 29.38	\$ 35.06
Economy	<u>30.59</u>	<u>31.80</u>	<u>38.86</u>	<u>45.16</u>
Composite Revenue/CWT	\$ 24.82	\$ 26.46	\$ 31.88	\$ 37.82
Avg. Daily Shipment Growth Rate				
Priority	(7.5%)	5.1%	3.8%	(5.2%)
Economy	(11.2%)	5.8%	1.3%	(4.2%)
Total shipments per day	(8.6%)	5.3%	3.0%	(4.9%)
Revenue/Shipment Growth Rate				
Priority	3.8%	3.7%	18.8%	27.0%
Economy	0.5%	4.0%	17.3%	27.2%
Total Composite Revenue/Shipment	2.9%	3.8%	18.2%	27.1%
OPERATING WEEKDAYS	252	253	254	65

Unaudited. Differences may result due to rounding.

FedEx Freight

Quarterly Operating Statistics

FY 2020 – FY 2021

	FY 2020				FY 2021			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Shipments Per Day								
Priority	78,490	77,444	70,515	63,746	71,313	78,084	72,664	82,703
Economy	32,853	32,571	29,783	26,571	30,124	32,895	31,078	34,609
Total shipments per day	111,343	110,015	100,298	90,317	101,437	110,979	103,742	117,312
Weight Per Shipment (lbs)								
Priority	1,156	1,139	1,137	1,151	1,096	1,106	1,110	1,105
Economy	960	983	1,000	1,006	998	1,015	950	982
Composite Weight per Shipment	1,098	1,092	1,096	1,108	1,067	1,079	1,062	1,069
Revenue/Shipment								
Priority	\$ 255.45	\$ 258.90	\$ 265.17	\$ 263.12	\$ 259.90	\$ 264.05	\$ 275.44	\$ 279.51
Economy	295.75	295.29	308.65	308.42	302.74	313.35	315.11	322.26
Composite Revenue/Shipment	\$ 267.34	\$ 270.38	\$ 279.40	\$ 276.45	\$ 272.62	\$ 278.66	\$ 287.32	\$ 292.12
Revenue/CWT								
Priority	\$ 22.10	\$ 22.74	\$ 23.33	\$ 22.86	\$ 23.71	\$ 23.86	\$ 24.82	\$ 25.29
Economy	30.81	30.05	30.85	30.67	30.34	30.88	33.16	32.83
Composite Revenue/CWT	\$ 24.35	\$ 24.75	\$ 25.49	\$ 24.95	\$ 25.55	\$ 25.82	\$ 27.06	\$ 27.33
Avg. Daily Shipment Growth Rate								
Priority	(3.3%)	(5.2%)	(3.6%)	(17.6%)	(9.1%)	0.8%	3.0%	29.7%
Economy	(5.0%)	(8.0%)	(9.0%)	(22.6%)	(8.3%)	1.0%	4.3%	30.3%
Total shipments per day	(3.8%)	(6.0%)	(5.3%)	(19.2%)	(8.9%)	0.9%	3.4%	29.9%
Revenue/Shipment Growth Rate								
Priority	3.5%	3.7%	4.7%	3.4%	1.7%	2.0%	3.9%	6.2%
Economy	1.2%	(0.8%)	0.1%	2.0%	2.4%	6.1%	2.1%	4.5%
Total Composite Revenue/Shipment	2.7%	2.3%	3.2%	3.8%	2.0%	3.1%	2.8%	5.7%
OPERATING WEEKDAYS	64	62	62	64	65	62	61	65

Unaudited. Differences may result due to rounding.

FedEx Freight

Quarterly Operating Statistics

FY 2022 – FY 2023

	FY 2022				FY 2023			
	<u>FIRST</u> <u>QUARTER</u>	<u>SECOND</u> <u>QUARTER</u>	<u>THIRD</u> <u>QUARTER</u>	<u>FOURTH</u> <u>QUARTER</u>	<u>FIRST</u> <u>QUARTER</u>	<u>SECOND</u> <u>QUARTER</u>	<u>THIRD</u> <u>QUARTER</u>	<u>FOURTH</u> <u>QUARTER</u>
Shipments Per Day								
Priority	80,314	81,403	74,978	79,567	76,174			
Economy	33,528	33,070	30,464	33,313	32,104			
Total shipments per day	113,842	114,473	105,442	112,880	108,278			
Weight Per Shipment (lbs)								
Priority	1,085	1,088	1,104	1,092	1,054			
Economy	938	940	959	953	938			
Composite Weight per Shipment	1,041	1,045	1,062	1,051	1,020			
Revenue/Shipment								
Priority	\$ 290.92	\$ 305.87	\$ 329.05	\$ 357.94	\$ 369.60			
Economy	333.02	350.85	376.76	412.09	423.59			
Composite Revenue/Shipment	\$ 303.32	\$ 318.87	\$ 342.83	\$ 373.92	\$ 385.61			
Revenue/CWT								
Priority	\$ 26.82	\$ 28.11	\$ 29.81	\$ 32.79	\$ 35.06			
Economy	35.50	37.33	39.28	43.26	45.16			
Composite Revenue/CWT	\$ 29.13	\$ 30.51	\$ 32.28	\$ 35.59	\$ 37.82			
Avg. Daily Shipment Growth Rate								
Priority	12.6%	4.3%	3.2%	(3.8%)	(5.2%)			
Economy	11.3%	0.5%	(2.0%)	(3.7%)	(4.2%)			
Total shipments per day	12.2%	3.1%	1.6%	(3.8%)	(4.9%)			
Revenue/Shipment YOY Growth Rate								
Priority	11.9%	15.8%	19.5%	28.1%	27.0%			
Economy	10.0%	12.0%	19.6%	27.9%	27.2%			
Total Composite Revenue/Shipment	11.3%	14.4%	19.3%	28.0%	27.1%			
OPERATING WEEKDAYS ¹	65	62	62	65	65	62	61	65

1 - Operating weekdays for Q1 - Q4 FY24 are forecasted at 65, 62, 62, and 65 days consecutively.

Unaudited. Differences may result due to rounding.

General comments

- *Other operating expenses predominantly includes costs associated with outside service contracts (such as facility services and cargo handling, temporary labor, and security), insurance, professional fees, and uniforms for all years presented.*
- *Return on Assets and Return on Equity are calculated on a rolling four-quarter basis for all years presented.*
- *Beginning in the first quarter of 2022, Ground Commercial average daily package volume statistics are calculated on a 5-day-per-week basis, while Home Delivery and Economy average daily package volume statistics are calculated on a 7-day-per-week basis. FY21 has been revised to conform to this current presentation.*

Resegmentations/Restatements

- *Effective in the fourth quarter of 2020, the results of FedEx Custom Critical are included in the FedEx Express segment instead of in "Corporate, other, and eliminations." Prior periods were not revised.*
- *Effective in the first quarter of 2021, the results of FedEx Cross Border are included in the FedEx Express segment instead of in "Corporate, other, and eliminations." Prior periods were not revised.*
- *Beginning in the third quarter of 2021, amounts include the financial results of ShopRunner, Inc. ("ShopRunner"). Beginning in the first quarter of 2022, FedEx Dataworks (including ShopRunner) ("FedEx Dataworks") is an operating segment included in "Corporate, other, and eliminations."*

Business realignment costs

- *FY22 annual consolidated Business realignment costs include \$278 million (\$214 million, net of tax, or \$0.80 per diluted share) of costs associated with our workforce reduction plan in Europe. Q1 FY22 includes \$67 million (\$52 million, net of tax, or \$0.19 per diluted share), Q2 FY22 includes \$44 million (\$34 million, net of tax, or \$0.13 per diluted share), Q3 FY22 includes \$107 million (\$82 million, net of tax, or \$0.31 per diluted share) and Q4 FY22 includes \$60 million (\$46 million, net of tax, or \$0.18 per diluted share) in the FedEx Express segment.*
- *FY21 annual consolidated Business realignment costs include \$116 million (\$90 million, net of tax, or \$0.33 per diluted share) of costs associated with our workforce reduction plan in Europe. Q3 FY21 includes \$10 million (\$8 million, net of tax, or \$0.03 per diluted share) and Q4 FY21 includes \$106 million (\$82 million, net of tax, or \$0.30 per diluted share) in the FedEx Express segment.*

INFORMATIONAL NOTES APPENDIX

Goodwill and other asset impairment charges

- FY20 annual consolidated Goodwill and other asset impairment charges amounts include \$369 million (\$366 million, net of tax, or \$1.40 per diluted share) of goodwill and other asset impairment charges associated with the FedEx Office and FedEx Logistics operating segments in Q4 and \$66 million (\$50 million, net of tax, or \$0.19 per diluted share) of asset impairment charges associated with the decision to permanently retire certain aircraft and related engines at FedEx Express in Q2.

Legal matters

- FY22 annual consolidated Other operating expense amounts include \$210 million (\$160 million, net of tax, or \$0.60 per diluted share) of legal charges accrued in Q4 related to pre- and post-judgment interest incurred in connection with a legal matter involving FedEx Ground.

Integration expenses

- FY22 annual consolidated Operating Income amounts include integration expenses of \$132 million (\$103 million, net of tax, or \$0.39 per diluted share). These expenses are included in "Corporate, other, and eliminations" and FedEx Express results (\$115 million).
 - o Q1 amounts include integration expenses of \$29 million (\$23 million, net of tax, or \$0.08 per diluted share) – \$26 million in FedEx Express results.
 - o Q2 amounts include integration expenses of \$34 million (\$26 million, net of tax, or \$0.10 per diluted share) – \$27 million in FedEx Express results.
 - o Q3 amounts include integration expenses of \$29 million (\$23 million, net of tax, or \$0.08 per diluted share) – \$24 million in FedEx Express results.
 - o Q4 amounts include integration expenses of \$40 million (\$32 million, net of tax, or \$0.12 per diluted share) – \$38 million in FedEx Express results.
- FY21 annual consolidated Operating Income amounts include integration expenses of \$210 million (\$162 million, net of tax, or \$0.60 per diluted share). These expenses are included in "Corporate, other, and eliminations" and FedEx Express results (\$176 million).
 - o Q1 amounts include integration expenses of \$49 million (\$38 million, net of tax, or \$0.14 per diluted share) – \$37 million in FedEx Express results.
 - o Q2 amounts include integration expenses of \$48 million (\$36 million, net of tax, or \$0.13 per diluted share) – \$43 million in FedEx Express results.
 - o Q3 amounts include integration expenses of \$49 million (\$39 million, net of tax, or \$0.14 per diluted share) – \$41 million in FedEx Express results.
 - o Q4 amounts include integration expenses of \$64 million (\$49 million, net of tax, or \$0.18 per diluted share) – \$55 million in FedEx Express results.

INFORMATIONAL NOTES APPENDIX

Integration expenses (cont.)

- FY20 annual consolidated Operating Income amounts include integration expenses of \$270 million (\$209 million, net of tax, or \$0.80 per diluted share). These expenses are included in "Corporate, other, and eliminations" and FedEx Express results (\$222 million).
 - o Q1 amounts include integration expenses of \$71 million (\$55 million, net of tax, or \$0.21 per diluted share) – \$57 million in FedEx Express results.
 - o Q2 amounts include integration expenses of \$64 million (\$50 million, net of tax, or \$0.19 per diluted share) – \$49 million in FedEx Express results.
 - o Q3 amounts include integration expenses of \$72 million (\$56 million, net of tax, or \$0.21 per diluted share) – \$62 million in FedEx Express results.
 - o Q4 amounts include integration expenses of \$63 million (\$48 million, net of tax, or \$0.18 per diluted share) – \$54 million in FedEx Express results.

Mark-to-market retirement plans accounting adjustments

- FY22 annual consolidated Other retirement plan income amounts include a mark-to-market retirement plans loss of approximately \$1.6 billion (\$1.2 billion, net of tax, or \$4.49 per diluted share). Q4 amounts include a mark-to-market retirement plans loss of approximately \$1.3 billion (\$1.0 billion, net of tax, or \$3.83 per diluted share). Q2 amounts include a mark-to-market retirement plans net loss of approximately \$260 million (\$195 million, net of tax, or \$0.73 per diluted share) associated with terminating our TNT Express Netherlands Pension Plan.
- FY21 annual consolidated Other retirement plan income amounts include a mark-to-market retirement plans gain of approximately \$1.2 billion (\$895 million, net of tax, or \$3.33 per diluted share). Q4 amounts include a mark-to-market retirement plans gain of approximately \$1.2 billion (\$936 million, net of tax, or \$3.44 per diluted share). Q2 amounts include a mark-to-market retirement plans net loss of approximately \$52 million (\$41 million, net of tax, or \$0.15 per diluted share) associated with freezing our TNT Express Netherlands Pension Plan.
- FY20 annual consolidated Other retirement plan income amounts include a mark-to-market retirement plans loss of approximately \$794 million (\$583 million, net of tax, or \$2.22 per diluted share). This amount was incurred during the fourth quarter.

Loss on debt extinguishment

- FY21 annual consolidated Loss on debt extinguishment amounts include a loss on debt extinguishment of \$393 million (\$297 million, net of tax, or \$1.11 per diluted share) associated with our capital allocation strategy, including reducing outstanding debt. This amount was incurred during the fourth quarter.