

FedEx Corporation

Q2 Fiscal 2024 Statistics

Financial and Operating
Statistics

December 19, 2023



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 FY21 – FY23, 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 \$88 billion, the company offers integrated business solutions through operating companies competing collectively, operating collaboratively, and innovating digitally as one FedEx. Consistently ranked among the world's most admired and trusted employers, FedEx inspires its more than 500,000 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 commercial 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:	249,788,837 (as of November 30, 2023)
STOCKHOLDERS OF RECORD:	12,313 (as of November 30, 2023)
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 02022 Providence, RI 02940-3078
FISCAL YEAR END:	May 31

FedEx Corporation

Condensed Consolidated Balance Sheets

FY 2021 – FY 2024

May 31
In millions (except share data)

	FY 2021	FY 2022	FY 2023	Nov. 30, 2023
ASSETS				
Current Assets				
Cash and cash equivalents	\$7,087	\$6,897	\$6,856	\$6,729
Receivables, less allowances	12,069	11,863	10,188	10,665
Spare parts, supplies, and fuel, less allowances	587	637	604	632
Prepaid expenses and other	837	968	962	1,091
Total current assets	20,580	20,365	18,610	19,117
Property and Equipment, at Cost				
Aircraft and related equipment	26,268	27,874	29,108	
Package handling and ground support equipment	13,012	14,930	16,839	
Information technology	7,486	8,098	8,792	
Vehicles and trailers	9,282	9,806	10,191	
Facilities and other	14,029	14,567	15,694	
	70,077	75,275	80,624	83,281
Less accumulated depreciation and amortization	34,325	37,184	39,926	41,749
Net property and equipment	35,752	38,091	40,698	41,532
Other Long-Term Assets				
Operating lease right-of-use-assets, net	15,383	16,613	17,347	17,243
Goodwill and other asset impairment charges	6,992	6,544	6,435	6,468
Other assets	4,070	4,381	4,053	3,691
Total other long-term assets	26,445	27,538	27,835	27,402
	<u>\$82,777</u>	<u>\$85,994</u>	<u>\$87,143</u>	<u>\$88,051</u>
LIABILITIES AND COMMON STOCKHOLDERS' INVESTMENT				
Current Liabilities				
Current portion of long-term debt	\$146	\$82	\$126	\$334
Accrued salaries and employee benefits	2,903	2,531	2,475	2,732
Accounts payable	3,841	4,030	3,848	4,002
Operating lease liabilities	2,208	2,443	2,390	2,433
Accrued expenses	4,562	5,188	4,747	4,747
Total current liabilities	13,660	14,274	13,586	14,248
Long-Term Debt, Less Current Portion				
	20,733	20,182	20,453	20,193
Other Long-Term Liabilities				
Deferred income taxes	3,927	4,093	4,489	4,386
Pension, postretirement healthcare, and other benefit obligations	3,501	4,448	3,130	2,854
Self-insurance accruals	2,430	2,889	3,339	3,688
Operating lease liabilities	13,375	14,487	15,363	15,222
Other liabilities	983	682	695	694
Total other long-term liabilities	24,216	26,599	27,016	26,844
Commitments and Contingencies				
Common Stockholders' Investment				
Common stock \$0.10 par value; 800 million shares auth.	32	32	32	32
Additional paid-in capital	3,481	3,712	3,769	3,849
Retained earnings	29,817	32,782	35,259	36,605
Accumulated other comprehensive (loss) income	(732)	(1,103)	(1,327)	(1,294)
Treasury stock, at cost	(8,430)	(10,484)	(11,645)	(12,426)
Total common stockholders' investment	24,168	24,939	26,088	26,766
	<u>\$82,777</u>	<u>\$85,994</u>	<u>\$87,143</u>	<u>\$88,051</u>

Unaudited. Differences may result due to rounding.

FedEx Corporation

Condensed Consolidated Statements of Cash Flows

FY 2021 – FY 2024

Years ended May 31
In millions

	FY 2021	FY 2022	FY 2023	Q2 YTD FY 2024
OPERATING ACTIVITIES				
Net income	\$5,231	\$3,826	\$3,972	\$1,978
Adjustments to reconcile net income to cash provided by operating activities:				
Depreciation and amortization	3,793	3,970	4,176	2,111
Provision for uncollectible accounts	577	403	696	216
Stock-based compensation	200	190	182	96
Other noncash items including leases and deferred income tax	2,887	2,931	3,472	1,427
Retirement plans mark-to-market adjustments	(1,176)	1,578	(650)	—
Goodwill and other asset impairment charges	—	—	117	—
Loss on extinguishment of debt	393	—	—	—
Business optimization and realignment costs/(payments), net	102	53	23	(28)
Changes in operating assets and liabilities:				
Receivables	(1,389)	(310)	782	(687)
Other current assets	(40)	(158)	48	(110)
Pension and postretirement assets and liabilities, net	(317)	(697)	(623)	—
Accounts payable and other operating liabilities	71	(1,861)	(3,331)	(975)
Other, net	(197)	(93)	(16)	(24)
Cash provided by operating activities	10,135	9,832	8,848	4,004
INVESTING ACTIVITIES				
Capital expenditures	(5,884)	(6,763)	(6,174)	(2,595)
Business acquisitions, net of cash acquired	(228)	—	—	—
Purchase of investments	—	(147)	(84)	(75)
Proceeds from asset dispositions and other	102	94	84	62
Cash used in investing activities	(6,010)	(6,816)	(6,174)	(2,608)
FINANCING ACTIVITIES				
Payments on debt	(6,318)	(161)	(152)	(94)
Proceeds from debt issuances	4,212	—	—	—
Proceeds from stock issuances	740	184	231	211
Dividends paid	(686)	(793)	(1,177)	(635)
Purchase of treasury stock	—	(2,248)	(1,500)	(1,000)
Other, net	(38)	(1)	1	-
Cash provided by (used in) financing activities	(2,090)	(3,019)	(2,597)	(1,518)
Effect of exchange rate changes on cash	171	(187)	(118)	(5)
CASH AND CASH EQUIVALENTS				
Net (decrease) increase in cash and cash equivalents	2,206	(190)	(41)	(127)
Cash and cash equivalents at beginning of period	4,881	7,087	6,897	6,856
Cash and cash equivalents at end of period	<u>\$7,087</u>	<u>\$6,897</u>	<u>\$6,856</u>	<u>\$6,729</u>

Unaudited. Differences may result due to rounding.

FedEx Corporation

Annual Consolidated Statements of Income

FY 2021 – FY 2024

Years ended May 31
In millions, except EPS

	FY 2021	FY 2022	FY 2023	Q2 YTD FY 2024
Revenue:				
FedEx Express segment	\$42,078	\$45,814	\$42,743	\$20,339
FedEx Ground segment	30,496	33,232	33,507	17,059
FedEx Freight segment	7,833	9,532	9,632	4,651
FedEx Services segment	32	253	301	137
Other and eliminations	3,520	4,681	3,972	1,660
Total Revenue	83,959	93,512	90,155	43,846
Operating Expenses:				
Salaries and employee benefits	30,173	32,058	31,019	15,618
Purchased transportation	21,674	24,118	21,790	10,431
Rentals and landing fees	4,155	4,712	4,738	2,289
Depreciation and amortization	3,793	3,970	4,176	2,111
Fuel	2,882	5,115	5,909	2,429
Maintenance and repairs	3,328	3,372	3,357	1,678
Business optimization and realignment costs ¹	116	278	309	250
Goodwill and other asset impairment charges	—	—	117	—
Other	11,981	13,644	13,828	6,279
Total Operating Expenses	78,102	87,267	85,243	41,085
Operating Income:				
FedEx Express segment	2,810	2,922	1,064	342
FedEx Ground segment	3,193	2,642	3,140	2,003
FedEx Freight segment	1,005	1,663	1,925	968
Corporate, other, and eliminations	(1,151)	(982)	(1,217)	(552)
Total Operating Income	5,857	6,245	4,912	2,761
Other (Expense) Income:				
Interest, net	(741)	(636)	(496)	(188)
Other retirement plans income (expense)	1,983	(726)	1,054	80
Loss on debt extinguishment	(393)	—	—	—
Other, net	(32)	13	(107)	(28)
Total Other Income (Expense)	817	(1,349)	451	(136)
Income Before Income Taxes	6,674	4,896	5,363	2,625
Provision for Income Taxes (Benefit)	1,443	1,070	1,391	647
Net Income	\$5,231	\$3,826	\$3,972	\$1,978
Basic Earnings Per Share	\$19.79	\$14.54	\$15.60	\$7.88
Weighted Avg. Common Shares	264	263	254	251
Diluted Earnings Per Share	\$19.45	\$14.33	\$15.48	\$7.79
Weighted Avg. Diluted Shares	268	266	256	254
SELECTED STATISTICS				
Operating Margin	7.0%	6.7%	5.4%	6.3%
Pre-tax Margin	7.9%	5.2%	5.9%	6.0%
Return on Assets	6.7%	4.5%	4.6%	4.9%
Return on Equity	24.6%	15.6%	15.5%	16.8%
Dividends Paid Per Common Share	\$2.60	\$3.00	\$4.60	\$2.52

1 - FY24 includes \$250 million (\$191 million, net of tax, or \$0.75 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 2021 – FY 2022

Years ended May 31
In millions, except EPS

	FY 2021				FY 2022			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Revenue:								
FedEx Express segment	\$9,647	\$10,368	\$10,788	\$11,275	\$10,966	\$11,605	\$11,304	\$11,939
FedEx Ground segment	7,040	7,344	7,980	8,132	7,677	8,264	8,800	8,491
FedEx Freight segment	1,826	1,936	1,836	2,235	2,251	2,272	2,253	2,756
FedEx Services segment	8	8	8	8	35	77	65	76
Other and eliminations	800	907	898	915	1,074	1,256	1,219	1,132
Total Revenue	19,321	20,563	21,510	22,565	22,003	23,474	23,641	24,394
Operating Expenses:								
Salaries and employee benefits	6,852	7,443	8,010	7,868	7,776	8,135	8,244	7,903
Purchased transportation	4,977	5,407	5,660	5,630	5,659	6,241	6,272	5,946
Rentals and landing fees	936	1,006	1,131	1,082	1,133	1,177	1,225	1,177
Depreciation and amortization	926	936	956	975	971	995	986	1,018
Fuel	565	625	756	936	1,009	1,145	1,201	1,760
Maintenance and repairs	806	815	822	885	869	839	822	842
Business realignment costs	—	—	10	106	67	44	107	60
Other	2,669	2,866	3,160	3,286	3,121	3,301	3,458	3,764
Total Operating Expenses	17,731	19,098	20,505	20,768	20,605	21,877	22,315	22,470
Operating Income (Loss):								
FedEx Express segment	710	900	463	737	567	949	520	886
FedEx Ground segment	834	552	702	1,105	671	481	641	849
FedEx Freight segment	274	252	119	360	390	334	337	602
Corporate, other, and eliminations	(228)	(239)	(279)	(405)	(230)	(167)	(172)	(413)
Total Operating Income (Loss)	1,590	1,465	1,005	1,797	1,398	1,597	1,326	1,924
Other Income (Expense):								
Interest, net	(184)	(184)	(187)	(186)	(160)	(155)	(163)	(158)
Other retirement plans income	201	150	202	1,430	216	(47)	211	(1,106)
Loss on debt extinguishment	—	—	—	(393)	—	—	—	—
Other, net	(1)	(25)	29	(35)	3	(15)	1	24
Total Other Income (Expense)	16	(59)	44	816	59	(217)	49	(1,240)
Income (Loss) Before Income Taxes	1,606	1,406	1,049	2,613	1,457	1,380	1,375	684
Provision for Income Taxes	361	180	157	745	345	336	263	126
Net Income (Loss)	\$1,245	\$1,226	\$892	\$1,868	\$1,112	\$1,044	\$1,112	\$558
Basic Earnings Per Share	\$4.75	\$4.64	\$3.36	\$7.02	\$4.17	\$3.94	\$4.26	\$2.15
Weighted Avg. Common Shares	262	264	265	265	266	265	261	259
Diluted Earnings Per Share	\$4.72	\$4.55	\$3.30	\$6.88	\$4.09	\$3.88	\$4.20	\$2.13
Weighted Avg. Diluted Shares	263	269	270	271	271	268	265	261
SELECTED STATISTICS								
Operating Margin	8.2%	7.1%	4.7%	8.0%	6.4%	6.8%	5.6%	7.9%
Pre-tax Margin	8.3%	6.8%	4.9%	11.6%	6.6%	5.9%	5.8%	2.8%
Dividends Paid Per Common Share	\$0.65	\$0.65	\$0.65	\$0.65	\$0.75	\$0.75	\$0.75	\$0.75

Unaudited. Differences may result due to rounding.

FedEx Corporation

Quarterly Consolidated Statements of Income

FY 2023 – FY 2024

Year ended May 31
In millions, except EPS

	FY 2023				FY 2024			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Revenue:								
FedEx Express segment	\$11,127	\$10,864	\$10,345	\$10,407	\$10,085	\$10,254		
FedEx Ground segment	8,160	8,393	8,658	8,296	8,420	8,639		
FedEx Freight segment	2,723	2,454	2,186	2,269	2,291	2,360		
FedEx Services segment	70	68	87	76	72	65		
Other and eliminations	1,162	1,035	893	882	813	847		
Total Revenue	23,242	22,814	22,169	21,930	21,681	22,165		
Operating Expenses:								
Salaries and employee benefits	7,859	7,792	7,817	7,551	7,785	7,833		
Purchased transportation	5,767	5,665	5,402	4,956	5,036	5,395		
Rentals and landing fees	1,159	1,195	1,205	1,179	1,151	1,138		
Depreciation and amortization	1,024	1,046	1,031	1,075	1,071	1,040		
Fuel	1,822	1,593	1,350	1,144	1,101	1,328		
Maintenance and repairs	904	882	789	782	824	854		
Business optimization and realignment costs ¹	38	36	123	112	105	145		
Asset impairment charges	—	—	—	117	—	—		
Other	3,478	3,429	3,410	3,511	3,123	3,156		
Total Operating Expenses	22,051	21,638	21,127	20,427	20,196	20,889		
Operating Income (Loss):								
FedEx Express segment	174	341	119	430	205	137		
FedEx Ground segment	694	598	844	1,004	1,103	900		
FedEx Freight segment	651	440	386	448	481	487		
Corporate, other, and eliminations	(328)	(203)	(307)	(379)	(304)	(248)		
Total Operating Income	1,191	1,176	1,042	1,503	1,485	1,276		
Other Income (Expense):								
Interest, net	(142)	(127)	(122)	(105)	(91)	(97)		
Other retirement plans income (expense)	101	101	102	750	39	41		
Loss on debt extinguishment	4	(91)	—	(20)	(10)	(18)		
Other, net	(37)	(117)	(20)	625	(62)	(74)		
Income Before Income Taxes	1,154	1,059	1,022	2,128	1,423	1,202		
Provision for Income Taxes	279	271	251	590	345	302		
Net Income	\$875	\$788	\$771	\$1,538	\$1,078	\$900		
Basic Earnings Per Share	\$3.37	\$3.08	\$3.07	\$6.10	\$4.28	\$3.59		
Weighted Avg. Common Shares	259	255	251	252	251	250		
Diluted Earnings Per Share	\$3.33	\$3.07	\$3.05	\$6.05	\$4.23	\$3.55		
Weighted Avg. Diluted Shares	262	256	253	254	254	253		

SELECTED STATISTICS

Operating Margin	5.1%	5.2%	4.7%	6.9%	6.8%	5.8%
Pre-tax Margin	5.0%	4.6%	4.6%	9.7%	6.6%	5.4%
Dividends Paid Per Common Share	\$1.15	\$1.15	\$1.15	\$1.15	\$1.26	\$1.26

1 - Second quarter 2024 includes \$145 million (\$110 million, net of tax, or \$0.44 per diluted share) associated with our business optimization strategy announced in 2023.
First quarter 2024 includes \$105 million (\$81 million, net of tax, or \$0.32 per diluted share) associated with our business optimization strategy announced in 2023.

Unaudited. Differences may result due to rounding.

FedEx Corporation

Capital Expenditures

FY 2021 – FY 2024

Years ended May 31
In millions

	FY 2021	FY 2022	FY 2023	Q2 YTD FY 2024
<u>By Asset Type</u>				
Aircraft and related equipment	\$2,451	\$2,273	\$1,684	\$1,155
Package handling and ground support equipment	1,352	1,737	1,851	427
Vehicles and trailers	351	717	719	296
Information technology	816	851	802	295
Facilities and other	914	1,185	1,118	422
Total	<u>\$5,884</u>	<u>\$6,763</u>	<u>\$6,174</u>	<u>\$2,595</u>
<u>By Segment</u>				
FedEx Express segment	\$3,503	\$3,637	\$3,055	\$1,753
FedEx Ground segment	1,446	2,139	1,995	478
FedEx Freight segment	320	319	556	141
FedEx Services segment	512	565	431	175
Other	103	103	137	48
Total	<u>\$5,884</u>	<u>\$6,763</u>	<u>\$6,174</u>	<u>\$2,595</u>

Unaudited. Differences may result due to rounding.

FedEx Express Segment

Annual Consolidated Statements of Income

FY 2021 – FY 2024

Years ended May 31
In millions

	FY 2021	FY 2022	FY 2023	Q2 YTD FY 2024
Package Revenue:				
U.S. Overnight Box	\$8,116	\$9,084	\$8,916	\$4,346
U.S. Overnight Envelope	1,791	1,971	1,980	932
Total U.S. Overnight	9,907	11,055	10,896	5,278
U.S. Deferred	4,984	5,330	5,128	2,395
Total U.S. Package Revenue	14,891	16,385	16,024	7,673
International Priority	10,317	12,130	10,939	4,717
International Economy	2,632	2,838	2,911	2,109
Total International Export Package Revenue	12,949	14,968	13,850	6,826
International Domestic ¹	4,640	4,340	4,043	2,110
Total Package Revenue	32,480	35,693	33,917	16,609
Freight Revenue:				
U.S.	3,325	3,041	2,906	1,166
International Priority	3,030	3,840	3,060	1,122
International Economy	1,582	1,653	1,510	847
International Airfreight	245	177	166	61
Total Freight Revenue	8,182	8,711	7,642	3,196
Other Revenue	1,416	1,410	1,184	534
Total Revenue	42,078	45,814	42,743	20,339
Operating Expenses:				
Salaries and employee benefits	16,217	16,435	15,899	7,947
Purchased transportation	5,744	6,322	5,629	2,832
Rentals and landing fees	2,296	2,568	2,310	1,051
Depreciation and amortization	1,946	2,007	2,105	1,080
Fuel	2,461	4,418	5,122	2,109
Maintenance and repairs	2,228	2,120	2,000	990
Business optimization and realignment costs ²	116	278	47	51
Asset impairment charges	—	—	70	—
Intercompany charges	1,996	1,997	1,896	961
Other	6,264	6,747	6,601	2,976
	39,268	42,892	41,679	19,997
Operating Income	<u>\$2,810</u>	<u>\$2,922</u>	<u>\$1,064</u>	<u>\$342</u>

SELECTED STATISTICS

Operating Margin	6.7%	6.4%	2.5%	1.7%
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1 - International domestic revenue relates to our international intra-country operations.

2 - FY24 includes business optimization costs of \$51 million associated with our business optimization strategy announced in 2023.

Unaudited. Differences may result due to rounding.

FedEx Express Segment

Quarterly Consolidated Statements of Income

FY 2021 – FY 2022

Years ended May 31
In millions

	FY 2021				FY 2022			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Package Revenue:								
U.S. Overnight Box	\$1,861	\$2,012	\$2,078	\$2,165	\$2,170	\$2,249	\$2,275	\$2,390
U.S. Overnight Envelope	426	435	444	486	482	474	479	536
Total U.S. Overnight	2,287	2,447	2,522	2,651	2,652	2,723	2,754	2,926
U.S. Deferred	1,096	1,204	1,418	1,266	1,231	1,307	1,422	1,370
Total U.S. Packages	3,383	3,651	3,940	3,917	3,883	4,030	4,176	4,296
International Priority	2,317	2,510	2,596	2,894	2,839	3,107	2,991	3,193
International Economy	616	658	653	705	669	706	697	766
Total International Export Package Revenue	2,933	3,168	3,249	3,599	3,508	3,813	3,688	3,959
International Domestic ¹	1,088	1,206	1,162	1,184	1,114	1,147	1,016	1,063
Total Package Revenue	7,404	8,025	8,351	8,700	8,505	8,990	8,880	9,318
Freight Revenue:								
U.S.	833	799	860	833	775	775	712	779
International Priority	653	737	775	865	873	994	948	1,025
International Economy	371	408	383	420	414	438	378	423
International Airfreight	75	65	56	49	47	47	40	43
Total Freight Revenue	1,932	2,009	2,074	2,167	2,109	2,254	2,078	2,270
Other Revenue	311	334	363	408	352	361	346	351
Total Revenue	9,647	10,368	10,788	11,275	10,966	11,605	11,304	11,939
Operating Expenses:								
Salaries and employee benefits	3,742	3,922	4,352	4,201	4,084	4,141	4,182	4,028
Purchased transportation	1,304	1,449	1,460	1,531	1,551	1,623	1,566	1,582
Rentals and landing fees	504	542	650	600	635	649	667	617
Depreciation and amortization	477	482	490	497	492	510	490	515
Fuel	496	529	647	789	868	989	1,040	1,521
Maintenance and repairs	551	542	549	586	573	525	509	513
Business realignment costs	—	—	10	106	67	44	107	60
Asset impairment charges	—	—	—	—	—	—	—	—
Intercompany charges	461	486	509	540	508	497	494	498
Other	1,402	1,516	1,658	1,688	1,621	1,678	1,729	1,719
	8,937	9,468	10,325	10,538	10,399	10,656	10,784	11,053
Operating Income	<u>\$710</u>	<u>\$900</u>	<u>\$463</u>	<u>\$737</u>	<u>\$567</u>	<u>\$949</u>	<u>\$520</u>	<u>\$886</u>
SELECTED STATISTICS								
Operating Margin	7.4%	8.7%	4.3%	6.5%	5.2%	8.2%	4.6%	7.4%

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 2023 – FY 2024

Year ended May 31
In millions

	FY 2023				FY 2024			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Package Revenue:								
U.S. Overnight Box	\$2,316	\$2,237	\$2,165	\$2,198	\$2,188	\$2,158		
U.S. Overnight Envelope	525	474	478	503	485	447		
Total U.S. Overnight	2,841	2,711	2,643	2,701	2,673	2,605		
U.S. Deferred	1,287	1,253	1,346	1,242	1,187	1,208		
Total U.S. Packages	4,128	3,964	3,989	3,943	3,860	3,813		
International Priority	2,897	2,823	2,566	2,653	2,327	2,390		
International Economy	707	711	698	795	1,021	1,088		
Total International Export Package Revenue	3,604	3,534	3,264	3,448	3,348	3,478		
International Domestic ¹	974	1,036	1,003	1,030	1,024	1,086		
Total Package Revenue	8,706	8,534	8,256	8,421	8,232	8,377		
Freight Revenue:								
U.S.	796	784	719	607	582	584		
International Priority	888	811	687	674	553	569		
International Economy	377	388	358	387	425	422		
International Airfreight	41	39	47	39	32	29		
Total Freight Revenue	2,102	2,022	1,811	1,707	1,592	1,604		
Other Revenue	319	308	278	279	261	273		
Total Revenue	11,127	10,864	10,345	10,407	10,085	10,254		
Operating Expenses:								
Salaries and employee benefits	4,050	3,938	4,015	3,896	3,983	3,964		
Purchased transportation	1,478	1,432	1,373	1,346	1,374	1,458		
Rentals and landing fees	577	586	588	559	536	515		
Depreciation and amortization	513	520	533	539	538	542		
Fuel	1,584	1,372	1,177	989	954	1,155		
Maintenance and repairs	562	534	456	448	496	494		
Business realignment costs	14	11	3	19	10	41		
Asset impairment charges	—	—	—	70	—	—		
Intercompany charges	484	477	459	476	492	469		
Other	1,691	1,653	1,622	1,635	1,497	1,479		
	10,953	10,523	10,226	9,977	9,880	10,117		
Operating Income	\$174	\$341	\$119	\$430	\$205	\$137		
SELECTED STATISTICS								
Operating Margin	1.6%	3.1%	1.2%	4.1%	2.0%	1.3%		

1 - International domestic revenue relates to our international intra-country operations.

2 - Second quarter 2024 includes business optimization costs of \$41 million associated with our business optimization strategy announced in 2023.

First quarter 2024 includes business optimization costs of \$10 million associated with our business optimization strategy announced in 2023.

Unaudited. Differences may result due to rounding.

FedEx Express Segment

Annual Operating Statistics

FY 2021 – FY 2024

	FY 2021	FY 2022	FY 2023	Q2 YTD FY 2024
AVG DAILY VOLUME / POUNDS				
<u>Average Daily Package Volume (000s):</u>				
U.S. Overnight Box	1,427	1,421	1,259	1,236
U.S. Overnight Envelope	505	506	465	442
Total U.S. Overnight	1,932	1,927	1,724	1,678
U.S. Deferred	1,351	1,262	1,063	989
Total U.S. Packages	3,283	3,189	2,787	2,667
International Priority	752	786	708	666
International Economy	284	277	278	353
Total International Export Packages	1,036	1,063	986	1,019
International Domestic ¹	2,362	1,954	1,805	1,823
Total Avg Daily Packages	6,681	6,206	5,578	5,509
<u>Average Daily Freight Pounds (000s):</u>				
U.S.	9,231	7,935	6,735	5,497
International Priority	6,155	6,671	5,435	4,431
International Economy	12,245	11,978	10,591	10,001
International Airfreight	1,469	1,160	998	701
Total Avg Daily Freight Pounds	29,100	27,744	23,759	20,630
<u>YIELD</u>				
<u>Revenue Per Package:</u>				
U.S. Overnight Box	\$22.31	\$25.07	\$27.77	\$27.47
U.S. Overnight Envelope	13.90	15.28	16.71	16.49
Total U.S. Overnight	20.11	22.50	24.79	24.58
U.S. Deferred	14.46	16.56	18.91	18.92
Total U.S. Packages	17.79	20.15	22.54	22.48
International Priority	53.84	60.54	60.62	55.37
International Economy	36.32	40.13	41.12	46.69
Total International Export Packages	49.03	55.21	55.13	52.36
International Domestic ¹	7.70	8.71	8.78	9.04
Total Composite Package Yield	\$19.06	\$22.56	\$23.85	\$23.56
<u>Revenue Per Freight Pound:</u>				
U.S.	\$1.41	\$1.50	\$1.69	\$1.66
International Priority	1.93	2.26	2.21	1.98
International Economy	0.51	0.54	0.56	0.66
International Airfreight	0.65	0.60	0.65	0.68
Total Composite Freight Yield	\$1.10	\$1.23	\$1.26	\$1.21
<u>PACKAGE YOY GROWTH RATES</u>				
<u>Average Daily Volume Growth:</u>				
U.S. Overnight Box	17.8%	(0.4%)	(11.4%)	(3.7%)
U.S. Overnight Envelope	(3.1%)	0.2%	(8.1%)	(6.2%)
Total U.S. Overnight	11.5%	(0.3%)	(10.5%)	(4.4%)
U.S. Deferred	25.6%	(6.6%)	(15.8%)	(6.4%)
Total U.S. Package	16.9%	(2.9%)	(12.6%)	(5.2%)
International Priority	34.5%	4.5%	(9.9%)	(7.2%)
International Economy	0.7%	(2.5%)	0.4%	29.8%
Total International Export Package	23.2%	2.6%	(7.2%)	2.9%
International Domestic ¹	1.1%	(17.3%)	(7.6%)	(0.2%)
Total Package Volume Growth	11.6%	(7.1%)	(10.1%)	(2.1%)
<u>Revenue Growth:</u>				
U.S. Overnight Box	12.2%	11.9%	(1.8%)	(4.5%)
U.S. Overnight Envelope	0.8%	10.1%	0.5%	(6.7%)
Total U.S. Overnight	10.0%	11.6%	(1.4%)	(4.9%)
U.S. Deferred	23.4%	6.9%	(3.8%)	(5.7%)
Total U.S. Package	14.1%	10.0%	(2.2%)	(5.2%)
International Priority	40.3%	17.6%	(9.8%)	(17.5%)
International Economy	(14.6%)	7.8%	2.6%	48.7%
Total International Export Package	24.1%	15.6%	(7.5%)	(4.4%)
International Domestic ¹	11.0%	(6.5%)	(6.8%)	5.0%
Total Package Revenue Growth	17.4%	9.9%	(5.0%)	(3.7%)
<u>AVG POUNDS PER PACKAGE</u>				
AVG REVENUE PER PACKAGE LB.	\$1.51	\$1.82	\$1.87	\$1.78
<u>OPERATING WEEKDAYS</u>				
	255	255	255	128

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 2021 – FY 2022

	FY 2021				FY 2022			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
AVG. DAILY VOLUME / POUNDS								
<u>Avg. Daily Package Volume (000s):</u>								
U.S. Overnight Box	1,287	1,453	1,529	1,442	1,413	1,477	1,457	1,340
U.S. Overnight Envelope	483	512	508	519	514	517	497	494
Total U.S. Overnight	1,770	1,965	2,037	1,961	1,927	1,994	1,954	1,834
U.S. Deferred	1,207	1,339	1,562	1,307	1,251	1,285	1,357	1,159
Total U.S. Packages	2,977	3,304	3,599	3,268	3,178	3,279	3,311	2,993
International Priority	696	748	765	796	771	834	799	742
International Economy	260	296	294	288	263	289	282	276
Total International Export Packages	956	1,044	1,059	1,084	1,034	1,123	1,081	1,018
International Domestic ¹	2,298	2,635	2,353	2,171	2,004	2,141	1,866	1,808
Total Avg Daily Packages	6,231	6,983	7,011	6,523	6,216	6,543	6,258	5,819
<u>Average Daily Freight Pounds (000s):</u>								
U.S.	8,849	9,511	9,943	8,662	8,040	8,666	7,370	7,660
International Priority	5,501	6,234	6,286	6,608	6,594	6,969	6,595	6,533
International Economy	11,633	13,560	12,135	11,691	11,683	13,062	11,640	11,544
International Airfreight	1,575	1,605	1,417	1,280	1,227	1,241	1,123	1,050
Total Avg Daily Freight Pounds	27,558	30,910	29,781	28,241	27,544	29,938	26,728	26,787
<u>YIELD</u>								
<u>Revenue Per Package:</u>								
U.S. Overnight Box	\$22.25	\$21.98	\$21.91	\$23.09	\$23.62	\$24.18	\$25.18	\$27.45
U.S. Overnight Envelope	13.56	13.50	14.08	14.41	14.42	14.55	15.54	16.68
Total U.S. Overnight	19.88	19.77	19.96	20.79	21.17	21.68	22.73	24.55
U.S. Deferred	13.97	14.27	14.65	14.90	15.14	16.14	16.90	18.18
Total U.S. Packages	17.48	17.54	17.66	18.44	18.79	19.51	20.34	22.08
International Priority	51.18	53.26	54.71	55.89	56.64	59.15	60.43	66.22
International Economy	36.46	35.29	35.87	37.67	39.10	38.85	39.85	42.66
Total International Export Packages	47.18	48.17	49.49	51.05	52.18	53.93	55.06	59.82
International Domestic ¹	7.28	7.27	7.96	8.39	8.56	8.50	8.78	9.05
Total Composite Package Yield	\$18.28	\$18.24	\$19.21	\$20.51	\$21.05	\$21.81	\$22.89	\$24.64
<u>Revenue Per Freight Pound:</u>								
U.S.	\$1.45	\$1.33	\$1.40	\$1.48	\$1.48	\$1.42	\$1.56	\$1.57
International Priority	1.83	1.88	1.99	2.02	2.04	2.26	2.32	2.41
International Economy	0.49	0.48	0.51	0.55	0.55	0.53	0.52	0.56
International Airfreight	0.74	0.64	0.64	0.59	0.60	0.59	0.58	0.63
Total Composite Freight Yield	\$1.08	\$1.03	\$1.12	\$1.18	\$1.18	\$1.20	\$1.25	\$1.30
<u>PACKAGE YOY GROWTH RATES</u>								
<u>Average Daily Volume Growth:</u>								
U.S. Overnight Box	5.7%	16.8%	21.5%	28.1%	9.8%	1.7%	(4.7%)	(7.1%)
U.S. Overnight Envelope	(14.1%)	(6.4%)	(5.2%)	18.5%	6.4%	1.0%	(2.2%)	(4.8%)
Total U.S. Overnight	(0.6%)	9.7%	13.5%	25.4%	8.9%	1.5%	(4.1%)	(6.5%)
U.S. Deferred	23.7%	32.3%	28.6%	18.6%	3.6%	(4.0%)	(13.1%)	(11.3%)
Total U.S. Package	8.0%	17.9%	19.6%	22.6%	6.8%	(0.8%)	(8.0%)	(8.4%)
International Priority	31.3%	32.4%	41.1%	32.7%	10.8%	11.5%	4.4%	(6.8%)
International Economy	(11.6%)	(6.0%)	0.3%	26.9%	1.2%	(2.4%)	(4.1%)	(4.2%)
Total International Export Package	16.0%	18.6%	26.8%	31.1%	8.2%	7.6%	2.1%	(6.1%)
International Domestic ¹	(2.3%)	(1.3%)	(2.2%)	12.6%	(12.8%)	(18.7%)	(20.7%)	(16.7%)
Total Package Volume Growth	5.0%	9.9%	12.2%	20.3%	(0.2%)	(6.3%)	(10.7%)	(10.8%)
<u>Revenue Growth:</u>								
U.S. Overnight Box	(0.3%)	7.9%	11.4%	32.1%	16.6%	11.8%	9.5%	10.4%
U.S. Overnight Envelope	(11.1%)	(4.8%)	(3.3%)	27.6%	13.1%	9.0%	7.9%	10.3%
Total U.S. Overnight	(2.5%)	5.4%	8.5%	31.2%	16.0%	11.3%	9.2%	10.4%
U.S. Deferred	14.6%	22.9%	25.8%	29.8%	12.3%	8.6%	0.3%	8.2%
Total U.S. Package	2.5%	10.6%	14.2%	30.8%	14.8%	10.4%	6.0%	9.7%
International Priority	27.5%	38.1%	51.8%	44.0%	22.5%	23.8%	15.2%	10.3%
International Economy	(28.0%)	(24.6%)	(19.4%)	29.6%	8.6%	7.3%	6.7%	8.7%
Total International Export Package	9.8%	17.8%	28.9%	40.9%	19.6%	20.4%	13.5%	10.0%
International Domestic ¹	1.1%	3.5%	8.1%	37.2%	2.4%	(4.9%)	(12.6%)	(10.2%)
Total Package Revenue Growth	5.0%	12.1%	18.5%	35.7%	14.9%	12.0%	6.3%	7.1%
AVG POUNDS PER PACKAGE	12.8	13.2	11.9	12.5	12.6	12.7	11.9	12.6
AVG REVENUE PER PACKAGE LB.	\$1.43	\$1.38	\$1.61	\$1.64	\$1.67	\$1.72	\$1.92	\$1.96
OPERATING WEEKDAYS	65	63	62	65	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 2023 – FY 2024

	FY 2023				FY 2024			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
AVG. DAILY VOLUME / POUNDS								
<u>Avg. Daily Package Volume (000s):</u>								
U.S. Overnight Box	1,285	1,283	1,255	1,214	1,227	1,245		
U.S. Overnight Envelope	485	458	454	462	453	431		
Total U.S. Overnight	1,770	1,741	1,709	1,676	1,680	1,676		
U.S. Deferred	1,070	1,042	1,141	1,002	970	1,009		
Total U.S. Packages	2,840	2,783	2,850	2,678	2,650	2,685		
International Priority	700	736	701	695	658	673		
International Economy	260	285	280	285	333	373		
Total International Export Packages	960	1,021	981	980	991	1,046		
International Domestic ¹	1,706	1,950	1,805	1,764	1,742	1,907		
Total Avg Daily Packages	5,506	5,754	5,636	5,422	5,383	5,638		
<u>Avg. Daily Freight Pounds (000s):</u>								
U.S.	7,313	7,503	6,681	5,465	5,319	5,681		
International Priority	6,042	5,757	5,290	4,656	4,390	4,472		
International Economy	10,211	11,668	10,345	10,162	9,665	10,350		
International Airfreight	956	948	1,142	950	703	698		
Total Avg Daily Freight Pounds	24,522	25,876	23,458	21,233	20,077	21,201		
YIELD								
<u>Revenue Per Package:</u>								
U.S. Overnight Box	\$27.73	\$27.69	\$27.81	\$27.85	\$27.43	\$27.50		
U.S. Overnight Envelope	16.64	16.44	17.01	16.74	16.50	16.48		
Total U.S. Overnight	24.70	24.73	24.94	24.79	24.49	24.67		
U.S. Deferred	18.50	19.06	19.02	19.08	18.81	19.02		
Total U.S. Packages	22.36	22.61	22.57	22.65	22.41	22.55		
International Priority	63.72	60.87	59.05	58.75	54.39	56.36		
International Economy	41.81	39.58	40.20	42.85	47.14	46.27		
Total International Export Packages	57.78	54.93	53.67	54.12	51.95	52.76		
International Domestic ¹	8.78	8.43	8.96	8.99	9.05	9.03		
Total Composite Package Yield	\$24.33	\$23.54	\$23.63	\$23.90	\$23.53	\$23.58		
<u>Revenue Per Freight Pound:</u>								
U.S.	\$1.68	\$1.66	\$1.74	\$1.71	\$1.69	\$1.63		
International Priority	2.26	2.24	2.10	2.22	1.94	2.02		
International Economy	0.57	0.53	0.56	0.59	0.68	0.65		
International Airfreight	0.66	0.65	0.66	0.64	0.70	0.65		
Total Composite Freight Yield	\$1.32	\$1.24	\$1.25	\$1.24	\$1.22	\$1.20		
PACKAGE YOY GROWTH RATES								
<u>Average Daily Volume Growth:</u>								
U.S. Overnight Box	(9.1%)	(13.1%)	(13.9%)	(9.4%)	(4.5%)	(3.0%)		
U.S. Overnight Envelope	(5.6%)	(11.4%)	(8.7%)	(6.5%)	(6.6%)	(5.9%)		
Total U.S. Overnight	(8.1%)	(12.7%)	(12.5%)	(8.6%)	(5.1%)	(3.7%)		
U.S. Deferred	(14.5%)	(18.9%)	(15.9%)	(13.5%)	(9.3%)	(3.2%)		
Total U.S. Package	(10.6%)	(15.1%)	(13.9%)	(10.5%)	(6.7%)	(3.5%)		
International Priority	(9.2%)	(11.8%)	(12.3%)	(6.3%)	(6.0%)	(8.6%)		
International Economy	(1.1%)	(1.4%)	(0.7%)	3.3%	28.1%	30.9%		
Total International Export Package	(7.2%)	(9.1%)	(9.3%)	(3.7%)	3.2%	2.4%		
International Domestic ¹	(14.9%)	(8.9%)	(3.3%)	(2.4%)	2.1%	(2.2%)		
Total Package Volume Growth	(11.4%)	(12.1%)	(9.9%)	(6.8%)	(2.2%)	(2.0%)		
<u>Revenue Growth:</u>								
U.S. Overnight Box	6.7%	(0.5%)	(4.8%)	(8.0%)	(5.5%)	(3.5%)		
U.S. Overnight Envelope	8.9%	0.0%	(0.2%)	(6.2%)	(7.6%)	(5.7%)		
Total U.S. Overnight	7.1%	(0.4%)	(4.0%)	(7.7%)	(5.9%)	(3.9%)		
U.S. Deferred	4.5%	(4.1%)	(5.3%)	(9.3%)	(7.8%)	(3.6%)		
Total U.S. Package	6.3%	(1.6%)	(4.5%)	(8.2%)	(6.5%)	(3.8%)		
International Priority	2.0%	(9.1%)	(14.2%)	(16.9%)	(19.7%)	(15.3%)		
International Economy	5.7%	0.7%	0.1%	3.8%	44.4%	53.0%		
Total International Export Package	2.7%	(7.3%)	(11.5%)	(12.9%)	(7.1%)	(1.6%)		
International Domestic ¹	(12.6%)	(9.7%)	(1.3%)	(3.1%)	5.1%	4.8%		
Total Package Revenue Growth	2.4%	(5.1%)	(7.0%)	(9.6%)	(5.4%)	(1.8%)		
AVG POUNDS PER PACKAGE								
AVG REVENUE PER PACKAGE LB.	\$1.93	\$1.80	\$1.91	\$1.86	\$1.82	\$1.75		
OPERATING WEEKDAYS ²	65	63	62	65	65	63	63	65

1 - International domestic statistics relate to our international intra-country operations.
2 - Operating weekdays for Q1 - Q4 FY25 are forecasted at 64, 63, 63, and 64 days respectively.

Unaudited. Differences may result due to rounding.

FedEx Express Jet Fuel Statistics FY 2021 – FY 2024

	FY 2021				FY 2022			
	<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)	353,867	358,364	356,218	364,989	364,016	373,825	370,556	370,669
Price Per Gallon	\$1.149	\$1.219	\$1.536	\$1.847	\$2.040	\$2.304	\$2.450	\$3.657
Jet Fuel Expense (\$000s)	\$406,752	\$436,808	\$547,001	\$674,232	\$742,583	\$861,319	\$907,785	\$1,355,544
	FY 2023				FY 2024			
	<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)	361,676	349,863	318,118	317,536	312,053	325,233		
Price Per Gallon	\$3.900	\$3.469	\$3.258	\$2.692	\$2.638	\$3.150		
Jet Fuel Expense (\$000s)	\$1,410,573	\$1,213,503	\$1,036,427	\$854,953	\$823,174	\$1,024,590		

Unaudited. Differences may result due to rounding.

FedEx Express

Aircraft and Vehicle Fleet Statistics

FY 2021 – FY 2029

	Gross Max Structural Payload (Lbs/Aircraft)	As of May 31,			As of Nov. 30,	To Be Delivered/(Retired) in FY					
		2021	2022	2023	2023	2024	2025	2026	2027	2028	2029
<u>Trunk (Jet) Aircraft:</u>											
Boeing 757-200	63,000	119	119	115	114	—	—	—	—	—	—
Boeing 767 ¹	127,100	102	114	128	135	5	10	2	—	—	—
Boeing MD10-30	175,900	13	9	—	—	—	—	—	—	—	—
Boeing MD11 ²	192,600	57	57	46	46	(9)	(9)	(10)	(9)	(9)	—
Boeing 777 ³	233,300	47	51	53	57	—	2	—	—	—	—
Airbus A300-600	106,600	68	67	65	65	—	—	—	—	—	—
Subtotal - Trunk Aircraft		406	417	407	417	(4)	3	(8)	(9)	(9)	—
<u>Feeder (Turboprop) Aircraft:</u>											
Cessna 208B	2,830	235	235	234	234	—	—	—	—	—	—
Cessna 408 ⁴	6,000	—	1	9	15	9	12	14	—	—	—
ATR-72	17,970	21	19	19	19	—	—	—	—	—	—
ATR-72 600F ⁵	19,290	2	6	13	16	5	8	1	—	—	—
ATR-42	12,070	20	18	18	18	—	—	—	—	—	—
Subtotal - Feeder Aircraft		278	279	293	302	14	20	15	—	—	—
Aircraft Fleet Total		684	696	700	719	10	23	7	(9)	(9)	—
<u>Scheduled Lease Expirations:</u>⁶						2024	2025	2026	2027	2028	2029
Boeing MD11 ⁷						—	2	—	—	—	—
Airbus A300-600 ⁸						—	—	2	—	—	—
<u>Vehicle Fleet (000s)</u>											
Long-Haul Tractors		4.3	4.2	4.7	4.4						
All Other Motorized Vehicles		83.0	81.9	77.3	74.0						
Vehicle Fleet Total		87.3	86.1	82.0	78.4						

NOTE: Aircraft fleet delivery schedule is subject to change.

1 - As of November 30, 2023, we are committed to purchase 17 B767F aircraft and have options to purchase an additional 50 B767F aircraft.

2 - MD-11 aircraft fleet retirement schedule is subject to change.

3 - As of November 30, 2023, we are committed to purchase two B777F aircraft and have options to purchase an additional 23 B777F aircraft.

4 - As of November 30, 2023, we are committed to purchase 35 Cessna SkyCourier 408 aircraft and have options to purchase an additional 50 Cessna SkyCourier 408 aircraft.

5 - As of November 30, 2023, we are committed to purchase 14 ATR-72 600F aircraft and have options to purchase an additional 20 ATR-72 600F aircraft.

6 - Leased aircraft disposition determined by end of lease term.

7 - Includes executed agreements to purchase two leased Boeing MD11 aircraft in 2025.

8 - Includes executed agreement to purchase one leased Airbus A300-600 aircraft in 2026.

Unaudited. Differences may result due to rounding.

FedEx Ground Segment

Annual Consolidated Statements of Income

FY 2021 – FY 2024

Years ended May 31
In millions

	FY 2021	FY 2022	FY 2023	Q2 YTD FY 2024
Revenue	\$30,496	\$33,232	\$33,507	\$17,059
Operating Expenses:				
Salaries and employee benefits	6,060	7,101	6,737	3,406
Purchased transportation	14,126	15,232	14,597	7,109
Rentals	1,166	1,410	1,661	856
Depreciation and amortization	843	919	1,020	552
Fuel	21	32	36	16
Maintenance and repairs	496	584	634	332
Business optimization and realignment costs ¹	—	—	—	53
Intercompany charges	1,862	1,954	1,961	997
Other	2,729	3,358	3,721	1,735
	<u>27,303</u>	<u>30,590</u>	<u>30,367</u>	<u>15,056</u>
Operating Income	<u>\$3,193</u>	<u>\$2,642</u>	<u>\$3,140</u>	<u>\$2,003</u>

SELECTED STATISTICS

Operating Margin	10.5%	8.0%	9.4%	11.7%
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1 - FY24 includes \$53 million associated with our business optimization strategy announced in 2023.

Unaudited. Differences may result due to rounding.

FedEx Ground Segment

Quarterly Consolidated Statements of Income

FY 2021 – FY 2022

Years ended May 31
In millions

	FY 2021				FY 2022			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Revenue	\$7,040	\$7,344	\$7,980	\$8,132	\$7,677	\$8,264	\$8,800	\$8,491
Operating Expenses:								
Salaries and employee benefits	1,274	1,557	1,652	1,577	1,613	1,855	1,950	1,683
Purchased transportation	3,291	3,488	3,745	3,602	3,503	3,915	4,023	3,791
Rentals	264	289	306	307	318	348	373	371
Depreciation and amortization	204	205	214	220	226	223	233	237
Fuel	4	5	6	6	6	7	9	10
Maintenance and repairs	107	124	125	140	136	149	148	151
Intercompany charges	432	446	480	504	491	480	489	494
Other	630	678	750	671	713	806	934	905
	6,206	6,792	7,278	7,027	7,006	7,783	8,159	7,642
Operating Income	<u>\$834</u>	<u>\$552</u>	<u>\$702</u>	<u>\$1,105</u>	<u>\$671</u>	<u>\$481</u>	<u>\$641</u>	<u>\$849</u>

SELECTED STATISTICS

Operating Margin	11.8%	7.5%	8.8%	13.6%	8.7%	5.8%	7.3%	10.0%
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Unaudited. Differences may result due to rounding.

FedEx Ground Segment

Quarterly Consolidated Statements of Income

FY 2023 – FY 2024

Year ended May 31
In millions

	FY 2023				FY 2024			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Revenue	\$8,160	\$8,393	\$8,658	\$8,296	\$8,420	\$8,639		
Operating Expenses:								
Salaries and employee benefits	1,637	1,727	1,759	1,614	1,667	1,739		
Purchased transportation	3,713	3,828	3,722	3,334	3,427	3,682		
Rentals	390	414	426	431	423	433		
Depreciation and amortization	246	249	258	267	273	279		
Fuel	9	10	9	8	7	9		
Maintenance and repairs	155	162	155	162	159	173		
Business optimization and realignment costs ¹	—	—	—	—	17	36		
Intercompany charges	490	493	483	495	508	489		
Other	826	912	1,002	981	836	899		
	<u>7,466</u>	<u>7,795</u>	<u>7,814</u>	<u>7,292</u>	<u>7,317</u>	<u>7,739</u>		
Operating Income	<u>\$694</u>	<u>\$598</u>	<u>\$844</u>	<u>\$1,004</u>	<u>\$1,103</u>	<u>\$900</u>		

SELECTED STATISTICS

Operating Margin	8.5%	7.1%	9.7%	12.1%	13.1%	10.4%
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1 - Second quarter 2024 includes \$36 million associated with our business optimization strategy announced in 2023. First quarter 2024 includes \$17 million associated with our business optimization strategy announced in 2023.

Unaudited. Differences may result due to rounding.

FedEx Ground Segment Annual Operating Statistics FY 2021 – FY 2024

	<u>FY 2021</u>	<u>FY 2022</u>	<u>FY 2023</u>	<u>Q2 YTD FY 2024</u>
<u>FedEx Ground</u>				
Average Daily Package Volume (000s): ¹				
Ground Commercial	4,312	4,549	4,361	4,543
Home Delivery	4,048	4,223	4,021	3,960
Economy	1,594	1,130	781	804
Total Average Daily Package Volume	<u>9,954</u>	<u>9,902</u>	<u>9,163</u>	<u>9,307</u>
Yield (Revenue Per Package)	\$9.70	\$10.64	\$11.70	\$11.74
Average Daily Volume Growth:				
Ground Commercial	10.3%	5.5%	(4.1%)	2.2%
Home Delivery	21.3%	4.3%	(4.8%)	(0.9%)
Economy	(26.4%)	(29.1%)	(30.9%)	3.4%
Total Average Daily Volume Growth	<u>5.8%</u>	<u>(0.5%)</u>	<u>(7.5%)</u>	<u>0.9%</u>
Yield Growth Rate	8.6%	9.7%	10.0%	1.9%
Operating Days:				
Ground Commercial	256	258	257	128
Home Delivery and Economy	359	359	359	180

1 - FedEx Ground Commercial average daily package volume is calculated on a 5-day-per-week basis, while Home Delivery and Economy average daily package volumes are calculated on a 7-day-per-week basis.

Unaudited. Differences may result due to rounding.

FedEx Ground Segment Quarterly Operating Statistics FY 2021 – FY 2024

	FY 2021				FY 2022			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
FedEx Ground								
Average Daily Package Volume (000s): ¹								
Ground Commercial	3,966	4,392	4,327	4,572	4,425	4,774	4,503	4,500
Home Delivery	3,682	3,913	4,645	3,968	3,747	4,328	4,860	3,981
Economy	1,698	1,696	1,611	1,374	1,164	1,278	1,207	879
Total Average Daily Package Volume	9,346	10,001	10,583	9,914	9,336	10,380	10,570	9,360
Yield (Revenue Per Package)	\$9.33	\$9.42	\$9.72	\$10.31	\$10.29	\$10.26	\$10.62	\$11.41
Average Daily YOY Package Growth Rate:								
Ground Commercial	—	—	—	33.8%	11.6%	8.7%	4.1%	(1.6%)
Home Delivery	—	—	—	11.6%	1.8%	10.6%	4.6%	0.3%
Economy	—	—	—	(24.5%)	(31.4%)	(24.6%)	(25.1%)	(36.0%)
Total Average Daily YOY Package Growth Rate	5.8%	4.7%	0.4%	12.7%	(0.1%)	3.8%	(0.1%)	(5.6%)
Yield YOY Growth Rate	2.2%	7.0%	10.7%	14.4%	10.3%	8.9%	9.3%	10.7%
Operating Days:								
Ground Commercial ²	66	63	62	65	66	63	64	65
Home Delivery and Economy ³	91	89	88	91	91	89	88	91
	FY 2023				FY 2024			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
FedEx Ground								
Average Daily Package Volume (000s): ¹								
Ground Commercial	4,368	4,523	4,226	4,329	4,479	4,609		
Home Delivery	3,912	4,084	4,359	3,743	3,846	4,076		
Economy	730	828	843	726	736	874		
Total Average Daily Package Volume	9,010	9,435	9,428	8,798	9,061	9,559		
Yield (Revenue Per Package)	\$11.48	\$11.55	\$11.80	\$11.97	\$11.80	\$11.69		
Average Daily YOY Package Growth Rate:								
Ground Commercial	(1.3%)	(5.3%)	(6.2%)	(3.8%)	2.5%	1.9%		
Home Delivery	4.4%	(5.6%)	(10.3%)	(6.0%)	(1.7%)	(0.2%)		
Economy	(37.3%)	(35.2%)	(30.2%)	(17.4%)	0.8%	5.6%		
Total Average Daily YOY Package Growth Rate	(3.5%)	(9.1%)	(10.8%)	(6.0%)	0.6%	1.3%		
Yield YOY Growth Rate	11.6%	12.5%	11.5%	5.3%	2.8%	1.2%		
Operating Days:								
Ground Commercial ²	65	63	64	65	65	63	63	65
Home Delivery and Economy ³	91	89	88	91	91	89	89	91

1 - FedEx Ground Commercial average daily package volume is calculated on a 5-day-per-week basis, while Home Delivery and Economy average daily package volumes are calculated on a 7-day-per-week basis.

2 - Ground Commercial operating days for Q1 - Q4 FY25 are forecasted at 64, 63, 63, and 64 days respectively.

3 - Home Delivery and Economy operating days for Q1 - Q4 FY25 are forecasted at 91, 89, 88, and 91 days respectively.

Unaudited. Differences may result due to rounding.

FedEx Freight Segment

Annual Consolidated Statements of Income

FY 2021 – FY 2024

Years ended May 31
In millions

	<u>FY 2021</u>	<u>FY 2022</u>	<u>FY 2023</u>	<u>Q2 YTD FY 2024</u>
Revenue	\$7,833	\$9,532	\$9,632	\$4,651
Operating Expenses:				
Salaries and employee benefits	3,666	4,140	4,002	1,980
Purchased transportation	827	976	731	312
Rentals	229	245	266	136
Depreciation and amortization	417	406	387	188
Fuel	398	662	748	303
Maintenance and repairs	227	274	318	168
Intercompany charges	505	517	526	265
Other	559	649	729	331
	<u>6,828</u>	<u>7,869</u>	<u>7,707</u>	<u>3,683</u>
Operating Income	<u>\$1,005</u>	<u>\$1,663</u>	<u>\$1,925</u>	<u>\$968</u>

SELECTED STATISTICS

Operating Margin	12.8%	17.4%	20.0%	20.8%
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Unaudited. Differences may result due to rounding.

FedEx Freight Segment

Quarterly Consolidated Statements of Income

FY 2021 – FY 2024

Years ended May 31
In millions

	FY 2021				FY 2022			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Revenue	\$1,826	\$1,936	\$1,836	\$2,235	\$2,251	\$2,272	\$2,253	\$2,756
Operating Expenses:								
Salaries and employee benefits	858	915	911	982	988	1,029	1,014	1,109
Purchased transportation	170	209	203	245	239	244	237	256
Rentals	56	59	57	57	59	62	61	63
Depreciation and amortization	106	105	104	102	99	105	99	103
Fuel	65	90	103	140	135	147	152	228
Maintenance and repairs	53	57	54	63	63	67	65	79
Intercompany charges	119	122	128	136	126	132	128	131
Other	125	127	157	150	152	152	160	185
	1,552	1,684	1,717	1,875	1,861	1,938	1,916	2,154
Operating Income	<u>\$274</u>	<u>\$252</u>	<u>\$119</u>	<u>\$360</u>	<u>\$390</u>	<u>\$334</u>	<u>\$337</u>	<u>\$602</u>

SELECTED STATISTICS

Operating Margin	15.0%	13.0%	6.5%	16.1%	17.3%	14.7%	15.0%	21.8%
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	FY 2023				FY 2024			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Revenue	\$2,723	\$2,454	\$2,186	\$2,269	\$2,291	\$2,360		
Operating Expenses:								
Salaries and employee benefits	1,059	1,039	946	958	973	1,007		
Purchased transportation	221	187	172	151	149	163		
Rentals	65	66	67	68	68	68		
Depreciation and amortization	106	103	74	104	107	81		
Fuel	228	211	162	147	138	165		
Maintenance and repairs	80	88	76	74	75	93		
Intercompany charges	132	130	131	133	135	130		
Other	181	190	172	186	165	166		
	2,072	2,014	1,800	1,821	1,810	1,873		
Operating Income	<u>\$651</u>	<u>\$440</u>	<u>\$386</u>	<u>\$448</u>	<u>\$481</u>	<u>\$487</u>		

SELECTED STATISTICS

Operating Margin	23.9%	17.9%	17.7%	19.7%	21.0%	20.6%		
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Unaudited. Differences may result due to rounding.

FedEx Freight Segment

Annual Operating Statistics

FY 2021 – FY 2024

	FY 2021	FY 2022	FY 2023	Q2 YTD FY 2024
Shipments Per Day				
Priority	76,224	79,086	70,158	67,287
Economy	32,185	32,613	29,562	29,479
Total shipments per day	108,409	111,699	99,720	96,766
Weight Per Shipment (lbs)				
Priority	1,104	1,092	1,027	982
Economy	987	947	912	878
Composite Weight per Shipment	1,069	1,050	993	950
Revenue/Shipment				
Priority	\$269.98	\$320.76	\$363.85	\$359.24
Economy	313.67	368.08	417.50	411.95
Composite Revenue/Shipment	\$282.95	\$334.57	\$379.76	\$375.30
Revenue/CWT				
Priority	\$24.45	\$29.38	\$35.44	\$36.58
Economy	31.80	38.86	45.78	46.93
Composite Revenue/CWT	\$26.46	\$31.88	\$38.26	\$39.49
Avg. Daily Shipment Growth Rate				
Priority	5.1%	3.8%	(11.3%)	(10.1%)
Economy	5.8%	1.3%	(9.4%)	(6.6%)
Total shipments per day	5.3%	3.0%	(10.7%)	(9.0%)
Revenue/Shipment Growth Rate				
Priority	3.7%	18.8%	13.4%	(1.8%)
Economy	4.0%	17.3%	13.4%	(1.8%)
Total Composite Revenue/Shipment	3.8%	18.2%	13.5%	(1.7%)
OPERATING WEEKDAYS	253	254	253	127

Unaudited. Differences may result due to rounding.

FedEx Freight

Quarterly Operating Statistics

FY 2021 – FY 2022

	FY 2021				FY 2022			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Shipments Per Day								
Priority	71,313	78,084	72,664	82,703	80,314	81,403	74,978	79,567
Economy	30,124	32,895	31,078	34,609	33,528	33,070	30,464	33,313
Total shipments per day	101,437	110,979	103,742	117,312	113,842	114,473	105,442	112,880
Weight Per Shipment (lbs)								
Priority	1,096	1,106	1,110	1,105	1,085	1,088	1,104	1,092
Economy	998	1,015	950	982	938	940	959	953
Composite Weight per Shipment	1,067	1,079	1,062	1,069	1,041	1,045	1,062	1,051
Revenue/Shipment								
Priority	\$259.90	\$264.05	\$275.44	\$279.51	\$290.92	\$305.87	\$329.05	\$357.94
Economy	302.74	313.35	315.11	322.26	333.02	350.85	376.76	412.09
Composite Revenue/Shipment	\$272.62	\$278.66	\$287.32	\$292.12	\$303.32	\$318.87	\$342.83	\$373.92
Revenue/CWT								
Priority	\$23.71	\$23.86	\$24.82	\$25.29	\$26.82	\$28.11	\$29.81	\$32.79
Economy	30.34	30.88	33.16	32.83	35.50	37.33	39.28	43.26
Composite Revenue/CWT	\$25.55	\$25.82	\$27.06	\$27.33	\$29.13	\$30.51	\$32.28	\$35.59
Avg. Daily Shipment Growth Rate								
Priority	(9.1%)	0.8%	3.0%	29.7%	12.6%	4.3%	3.2%	(3.8%)
Economy	(8.3%)	1.0%	4.3%	30.3%	11.3%	0.5%	(2.0%)	(3.7%)
Total shipments per day	(8.9%)	0.9%	3.4%	29.9%	12.2%	3.1%	1.6%	(3.8%)
Revenue/Shipment Growth Rate								
Priority	1.7%	2.0%	3.9%	6.2%	11.9%	15.8%	19.5%	28.1%
Economy	2.4%	6.1%	2.1%	4.5%	10.0%	12.0%	19.6%	27.9%
Total Composite Revenue/Shipment	2.0%	3.1%	2.8%	5.7%	11.3%	14.4%	19.3%	28.0%
OPERATING WEEKDAYS	65	62	61	65	65	62	62	65

Unaudited. Differences may result due to rounding.

FedEx Freight

Quarterly Operating Statistics

FY 2022 – FY 2023

	FY 2023				FY 2024			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Shipments Per Day								
Priority	76,174	73,372	65,402	65,540	66,144	68,486		
Economy	32,104	30,964	27,685	27,446	28,491	30,515		
Total shipments per day	108,278	104,336	93,087	92,986	94,635	99,001		
Weight Per Shipment (lbs)								
Priority	1,054	1,029	1,014	1,004	989	975		
Economy	938	940	890	873	876	880		
Composite Weight per Shipment	1,020	1,002	977	966	955	946		
Revenue/Shipment								
Priority	\$369.60	\$361.57	\$366.17	\$357.44	\$353.01	\$365.55		
Economy	423.59	415.35	418.65	411.62	407.99	415.82		
Composite Revenue/Shipment	\$385.61	\$377.53	\$381.77	\$373.43	\$369.56	\$381.05		
Revenue/CWT								
Priority	\$35.06	\$35.14	\$36.12	\$35.60	\$35.71	\$37.48		
Economy	45.16	44.21	47.06	47.13	46.59	47.26		
Composite Revenue/CWT	\$37.82	\$37.66	\$39.08	\$38.68	\$38.71	\$40.29		
Avg. Daily Shipment Growth Rate								
Priority	(5.2%)	(9.9%)	(12.8%)	(17.6%)	(13.2%)	(6.7%)		
Economy	(4.2%)	(6.4%)	(9.1%)	(17.6%)	(11.3%)	(1.5%)		
Total shipments per day	(4.9%)	(8.9%)	(11.7%)	(17.6%)	(12.6%)	(5.1%)		
Revenue/Shipment YOY Growth Rate								
Priority	27.0%	18.2%	11.3%	(0.1%)	(4.5%)	1.1%		
Economy	27.2%	18.4%	11.1%	(0.1%)	(3.7%)	0.1%		
Total Composite Revenue/Shipment	27.1%	18.4%	11.4%	(0.1%)	(4.2%)	0.9%		
OPERATING WEEKDAYS ¹	65	62	61	65	65	62	62	65

1 - Operating weekdays for Q1 - Q4 FY25 are forecasted at 64, 62, 62, and 64 days respectively.

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 presentation.

Resegmentations/Restatements

- 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."
- 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 optimization and realignment costs

- FY23 includes \$273 million (\$209 million, net of tax, or \$0.81 per diluted share) associated with our business optimization strategy announced in 2023, as well as business realignment costs of \$36 million (\$27 million, net of tax, or \$0.11 per diluted share) associated with our workforce reduction plan in Europe previously announced in 2021. Q1 FY23 includes business optimization costs of \$24 million (\$19 million, net of tax, or \$0.07 per diluted share) and business realignment costs of \$14 million (\$11 million, net of tax, or \$0.04 per diluted share). Q2 FY23 includes business optimization costs of \$36 million (\$27 million, net of tax, or \$0.11 per diluted share). Q3 FY23 includes business optimization costs of \$120 million (\$92 million, net of tax, or \$0.36 per diluted share), and business realignment costs of \$3 million (\$2 million, net of tax, or \$0.01 per diluted share). Q4 FY23 includes business optimization costs of \$93 million (\$71 million, net of tax, or \$0.28 per diluted share), and business realignment costs of \$19 million (\$14 million, net of tax, or \$0.06 per diluted share).
- 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.

Goodwill and other asset impairment charges

- FY23 includes goodwill and other asset impairment charges of \$70 million (\$54 million, net of tax, or \$0.21 per diluted share) at the FedEx Express segment associated with the decision to permanently retire certain aircraft and related engines and \$47 million (\$44 million, net of tax, or \$0.17 per diluted share) at the FedEx Dataworks operating segment related to the ShopRunner, Inc. acquisition. These amounts were incurred during the fourth quarter.

Legal matters

- FY23 annual consolidated Other operating expense amounts include \$35 million (\$26 million, net of tax, or \$0.10 per diluted share) in connection with a legal matter involving FedEx Ground. This amount was incurred during the fourth quarter and is included at "Corporate, other, and eliminations."
- FY22 annual consolidated Other operating expense amounts include \$210 million (\$160 million, net of tax, or \$0.60 per diluted share) of legal charges related to pre- and post-judgment interest incurred in connection with a legal matter involving FedEx Ground. This amount was incurred during the fourth quarter and is included at "Corporate, other, and eliminations."

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.

Mark-to-market retirement plans accounting adjustments

- FY23 annual consolidated Other retirement plan income amounts include a mark-to-market retirement plans pre-tax, noncash gain of approximately \$650 million (\$493 million, net of tax, or \$1.92 per diluted share). This amount was incurred during the fourth quarter.
- 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.

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.