

FedEx Corporation

Q1 Fiscal 2025 Statistics

Financial and Operating
Statistics

September 19, 2024

An aerial photograph of a FedEx airplane in flight, viewed from a low angle. The plane is white with a purple tail and features the FedEx logo on the tail and the side of the fuselage. The registration number N167FE is visible on the side of the fuselage. The background shows a coastal city with a large body of water and a river or inlet. The sky is blue with some clouds. A white diagonal shape is overlaid on the top left of the image, containing the text.

FedEx®

<i>Corporate Headquarters</i>	<i>942 S. Shady Grove Road Memphis, TN 38120</i>	
<i>Common Stock Listing</i>	<i>The New York Stock Exchange</i>	
<i>Stock Symbol</i>	<i>FDX</i>	
<i>Common Shares Authorized</i>	<i>800,000,000</i>	
<i>Common Shares Outstanding</i>	<i>244,316,694 (as of August 31, 2024)</i>	
<i>Stockholders of Record</i>	<i>11,914 (as of August 31, 2024)</i>	
<i>Transfer Agent & Registrar</i>	<i>Computershare (800) 446-2617 (for overnight delivery) 150 Royall St., Suite 101 Canton, MA 02021</i>	<i>(for regular mail delivery) P.O. Box 43006 Providence, RI 02940-3006</i>
<i>Fiscal Year End</i>	<i>May 31</i>	

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:

*Jeni Hollander, Vice President
Stephen Hughes, Director
Matthew DeBerry, Manager
Samuel Cummins, Advisor
FedEx Corp. Investor Relations
942 S. Shady Grove Road
Memphis, TN 38120
Telephone: (901) 818-7200*

TABLE OF CONTENTS

TABLE OF CONTENTS	1
• <u>FEDEX CORPORATION</u>	
OVERVIEW	2
CONDENSED CONSOLIDATED BALANCE SHEETS	3
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS	4
ANNUAL CONSOLIDATED STATEMENTS OF INCOME	5
QUARTERLY CONSOLIDATED STATEMENTS OF INCOME	
FY2023 – FY2024	6
FY2025	7
CAPITAL EXPENDITURES	8
• <u>FEDERAL EXPRESS SEGMENT</u>	
ANNUAL CONSOLIDATED STATEMENTS OF INCOME	9
QUARTERLY CONSOLIDATED STATEMENTS OF INCOME	
FY2023 – FY2024	10
FY2025	11
ANNUAL OPERATING STATISTICS	12
QUARTERLY OPERATING STATISTICS	
FY2023 – FY2024	13
FY2025	14
FUEL STATISTICS	15
AIRCRAFT FLEET STATISTICS	16
• <u>FEDEX FREIGHT SEGMENT</u>	
ANNUAL CONSOLIDATED STATEMENTS OF INCOME	17
QUARTERLY CONSOLIDATED STATEMENTS OF INCOME	
FY2023 – FY2025	18
ANNUAL OPERATING STATISTICS	19
QUARTERLY OPERATING STATISTICS	
FY2023 – FY2024	20
FY2025	21

Only footnotes pertaining to the current year are displayed at the bottom of pages in the statistical book. For supplemental information related to FY23 – FY24, please refer to the informational notes appendix.

FEDEX CORPORATION OVERVIEW

In connection with our one FedEx consolidation, on June 1, 2024, FedEx Ground and FedEx Services were merged into Federal Express, becoming a single company operating a unified, fully integrated air-ground express network under the respected FedEx brand. Beginning in the first quarter of FY25, Federal Express and FedEx Freight represent our major service lines and constitute our reportable segments. Additionally, the results of FedEx Custom Critical are included in the FedEx Freight segment instead of the Federal Express segment. This stat book includes financial and operating information for FY24 and FY23 full-year and quarterly periods revised to reflect this presentation.

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 utilizing its flexible, efficient, and intelligent global network. 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.

Federal 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% of the world's gross domestic product. Unmatched air route authorities and transportation infrastructure, combined with leading-edge information technologies, make Federal Express the world's largest express transportation company. The company also 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[®] and Ground Economy services.

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. Beginning in FY25, FedEx Freight business segment results include FedEx Custom Critical, which provides a range of expedited, time-specific freight-shipping services throughout the U.S., Canada, and Mexico.

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 integrated business solutions 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.

FedEx Corporation

Condensed Consolidated Balance Sheets

FY 2023 – FY 2025

May 31
In millions (except share data)

	FY 2023	FY 2024	Aug. 31, 2024
ASSETS			
Current Assets			
Cash and cash equivalents	\$ 6,856	\$ 6,501	\$ 5,943
Receivables, less allowances	10,188	10,087	10,312
Spare parts, supplies, and fuel, less allowances	604	614	611
Prepaid expenses and other	962	1,005	1,228
Total current assets	<u>18,610</u>	<u>18,207</u>	<u>18,094</u>
Property and Equipment, at Cost			
Aircraft and related equipment	29,108	30,525	
Package handling and ground support equipment	16,839	17,880	
Information technology	8,792	9,203	
Vehicles and trailers	10,191	10,568	
Facilities and other	15,694	16,215	
	<u>80,624</u>	<u>84,391</u>	<u>85,158</u>
Less accumulated depreciation and amortization	39,926	42,900	43,903
Net property and equipment	<u>40,698</u>	<u>41,491</u>	<u>41,255</u>
Other Long-Term Assets			
Operating lease right-of-use-assets, net	17,347	17,115	17,094
Goodwill and other asset impairment charges	6,435	6,423	6,512
Other assets	4,053	3,771	3,756
Total other long-term assets	<u>27,835</u>	<u>27,309</u>	<u>27,362</u>
	<u>\$ 87,143</u>	<u>\$ 87,007</u>	<u>\$ 86,711</u>
LIABILITIES AND COMMON STOCKHOLDERS' INVESTMENT			
Current Liabilities			
Current portion of long-term debt	\$ 126	\$ 68	\$ 622
Accrued salaries and employee benefits	2,475	2,673	2,336
Accounts payable	3,848	3,189	3,738
Operating lease liabilities	2,390	2,463	2,510
Accrued expenses	4,747	4,962	4,905
Total current liabilities	<u>13,586</u>	<u>13,355</u>	<u>14,111</u>
Long-Term Debt, Less Current Portion	<u>20,453</u>	<u>20,135</u>	<u>19,664</u>
Other Long-Term Liabilities			
Deferred income taxes	4,489	4,482	4,485
Pension, postretirement healthcare, and other benefit obligations	3,130	2,010	1,780
Self-insurance accruals	3,339	3,701	3,833
Operating lease liabilities	15,363	15,053	14,969
Other liabilities	695	689	693
Total other long-term liabilities	<u>27,016</u>	<u>25,935</u>	<u>25,760</u>
Commitments and Contingencies			
Common Stockholders' Investment			
Common stock \$0.10 par value; 800 million shares auth.	32	32	32
Additional paid-in capital	3,769	3,988	4,134
Retained earnings	35,259	38,649	38,767
Accumulated other comprehensive loss	(1,327)	(1,359)	(1,332)
Treasury stock, at cost	(11,645)	(13,728)	(14,425)
Total common stockholders' investment	<u>26,088</u>	<u>27,582</u>	<u>27,176</u>
	<u>\$ 87,143</u>	<u>\$ 87,007</u>	<u>\$ 86,711</u>

Unaudited. Differences may result due to rounding. The condensed consolidated balance sheets were not revised as a result of the revised financial presentation related to our one FedEx consolidation.

FedEx Corporation

Condensed Consolidated Statements of Cash Flows

FY 2023 – FY 2025

Years ended May 31
In millions

	FY 2023	FY 2024	Q1 YTD FY 2025
OPERATING ACTIVITIES			
Net income	\$ 3,972	\$ 4,331	\$ 794
Adjustments to reconcile net income to cash provided by operating activities:			
Depreciation and amortization	4,176	4,287	1,078
Provision for uncollectible accounts	696	421	129
Other noncash items including leases and deferred income taxes	3,472	2,919	817
Stock-based compensation	182	163	48
Retirement plans mark-to-market adjustments	(650)	(561)	—
Goodwill and other asset impairment charges	117	157	—
Business optimization costs, net of payments	23	26	(69)
Changes in assets and liabilities:			
Receivables	782	(270)	(305)
Other current assets	48	(43)	(223)
Pension and postretirement assets and liabilities, net	(623)	(522)	—
Accounts payable and other liabilities	(3,331)	(2,553)	(1,105)
Other, net	(16)	(43)	23
Cash provided by operating activities	<u>8,848</u>	<u>8,312</u>	<u>1,187</u>
INVESTING ACTIVITIES			
Capital expenditures	(6,174)	(5,176)	(767)
Purchase of investments	(84)	(176)	(61)
Proceeds from sale of investments	—	38	13
Proceeds from asset dispositions and other	84	114	13
Cash used in investing activities	<u>(6,174)</u>	<u>(5,200)</u>	<u>(802)</u>
FINANCING ACTIVITIES			
Principal payments on debt	(152)	(147)	(34)
Proceeds from stock issuances	231	491	404
Dividends paid	(1,177)	(1,259)	(339)
Purchase of treasury stock	(1,500)	(2,500)	(1,000)
Other, net	1	(11)	—
Cash used in financing activities	<u>(2,597)</u>	<u>(3,426)</u>	<u>(969)</u>
Effect of exchange rate changes on cash	(118)	(41)	26
CASH AND CASH EQUIVALENTS			
Net decrease in cash and cash equivalents	(41)	(355)	(558)
Cash and cash equivalents at beginning of period	6,897	6,856	6,501
Cash and cash equivalents at end of period	<u>\$ 6,856</u>	<u>\$ 6,501</u>	<u>\$ 5,943</u>

Unaudited. Differences may result due to rounding. The condensed consolidated statements of cash flows were not revised as a result of the revised financial presentation related to our one FedEx consolidation.

FedEx Corporation

Annual Consolidated Statements of Income

FY 2023 – FY 2025

Years ended May 31
In millions, except EPS

	FY 2023	FY 2024	Q1 YTD FY 2025
Revenue:			
Federal Express segment	\$ 75,884	\$ 74,663	\$ 18,305
FedEx Freight segment	10,084	9,429	2,329
Other and eliminations	4,187	3,601	945
Total Revenue	90,155	87,693	21,579
Operating Expenses:			
Salaries and employee benefits	31,019	30,961	7,785
Purchased transportation	21,790	20,921	5,275
Rentals and landing fees	4,738	4,571	1,161
Depreciation and amortization	4,176	4,287	1,078
Fuel	5,909	4,710	1,075
Maintenance and repairs	3,357	3,291	829
Business optimization and realignment costs ¹	309	582	128
Goodwill and other asset impairment charges	117	157	—
Other	13,828	12,654	3,168
Total Operating Expenses	85,243	82,134	20,499
Operating Income:			
Federal Express segment	4,193	4,819	953
FedEx Freight segment	1,936	1,821	439
Corporate, other, and eliminations	(1,217)	(1,081)	(312)
Total Operating Income	4,912	5,559	1,080
Other Income (Expense):			
Interest, net	(496)	(375)	(84)
Other retirement plans income (expense)	1,054	722	49
Other, net	(107)	(70)	11
Total Other Income (Expense)	451	277	(24)
Income Before Income Taxes	5,363	5,836	1,056
Provision for Income Taxes	1,391	1,505	262
Net Income	\$ 3,972	\$ 4,331	\$ 794
Basic Earnings Per Share	\$ 15.60	\$ 17.41	\$ 3.24
Weighted Avg. Common Shares	254	248	244
Diluted Earnings Per Share	\$ 15.48	\$ 17.21	\$ 3.21
Weighted Avg. Diluted Shares	256	251	247
SELECTED STATISTICS			
Operating Margin	5.4%	6.3%	5.0%
Pre-tax Margin	5.9%	6.7%	4.9%
Return on Assets	4.6%	5.0%	4.6%
Return on Equity	15.5%	16.1%	15.1%
Dividends Paid Per Common Share	\$ 4.60	\$ 5.04	\$ 1.38

1 - FY25 includes business optimization costs of \$128 million (\$98 million, net of tax, or \$0.39 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 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:								
Federal Express segment	\$ 19,184	\$ 19,157	\$ 18,919	\$ 18,624	\$ 18,426	\$ 18,773	\$ 18,672	\$ 18,792
FedEx Freight segment	2,849	2,573	2,293	2,369	2,385	2,452	2,205	2,387
Other and eliminations	1,209	1,084	957	937	870	940	861	930
Total revenue	<u>23,242</u>	<u>22,814</u>	<u>22,169</u>	<u>21,930</u>	<u>21,681</u>	<u>22,165</u>	<u>21,738</u>	<u>22,109</u>
Operating Expenses:								
Salaries and employee benefits	7,859	7,792	7,817	7,551	7,785	7,833	7,693	7,650
Purchased transportation	5,767	5,665	5,402	4,956	5,036	5,395	5,345	5,145
Rentals and landing fees	1,159	1,195	1,205	1,179	1,151	1,138	1,145	1,137
Depreciation and amortization	1,024	1,046	1,031	1,075	1,071	1,040	1,072	1,104
Fuel	1,822	1,593	1,350	1,144	1,101	1,328	1,140	1,141
Maintenance and repairs	904	882	789	782	824	854	804	809
Business optimization and realignment costs	38	36	123	112	105	145	114	218
Goodwill and other asset impairment charges	—	—	—	117	—	—	—	157
Other	3,478	3,429	3,410	3,511	3,123	3,156	3,182	3,193
Total operating expenses	<u>22,051</u>	<u>21,638</u>	<u>21,127</u>	<u>20,427</u>	<u>20,196</u>	<u>20,889</u>	<u>20,495</u>	<u>20,554</u>
Operating income:								
Federal Express segment	862	937	962	1,432	1,306	1,035	1,173	1,305
FedEx Freight segment	657	442	387	450	482	491	341	507
Corporate, other, and eliminations	(328)	(203)	(307)	(379)	(303)	(250)	(271)	(257)
Total Operating Income	<u>1,191</u>	<u>1,176</u>	<u>1,042</u>	<u>1,503</u>	<u>1,485</u>	<u>1,276</u>	<u>1,243</u>	<u>1,555</u>
Other (expense) income:								
Interest, net	(142)	(127)	(122)	(105)	(91)	(97)	(91)	(96)
Other retirement plans income	101	101	102	750	39	41	40	602
Other, net	4	(91)	—	(20)	(10)	(18)	(9)	(33)
Total other (expense) Income	<u>(37)</u>	<u>(117)</u>	<u>(20)</u>	<u>625</u>	<u>(62)</u>	<u>(74)</u>	<u>(60)</u>	<u>473</u>
Income before income taxes	1,154	1,059	1,022	2,128	1,423	1,202	1,183	2,028
Provision for income taxes	279	271	251	590	345	302	304	554
Net income	<u>\$ 875</u>	<u>\$ 788</u>	<u>\$ 771</u>	<u>\$ 1,538</u>	<u>\$ 1,078</u>	<u>\$ 900</u>	<u>\$ 879</u>	<u>\$ 1,474</u>
Basic earnings per share	<u>\$ 3.37</u>	<u>\$ 3.08</u>	<u>\$ 3.07</u>	<u>\$ 6.10</u>	<u>\$ 4.28</u>	<u>\$ 3.59</u>	<u>\$ 3.55</u>	<u>\$ 6.00</u>
Weighted avg. common shares	259	255	251	252	251	250	247	245
Diluted earnings per share	<u>\$ 3.33</u>	<u>\$ 3.07</u>	<u>\$ 3.05</u>	<u>\$ 6.05</u>	<u>\$ 4.23</u>	<u>\$ 3.55</u>	<u>\$ 3.51</u>	<u>\$ 5.94</u>
Weighted avg. diluted shares	262	256	253	254	254	253	250	248
Selected statistics								
Operating margin	5.1%	5.2%	4.7%	6.9%	6.8%	5.8%	5.7%	7.0%
Pre-tax margin	5.0%	4.6%	4.6%	9.7%	6.6%	5.4%	5.4%	9.2%
Dividends paid per common share	\$ 1.15	\$ 1.15	\$ 1.15	\$ 1.15	\$ 1.26	\$ 1.26	\$ 1.26	\$ 1.26

Unaudited. Differences may result due to rounding.

FedEx Corporation

Quarterly Consolidated Statements of Income

FY 2025

Years ended May 31
In millions, except EPS

	FY 2025			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Revenue:				
Federal Express segment	\$ 18,305			
FedEx Freight segment	2,329			
Other and eliminations	945			
Total revenue	<u>21,579</u>			
Operating expenses:				
Salaries and employee benefits	7,785			
Purchased transportation	5,275			
Rentals and landing fees	1,161			
Depreciation and amortization	1,078			
Fuel	1,075			
Maintenance and repairs	829			
Business optimization ¹	128			
Other	3,168			
Total operating expenses	<u>20,499</u>			
Operating income:				
Federal Express segment	953			
FedEx Freight segment	439			
Corporate, other, and eliminations	(312)			
Total operating income	<u>1,080</u>			
Other (expense) income:				
Interest, net	(84)			
Other retirement plans income	49			
Other, net	11			
Total other (expense) income	<u>(24)</u>			
Income before income taxes	1,056			
Provision for income taxes	262			
Net income	<u>\$ 794</u>			
Basic earnings per share	<u>\$ 3.24</u>			
Weighted avg. common shares	244			
Diluted earnings per share	<u>\$ 3.21</u>			
Weighted avg. diluted shares	247			
<u>Selected statistics</u>				
Operating margin	5.0%			
Pre-tax margin	4.9%			
Dividends paid per common share	\$ 1.38			

1 - First quarter 2025 includes business optimization costs of \$128 million (\$98 million, net of tax, or \$0.39 per diluted share) associated with our business optimization strategy announced in 2023.

Unaudited. Differences may result due to rounding.

FedEx Corporation

Capital Expenditures

FY 2023 – FY 2025

Years ended May 31
In millions

	<u>FY 2023</u>	<u>FY 2024</u>	<u>Q1 YTD FY 2025</u>
By Asset Type			
Aircraft and related equipment	\$ 1,684	\$ 1,627	\$ 181
Package handling and ground support equipment	1,851	974	197
Vehicles and trailers	719	709	90
Information technology	802	656	153
Facilities and other	1,118	1,210	146
Total	<u>\$ 6,174</u>	<u>\$ 5,176</u>	<u>\$ 767</u>
By Segment			
Federal Express segment	\$ 5,480	\$ 4,591	\$ 703
FedEx Freight segment	557	461	35
Other	137	124	29
Total	<u>\$ 6,174</u>	<u>\$ 5,176</u>	<u>\$ 767</u>

Unaudited. Differences may result due to rounding.

Federal Express Segment

Annual Consolidated Statements of Income

FY 2023 – FY 2025

Years ended May 31
In millions

	FY 2023	FY 2024	Q1 YTD FY 2025
Revenue:			
Package:			
U.S. priority	\$ 10,896	\$ 10,543	\$ 2,591
U.S. deferred	5,126	4,926	1,151
U.S. ground	32,352	32,981	8,056
Total U.S. domestic package revenue	<u>48,374</u>	<u>48,450</u>	<u>11,798</u>
International priority	10,938	9,454	2,206
International economy	3,307	4,653	1,360
Total international export package revenue	<u>14,245</u>	<u>14,107</u>	<u>3,566</u>
International domestic ¹	4,552	4,659	1,112
Total package revenue	<u>67,171</u>	<u>67,216</u>	<u>16,476</u>
Freight:			
U.S.	2,883	2,391	569
International priority	3,059	2,205	526
International economy	1,719	1,874	463
Total freight revenue	<u>7,661</u>	<u>6,470</u>	<u>1,558</u>
Other	1,052	977	271
Total revenue	<u>75,884</u>	<u>74,663</u>	<u>18,305</u>
Operating expenses:			
Salaries and employee benefits	24,523	24,606	6,201
Purchased transportation	19,677	19,330	4,801
Rentals and landing fees	4,035	3,863	986
Depreciation and amortization	3,655	3,754	935
Fuel	5,157	4,137	954
Maintenance and repairs	2,910	2,848	719
Asset impairment charges	70	157	—
Business optimization and realignment costs ²	47	251	43
Intercompany allocations	(689)	(684)	(187)
Other	12,306	11,582	2,900
Total operating expenses	<u>71,691</u>	<u>69,844</u>	<u>17,352</u>
Operating income	<u>\$ 4,193</u>	<u>\$ 4,819</u>	<u>\$ 953</u>
Operating margin	5.5%	6.5%	5.2%

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

2 - FY25 includes business optimization costs of \$43 million associated with our business optimization strategy announced in 2023.

Unaudited. Differences may result due to rounding.

Federal 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
Revenue:								
Package:								
U.S. priority	\$ 2,841	\$ 2,711	\$ 2,642	\$ 2,702	\$ 2,673	\$ 2,605	\$ 2,595	\$ 2,670
U.S. deferred	1,287	1,253	1,346	1,240	1,187	1,207	1,316	1,216
U.S. ground	7,870	8,103	8,367	8,012	8,133	8,309	8,363	8,176
Total U.S. domestic package revenue	11,998	12,067	12,355	11,954	11,993	12,121	12,274	12,062
International priority	2,897	2,822	2,566	2,653	2,327	2,390	2,317	2,420
International economy	808	812	791	896	1,117	1,183	1,107	1,246
Total international export package revenue	3,705	3,634	3,357	3,549	3,444	3,573	3,424	3,666
International domestic ¹	1,106	1,166	1,128	1,152	1,140	1,213	1,139	1,167
Total package revenue	16,809	16,867	16,840	16,655	16,577	16,907	16,837	16,895
Freight:								
U.S.	790	777	715	601	577	577	641	596
International priority	887	811	688	673	553	568	520	564
International economy	429	440	414	436	472	470	438	494
Total freight revenue	2,106	2,028	1,817	1,710	1,602	1,615	1,599	1,654
Other	269	262	262	259	247	251	236	243
Total revenue	19,184	19,157	18,919	18,624	18,426	18,773	18,672	18,792
Operating expenses:								
Salaries and employee benefits	6,159	6,129	6,247	5,988	6,171	6,208	6,141	6,086
Purchased transportation	5,049	5,120	4,952	4,556	4,677	4,980	4,954	4,719
Rentals and landing fees	984	1,019	1,031	1,001	975	963	968	957
Depreciation and amortization	885	909	922	939	929	925	933	967
Fuel	1,593	1,381	1,187	996	961	1,164	1,005	1,007
Maintenance and repairs	788	764	681	677	722	732	697	697
Asset impairment charges	—	—	—	70	—	—	—	157
Business optimization and realignment costs	14	11	3	19	27	77	45	102
Intercompany allocations	(173)	(172)	(173)	(171)	(175)	(168)	(167)	(174)
Other	3,023	3,059	3,107	3,117	2,833	2,857	2,923	2,969
Total operating expenses	18,322	18,220	17,957	17,192	17,120	17,738	17,499	17,487
Operating income	\$ 862	\$ 937	\$ 962	\$ 1,432	\$ 1,306	\$ 1,035	\$ 1,173	\$ 1,305
Operating margin	4.5%	4.9%	5.1%	7.7%	7.1%	5.5%	6.3%	6.9%

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

Unaudited. Differences may result due to rounding.

Federal Express Segment

Quarterly Consolidated Statements of Income

FY 2025

Years ended May 31
In millions

	FY 2025			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Revenue:				
Package:				
U.S. priority	\$ 2,591			
U.S. deferred	1,151			
U.S. ground	8,056			
Total U.S. domestic package revenue	<u>11,798</u>			
International priority	2,206			
International economy	1,360			
Total international export package revenue	<u>3,566</u>			
International domestic ¹	1,112			
Total package revenue	<u>16,476</u>			
Freight:				
U.S.	569			
International priority	526			
International economy	463			
Total freight revenue	<u>1,558</u>			
Other	271			
Total revenue	<u>18,305</u>			
Operating expenses:				
Salaries and employee benefits	6,201			
Purchased transportation	4,801			
Rentals and landing fees	986			
Depreciation and amortization	935			
Fuel	954			
Maintenance and repairs	719			
Business optimization ²	43			
Intercompany allocations	(187)			
Other	2,900			
Total operating expenses	<u>17,352</u>			
Operating income	<u>\$ 953</u>			
Operating margin	<u>5.2%</u>			

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

2 - First quarter 2025 includes business optimization costs of \$43 million associated with our business optimization strategy announced in 2023.

Unaudited. Differences may result due to rounding.

Federal Express Segment Annual Operating Statistics FY 2023 – FY 2025

Year ended May 31
In thousands, except yield amounts

	FY 2023	FY 2024	Q1 YTD FY 2025
Package Statistics			
Average daily package volume (ADV) ¹ :			
U.S. priority	1,724	1,649	1,600
U.S. deferred	1,064	1,015	968
U.S. ground commercial	4,194	4,276	4,289
U.S. ground home delivery/economy	6,756	6,678	6,438
Total U.S. domestic ADV	<u>13,738</u>	<u>13,618</u>	<u>13,295</u>
International priority	708	667	622
International economy	311	394	491
Total international export ADV	1,019	1,061	1,113
International domestic ²	1,967	1,936	1,823
Total ADV	<u><u>16,724</u></u>	<u><u>16,615</u></u>	<u><u>16,231</u></u>
Revenue per package (yield):			
U.S. priority	\$ 24.78	\$ 24.98	\$ 25.30
U.S. deferred	18.91	18.97	18.59
U.S. ground	11.59	11.76	11.73
Total U.S. domestic composite	13.81	13.90	13.87
International priority	60.61	55.36	55.37
International economy	41.73	46.14	43.33
International export composite	54.85	51.94	50.06
International domestic ²	9.07	9.40	9.53
Composite package yield	\$ 15.75	\$ 15.80	\$ 15.86
Freight Statistics			
Average daily freight pounds:			
U.S.	6,711	5,636	5,319
International priority	5,435	4,444	4,465
International economy	12,099	11,364	10,706
Total average daily freight pounds	<u>24,245</u>	<u>21,444</u>	<u>20,490</u>
Revenue per pound (yield):			
U.S.	\$ 1.68	\$ 1.66	\$ 1.67
International priority	2.21	1.94	1.84
International economy	0.56	0.64	0.68
Composite freight yield	\$ 1.24	\$ 1.18	\$ 1.19
Package YOY growth rates			
Average daily volume growth:			
U.S. priority		(4.4%)	(4.8%)
U.S. deferred		(4.6%)	(0.2%)
U.S. ground commercial		2.0%	0.0%
U.S. ground home delivery/economy		(1.2%)	0.4%
Total U.S. domestic		(0.9%)	(0.4%)
International priority		(5.8%)	(5.5%)
International economy		26.7%	34.5%
Total international export		4.1%	8.8%
International domestic ²		(1.6%)	(3.9%)
Total package volume growth		(0.7%)	(0.2%)
Revenue growth:			
U.S. priority		(3.2%)	(3.1%)
U.S. deferred		(3.9%)	(3.0%)
U.S. ground		1.9%	(0.9%)
Total U.S. domestic		0.2%	(1.6%)
International priority		(13.6%)	(5.2%)
International economy		40.7%	21.8%
Total international export		(1.0%)	3.5%
International domestic ²		2.4%	(2.5%)
Total package revenue growth		0.1%	(0.6%)
Avg pounds per package	14.1	14.6	14.3
Avg revenue per package lb.	\$ 1.12	\$ 1.08	\$ 1.11
Operating days	255	256	64

1 - Average daily package volume is calculated on a five-days-per-week basis. U.S. ground home delivery/economy has been revised from the seven-days-per-week calculation to align with the revised financial presentation related to our one FedEx consolidation.

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

Unaudited. Differences may result due to rounding.

Federal Express Segment Quarterly Operating Statistics FY 2023 – FY 2024

Year ended May 31
In thousands, except yield amounts

	FY 2023				FY 2024			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Package Statistics								
Average daily package volume (ADV) ¹ :								
U.S. priority	1,770	1,740	1,709	1,676	1,680	1,676	1,634	1,606
U.S. deferred	1,070	1,043	1,141	1,002	970	1,009	1,104	978
U.S. ground commercial	4,177	4,314	4,156	4,132	4,287	4,392	4,189	4,237
U.S. ground home delivery/economy	6,495	6,934	7,377	6,253	6,411	6,991	7,090	6,243
Total U.S. domestic ADV	13,512	14,031	14,383	13,063	13,348	14,068	14,017	13,064
International priority	700	736	701	695	658	673	663	674
International economy	293	320	312	318	365	406	393	412
Total international export ADV	993	1,056	1,013	1,013	1,023	1,079	1,056	1,086
International domestic ²	1,860	2,119	1,974	1,922	1,896	2,085	1,883	1,884
Total ADV	16,365	17,206	17,370	15,998	16,267	17,232	16,956	16,034
Revenue per package (yield):								
U.S. priority	\$ 24.70	\$ 24.73	\$ 24.93	\$ 24.79	\$ 24.49	\$ 24.67	\$ 25.20	\$ 25.58
U.S. deferred	18.49	19.07	19.02	19.06	18.81	19.00	18.93	19.14
U.S. ground	11.35	11.43	11.70	11.87	11.70	11.59	11.77	12.00
Total U.S. domestic composite	13.66	13.65	13.85	14.08	13.82	13.68	13.90	14.20
International priority	63.66	60.90	59.05	58.75	54.37	56.37	55.48	55.23
International economy	42.48	40.23	40.90	43.29	47.15	46.19	44.71	46.54
International export composite	57.42	54.63	53.46	53.89	51.80	52.54	51.47	51.93
International domestic ²	9.15	8.74	9.22	9.22	9.25	9.24	9.59	9.53
Composite package yield	\$ 15.80	\$ 15.56	\$ 15.64	\$ 16.02	\$ 15.68	\$ 15.57	\$ 15.76	\$ 16.21
Freight Statistics								
Average daily freight pounds:								
U.S.	7,280	7,471	6,662	5,451	5,305	5,663	6,067	5,525
International priority	6,042	5,757	5,290	4,657	4,390	4,472	4,353	4,557
International economy	11,614	13,234	11,979	11,598	11,001	11,857	11,072	11,531
Total average daily freight pounds	24,936	26,462	23,931	21,706	20,696	21,992	21,492	21,613
Revenue per pound (yield):								
U.S.	\$ 1.67	\$ 1.65	\$ 1.73	\$ 1.70	\$ 1.67	\$ 1.62	\$ 1.68	\$ 1.66
International priority	2.26	2.24	2.10	2.23	1.94	2.02	1.90	1.90
International economy	0.57	0.53	0.56	0.58	0.66	0.63	0.63	0.66
Composite freight yield	\$ 1.30	\$ 1.22	\$ 1.22	\$ 1.21	\$ 1.19	\$ 1.17	\$ 1.18	\$ 1.18
Package YOY growth rates								
Average daily volume growth:								
U.S. priority					(5.1%)	(3.7%)	(4.4%)	(4.2%)
U.S. deferred					(9.3%)	(3.3%)	(3.2%)	(2.4%)
U.S. ground commercial					2.6%	1.8%	0.8%	2.5%
U.S. ground home delivery/economy					(1.3%)	0.8%	(3.9%)	(0.2%)
Total U.S. domestic					(1.2%)	0.3%	(2.5%)	—
International priority					(6.0%)	(8.6%)	(5.4%)	(3.0%)
International economy					24.6%	26.9%	25.9%	29.6%
Total international export					3.0%	2.2%	4.3%	7.2%
International domestic ²					1.9%	(1.6%)	(4.6%)	(2.0%)
Total package volume growth					(0.6%)	0.2%	(2.4%)	0.2%
Revenue growth:								
U.S. priority					(5.9%)	(3.9%)	(1.8%)	(1.2%)
U.S. deferred					(7.8%)	(3.7%)	(2.2%)	(1.9%)
U.S. ground					3.3%	2.5%	—	2.0%
Total U.S. domestic					—	0.4%	(0.7%)	0.9%
International priority					(19.7%)	(15.3%)	(9.7%)	(8.8%)
International economy					38.2%	45.7%	39.9%	39.1%
Total international export					(7.0%)	(1.7%)	2.0%	3.3%
International domestic ²					3.1%	4.0%	1.0%	1.3%
Total package revenue growth					(1.4%)	0.2%	—	1.4%
Avg pounds per package	14.2	13.8	13.7	14.5	14.7	14.4	14.2	15.1
Avg revenue per package lb.	\$ 1.11	\$ 1.13	\$ 1.14	\$ 1.10	\$ 1.07	\$ 1.08	\$ 1.11	\$ 1.07
Operating days	65	63	62	65	65	63	63	65

1 - Average daily package volume is calculated on a five-days-per-week basis. U.S. ground home delivery/economy has been revised from the seven-days-per-week calculation to align with the revised financial presentation related to our one FedEx consolidation.

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

Unaudited. Differences may result due to rounding.

Federal Express Segment Quarterly Operating Statistics FY 2025

Year ended May 31
In thousands, except yield amounts

	FY 2025			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Package Statistics				
Average daily package volume (ADV) ¹ :				
U.S. priority	1,600			
U.S. deferred	968			
U.S. ground commercial	4,289			
U.S. ground home delivery/economy	6,438			
Total U.S. domestic ADV	13,295			
International priority	622			
International economy	491			
Total international export ADV	1,113			
International domestic ²	1,823			
Total ADV	16,231			
Revenue per package (yield):				
U.S. priority	\$ 25.30			
U.S. deferred	18.59			
U.S. ground	11.73			
Total U.S. domestic composite	13.87			
International priority	55.37			
International economy	43.33			
International export composite	50.06			
International domestic ²	9.53			
Composite package yield	\$ 15.86			
Freight Statistics				
Average daily freight pounds:				
U.S.	5,319			
International priority	4,465			
International economy	10,706			
Total average daily freight pounds	20,490			
Revenue per pound (yield):				
U.S.	\$ 1.67			
International priority	1.84			
International economy	0.68			
Composite freight yield	\$ 1.19			
Package YOY growth rates				
Average daily volume growth:				
U.S. priority	(4.8%)			
U.S. deferred	(0.2%)			
U.S. ground commercial	0.0%			
U.S. ground home delivery/economy	0.4%			
Total U.S. domestic	(0.4%)			
International priority	(5.5%)			
International economy	34.5%			
Total international export	8.8%			
International domestic ²	(3.9%)			
Total package volume growth	(0.2%)			
Revenue growth:				
U.S. priority	(3.1%)			
U.S. deferred	(3.0%)			
U.S. ground	(0.9%)			
Total U.S. domestic	(1.6%)			
International priority	(5.2%)			
International economy	21.8%			
Total international export	3.5%			
International domestic ²	(2.5%)			
Total package revenue growth	(0.6%)			
Avg pounds per package	14.3			
Avg revenue per package lb.	\$ 1.11			
Operating days ³	64	63	63	64

1 - Average daily package volume is calculated on a five-days-per-week basis. U.S. ground home delivery/economy has been revised from the seven-days-per-week calculation to align with the one FedEx consolidation.

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

3 - Operating weekdays for Q1 - Q4 FY26 are forecasted at 64, 63, 63, and 64 days respectively.

Unaudited. Differences may result due to rounding.

Federal Express Segment Fuel Statistics FY 2023 – FY 2025

	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	313,239	316,491
Price Per Gallon	\$ 3.900	\$ 3.469	\$ 3.258	\$ 2.692	\$ 2.638	\$ 3.150	\$ 2.783	\$ 2.776
Jet Fuel Expense (\$000s)	\$ 1,410,573	\$ 1,213,503	\$ 1,036,427	\$ 854,953	\$ 823,174	\$ 1,024,590	\$ 871,634	\$ 878,573

	FY 2025			
	<u>FIRST QUARTER</u>	<u>SECOND QUARTER</u>	<u>THIRD QUARTER</u>	<u>FOURTH QUARTER</u>
Jet Fuel Gallons (000s)	319,180			
Price Per Gallon	\$ 2.592			
Jet Fuel Expense (\$000s)	\$ 827,292			

	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>
Vehicle Fuel Gallons (000s)	32,670	31,970	31,006	31,441	31,239	29,117	30,146	29,191
Price Per Gallon	\$ 5.320	\$ 4.935	\$ 4.535	\$ 4.246	\$ 4.190	\$ 4.481	\$ 4.129	\$ 4.126
Vehicle Fuel Expense (\$000s)	\$ 173,820	\$ 157,766	\$ 140,617	\$ 133,501	\$ 130,889	\$ 130,468	\$ 124,485	\$ 120,440

	FY 2025			
	<u>FIRST QUARTER</u>	<u>SECOND QUARTER</u>	<u>THIRD QUARTER</u>	<u>FOURTH QUARTER</u>
Vehicle Fuel Gallons (000s)	31,741			
Price Per Gallon	\$ 4.002			
Vehicle Fuel Expense (\$000s)	\$ 127,016			

Unaudited. Differences may result due to rounding. Jet fuel statistics were not revised as a result of the revised financial presentation related to our one FedEx consolidation.

Federal Express Segment Aircraft Fleet Statistics FY 2023 – FY 2030

	Gross Max Structural Payload (Lbs/Aircraft)	As of May 31,		As of	To Be Delivered/(Retired) in FY					
		2023	2024	Aug. 31,	2025	2026	2027	2028	2029	2030
				2024						
Trunk (Jet) Aircraft:										
Boeing 757-200	63,000	115	92	92	—	—	—	—	—	—
Boeing 767F ¹	127,100	128	138	140	9	3	—	—	—	—
Boeing MD11 ²	192,600	46	37	37	(9)	(10)	(9)	(9)	—	—
Boeing 777F ³	233,300	53	57	57	2	—	—	—	—	—
Airbus A300-600	106,600	65	65	65	—	—	—	—	—	—
Subtotal - Trunk Aircraft		407	389	391	2	(7)	(9)	(9)	—	—
Feeder (Turboprop) Aircraft:										
Cessna 208B	2,830	234	233	231	—	—	—	—	—	—
Cessna 408 ⁴	6,000	9	19	19	17	14	—	—	—	—
ATR-72	17,970	19	19	19	—	—	—	—	—	—
ATR-72 600F ⁵	19,290	13	20	22	4	4	—	—	—	—
ATR-42	12,070	18	18	16	—	—	—	—	—	—
Subtotal - Feeder Aircraft		293	309	307	21	18	—	—	—	—
Aircraft Fleet Total		700	698	698	23	11	(9)	(9)	—	—
Scheduled Lease Expirations:⁶					2025	2026	2027	2028	2029	2030
Airbus A300-600 ⁷					—	2	—	—	—	—

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

1 - As of August 31, 2024 we are committed to purchase 12 B767F aircraft and have options to purchase an additional 43 B767F aircraft.

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

3 - As of August 31, 2024 we are committed to purchase two B777F aircraft and have options to purchase an additional 23 B777F aircraft.

4 - As of August 31, 2024 we are committed to purchase 31 Cessna SkyCourier 408 aircraft and have options to purchase an additional 50 Cessna SkyCourier 408 aircraft.

5 - As of August 31, 2024 we are committed to purchase 8 ATR-72 600F aircraft and have options to purchase an additional 20 ATR-72 600F aircraft.

6 - Leased aircraft disposition determined by expiration.

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

Unaudited. Differences may result due to rounding. Aircraft fleet statistics were not revised as a result of our one FedEx consolidation.

FedEx Freight Segment

Annual Consolidated Statements of Income

FY 2023 – FY 2025

Years ended May 31
In millions

	<u>FY 2023</u>	<u>FY 2024</u>	<u>Q1 YTD FY 2025</u>
Revenue	\$ 10,084	\$ 9,429	\$ 2,329
Operating expenses:			
Salaries and employee benefits	4,057	3,923	984
Purchased transportation	1,078	877	203
Rentals	269	280	71
Depreciation and amortization	387	404	110
Fuel	748	571	121
Maintenance and repairs	320	330	82
Intercompany charges	542	543	148
Other	747	680	171
Total operating expenses	<u>8,148</u>	<u>7,608</u>	<u>1,890</u>
Operating income	<u>\$ 1,936</u>	<u>\$ 1,821</u>	<u>\$ 439</u>
Operating margin	19.2%	19.3%	18.8%

Unaudited. Differences may result due to rounding.

FedEx Freight Segment

Quarterly Consolidated Statements of Income

FY 2023 – FY 2025

Years 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	\$ 2,849	\$ 2,573	\$ 2,293	\$ 2,369	\$ 2,385	\$ 2,452	\$ 2,205	\$ 2,387
Operating expenses:								
Salaries and employee benefits	1,073	1,053	960	971	985	1,018	959	961
Purchased transportation	318	281	253	226	219	231	218	209
Rentals	65	67	68	69	69	70	70	71
Depreciation and amortization	106	103	74	104	108	81	108	107
Fuel	228	211	162	147	139	164	134	134
Maintenance and repairs	81	88	77	74	75	94	78	83
Intercompany charges	136	134	135	137	139	134	132	138
Other	185	194	177	191	169	169	165	177
Total operating expenses	2,192	2,131	1,906	1,919	1,903	1,961	1,864	1,880
Operating income	\$ 657	\$ 442	\$ 387	\$ 450	\$ 482	\$ 491	\$ 341	\$ 507
Operating margin	23.1%	17.2%	16.9%	19.0%	20.2%	20.0%	15.5%	21.2%

	FY 2025			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Revenue	\$ 2,329			
Operating expenses:				
Salaries and employee benefits	984			
Purchased transportation	203			
Rentals	71			
Depreciation and amortization	110			
Fuel	121			
Maintenance and repairs	82			
Intercompany charges	148			
Other	171			
Total operating expenses	1,890			
Operating income	\$ 439			
Operating margin	18.8%			

Unaudited. Differences may result due to rounding.

FedEx Freight Segment Annual Operating Statistics FY 2023 – FY 2025

	FY 2023	FY 2024	Q1 YTD FY 2025
Shipments per day			
Priority	70,158	64,915	62,893
Economy	29,562	29,072	29,115
Total shipments per day	<u>99,720</u>	<u>93,987</u>	<u>92,008</u>
Weight per shipment (lbs)			
Priority	1,027	977	956
Economy	912	878	868
Composite weight per shipment	<u>993</u>	<u>946</u>	<u>928</u>
Revenue/shipment			
Priority	\$ 363.85	\$ 361.38	\$ 363.97
Economy	417.50	411.25	408.60
Composite revenue/shipment	<u>\$ 379.76</u>	<u>\$ 376.81</u>	<u>\$ 378.09</u>
Revenue/CWT			
Priority	\$ 35.44	\$ 36.98	\$ 38.06
Economy	45.78	46.86	47.09
Composite revenue/CWT	<u>\$ 38.26</u>	<u>\$ 39.82</u>	<u>\$ 40.73</u>
Avg. daily shipment growth rate			
Priority		(7.5%)	(4.9%)
Economy		(1.7%)	2.2%
Total shipments per day		(5.7%)	(2.8%)
Revenue/shipment growth rate			
Priority		(0.7%)	3.1%
Economy		(1.5%)	0.1%
Total composite revenue/shipment		(0.8%)	2.3%
Operating weekdays	253	254	64

Unaudited. Differences may result due to rounding.

FedEx Freight

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
Shipments per day								
Priority	76,174	73,372	65,402	65,540	66,144	68,486	61,483	63,556
Economy	32,104	30,964	27,685	27,446	28,491	30,515	27,765	29,524
Total shipments per day	108,278	104,336	93,087	92,986	94,635	99,001	89,248	93,080
Weight per shipment (lbs)								
Priority	1,054	1,029	1,014	1,004	989	975	974	970
Economy	938	940	890	873	876	880	885	871
Composite weight per shipment	1,020	1,002	977	966	955	946	946	939
Revenue/shipment								
Priority	\$ 369.60	\$ 361.57	\$ 366.17	\$ 357.44	\$ 353.01	\$ 365.55	\$ 363.21	\$ 364.11
Economy	423.59	415.35	418.65	411.62	407.99	415.82	414.79	406.73
Composite revenue/shipment	\$ 385.61	\$ 377.53	\$ 381.77	\$ 373.43	\$ 369.56	\$ 381.05	\$ 379.26	\$ 377.63
Revenue/CWT								
Priority	\$ 35.06	\$ 35.14	\$ 36.12	\$ 35.60	\$ 35.71	\$ 37.48	\$ 37.31	\$ 37.52
Economy	45.16	44.21	47.06	47.13	46.59	47.26	46.89	46.70
Composite revenue/CWT	\$ 37.82	\$ 37.66	\$ 39.08	\$ 38.68	\$ 38.71	\$ 40.29	\$ 40.10	\$ 40.22
Avg. daily shipment growth rate								
Priority					(13.2%)	(6.7%)	(6.0%)	(3.0%)
Economy					(11.3%)	(1.5%)	0.3%	7.6%
Total shipments per day					(12.6%)	(5.1%)	(4.1%)	0.1%
Revenue/shipment YOY growth rate								
Priority					(4.5%)	1.1%	(0.8%)	1.9%
Economy					(3.7%)	0.1%	(0.9%)	(1.2%)
Total composite revenue/shipment					(4.2%)	0.9%	(0.7%)	1.1%
Operating weekdays	65	62	61	65	65	62	62	65

Unaudited. Differences may result due to rounding.

FedEx Freight

Quarterly Operating Statistics

FY 2025

	FY 2025			
	<u>FIRST QUARTER</u>	<u>SECOND QUARTER</u>	<u>THIRD QUARTER</u>	<u>FOURTH QUARTER</u>
Shipments per day				
Priority	62,893			
Economy	29,115			
Total shipments per day	92,008			
Weight per shipment (lbs)				
Priority	956			
Economy	868			
Composite weight per shipment	928			
Revenue/shipment				
Priority	\$ 363.97			
Economy	408.60			
Composite revenue/shipment	\$ 378.09			
Revenue/CWT				
Priority	\$ 38.06			
Economy	47.09			
Composite revenue/CWT	\$ 40.73			
Avg. daily shipment growth rate				
Priority	(4.9%)			
Economy	2.2%			
Total shipments per day	(2.8%)			
Revenue/shipment YOY growth rate				
Priority	3.1%			
Economy	0.1%			
Total composite revenue/shipment	2.3%			
Operating weekdays ¹	64	62	62	64

1 - Operating weekdays for Q1 - Q4 FY26 are forecasted at 64, 62, 62, and 64 days respectively.

Unaudited. Differences may result due to rounding.

General Comments

- *Other operating expense includes costs associated with outside service contracts (such as information technology services, facility services, temporary labor, and security), insurance, professional fees, and operational supplies.*
- *Return on Assets and Return on Equity are calculated on a rolling four-quarter basis for all years presented.*

Resegmentations/Restatements

- *In the fourth quarter of FY23, we announced one FedEx, a consolidation plan to bring FedEx Ground and FedEx Services into Federal Express, becoming a single company operating a unified, fully integrated air-ground express network under the respected FedEx brand. On June 1, 2024, FedEx Ground and FedEx Services were merged into Federal Express. FedEx Freight continues to provide LTL freight transportation services as a separate subsidiary. Beginning in the first quarter of FY25, Federal Express and FedEx Freight represent our major service lines and constitute our reportable segments. FedEx Custom Critical is included in the FedEx Freight segment instead of the Federal Express segment beginning in FY25.*
- *Federal Express average daily package volume calculations for all services are calculated on a five-days-per-week basis. Interim and annual amounts for FY23 and FY24 were revised to reflect these changes in presentation.*

Business Optimization and Realignment Costs

- *FY24 includes \$582 million (\$444 million, net of tax, or \$1.77 per diluted share) associated with our business optimization strategy announced in 2023. We did not incur any costs related to business realignment activities in FY24. Q1 FY24 includes business optimization costs of \$105 million (\$81 million, net of tax, or \$0.32 per diluted share). Q2 FY24 includes business optimization costs of \$145 million (\$110 million, net of tax, or \$0.44 per diluted share). Q3 FY24 includes business optimization costs of \$114 million (\$87 million, net of tax, or \$0.35 per diluted share). Q4 FY24 includes business optimization costs of \$218 million (\$166 million, net of tax, or \$0.67 per diluted share).*
- *FY23 includes \$273 million (\$209 million, net of tax, or \$0.81 per diluted share) of business optimization costs, 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).*

Goodwill and Other Asset Impairment Charges

- *FY24 includes asset impairment charges of \$157 million (\$120 million, net of tax, or \$0.48 per diluted share) at the Federal Express segment associated with the decision to permanently retire certain aircraft and related engines.*
- *FY23 includes goodwill and other asset impairment charges of \$70 million (\$54 million, net of tax, or \$0.21 per diluted share) at the Federal 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

- *FY24 annual consolidated Other operating expense amounts include a \$57 million benefit (\$44 million, net of tax, or \$0.17 per diluted share) for insurance recoveries in connection with a legal matter. This amount was incurred during the fourth quarter and is included at "Corporate, other, and eliminations."*
- *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 separate legal matter. This amount was incurred during the fourth quarter and is included at "Corporate, other, and eliminations."*

Mark-to-market Retirement Plans Accounting Adjustments

- *FY24 annual consolidated Other retirement plan income amounts include a mark-to-market retirement plans pretax, noncash gain of approximately \$561 million (\$426 million, net of tax, or \$1.69 per diluted share). This amount was incurred during the fourth quarter.*
- *FY23 annual consolidated Other retirement plan income amounts include a mark-to-market retirement plans pretax, 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.*

Taxes

- *Fourth quarter 2024 includes \$54 million (\$0.22 per diluted share) associated with the remeasurement of state deferred income taxes under the one FedEx structure.*