



Q2 Fiscal 2019 Statistics

FedEx Corporation

Financial and Operating Statistics

Second Quarter Fiscal 2019

December 18, 2018

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:

*Mickey Foster, Vice President
Elizabeth Allen, Director
Stephen Hughes, Director
Jeffrey Smith, Director
FedEx Corp. Investor Relations
942 S. Shady Grove Road
Memphis, TN 38120
Telephone: (901) 818-7200*

TABLE OF CONTENTS

• **FEDEX CORPORATION**

OVERVIEW	1
CONDENSED CONSOLIDATED BALANCE SHEETS	2
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS	3
ANNUAL CONSOLIDATED STATEMENTS OF INCOME	4
QUARTERLY CONSOLIDATED STATEMENTS OF INCOME	
FY2016 – FY2017	5
FY2018 – FY2019	6
CAPITAL EXPENDITURES	7

• **FEDEX EXPRESS SEGMENT**

ANNUAL CONSOLIDATED STATEMENTS OF INCOME	8
QUARTERLY CONSOLIDATED STATEMENTS OF INCOME	
FY2016 – FY2017	9
FY2018 – FY2019	10
ANNUAL SHIPMENT STATISTICS	11
QUARTERLY SHIPMENT STATISTICS	
FY2016 – FY2017	12
FY2018 – FY2019	13
FY2020	14
AIRCRAFT AND VEHICLE FLEET STATISTICS	15
JET FUEL STATISTICS	16

• **FEDEX GROUND SEGMENT**

ANNUAL CONSOLIDATED STATEMENTS OF INCOME	17
QUARTERLY CONSOLIDATED STATEMENTS OF INCOME	
FY2016 – FY2017	18
FY2018 – FY2019	19
ANNUAL SHIPMENT STATISTICS	20
QUARTERLY SHIPMENT STATISTICS	
FY2016 – FY2020	21

• **FEDEX FREIGHT SEGMENT**

ANNUAL CONSOLIDATED STATEMENTS OF INCOME	22
QUARTERLY CONSOLIDATED STATEMENTS OF INCOME	
FY2016 – FY2017	23
FY2018 – FY2019	24
ANNUAL SHIPMENT STATISTICS	25
QUARTERLY SHIPMENT STATISTICS	
FY2016 – FY2019	26
FY2020	27

Amounts for periods prior to FY2017 have not been recast to reflect the new pension accounting rules in effect for FedEx beginning in FY2019.

FEDEX CORPORATION OVERVIEW

FedEx Corporation provides customers and businesses worldwide with a broad portfolio of transportation, e-commerce and business services. With annual revenues of \$69 billion, the company offers integrated business solutions through operating companies competing collectively and managed collaboratively, under the respected FedEx brand. Consistently ranked among the world's most admired and trusted employers, FedEx inspires its more than 450,000 team members to remain focused on safety, the highest ethical and professional standards and the needs of their customers and communities.

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, providing fast and reliable delivery of more than 6 million shipments and 30 million pounds of freight each business day. The FedEx Express business segment financial results include TNT Express.

FedEx Ground is a leading North American provider of small-package ground delivery services, providing service to the U.S. and Canada. FedEx Home Delivery, the industry's first ground service dedicated to residential delivery, is available from FedEx Ground and provides Saturday delivery for no additional charge. FedEx SmartPost is a FedEx Ground service that specializes in the consolidation and delivery of high volumes of low-weight, less time-sensitive business-to-consumer packages primarily using the U.S. Postal Service for last-mile delivery to residences.

FedEx Freight is a leading U.S. provider of less-than-truckload (LTL) freight services across all lengths of haul. FedEx Freight serves virtually every U.S. ZIP code (including Alaska and Hawaii) with industry-leading transit times, and also serves Canada, Mexico, 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. The FedEx Services business segment includes FedEx Office and Print Services, Inc., which provides document and business services and retail access to our package transportation businesses.

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:	261,034,936 (as of November 30, 2018)
STOCKHOLDERS OF RECORD:	11,999 (as of November 30, 2018)
TRANSFER AGENT & REGISTRAR:	COMPUTERSHARE PO BOX 505000 Louisville, KY 40233-5000 (800) 446-2617
FISCAL YEAR END:	May 31

FedEx Corporation

Condensed Consolidated Balance Sheets

FY 2016 – FY 2019

May 31
In millions (except share data)

	FY 2016	FY 2017	FY 2018	Nov. 30, 2018
ASSETS				
Current Assets				
Cash and cash equivalents	\$ 3,534	\$ 3,969	\$ 3,265	\$ 2,123
Receivables, less allowances	7,252	7,599	8,481	9,573
Spare parts, supplies and fuel, less allowances	496	514	525	522
Prepaid expenses and other	707	546	1,070	1,220
Total current assets	<u>11,989</u>	<u>12,628</u>	<u>13,341</u>	<u>13,438</u>
Property and Equipment, at Cost				
Aircraft and related equipment	17,499	18,833	20,749	
Package handling and ground support equipment	7,961	8,989	9,727	
Information technology	5,149	5,396	5,794	
Vehicles	6,422	6,961	7,708	
Facilities and other	9,987	10,447	11,143	
	<u>47,018</u>	<u>50,626</u>	<u>55,121</u>	<u>57,501</u>
Less accumulated depreciation and amortization	<u>22,734</u>	<u>24,645</u>	<u>26,967</u>	<u>28,114</u>
Net property and equipment	<u>24,284</u>	<u>25,981</u>	<u>28,154</u>	<u>29,387</u>
Other Long-Term Assets				
Goodwill	6,747	7,154	6,973	6,908
Other assets ¹	2,939	2,789	3,862	3,556
Total other long-term assets	<u>9,686</u>	<u>9,943</u>	<u>10,835</u>	<u>10,464</u>
	<u>\$ 45,959</u>	<u>\$ 48,552</u>	<u>\$ 52,330</u>	<u>\$ 53,289</u>
LIABILITIES AND STOCKHOLDERS' INVESTMENT				
Current Liabilities				
Short-term borrowings	\$ -	\$ -	\$ -	\$ 250
Current portion of long-term debt	29	22	1,342	642
Accrued salaries and employee benefits	1,972	1,914	2,177	1,850
Accounts payable	2,944	2,752	2,977	3,400
Accrued expenses	3,063	3,230	3,131	3,354
Total current liabilities	<u>8,008</u>	<u>7,918</u>	<u>9,627</u>	<u>9,496</u>
Long-Term Debt, Less Current Portion¹	<u>13,733</u>	<u>14,909</u>	<u>15,243</u>	<u>16,399</u>
Other Long-Term Liabilities				
Deferred income taxes	1,567	2,485	2,867	3,253
Pension, postretirement healthcare and other benefit obligations	6,227	4,487	2,187	1,735
Self-insurance accruals	1,314	1,494	1,784	1,844
Deferred lease obligations	400	531	551	605
Deferred gains, principally related to aircraft transactions	155	137	121	137
Other liabilities	771	518	534	526
Total other long-term liabilities	<u>10,434</u>	<u>9,652</u>	<u>8,044</u>	<u>8,100</u>
Commitments and Contingencies				
Common Stockholders' Investment				
Common stock \$0.10 par value; 800 million shares auth.	32	32	32	32
Additional paid-in capital	2,892	3,005	3,117	3,185
Retained earnings	18,371	20,833	24,823	26,080
Accumulated other comprehensive (loss) income	(169)	(415)	(578)	(817)
Treasury stock, at cost	(7,342)	(7,382)	(7,978)	(9,186)
Total common stockholders' investment	<u>13,784</u>	<u>16,073</u>	<u>19,416</u>	<u>19,294</u>
	<u>\$ 45,959</u>	<u>\$ 48,552</u>	<u>\$ 52,330</u>	<u>\$ 53,289</u>

1 - FY16 amounts were revised in FY17 as part of our adoption of an accounting standard that requires us to present debt issuance costs related to a recognized debt liability as a direct reduction from the carrying amount of that debt liability, rather than as an asset.

Current period financial results are unaudited. Differences may result due to rounding.

FedEx Corporation

Condensed Consolidated Statements of Cash Flows

FY 2016 – FY 2019

Years ended May 31
In millions

	FY 2016	FY 2017	FY 2018	Q2 YTD FY2019
OPERATING ACTIVITIES				
Net income	\$ 1,820	\$ 2,997	\$ 4,572	\$ 1,770
Adjustments to reconcile net income to cash provided by operating activities:				
Depreciation and amortization	2,631	2,995	3,095	1,636
Provision for uncollectible accounts	121	136	246	160
Stock-based compensation	144	154	167	108
Deferred income taxes and other noncash items	31	909	(231)	236
Goodwill and other asset impairment charges ¹	–	–	380	–
Retirement plans mark-to-market adjustment	1,498	(24)	(10)	–
Gain from sale of business	–	–	(85)	–
Gain from sale of investment	–	(35)	–	–
Changes in operating assets and liabilities, net of the effects of businesses acquired:				
Receivables	(199)	(556)	(1,049)	(1,343)
Other current assets	(234)	78	(135)	(111)
Pension and postretirement assets and liabilities, net	(346)	(1,688)	(2,345)	–
Accounts payable and other operating liabilities	467	103	141	(227)
Other, net	(225)	(139)	(72)	(50)
Cash provided by operating activities	5,708	4,930	4,674	2,179
INVESTING ACTIVITIES				
Capital expenditures	(4,818)	(5,116)	(5,663)	(2,634)
Business acquisitions, net of cash acquired	(4,618)	–	(179)	–
Proceeds from sale of business	–	–	123	–
Proceeds from asset dispositions and other	(10)	135	42	53
Cash used in investing activities	(9,446)	(4,981)	(5,677)	(2,581)
FINANCING ACTIVITIES				
Proceeds from short-term borrowings	–	–	–	248
Principal payments on debt	(41)	(82)	(38)	1,233
Proceeds from debt issuances	6,519	1,190	1,480	(785)
Proceeds from stock issuances	183	337	327	45
Dividends paid	(277)	(426)	(535)	(173)
Purchase of treasury stock	(2,722)	(509)	(1,017)	(1,271)
Other, net	(51)	18	10	1
Cash provided (used in) by financing activities	3,611	528	227	(702)
Effect of exchange rate changes on cash	(102)	(42)	72	(38)
CASH AND CASH EQUIVALENTS				
Net (decrease) increase in cash and cash equivalents	(229)	435	(704)	(1,142)
Cash and cash equivalents at beginning of period	3,763	3,534	3,969	3,265
Cash and cash equivalents at end of period	<u>\$ 3,534</u>	<u>\$ 3,969</u>	<u>\$ 3,265</u>	<u>\$ 2,123</u>

1 - In 2018, we incurred goodwill and other asset impairment charges of \$380 million primarily for the impairment of goodwill (\$374 million) related to FedEx Supply Chain, eliminating substantially all of the goodwill attributable to this reporting unit.

Current period financial results are unaudited. Differences may result due to rounding.

FedEx Corporation

Annual Consolidated Statements of Income

FY 2016 – FY 2019

Years ended May 31
In millions, except EPS

	FY 2016 ¹	FY 2017 ¹	FY 2018 ¹	Q2 YTD FY2019
Revenue:				
FedEx Express segment ²	\$ 25,553	\$ 33,824	\$ 36,172	\$ 18,826
FedEx Ground segment	15,051	16,503	18,395	9,941
FedEx Freight segment	5,825	6,070	6,812	3,877
FedEx Services segment	1,593	1,621	1,650	846
Other and eliminations	2,343	2,301	2,421	1,386
Total Revenue	50,365	60,319	65,450	34,876
Operating Expenses:				
Salaries and employee benefits ³	18,581	21,989	23,795	12,520
Purchased transportation	9,966	13,630	15,101	8,313
Rentals and landing fees	2,854	3,240	3,361	1,659
Depreciation and amortization	2,631	2,995	3,095	1,636
Fuel	2,399	2,773	3,374	2,038
Maintenance and repairs	2,108	2,374	2,622	1,486
Goodwill and other asset impairment charges ⁴	–	–	380	–
Retirement plans mark-to-market adjustment ^{3,8}	1,498	–	–	–
Other ^{5,6}	7,251	8,752	9,450	4,985
Total Operating Expenses³	47,288	55,753	61,178	32,637
Operating Income:^{3,7}				
FedEx Express segment ²	2,485	2,380	2,105	987
FedEx Ground segment	2,240	2,243	2,529	1,253
FedEx Freight segment	421	371	490	324
Corporate, other and eliminations ^{6,8}	(2,069)	(428)	(852)	(325)
Total Operating Income⁷	3,077	4,566	4,272	2,239
Other Income (Expense):				
Interest, net	(315)	(479)	(510)	(241)
Other retirement plan income ^{3,9}	–	471	598	316
Other, net	(22)	21	(7)	(36)
Total Other Income (Expense)^{3,9}	(337)	13	81	39
Income Before Income Taxes^{4,6,7,8,9}	2,740	4,579	4,353	2,278
Provision for Income Taxes ¹⁰	920	1,582	(219)	508
Net Income	\$ 1,820	\$ 2,997	\$ 4,572	\$ 1,770
Basic Earnings Per Share^{4,6,7,8,9,10}	\$ 6.59	\$ 11.24	\$ 17.08	\$ 6.71
Weighted Avg. Common Shares	276	266	267	263
Diluted Earnings Per Share^{4,6,7,8,9,10}	\$ 6.51	\$ 11.07	\$ 16.79	\$ 6.60
Avg Common and Common Equiv. Shares	279	270	272	268
SELECTED STATISTICS				
Operating Margin ^{3,9}	6.1%	7.6%	6.5%	6.4%
Pretax Margin	5.4%	7.6%	6.7%	6.5%
Return on Assets ¹¹	4.4%	6.3%	9.1%	9.4%
Return on Equity ¹¹	12.6%	20.1%	25.8%	25.7%
Dividends Paid Per Common Share	\$ 1.00	\$ 1.60	\$ 2.00	\$ 1.30

1 - Effective in the fourth quarter of 2018, we realigned the specialty service companies FedEx Custom Critical and FedEx Supply Chain in a new organizational structure under FedEx Trade Networks. The FedEx Trade Networks operating results are included in "Corporate, other and eliminations." Prior quarter and year amounts and all operating statistics for the transportation segments have been revised to conform to the current year segmentation.

2 - FY17 amounts have been revised to reflect our reporting of TNT Express as part of the FedEx Express segment.

3 - FY17 and FY18 amounts have been recast to conform to the current year presentation reflecting new pension accounting rules in effect in FY19.

4 - In 2018, we incurred goodwill and other asset impairment charges of \$380 million primarily for the impairment of goodwill (\$374 million) related to FedEx Supply Chain, eliminating substantially all of the goodwill attributable to this reporting unit.

5 - Predominantly includes costs associated with outside service contracts (such as facility services and cargo handling, temporary labor and security), professional fees, insurance, taxes and licenses and uniforms.

6 - FY19 amounts include \$46 million (\$46 million, net of tax, or \$0.17 per diluted share) of charges related to certain expected losses and professional fees in connection with an agreement in principle to settle a litigation matter involving FedEx Ground. FY18 amounts include legal charges of \$8 million (\$6 million, net of tax, or \$0.02 per diluted share) related to certain pending CBP matters involving FedEx Trade Networks. FY17 includes legal charges of \$39 million (\$24 million, net of tax, or \$0.09 per diluted share) and \$22 million (\$13 million, net of tax, or \$0.05 per diluted share). FY16 includes legal settlement expenses and certain expected losses (net of recognized insurance recovery) of \$256 million (\$158 million, net of tax, or \$0.57 per diluted share) and \$69 million (\$43 million, net of tax, or \$0.15 per diluted share).

7 - Q2 FY19 amounts include TNT Express integration expenses of \$235 million (\$188 million, net of tax, or \$0.70 per diluted share). FY18 amounts include TNT Express integration expenses of \$477 million (\$372 million, net of tax, or \$1.36 per diluted share). FY17 amounts include TNT Express integration expenses of \$327 million (\$245 million, net of tax, or \$0.91 per diluted share). These expenses, which include restructuring charges, are included in the "Corporate, other and eliminations" and FedEx Express results. FY16 amount includes transaction, financing and integration planning expenses related to the TNT Express acquisition as well as TNT Express's immaterial operating results from the time of acquisition of \$132 million (\$125 million, net of tax, or \$0.45 per diluted share). These expenses are predominantly included in the "Corporate, other and eliminations" results.

8 - Includes a mark-to-market retirement plans loss of approximately \$1.5 billion (\$0.9 billion, net of tax, or \$3.39 per diluted share) in FY16.

9 - Includes a mark-to-market retirement plans gain of approximately \$10 million (\$9 million, net of tax, or \$0.03 per diluted share) in FY18 and a gain of approximately \$24 million (\$6 million, net of tax, or \$0.02 per diluted share) in FY17.

10 - FY19 amounts include an income tax benefit of approximately \$285 million (\$1.06 per diluted share) in the first half of 2019 primarily related to a lower statutory income tax rate as a result of the enactment of the TCJA. FY19 amounts also include \$4 million of tax expense resulting in a decrease to the \$1.15 billion provisional benefit recorded in 2018. FY18 amounts include a provisional benefit of \$1.15 billion (\$4.22 per diluted share) from the remeasurement of the company's net U.S. deferred tax liability for lower tax rates.

11 - Return on Assets and Return on Equity for the current year-to-date presentation are calculated on a rolling four quarter basis.

Current period financial results are unaudited. Differences may result due to rounding.

FedEx Corporation

Quarterly Consolidated Statements of Income

FY 2016 - FY 2017¹

Years ended May 31
In millions, except EPS

	FY 2016				FY 2017			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Revenue:								
FedEx Express segment ²	\$ 6,348	\$ 6,330	\$ 6,353	\$ 6,522	\$ 8,249	\$ 8,390	\$ 8,363	\$ 8,822
FedEx Ground segment	3,460	3,677	4,025	3,889	3,893	4,017	4,297	4,296
FedEx Freight segment	1,502	1,447	1,361	1,516	1,562	1,502	1,406	1,600
FedEx Services segment	390	403	384	416	395	414	389	423
Other and eliminations	579	596	531	636	564	608	542	587
Total Revenue	12,279	12,453	12,654	12,979	14,663	14,931	14,997	15,728
Operating Expenses:								
Salaries and employee benefits ³	4,525	4,570	4,712	4,774	5,423	5,465	5,508	5,593
Purchased transportation	2,344	2,538	2,623	2,461	3,240	3,431	3,498	3,461
Rentals and landing fees	695	682	744	733	790	802	834	814
Depreciation and amortization	648	653	663	667	739	740	762	754
Fuel	712	615	537	535	650	658	735	730
Maintenance and repairs	548	529	504	527	598	579	588	609
Retirement plans mark-to-market adjustment ^{3,5}	-	-	-	1,498	-	-	-	-
Other ^{4,5}	1,663	1,729	2,007	1,852	2,071	2,201	2,160	2,320
Total Operating Expenses ³	11,135	11,316	11,790	13,047	13,511	13,876	14,085	14,281
Operating Income (Loss):^{3,6}								
FedEx Express segment ²	533	611	588	753	510	613	466	791
FedEx Ground segment	524	511	549	656	596	450	501	696
FedEx Freight segment	130	98	56	137	128	81	37	125
Corporate, other and eliminations ^{4,5,8}	(43)	(83)	(329)	(1,614)	(82)	(89)	(92)	(165)
Total Operating Income (Loss) ⁶	1,144	1,137	864	(68)	1,152	1,055	912	1,447
Other Income (Expense):								
Interest, net	(63)	(74)	(81)	(97)	(113)	(119)	(122)	(125)
Other retirement plan income (expense) ^{3,7}	-	-	-	-	112	112	113	134
Other, net	3	(8)	(1)	(16)	(9)	30	(4)	4
Total Other Income (Expense) ^{3,7}	(60)	(82)	(82)	(113)	(10)	23	(13)	13
Income (Loss) Before Income Taxes^{4,6,8}								
	1,084	1,055	782	(181)	1,142	1,078	899	1,460
Provision for Income Taxes	392	364	275	(111)	427	378	337	440
Net Income (Loss)	\$ 692	\$ 691	\$ 507	(\$ 70)	\$ 715	\$ 700	\$ 562	\$ 1,020
Basic Earnings Per Share^{4,5,6,7,8}								
	\$ 2.45	\$ 2.47	\$ 1.86	(\$ 0.26)	\$ 2.69	\$ 2.63	\$ 2.11	\$ 3.81
Weighted Avg. Common Shares								
	282	279	272	269	265	266	266	267
Diluted Earnings Per Share^{4,5,6,7,8}								
	\$ 2.42	\$ 2.44	\$ 1.84	(\$ 0.26)	\$ 2.65	\$ 2.59	\$ 2.07	\$ 3.75
Avg Common and Common Equiv. Shares								
	286	283	275	269	269	270	271	271

SELECTED STATISTICS

Operating Margin ^{3,7}	9.3%	9.1%	6.8%	(0.5%)	7.9%	7.1%	6.1%	9.2%
Pretax Margin	8.8%	8.5%	6.2%	(1.4%)	7.8%	7.2%	6.0%	9.3%
Dividends Paid Per Common Share	\$ 0.25	\$ 0.25	\$ 0.25	\$ 0.25	\$ 0.40	\$ 0.40	\$ 0.40	\$ 0.40

1- Effective in the fourth quarter of 2018, we realigned the specialty service companies FedEx Custom Critical and FedEx Supply Chain in a new organizational structure under FedEx Trade Networks. The FedEx Trade Networks operating results are included in "Corporate, other and eliminations." Prior quarter and year amounts and all operating statistics for the transportation segments have been revised to conform to the current year segmentation.

2- FY17 amounts have been revised to reflect our reporting of TNT Express as part of the FedEx Express segment.

3- FY17 amounts have been recast to conform to the current year presentation reflecting new pension accounting rules in effect in FY19.

4- Q4 FY17 amounts include legal charges of \$39 million (\$24 million, net of tax, or \$0.09 per diluted share) and \$22 million (\$13 million, net of tax, or \$0.05 per diluted share). Q4 FY16 amounts include legal settlement expenses of \$11 million (\$6 million, net of tax, or \$0.02 per diluted share). Q3 FY16 amounts include legal settlement expenses and certain expected losses of \$204 million (\$126 million, net of tax, or \$0.46 per diluted share) and \$69 million (\$43 million, net of tax, or \$0.15 per diluted share). Q2 FY16 amounts include a legal reserve increase of \$41 million (\$25 million, net of tax, or \$0.09 per diluted share).

5- Q4 FY16 amounts include a mark-to-market retirement plans loss of approximately \$1.5 billion (\$0.9 billion, net of tax, or \$3.47 per diluted share).

6- Q4 FY17 amounts include TNT Express integration expenses of \$124 million (\$87 million, net of tax, or \$0.32 per diluted share). Q3 FY17 amounts include TNT Express integration expenses of \$78 million (\$63 million, net of tax, or \$0.23 per diluted share). Q2 FY17 amounts include TNT Express integration expenses of \$58 million (\$50 million, net of tax, or \$0.18 per diluted share). Q1 FY17 amounts include TNT Express integration expenses of \$68 million (\$45 million, net of tax, or \$0.17 per diluted share). These expenses, which include restructuring charges, are included in the "Corporate, other and eliminations" and FedEx Express results.

7- Q4 FY17 amounts include a mark-to-market retirement plans gain of approximately \$24 million (\$6 million, net of tax, or \$0.02 per diluted share).

8- Q4 FY16 amounts include transaction, financing and integration planning expenses related to the TNT Express acquisition as well as TNT Express's immaterial operating results from the time of acquisition of \$79 million (\$91 million, with tax, or \$0.34 per diluted share). Q3 FY16 amounts include expenses related to our pending acquisition of TNT Express of \$25 million (\$15 million, net of tax, or \$0.06 per diluted share). Q2 FY16 amounts include expenses related to our pending acquisition of TNT Express of \$19 million (\$12 million, net of tax, or \$0.04 per diluted share). These expenses are predominantly included in the "Corporate, other and eliminations" results.

Unaudited. Differences may result due to rounding.

FedEx Corporation

Quarterly Consolidated Statements of Income

FY 2018 - FY 2019

Years ended May 31
In millions, except EPS

	FY 2018 ¹				FY 2019			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Revenue:								
FedEx Express segment	\$ 8,400	\$ 9,076	\$ 9,098	\$ 9,598	\$ 9,222	\$ 9,604		
FedEx Ground segment	4,245	4,525	4,828	4,797	4,799	5,142		
FedEx Freight segment	1,664	1,673	1,613	1,862	1,959	1,918		
FedEx Services segment	400	416	397	437	417	429		
Other and eliminations	588	623	590	620	655	731		
Total Revenue	15,297	16,313	16,526	17,314	17,052	17,824	-	-
Operating Expenses:								
Salaries and employee benefits ²	5,664	5,889	6,124	6,118	6,260	6,260		
Purchased transportation	3,445	3,840	3,935	3,881	3,967	4,346		
Rentals and landing fees	818	835	873	835	823	836		
Depreciation and amortization	751	756	786	802	808	828		
Fuel	703	818	914	939	986	1,052		
Maintenance and repairs	675	665	628	654	735	751		
Goodwill and other asset impairment charges ³	-	-	-	380	-	-		
Other ⁴	2,270	2,395	2,408	2,377	2,402	2,583		
Total Operating Expenses ²	14,326	15,198	15,668	15,986	15,981	16,656	-	-
Operating Income (Loss): ^{2,5}								
FedEx Express segment	320	601	317	867	367	620		
FedEx Ground segment	606	496	614	813	667	586		
FedEx Freight segment	165	108	49	168	176	148		
Corporate, other and eliminations ⁴	(120)	(90)	(122)	(520)	(139)	(186)		
Total Operating Income (Loss) ^{2,5}	971	1,115	858	1,328	1,071	1,168	-	-
Other Income (Expense):								
Interest, net	(114)	(124)	(125)	(147)	(112)	(129)		
Other retirement plan income ^{2,6}	146	147	143	162	158	158		
Other, net	(21)	1	(2)	15	(16)	(20)		
Total Other Income (Expense) ^{2,6}	11	24	16	30	30	9	-	-
Income (Loss) Before Income Taxes ^{2,5,6}	982	1,139	874	1,358	1,101	1,177		
Provision for Income Taxes ⁷	386	364	(1,200)	231	266	242		
Net Income (Loss)	\$ 596	\$ 775	\$ 2,074	\$ 1,127	\$ 835	\$ 935	-	-
Basic Earnings Per Share ^{3,4,5,6,7}	\$ 2.22	\$ 2.89	\$ 7.74	\$ 4.23	\$ 3.15	\$ 3.56		
Weighted Avg. Common Shares	268	268	268	266	265	262		
Diluted Earnings Per Share ^{3,4,5,6,7}	\$ 2.19	\$ 2.84	\$ 7.59	\$ 4.15	\$ 3.10	\$ 3.51		
Avg Common and Common Equiv. Shares	272	272	273	271	269	266		

SELECTED STATISTICS

Operating Margin ^{2,6}	6.3%	6.8%	5.2%	7.7%	6.3%	6.6%
Pretax Margin	6.4%	7.0%	5.3%	7.8%	6.5%	6.6%
Dividends Paid Per Common Share	\$ 0.50	\$ 0.50	\$ 0.50	\$ 0.50	\$ 0.65	\$ 0.65

1 - Effective in the fourth quarter of 2018, we realigned the specialty service companies FedEx Custom Critical and FedEx Supply Chain in a new organizational structure under FedEx Trade Networks. The FedEx Trade Networks operating results are included in "Corporate, other and eliminations." Prior quarter and year amounts and all operating statistics for the transportation segments have been revised to conform to the current year segmentation.

2 - FY18 amounts have been recast to conform to the current year presentation reflecting new pension accounting rules in effect in FY19.

3 - In 2018, we incurred goodwill and other asset impairment charges of \$380 million primarily for the impairment of goodwill (\$374 million) related to FedEx Supply Chain, eliminating substantially all of the goodwill attributable to this reporting unit.

4 - Q2 FY19 amounts include \$46 million (\$46 million, net of tax, or \$0.17 per diluted share) of charges related to certain expected losses and professional fees related to an agreement in principle to settle a litigation matter involving FedEx Ground. Q1 FY18 amounts include legal charges of \$7 million (\$5 million, net of tax, or \$0.02 per diluted share).

5 - Q2 FY19 amounts include TNT Express integration expenses of \$114 million (\$90 million, net of tax, or \$0.34 per diluted share). Q1 FY19 amounts include TNT Express integration expenses of \$121 million (\$98 million, net of tax, or \$0.36 per diluted share). Q4 FY18 amounts include TNT Express integration expenses of \$136 million (\$106 million, net of tax, or \$0.39 per diluted share). Q3 FY18 amounts include TNT Express integration expenses of \$106 million (\$92 million, net of tax, or \$0.34 per diluted share). Q2 FY18 amounts include TNT Express integration expenses of \$122 million (\$91 million, net of tax, or \$0.33 per diluted share). Q1 FY18 amounts include TNT Express integration expenses of \$112 million (\$82 million, net of tax, or \$0.30 per diluted share). These expenses, which include restructuring charges, are included in "Corporate, other and eliminations" and FedEx Express results.

6 - Q4 FY18 amounts include a mark-to-market retirement plans gain of approximately \$10 million (\$9 million, net of tax, or \$0.03 per diluted share).

7 - Q2 FY19 amounts include an income tax benefit of approximately \$150 million (\$0.56 per diluted share) primarily related to a lower statutory income tax rate as a result of the enactment of the TCJA. Q2 FY19 amounts also include \$4 million of tax expense resulting in a decrease to the \$1.15 billion provisional benefit recorded in 2018. FY18 amounts include a provisional benefit of \$1.15 billion (\$4.22 per diluted share) from the remeasurement of the company's net U.S. deferred tax liability for lower tax rates.

Unaudited. Differences may result due to rounding.

FedEx Corporation

Capital Expenditures

FY 2016 – FY 2019

Years ended May 31

In millions

	<u>FY 2016</u>	<u>FY 2017</u>	<u>FY 2018</u>	<u>Q2 YTD FY2019</u>
<u>By Asset Type¹</u>				
Aircraft and related equipment	\$ 1,697	\$ 1,808	\$ 2,483	\$ 1,075
Package handling and ground support equipment	1,196	1,093	814	417
Vehicles	723	895	954	435
Information technology	471	594	600	332
Facilities and other	731	726	812	375
Total	<u>\$ 4,818</u>	<u>\$ 5,116</u>	<u>\$ 5,663</u>	<u>\$ 2,634</u>
 <u>By Segment^{2,3}</u>				
FedEx Express segment	\$ 2,350	\$ 2,725	\$ 3,461	\$ 1,692
FedEx Ground segment	1,556	1,490	1,178	429
FedEx Freight segment	428	431	490	227
FedEx Services segment	432	416	477	260
Other	52	54	57	26
Total	<u>\$ 4,818</u>	<u>\$ 5,116</u>	<u>\$ 5,663</u>	<u>\$ 2,634</u>

1 - FY16 amounts were revised in FY17 to conform to the current presentation of asset types.

2 - FY16-FY17 amounts have been revised to conform to our current segment presentation.

3 - FedEx Express segment FY17 capital expenditures have been revised to reflect our reporting of TNT Express as part of the FedEx Express segment.

Unaudited. Differences may result due to rounding.

FedEx Express Segment

Annual Consolidated Statements of Income

FY 2016 – FY 2019

Years ended May 31
In millions

	FY 2016 ¹	FY 2017 ^{1,2}	FY 2018 ¹	Q2 YTD FY2019
Package Revenue:				
U.S. Overnight Box	\$ 6,763	\$ 6,955	\$ 7,273	\$ 3,834
U.S. Overnight Envelope	1,662	1,750	1,788	912
Total U.S. Overnight	8,425	8,705	9,061	4,746
U.S. Deferred	3,379	3,526	3,738	2,012
Total U.S. Package Revenue	11,804	12,231	12,799	6,758
International Priority	5,697	7,045	7,461	3,770
International Economy	2,282	2,876	3,255	1,735
Total International Export Package Revenue	7,979	9,921	10,716	5,505
International Domestic ³	1,285	4,277	4,637	2,334
Total Package Revenue	21,068	26,429	28,152	14,597
Freight Revenue:				
U.S.	2,481	2,527	2,797	1,522
International Priority ⁴	999	1,836	2,105	1,097
International Economy ⁴	385	1,738	1,916	1,073
International Airfreight	126	356	368	168
Total Freight Revenue	3,991	6,457	7,186	3,860
Other Revenue	494	938	834	369
Total Revenue	25,553	33,824	36,172	18,826
Operating Expenses: ⁵				
Salaries and employee benefits ⁶	9,921	12,636	13,522	6,914
Purchased transportation	1,688	4,721	5,109	2,661
Rentals and landing fees	1,664	1,947	1,987	944
Depreciation and amortization	1,377	1,662	1,679	885
Fuel	2,023	2,378	2,889	1,744
Maintenance and repairs	1,290	1,553	1,753	1,016
Intercompany charges ⁶	1,832	1,917	2,092	1,066
Other	3,273	4,630	5,036	2,609
	23,068	31,444	34,067	17,839
Operating Income ^{5,6}	<u>\$ 2,485</u>	<u>\$ 2,380</u>	<u>\$ 2,105</u>	<u>\$ 987</u>
SELECTED STATISTICS				
Operating Margin ⁶	9.7%	7.0%	5.8%	5.2%

1 - Effective in the fourth quarter of 2018, we realigned the specialty service companies FedEx Custom Critical and FedEx Supply Chain in a new organizational structure under FedEx Trade Networks. The FedEx Trade Networks operating results are included in "Corporate, other and eliminations." Prior quarter and year amounts and all operating statistics for the transportation segments have been revised to conform to the current year segmentation.

2 - FY17 amounts have been revised to reflect our reporting of TNT Express as part of the FedEx Express segment.

3 - International domestic revenues relate to our international intra-country operations.

4 - FY16 amounts have been revised to conform to the current presentation of the FedEx Express segment.

5 - Q2 FY19 amounts include TNT Express integration expenses of \$201 million. FY18 amounts include TNT Express integration expenses of \$380 million. FY17 amounts include TNT Express integration expenses of \$206 million. TNT Express integration expenses include restructuring charges.

6 - FY17 and FY18 amounts have been recast to conform to the current year presentation reflecting new pension accounting rules in effect in FY19.

Current period financial results are unaudited. Differences may result due to rounding.

FedEx Express Segment

Quarterly Consolidated Statements of Income

FY 2016 – FY 2017¹

Years ended May 31
In millions

	FY 2016				FY 2017 ²			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Package Revenue:								
U.S. Overnight Box	\$ 1,658	\$ 1,682	\$ 1,704	\$ 1,719	\$ 1,722	\$ 1,709	\$ 1,742	\$ 1,782
U.S. Overnight Envelope	422	397	408	435	443	422	422	463
Total U.S. Overnight	2,080	2,079	2,112	2,154	2,165	2,131	2,164	2,245
U.S. Deferred	816	826	926	811	810	834	954	928
Total U.S. Packages	2,896	2,905	3,038	2,965	2,975	2,965	3,118	3,173
International Priority	1,464	1,433	1,346	1,454	1,740	1,789	1,693	1,823
International Economy	574	568	546	594	693	716	692	775
Total International Export Package Revenue	2,038	2,001	1,892	2,048	2,433	2,505	2,385	2,598
International Domestic ³	327	336	303	319	1,028	1,101	1,046	1,102
Total Package Revenue	5,261	5,242	5,233	5,332	6,436	6,571	6,549	6,873
Freight Revenue:								
U.S.	573	578	647	683	616	612	667	632
International Priority ⁴	253	256	234	256	430	456	453	497
International Economy ⁴	97	98	91	99	409	419	437	473
International Airfreight	36	32	30	28	93	93	83	87
Total Freight Revenue	959	964	1,002	1,066	1,548	1,580	1,640	1,689
Other Revenue	128	124	118	124	265	239	174	260
Total Revenue	6,348	6,330	6,353	6,522	8,249	8,390	8,363	8,822
Operating Expenses:								
Salaries and employee benefits ⁵	2,445	2,434	2,522	2,520	3,117	3,118	3,177	3,224
Purchased transportation	430	432	409	417	1,184	1,169	1,140	1,228
Rentals and landing fees	404	393	446	421	481	479	505	482
Depreciation and amortization	345	347	340	345	418	410	418	416
Fuel	607	517	455	444	555	565	633	625
Maintenance and repairs	344	329	305	312	392	378	385	398
Intercompany charges ⁵	441	459	461	471	466	473	478	500
Other	799	808	827	839	1,126	1,185	1,161	1,158
	5,815	5,719	5,765	5,769	7,739	7,777	7,897	8,031
Operating Income ^{5,6}	\$ 533	\$ 611	\$ 588	\$ 753	\$ 510	\$ 613	\$ 466	\$ 791

SELECTED STATISTICS

Operating Margin ⁵	8.4%	9.7%	9.3%	11.5%	6.2%	7.3%	5.6%	9.0%
-------------------------------	------	------	------	-------	------	------	------	------

1 - Effective in the fourth quarter of 2018, we realigned the specialty service companies FedEx Custom Critical and FedEx Supply Chain in a new organizational structure under FedEx Trade Networks. The FedEx Trade Networks operating results are included in "Corporate, other and eliminations." Prior quarter and year amounts and all operating statistics for the transportation segments have been revised to conform to the current year segmentation.

2 - FY17 amounts have been revised to reflect our reporting of TNT Express as part of the FedEx Express segment.

3 - International domestic revenues relate to our international intra-country operations.

4 - FY16 amounts have been revised to conform to the current presentation of the FedEx Express segment.

5 - FY17 amounts have been recast to conform to the current year presentation reflecting new pension accounting rules in effect in FY19.

6 - Q4 FY17 amounts include TNT Express integration expenses of \$83 million. Q3 FY17 amounts include TNT Express integration expenses of \$53 million. Q2 FY17 amounts include TNT Express integration expenses of \$28 million. Q1 FY17 amounts include TNT Express integration expenses of \$48 million. TNT Express integration expenses include restructuring charges.

Unaudited. Differences may result due to rounding.

FedEx Express Segment

Quarterly Consolidated Statements of Income

FY 2018 - FY 2019

Years ended May 31
In millions

	FY 2018 ¹				FY 2019			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Package Revenue:								
U.S. Overnight Box	\$ 1,750	\$ 1,787	\$ 1,836	\$ 1,900	\$ 1,886	\$ 1,948		
U.S. Overnight Envelope	450	432	435	471	468	444		
Total U.S. Overnight	2,200	2,219	2,271	2,371	2,354	2,392		
U.S. Deferred	878	922	996	942	952	1,060		
Total U.S. Packages	3,078	3,141	3,267	3,313	3,306	3,452		
International Priority	1,763	1,865	1,841	1,992	1,874	1,896		
International Economy	770	815	793	877	850	885		
Total International Export Package Revenue	2,533	2,680	2,634	2,869	2,724	2,781		
International Domestic ²	1,056	1,228	1,140	1,213	1,131	1,203		
Total Package Revenue	6,667	7,049	7,041	7,395	7,161	7,436		
Freight Revenue:								
U.S.	613	688	739	757	730	792		
International Priority	454	541	532	578	533	564		
International Economy	381	481	492	562	519	554		
International Airfreight	83	100	93	92	85	83		
Total Freight Revenue	1,531	1,810	1,856	1,989	1,867	1,993		
Other Revenue	202	217	201	214	194	175		
Total Revenue	8,400	9,076	9,098	9,598	9,222	9,604		
Operating Expenses:								
Salaries and employee benefits ³	3,214	3,339	3,493	3,476	3,473	3,441		
Purchased transportation	1,184	1,304	1,285	1,336	1,307	1,354		
Rentals and landing fees	484	492	526	485	470	474		
Depreciation and amortization	415	410	423	431	436	449		
Fuel	603	703	782	801	845	899		
Maintenance and repairs	459	445	419	430	502	514		
Intercompany charges ³	497	514	536	545	539	527		
Other	1,224	1,268	1,317	1,227	1,283	1,326		
	8,080	8,475	8,781	8,731	8,855	8,984		
Operating Income ^{3,4}	\$ 320	\$ 601	\$ 317	\$ 867	\$ 367	\$ 620		

SELECTED STATISTICS

Operating Margin ³	3.8%	6.6%	3.5%	9.0%	4.0%	6.5%
-------------------------------	------	------	------	------	------	------

1 - Effective in the fourth quarter of 2018, we realigned the specialty service companies FedEx Custom Critical and FedEx Supply Chain in a new organizational structure under FedEx Trade Networks. The FedEx Trade Networks operating results are included in "Corporate, other and eliminations." Prior quarter amounts and all operating statistics for the transportation segments have been revised to conform to the current year segmentation.

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

3 - FY18 amounts have been recast to conform to the current year presentation reflecting new pension accounting rules in effect in FY19.

4 - Q2 FY19 amounts include TNT Express integration expenses of \$99 million. Q1 FY19 amounts include TNT Express integration expenses of \$102 million. Q4 FY18 amounts include TNT Express integration expenses of \$110 million. Q3 FY18 amounts include TNT Express integration expenses of \$86 million. Q2 FY18 amounts include TNT Express integration expenses of \$96 million. Q1 FY18 amounts include TNT Express integration expenses of \$88 million. TNT Express integration expenses include restructuring charges.

Unaudited. Differences may result due to rounding.

FedEx Express Segment Annual Shipment Statistics FY 2016 – FY 2019

	FY 2016	FY 2017 ¹	FY 2018	Q2 YTD FY2019
AVG DAILY VOLUME / POUNDS				
Average Daily Package Volume (000s):				
U.S. Overnight Box	1,271	1,265	1,252	1,269
U.S. Overnight Envelope	541	561	549	541
Total U.S. Overnight	1,812	1,826	1,801	1,810
U.S. Deferred	901	900	928	998
Total U.S. Packages	2,713	2,726	2,729	2,808
International Priority ²	394	537	535	540
International Economy ²	181	254	268	289
Total International Export Packages ²	575	791	803	829
International Domestic ^{2,3}	888	2,424	2,454	2,530
Total Avg Daily Packages ²	4,176	5,941	5,986	6,167
Average Daily Freight Pounds (000s):				
U.S.	8,178	8,185	8,362	8,608
International Priority ^{2,4}	1,702	5,168	5,345	5,469
International Economy ^{2,4}	808	12,274	12,603	14,401
International Airfreight ²	623	1,901	1,938	1,738
Total Avg Daily Freight Pounds ²	11,311	27,528	28,248	30,216
YIELD				
Revenue Per Package:				
U.S. Overnight Box	\$ 20.79	\$ 21.57	\$ 22.80	\$ 23.60
U.S. Overnight Envelope	11.99	12.24	12.77	13.16
Total U.S. Overnight	18.16	18.70	19.74	20.48
U.S. Deferred	14.66	15.36	15.79	15.75
Total U.S. Packages	17.00	17.60	18.40	18.80
International Priority ²	56.47	51.44	54.71	54.52
International Economy ²	49.15	44.41	47.63	46.92
Total International Export Packages ²	54.16	49.18	52.35	51.87
International Domestic ^{2,3}	5.65	6.92	7.41	7.21
Total Composite Package Yield ²	\$ 19.71	\$ 17.45	\$ 18.44	\$ 18.49
Revenue Per Freight Pound:				
U.S.	\$ 1.19	\$ 1.21	\$ 1.31	\$ 1.38
International Priority ^{2,4}	2.29	1.39	1.55	1.57
International Economy ^{2,4}	1.86	0.56	0.60	0.58
International Airfreight ²	0.79	0.73	0.75	0.75
Total Composite Freight Yield ²	\$ 1.38	\$ 0.92	\$ 1.00	\$ 1.00
PACKAGE YOY GROWTH RATES				
Average Daily Volume Growth:				
U.S. Overnight Box	2.5%	(0.5%)	(1.0%)	4.3%
U.S. Overnight Envelope	2.7%	3.7%	(2.1%)	(2.0%)
Total U.S. Overnight	2.5%	0.8%	(1.4%)	2.3%
U.S. Deferred	(1.6%)	(0.1%)	3.1%	10.0%
Total U.S. Packages	1.1%	0.5%	0.1%	4.9%
International Priority ²	(3.9%)	36.3%	(0.4%)	1.9%
International Economy ²	2.8%	40.3%	5.5%	9.5%
Total International Export Packages ²	(1.9%)	37.6%	1.5%	4.4%
International Domestic ^{2,3}	4.1%	173.0%	1.2%	2.2%
Total Package Volume Growth ²	1.3%	42.3%	0.8%	3.7%
Revenue Growth:				
U.S. Overnight Box	0.9%	2.8%	4.6%	8.4%
U.S. Overnight Envelope	2.0%	5.3%	2.2%	3.4%
Total U.S. Overnight	1.1%	3.3%	4.1%	7.4%
U.S. Deferred	1.1%	4.4%	6.0%	11.8%
Total U.S. Packages	1.1%	3.6%	4.6%	8.7%
International Priority ²	(8.9%)	23.7%	5.9%	3.9%
International Economy ²	(0.8%)	26.0%	13.2%	9.5%
Total International Export Packages ²	(6.7%)	24.3%	8.0%	5.6%
International Domestic ^{2,3}	(8.6%)	232.8%	8.4%	2.2%
Total Package Revenue Growth ²	(2.6%)	25.4%	6.5%	6.4%
AVG POUNDS PER PACKAGE ²	10.6	13.7	14.6	14.9
AVG REVENUE PER PACKAGE LB. ²	\$ 1.86	\$ 1.27	\$ 1.26	\$ 1.24
OPERATING WEEKDAYS	256	255	255	128

1 - FY17 amounts have been revised to reflect our reporting of TNT Express as part of the FedEx Express segment.

2 - Package and freight statistics include only the operations of FedEx Express for FY16, and of FedEx Express and TNT Express for FY17 - FY19.

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

4 - FY16 amounts have been revised to conform to the current presentation of the FedEx Express segment.

Unaudited. Differences may result due to rounding.

FedEx Express Segment Quarterly Shipment Statistics FY 2016 - FY 2017

	FY 2016				FY 2017			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
AVG. DAILY VOLUME / POUNDS								
Avg. Daily Package Volume (000s):								
U.S. Overnight Box	1,210	1,290	1,316	1,269	1,255	1,283	1,322	1,202
U.S. Overnight Envelope	541	531	535	558	570	557	549	565
Total U.S. Overnight	1,751	1,821	1,851	1,827	1,825	1,840	1,871	1,767
U.S. Deferred	865	900	1,015	825	824	866	1,025	890
Total U.S. Packages	2,616	2,721	2,866	2,652	2,649	2,706	2,896	2,657
International Priority ¹	389	402	386	399	507	544	546	553
International Economy ¹	176	186	179	184	238	258	254	265
Total International Export Packages ¹	565	588	565	583	745	802	800	818
International Domestic ^{1,2}	855	954	878	869	2,202	2,571	2,500	2,431
Total Avg Daily Packages ¹	4,036	4,263	4,309	4,104	5,596	6,079	6,196	5,906
Avg. Daily Freight Pounds (000s):								
U.S.	7,278	8,213	8,340	8,885	8,067	8,177	8,458	8,050
International Priority ^{1,3}	1,701	1,763	1,621	1,722	4,751	5,371	5,193	5,365
International Economy ^{1,3}	790	842	793	808	11,153	12,593	12,579	12,796
International Airfreight ¹	609	678	622	586	1,869	1,959	1,995	1,787
Total Avg Daily Freight Pounds ¹	10,378	11,496	11,376	12,001	25,840	28,100	28,225	27,998
YIELD								
Revenue Per Package:								
U.S. Overnight Box	\$ 21.08	\$ 20.70	\$ 20.56	\$ 20.83	\$ 21.11	\$ 21.15	\$ 21.24	\$ 22.81
U.S. Overnight Envelope	11.99	11.87	12.11	11.99	11.96	12.00	12.41	12.60
Total U.S. Overnight	18.27	18.13	18.11	18.13	18.25	18.38	18.65	19.55
U.S. Deferred	14.52	14.55	14.48	15.12	15.12	15.30	15.00	16.04
Total U.S. Packages	17.03	16.94	16.83	17.20	17.28	17.39	17.36	18.37
International Priority ¹	57.86	56.52	55.35	56.12	52.78	52.26	50.01	50.77
International Economy ¹	50.18	48.53	48.36	49.49	44.78	43.92	44.05	44.88
Total International Export Packages ¹	55.47	54.00	53.14	54.02	50.22	49.57	48.12	48.86
International Domestic ^{1,2}	5.88	5.59	5.47	5.66	7.18	6.79	6.75	6.98
Total Composite Package Yield ¹	\$ 20.05	\$ 19.52	\$ 19.27	\$ 19.99	\$ 17.69	\$ 17.16	\$ 17.05	\$ 17.90
Revenue Per Freight Pound:								
U.S.	\$ 1.21	\$ 1.12	\$ 1.23	\$ 1.18	\$ 1.18	\$ 1.19	\$ 1.27	\$ 1.21
International Priority ^{1,3}	2.28	2.31	2.29	2.29	1.39	1.35	1.41	1.42
International Economy ^{1,3}	1.89	1.84	1.83	1.87	0.57	0.53	0.56	0.57
International Airfreight ¹	0.92	0.75	0.76	0.73	0.76	0.76	0.67	0.75
Total Composite Freight Yield ¹	\$ 1.42	\$ 1.33	\$ 1.40	\$ 1.37	\$ 0.92	\$ 0.89	\$ 0.94	\$ 0.93
PACKAGE YOY GROWTH RATES								
Average Daily Volume Growth:								
U.S. Overnight Box	(0.1%)	2.5%	4.6%	3.1%	3.7%	(0.5%)	0.5%	(5.3%)
U.S. Overnight Envelope	2.7%	1.9%	3.7%	2.0%	5.4%	4.9%	2.6%	1.3%
Total U.S. Overnight	0.7%	2.3%	4.3%	2.8%	4.2%	1.0%	1.1%	(3.3%)
U.S. Deferred	2.2%	(1.6%)	(0.9%)	(6.4%)	(4.7%)	(3.8%)	1.0%	7.9%
Total U.S. Packages	1.2%	1.0%	2.4%	(0.3%)	1.3%	(0.6%)	1.0%	0.2%
International Priority ¹	(4.9%)	(5.2%)	(3.0%)	(2.2%)	30.3%	35.3%	41.5%	38.6%
International Economy ¹	3.5%	3.3%	2.3%	3.4%	35.2%	38.7%	41.9%	44.0%
Total International Export Packages ¹	(2.4%)	(2.6%)	(1.4%)	(0.5%)	31.9%	36.4%	41.6%	40.3%
International Domestic ^{1,2}	4.8%	4.0%	5.7%	2.2%	157.5%	169.5%	184.7%	179.7%
Total Package Volume Growth ¹	1.4%	1.1%	2.5%	0.2%	38.7%	42.6%	43.8%	43.9%
Revenue Growth:								
U.S. Overnight Box	(1.4%)	(1.3%)	3.1%	3.3%	3.9%	1.6%	2.2%	3.7%
U.S. Overnight Envelope	1.7%	(0.7%)	4.1%	3.1%	5.0%	6.3%	3.4%	6.4%
Total U.S. Overnight	(0.8%)	(1.2%)	3.3%	3.3%	4.1%	2.5%	2.5%	4.2%
U.S. Deferred	2.6%	(1.0%)	3.5%	(0.9%)	(0.7%)	1.0%	3.0%	14.4%
Total U.S. Packages	0.1%	(1.2%)	3.3%	2.1%	2.7%	2.1%	2.6%	7.0%
International Priority ¹	(10.2%)	(13.1%)	(8.0%)	(3.6%)	18.9%	24.8%	25.8%	25.4%
International Economy ¹	0.5%	(5.0%)	(2.5%)	3.8%	20.7%	26.1%	26.7%	30.5%
Total International Export Packages ¹	(7.4%)	(10.9%)	(6.5%)	(1.6%)	19.4%	25.2%	26.1%	26.9%
International Domestic ^{1,2}	(11.9%)	(12.3%)	(7.6%)	(1.5%)	214.4%	227.7%	245.2%	245.5%
Total Package Revenue Growth ¹	(3.7%)	(5.9%)	(1.1%)	0.4%	22.3%	25.4%	25.1%	28.9%
AVG POUNDS PER PACKAGE ¹	10.6	10.9	10.2	10.5	13.5	14.1	13.5	14.1
AVG REVENUE PER PACKAGE LB. ¹	\$ 1.89	\$ 1.79	\$ 1.89	\$ 1.90	\$ 1.31	\$ 1.22	\$ 1.26	\$ 1.27
OPERATING WEEKDAYS	65	63	63	65	65	63	62	65

1 - Package and freight statistics include only the operations of FedEx Express for FY16, and of FedEx Express and TNT Express for FY17.

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

3 - Amounts have been recast to conform to the current presentation of the FedEx Express segment.

Unaudited. Differences may result due to rounding.

FedEx Express Segment

Quarterly Shipment Statistics

FY 2018 - FY 2019

	FY 2018				FY 2019			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
AVG. DAILY VOLUME / POUNDS								
Avg. Daily Package Volume (000s):								
U.S. Overnight Box	1,188	1,248	1,315	1,257	1,231	1,308		
U.S. Overnight Envelope	557	547	541	551	551	532		
Total U.S. Overnight	1,745	1,795	1,856	1,808	1,782	1,840		
U.S. Deferred	876	938	1,026	878	916	1,082		
Total U.S. Packages	2,621	2,733	2,882	2,686	2,698	2,922		
International Priority	508	552	537	543	526	555		
International Economy	252	277	266	277	276	302		
Total International Export Packages	760	829	803	820	802	857		
International Domestic ¹	2,251	2,706	2,467	2,401	2,396	2,670		
Total Avg Daily Packages	5,632	6,268	6,152	5,907	5,896	6,449		
Avg. Daily Freight Pounds (000s):								
U.S.	7,727	8,475	8,757	8,512	8,309	8,917		
International Priority	4,872	5,660	5,389	5,471	5,260	5,684		
International Economy	10,281	13,231	13,209	13,738	13,459	15,373		
International Airfreight	1,853	2,145	1,951	1,811	1,717	1,759		
Total Avg Daily Freight Pounds	24,733	29,511	29,306	29,532	28,745	31,733		
YIELD								
Revenue Per Package:								
U.S. Overnight Box	\$ 22.67	\$ 22.73	\$ 22.53	\$ 23.26	\$ 23.57	\$ 23.63		
U.S. Overnight Envelope	12.43	12.53	12.97	13.15	13.09	13.24		
Total U.S. Overnight	19.40	19.62	19.74	20.17	20.33	20.63		
U.S. Deferred	15.42	15.58	15.66	16.52	15.98	15.54		
Total U.S. Packages	18.07	18.24	18.29	18.98	18.85	18.75		
International Priority	53.38	53.70	55.25	56.45	54.80	54.25		
International Economy	46.97	46.77	48.01	48.72	47.43	46.45		
Total International Export Packages	51.25	51.38	52.85	53.84	52.26	51.50		
International Domestic ¹	7.22	7.20	7.45	7.77	7.26	7.15		
Total Composite Package Yield	\$ 18.21	\$ 17.86	\$ 18.46	\$ 19.26	\$ 18.69	\$ 18.30		
Revenue Per Freight Pound:								
U.S.	\$ 1.22	\$ 1.29	\$ 1.36	\$ 1.37	\$ 1.35	\$ 1.41		
International Priority	1.44	1.52	1.60	1.62	1.56	1.57		
International Economy	0.57	0.58	0.60	0.63	0.59	0.57		
International Airfreight	0.69	0.74	0.77	0.78	0.76	0.75		
Total Composite Freight Yield	\$ 0.95	\$ 0.97	\$ 1.02	\$ 1.04	\$ 1.00	\$ 1.00		
PACKAGE YOY GROWTH RATES								
Average Daily Volume Growth:								
U.S. Overnight Box	(5.3%)	(2.7%)	(0.5%)	4.6%	3.6%	4.8%		
U.S. Overnight Envelope	(2.3%)	(1.8%)	(1.5%)	(2.5%)	(1.1%)	(2.7%)		
Total U.S. Overnight	(4.4%)	(2.4%)	(0.8%)	2.3%	2.1%	2.5%		
U.S. Deferred	6.3%	8.3%	0.1%	(1.3%)	4.6%	15.4%		
Total U.S. Packages	(1.1%)	1.0%	(0.5%)	1.1%	2.9%	6.9%		
International Priority	0.2%	1.5%	(1.6%)	(1.8%)	3.5%	0.5%		
International Economy	5.9%	7.4%	4.7%	4.5%	9.5%	9.0%		
Total International Export Packages	2.0%	3.4%	0.4%	0.2%	5.5%	3.4%		
International Domestic ¹	2.2%	5.3%	(1.3%)	(1.2%)	6.4%	(1.3%)		
Total Package Volume Growth	0.6%	3.1%	(0.7%)	0.0%	4.7%	2.9%		
Revenue Growth:								
U.S. Overnight Box	1.6%	4.6%	5.4%	6.6%	7.8%	9.0%		
U.S. Overnight Envelope	1.6%	2.4%	3.1%	1.7%	4.0%	2.8%		
Total U.S. Overnight	1.6%	4.1%	4.9%	5.6%	7.0%	7.8%		
U.S. Deferred	8.4%	10.6%	4.4%	1.5%	8.4%	15.0%		
Total U.S. Packages	3.5%	5.9%	4.8%	4.4%	7.4%	9.9%		
International Priority	1.3%	4.2%	8.7%	9.3%	6.3%	1.7%		
International Economy	11.1%	13.8%	14.6%	13.2%	10.4%	8.6%		
Total International Export Packages	4.1%	7.0%	10.4%	10.4%	7.5%	3.8%		
International Domestic ¹	2.7%	11.5%	9.0%	10.1%	7.1%	(2.0%)		
Total Package Revenue Growth	3.6%	7.3%	7.5%	7.6%	7.4%	5.5%		
AVG POUNDS PER PACKAGE	14.2	14.7	14.5	15.0	15.0	14.7		
AVG REVENUE PER PACKAGE LB.	\$ 1.28	\$ 1.21	\$ 1.27	\$ 1.28	\$ 1.25	\$ 1.24		
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 Shipment Statistics FY 2020

FY 2020			
FIRST	SECOND	THIRD	FOURTH
QUARTER	QUARTER	QUARTER	QUARTER

AVG. DAILY VOLUME / POUNDS

Avg. Daily Package Volume (000s):

- U.S. Overnight Box
- U.S. Overnight Envelope
- Total U.S. Overnight
- U.S. Deferred
- Total U.S. Packages
- International Priority
- International Economy
- Total International Export Packages
- International Domestic¹
- Total Avg Daily Packages

Avg. Daily Freight Pounds (000s):

- U.S.
- International Priority
- International Economy
- International Airfreight
- Total Avg Daily Freight Pounds

YIELD

Revenue Per Package:

- U.S. Overnight Box
- U.S. Overnight Envelope
- Total U.S. Overnight
- U.S. Deferred
- Total U.S. Packages
- International Priority
- International Economy
- Total International Export Packages
- International Domestic¹
- Total Composite Package Yield

Revenue Per Freight Pound:

- U.S.
- International Priority
- International Economy
- International Airfreight
- Total Composite Freight Yield

PACKAGE YOY GROWTH RATES

Average Daily Volume Growth:

- U.S. Overnight Box
- U.S. Overnight Envelope
- Total U.S. Overnight
- U.S. Deferred
- Total U.S. Packages
- International Priority
- International Economy
- Total International Export Packages
- International Domestic¹
- Total Package Volume Growth

Revenue Growth:

- U.S. Overnight Box
- U.S. Overnight Envelope
- Total U.S. Overnight
- U.S. Deferred
- Total U.S. Packages
- International Priority
- International Economy
- Total International Export Packages
- International Domestic¹
- Total Package Revenue Growth

AVG POUNDS PER PACKAGE

AVG REVENUE PER PACKAGE LB.

OPERATING WEEKDAYS	64	63	63	64
--------------------	----	----	----	----

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

Unaudited. Differences may result due to rounding.

FedEx Express Aircraft and Vehicle Fleet Statistics FY 2016 – FY 2024

	Gross Max Structural Payload (Lbs/Aircraft)	May 31			As of Nov. 30	To Be Delivered/(Retired) in FY					
		2016	2017	2018	2018	2019	2020	2021	2022	2023	2024
Trunk (Jet) Aircraft:											
Boeing 757-200	63,000	119	119	119	119	-	-	-	-	-	-
Boeing 767F ¹	127,100	32	46	57	66	7	17	18	12	6	-
Boeing MD10-10	137,500	30	26	25	23	(5)	(11)	(7)	-	-	-
Boeing MD10-30	175,900	13	13	13	13	-	-	(7)	(6)	-	-
Boeing MD11	192,600	56	57	57	57	-	-	-	-	-	-
Boeing 777F ²	233,300	27	30	34	36	2	5	2	3	4	1
Boeing 747-400	261,400	2	2	2	2	(2)	-	-	-	-	-
Airbus A300-600	106,600	68	68	68	68	-	-	-	-	-	-
Airbus A310-300	83,170	<u>10</u>	<u>10</u>	<u>10</u>	<u>10</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Subtotal - Trunk Aircraft		357	371	385	394	2	11	6	9	10	1
Feeder (Turboprop) Aircraft:											
Cessna 208B	2,830	239	239	239	238	-	-	-	-	-	-
Cessna 408 ³	6,000	-	-	-	-	-	-	12	12	12	14
ATR-72	17,970	21	21	21	21	-	-	-	-	-	-
ATR-72 600F ⁴	17,600	-	-	-	-	-	-	5	6	6	6
ATR-42	12,070	<u>26</u>	<u>26</u>	<u>25</u>	<u>25</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Subtotal - Feeder Aircraft		<u>286</u>	<u>286</u>	<u>285</u>	<u>284</u>	<u>-</u>	<u>-</u>	<u>17</u>	<u>18</u>	<u>18</u>	<u>20</u>
Aircraft Fleet Total		<u>643</u>	<u>657</u>	<u>670</u>	<u>678</u>	<u>2</u>	<u>11</u>	<u>23</u>	<u>27</u>	<u>28</u>	<u>21</u>
Scheduled Lease Expirations:						2019	2020	2021	2022	2023	2024
Boeing MD11 ⁵						1	2	1	-	2	3
Airbus A300-600 ⁵						1	8	10	1	2	7
Boeing 777F ⁶						-	-	-	-	-	3
Boeing 747-400F ⁶						2	-	-	-	-	-
Vehicle Fleet (000s)⁷											
Long-Haul Tractors		3.2	4.1	4.5	4.5						
All Other Motorized Vehicles		<u>45.2</u>	<u>90.9</u>	<u>83.3</u>	<u>84.0</u>						
Vehicle Fleet Total		<u>48.4</u>	<u>95.0</u>	<u>87.8</u>	<u>88.5</u>						

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

- 1 - As of November 30, 2018, B767F count includes 1 aircraft that is not currently in operation. As of November 30, 2018, we are committed to purchase 60 B767Fs.
- 2 - As of November 30, 2018, we are committed to purchase 22 B777Fs.
- 3 - As of November 30, 2018, we are committed to purchase 50 Cessna SkyCourier 408s.
- 4 - As of November 30, 2018, we are committed to purchase 30 ATR-72 600Fs.
- 5 - Leased aircraft disposition determined at expiration.
- 6 - Leased aircraft will be returned at lease expiration.
- 7 - FY17, FY18 and the first half of FY19 vehicle fleet totals include TNT Express and TNT owner operator vehicles.

Unaudited.

FedEx Express Jet Fuel Statistics FY 2016 – FY 2019

	FY 2016				FY 2017			
	<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)	277,269	276,180	296,643	289,243	282,563	280,625	293,551	293,024
Price Per Gallon	\$ 1.881	\$ 1.604	\$ 1.299	\$ 1.301	\$ 1.516	\$ 1.556	\$ 1.686	\$ 1.689
Jet Fuel Expense (\$000s)	\$ 521,642	\$ 442,889	\$ 385,386	\$ 376,428	\$ 428,345	\$ 436,769	\$ 495,012	\$ 495,018

	FY 2018				FY 2019			
	<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)	312,427	318,978	325,851	317,057	315,006	327,248		
Price Per Gallon	\$ 1.619	\$ 1.878	\$ 2.056	\$ 2.163	\$ 2.306	\$ 2.387		
Jet Fuel Expense (\$000s)	\$ 505,684	\$ 598,946	\$ 669,977	\$ 685,713	\$ 726,449	\$ 781,128		

Unaudited. Differences may result due to rounding.

FedEx Ground Segment

Annual Consolidated Statements of Income

FY 2016 – FY 2019

Years ended May 31
In millions

	<u>FY 2016¹</u>	<u>FY 2017¹</u>	<u>FY 2018¹</u>	<u>Q2 YTD FY2019</u>
Revenues	\$ 15,051	\$ 16,503	\$ 18,395	\$ 9,941
Operating Expenses:				
Salaries and employee benefits ²	2,261	2,627	3,003	1,696
Purchased transportation	6,619	7,177	7,936	4,404
Rentals	579	696	754	391
Depreciation and amortization	556	627	681	353
Fuel	10	10	12	7
Maintenance and repairs	258	293	309	161
Intercompany charges ²	1,230	1,335	1,471	791
Other	1,298	1,495	1,700	885
	<u>12,811</u>	<u>14,260</u>	<u>15,866</u>	<u>8,688</u>
Operating Income ²	<u>\$ 2,240</u>	<u>\$ 2,243</u>	<u>\$ 2,529</u>	<u>\$ 1,253</u>

SELECTED STATISTICS

Operating Margin ²	14.9%	13.6%	13.7%	12.6%
-------------------------------	-------	-------	-------	-------

1 - Effective in the fourth quarter of 2018, we realigned the specialty service companies FedEx Custom Critical and FedEx Supply Chain in a new organizational structure under FedEx Trade Networks. The FedEx Trade Networks operating results are included in "Corporate, other and eliminations." Prior quarter and year amounts and all operating statistics for the transportation segments have been revised to conform to the current year segmentation.

2 - FY17 and FY18 amounts have been recast to conform to the current year presentation reflecting new pension accounting rules in effect in FY19.

Unaudited. Differences may result due to rounding.

FedEx Ground Segment

Quarterly Consolidated Statements of Income

FY 2016 - FY 2017¹

Years ended May 31
In millions

	FY 2016				FY 2017			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Revenues	\$ 3,460	\$ 3,677	\$ 4,025	\$ 3,889	\$ 3,893	\$ 4,017	\$ 4,297	\$ 4,296
Operating Expenses:								
Salaries and employee benefits ²	515	557	612	577	614	669	687	657
Purchased transportation	1,478	1,669	1,841	1,631	1,641	1,803	1,955	1,778
Rentals	129	139	152	159	165	172	179	180
Depreciation and amortization	132	136	145	143	145	155	165	162
Fuel	3	2	3	2	2	3	3	2
Maintenance and repairs	62	62	64	70	68	71	76	78
Intercompany charges ²	297	301	312	320	330	333	335	337
Other	320	300	347	331	332	361	396	406
	<u>2,936</u>	<u>3,166</u>	<u>3,476</u>	<u>3,233</u>	<u>3,297</u>	<u>3,567</u>	<u>3,796</u>	<u>3,600</u>
Operating Income ²	<u>\$ 524</u>	<u>\$ 511</u>	<u>\$ 549</u>	<u>\$ 656</u>	<u>\$ 596</u>	<u>\$ 450</u>	<u>\$ 501</u>	<u>\$ 696</u>

SELECTED STATISTICS

Operating Margin ²	15.1%	13.9%	13.6%	16.9%	15.3%	11.2%	11.7%	16.2%
-------------------------------	-------	-------	-------	-------	-------	-------	-------	-------

1 - Effective in the fourth quarter of 2018, we realigned the specialty service companies FedEx Custom Critical and FedEx Supply Chain in a new organizational structure under FedEx Trade Networks. The FedEx Trade Networks operating results are included in "Corporate, other and eliminations." Prior quarter and year amounts and all operating statistics for the transportation segments have been revised to conform to the current year segmentation.

2 - FY17 amounts have been recast to conform to the current year presentation reflecting new pension accounting rules in effect in FY19.

Unaudited. Differences may result due to rounding.

FedEx Ground Segment

Quarterly Consolidated Statements of Income

FY 2018 - FY 2019

Years ended May 31
In millions

	FY 2018 ¹				FY 2019			
	<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>
Revenues:								
FedEx Ground	\$ 4,245	\$ 4,525	\$ 4,828	\$ 4,797	\$ 4,799	\$ 5,142		
Operating Expenses:								
Salaries and employee benefits ²	680	767	799	757	805	891		
Purchased transportation	1,776	2,014	2,154	1,992	2,062	2,342		
Rentals	184	190	192	188	191	200		
Depreciation and amortization	161	166	177	177	173	180		
Fuel	2	4	4	2	3	4		
Maintenance and repairs	75	77	75	82	77	84		
Intercompany charges ²	359	366	374	372	397	394		
Other	402	445	439	414	424	461		
	<u>3,639</u>	<u>4,029</u>	<u>4,214</u>	<u>3,984</u>	<u>4,132</u>	<u>4,556</u>		
Operating Income ²	<u>\$ 606</u>	<u>\$ 496</u>	<u>\$ 614</u>	<u>\$ 813</u>	<u>\$ 667</u>	<u>\$ 586</u>		

SELECTED STATISTICS

Operating Margin ²	14.3%	11.0%	12.7%	16.9%	13.9%	11.4%
-------------------------------	-------	-------	-------	-------	-------	-------

1- Effective in the fourth quarter of 2018, we realigned the specialty service companies FedEx Custom Critical and FedEx Supply Chain in a new organizational structure under FedEx Trade Networks. The FedEx Trade Networks operating results are included in "Corporate, other and eliminations." Prior quarter and year amounts and all operating statistics for the transportation segments have been revised to conform to the current year segmentation.

2- FY18 amounts have been recast to conform to the current year presentation reflecting new pension accounting rules in effect in FY19.

Unaudited. Differences may result due to rounding.

FedEx Ground Segment Annual Shipment Statistics FY 2016 - FY 2019

	FY 2016	FY 2017	FY 2018	Q2 YTD FY 2019
<u>FedEx Ground</u>				
Total Package Volume (000s)	1,926,666	2,013,434	2,125,735	1,116,338
Average Daily Package Volume (000s)	7,526	7,896	8,336	8,721
Yield (Revenue Per Package)	\$ 7.80	\$ 8.18	\$ 8.63	\$ 8.88
Average Daily YOY Volume Growth Rate	8.9%	4.9%	5.6%	7.3%
Yield YOY Growth Rate	8.9%	4.9%	5.5%	5.6%
OPERATING WEEKDAYS	256	255	255	128

Unaudited. Differences may result due to rounding.

FedEx Ground Segment Quarterly Shipment Statistics FY 2016 – FY 2020

	<u>FY 2016</u>				<u>FY 2017</u>			
	<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>
<u>FedEx Ground</u>								
Total Package Volume (000s)	436,628	480,229	525,363	484,447	480,256	504,297	528,381	500,500
Avg. Daily Package Vol. (000s)	6,717	7,623	8,339	7,453	7,389	8,005	8,522	7,700
Yield (Revenue Per Package)	\$ 7.91	\$ 7.64	\$ 7.65	\$ 8.01	\$ 8.09	\$ 7.95	\$ 8.12	\$ 8.57
Avg. Daily YOY Pkg. Growth Rate	4.0%	9.4%	11.2%	10.5%	10.0%	5.0%	2.2%	3.3%
Yield YOY Growth Rate	10.6%	9.8%	8.4%	6.9%	2.3%	4.1%	6.1%	7.0%
OPERATING WEEKDAYS	65	63	63	65	65	63	62	65
	<u>FY 2018</u>				<u>FY 2019</u>			
	<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>
<u>FedEx Ground</u>								
Total Package Volume (000s)	499,745	540,269	557,579	528,142	534,389	581,949		
Avg. Daily Package Vol. (000s)	7,688	8,576	8,993	8,125	8,221	9,237		
Yield (Revenue Per Package)	\$ 8.47	\$ 8.35	\$ 8.64	\$ 9.05	\$ 8.96	\$ 8.81		
Avg. Daily YOY Pkg. Growth Rate	4.0%	7.1%	5.5%	5.5%	6.9%	7.7%		
Yield YOY Growth Rate	4.7%	5.0%	6.4%	5.6%	5.8%	5.5%		
OPERATING WEEKDAYS	65	63	62	65	65	63	62	65
	<u>FY 2020</u>							
	<u>FIRST QUARTER</u>	<u>SECOND QUARTER</u>	<u>THIRD QUARTER</u>	<u>FOURTH QUARTER</u>				
<u>FedEx Ground</u>								
Total Package Volume (000s)								
Avg. Daily Package Vol. (000s)								
Yield (Revenue Per Package)								
Avg. Daily YOY Pkg. Growth Rate								
Yield YOY Growth Rate								
OPERATING WEEKDAYS	64	63	63	64				

Unaudited. Differences may result due to rounding.

FedEx Freight Segment

Annual Consolidated Statements of Income

FY 2016 – FY 2019

Years ended May 31
In millions

	FY 2016 ¹	FY 2017 ¹	FY 2018 ¹	Q2 YTD FY2019
Revenues	\$ 5,825	\$ 6,070	\$ 6,812	\$ 3,877
Operating Expenses:				
Salaries and employee benefits ²	2,874	3,018	3,307	1,847
Purchased transportation	690	717	847	509
Rentals	140	134	153	84
Depreciation and amortization	244	265	296	154
Fuel	363	384	471	287
Maintenance and repairs	206	214	227	125
Intercompany charges ²	437	488	514	275
Other	450	479	507	272
	<u>5,404</u>	<u>5,699</u>	<u>6,322</u>	<u>3,553</u>
Operating Income ²	<u>\$ 421</u>	<u>\$ 371</u>	<u>\$ 490</u>	<u>\$ 324</u>

SELECTED STATISTICS

Operating Margin ²	7.2%	6.1%	7.2%	8.4%
-------------------------------	------	------	------	------

1 - Effective in the fourth quarter of 2018, we realigned the specialty service companies FedEx Custom Critical and FedEx Supply Chain in a new organizational structure under FedEx Trade Networks. The FedEx Trade Networks operating results are included in "Corporate, other and eliminations." Prior quarter and year amounts and all operating statistics for the transportation segments have been revised to conform to the current year segmentation.

2- FY17 and FY18 amounts have been recast to conform to the current year presentation reflecting new pension accounting rules in effect in FY19.

Unaudited. Differences may result due to rounding.

FedEx Freight Segment

Quarterly Consolidated Statements of Income

FY 2016 - FY 2017¹

Years ended May 31
In millions

	FY 2016				FY 2017			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Revenues	\$ 1,502	\$ 1,447	\$ 1,361	\$ 1,516	\$ 1,562	\$ 1,502	\$ 1,406	\$ 1,600
Operating Expenses:								
Salaries and employee benefits ²	708	718	704	744	762	751	724	781
Purchased transportation	179	174	160	178	189	181	167	180
Rentals	43	33	32	32	30	34	35	35
Depreciation and amortization	58	60	64	62	63	65	68	69
Fuel	102	95	80	86	91	92	99	102
Maintenance and repairs	53	53	48	52	53	55	50	56
Intercompany charges ²	108	107	108	114	124	122	117	125
Other	121	109	109	111	122	121	109	127
	1,372	1,349	1,305	1,379	1,434	1,421	1,369	1,475
Operating Income ²	\$ 130	\$ 98	\$ 56	\$ 137	\$ 128	\$ 81	\$ 37	\$ 125

SELECTED STATISTICS

Operating Margin ²	8.7%	6.8%	4.1%	9.0%	8.2%	5.4%	2.6%	7.8%
-------------------------------	------	------	------	------	------	------	------	------

1- Effective in the fourth quarter of 2018, we realigned the specialty service companies FedEx Custom Critical and FedEx Supply Chain in a new organizational structure under FedEx Trade Networks. The FedEx Trade Networks operating results are included in "Corporate, other and eliminations." Prior quarter and year amounts and all operating statistics for the transportation segments have been revised to conform to the current year segmentation.

2- FY17 amounts have been recast to conform to the current year presentation reflecting new pension accounting rules in effect in FY19.

Unaudited. Differences may result due to rounding.

FedEx Freight Segment

Quarterly Consolidated Statements of Income

FY 2018 - FY 2019

Years ended May 31
In millions

	FY 2018 ¹				FY 2019			
	<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>
Revenues	\$ 1,664	\$ 1,673	\$ 1,613	\$ 1,862	\$ 1,959	\$ 1,918		
Operating Expenses:								
Salaries and employee benefits ²	793	820	816	878	928	919		
Purchased transportation	198	208	204	237	259	250		
Rentals	36	37	41	39	42	42		
Depreciation and amortization	68	72	76	80	78	76		
Fuel	97	112	127	135	137	150		
Maintenance and repairs	56	59	52	60	62	63		
Intercompany charges ²	125	127	129	133	138	137		
Other	126	130	119	132	139	133		
	<u>1,499</u>	<u>1,565</u>	<u>1,564</u>	<u>1,694</u>	<u>1,783</u>	<u>1,770</u>		
Operating Income ²	<u>\$ 165</u>	<u>\$ 108</u>	<u>\$ 49</u>	<u>\$ 168</u>	<u>\$ 176</u>	<u>\$ 148</u>		

SELECTED STATISTICS

Operating Margin ²	9.9%	6.5%	3.0%	9.0%	9.0%	7.7%
-------------------------------	------	------	------	------	------	------

1- Effective in the fourth quarter of 2018, we realigned the specialty service companies FedEx Custom Critical and FedEx Supply Chain in a new organizational structure under FedEx Trade Networks. The FedEx Trade Networks operating results are included in "Corporate, other and eliminations." Prior quarter and year amounts and all operating statistics for the transportation segments have been revised to conform to the current year segmentation.

2- FY18 amounts have been recast to conform to the current year presentation reflecting new pension accounting rules in effect in FY19.

Unaudited. Differences may result due to rounding.

FedEx Freight Segment Annual Shipment Statistics FY 2016 – FY 2019

	FY 2016	FY 2017	FY 2018	Q2 YTD FY 2019
Shipments Per Day				
Priority	67,743	70,658	74,519	81,399
Economy	31,054	30,951	31,934	34,989
Total shipments per day	98,797	101,609	106,453	116,388
Weight Per Shipment (lbs)				
Priority	1,191	1,176	1,213	1,211
Economy	1,145	1,129	1,134	1,026
Composite Weight per Shipment	1,177	1,161	1,190	1,155
Revenue/Shipment				
Priority	\$ 218.50	\$ 221.67	\$ 236.78	\$ 248.24
Economy	261.27	265.77	286.85	295.00
Composite Revenue/Shipment	\$ 232.11	\$ 235.20	\$ 251.93	\$ 262.29
Revenue/CWT				
Priority	\$ 18.35	\$ 18.85	\$ 19.52	\$ 20.50
Economy	22.81	23.55	25.29	28.76
Composite Revenue/CWT	\$ 19.73	\$ 20.25	\$ 21.18	\$ 22.71
Avg. Daily Shipment Growth Rate				
Priority	1.3%	4.3%	5.5%	8.0%
Economy	8.5%	(0.3%)	3.2%	9.4%
Total shipments per day	3.5%	2.8%	4.8%	8.4%
Revenue/Shipment Growth Rate				
Priority	(4.8%)	1.5%	6.8%	8.3%
Economy	(1.2%)	1.7%	7.9%	4.7%
Total Composite Revenue/Shipment	(3.3%)	1.3%	7.1%	7.1%
OPERATING WEEKDAYS	254	254	254	127

Unaudited. Differences may result due to rounding.

FedEx Freight Quarterly Shipment Statistics FY 2016 – FY 2019

	FY 2016				FY 2017			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Shipments Per Day								
Priority	66,466	68,889	64,722	70,810	72,509	72,689	65,547	71,744
Economy	30,687	31,440	30,022	32,035	32,302	31,436	29,035	30,965
Total shipments per day	97,153	100,329	94,744	102,845	104,811	104,125	94,583	102,709
Weight Per Shipment (lbs)								
Priority	1,198	1,179	1,189	1,197	1,176	1,165	1,179	1,183
Economy	1,168	1,141	1,152	1,121	1,098	1,113	1,155	1,152
Composite Weight per Shipment	1,189	1,167	1,177	1,173	1,152	1,149	1,172	1,174
Revenue/Shipment								
Priority	\$ 223.26	\$ 218.52	\$ 218.15	\$ 214.32	\$ 217.50	\$ 220.34	\$ 224.63	\$ 224.60
Economy	269.33	263.47	258.35	254.11	255.46	261.28	272.74	274.65
Composite Revenue/Shipment	\$ 237.81	\$ 232.60	\$ 231.61	\$ 226.71	\$ 229.20	\$ 232.70	\$ 239.82	\$ 239.68
Revenue/CWT								
Priority	\$ 18.63	\$ 18.53	\$ 18.35	\$ 17.91	\$ 18.49	\$ 18.92	\$ 19.06	\$ 18.98
Economy	23.06	23.09	22.42	22.66	23.26	23.48	23.61	23.83
Composite Revenue/CWT	\$ 20.01	\$ 19.93	\$ 19.67	\$ 19.33	\$ 19.89	\$ 20.25	\$ 20.47	\$ 20.41
Avg. Daily Shipment Growth Rate								
Priority	(3.6%)	(1.7%)	4.4%	6.7%	9.1%	5.5%	1.3%	1.3%
Economy	5.3%	7.2%	12.1%	9.6%	5.3%	–	(3.3%)	(3.3%)
Total shipments per day	(1.0%)	0.9%	6.7%	7.6%	7.9%	3.8%	(0.2%)	(0.1%)
Revenue/Shipment YOY Growth Rate								
Priority	(2.1%)	(4.4%)	(5.9%)	(6.8%)	(2.6%)	0.8%	3.0%	4.8%
Economy	1.5%	(0.7%)	(2.8%)	(2.6%)	(5.1%)	(0.8%)	5.6%	8.1%
Total Composite Revenue/Shipment	(0.6%)	(2.9%)	(4.5%)	(5.3%)	(3.6%)	–	3.5%	5.7%
OPERATING WEEKDAYS	65	62	62	65	65	62	62	65

	FY 2018				FY 2019			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Shipments Per Day								
Priority	74,432	76,286	69,697	77,521	81,156	81,654		
Economy	31,648	32,352	30,643	33,051	34,589	35,408		
Total shipments per day	106,080	108,638	100,340	110,572	115,745	117,062		
Weight Per Shipment (lbs)								
Priority	1,184	1,201	1,232	1,237	1,218	1,203		
Economy	1,147	1,153	1,133	1,107	1,009	1,043		
Composite Weight per Shipment	1,173	1,187	1,202	1,198	1,156	1,155		
Revenue/Shipment								
Priority	\$ 226.16	\$ 232.25	\$ 242.49	\$ 246.33	\$ 246.77	\$ 249.76		
Economy	277.04	286.35	295.31	289.24	292.33	297.73		
Composite Revenue/Shipment	\$ 241.34	\$ 248.36	\$ 259.20	\$ 259.16	\$ 260.39	\$ 264.27		
Revenue/CWT								
Priority	\$ 19.11	\$ 19.34	\$ 19.67	\$ 19.92	\$ 20.26	\$ 20.76		
Economy	24.15	24.84	26.07	26.13	28.97	28.55		
Composite Revenue/CWT	\$ 20.58	\$ 20.93	\$ 21.56	\$ 21.63	\$ 22.53	\$ 22.89		
Avg. Daily Shipment Growth Rate								
Priority	2.7%	4.9%	6.3%	8.1%	9.0%	7.0%		
Economy	(2.0%)	2.9%	5.5%	6.7%	9.3%	9.4%		
Total shipments per day	1.2%	4.3%	6.1%	7.7%	9.1%	7.8%		
Revenue/Shipment Growth Rate								
Priority	4.0%	5.4%	8.0%	9.7%	9.1%	7.5%		
Economy	8.4%	9.6%	8.3%	5.3%	5.5%	4.0%		
Total Composite Revenue/Shipment	5.3%	6.7%	8.1%	8.1%	7.9%	6.4%		
OPERATING WEEKDAYS	65	62	62	65	65	62	61	65

Unaudited. Differences may result due to rounding.

FedEx Freight Quarterly Shipment Statistics FY 2020

FY 2020			
FIRST	SECOND	THIRD	FOURTH
QUARTER	QUARTER	QUARTER	QUARTER

Shipments Per Day				
Priority				
Economy				
Total shipments per day				
Weight Per Shipment (lbs)				
Priority				
Economy				
Composite Weight per Shipment				
Revenue/Shipment				
Priority				
Economy				
Composite Revenue/Shipment				
Revenue/CWT				
Priority				
Economy				
Composite Revenue/CWT				
Avg. Daily Shipment Growth Rate				
Priority				
Economy				
Total shipments per day				
Revenue/Shipment YOY Growth Rate				
Priority				
Economy				
Total Composite Revenue/Shipment				
OPERATING WEEKDAYS	64	62	62	64

Unaudited. Differences may result due to rounding.