



Historical Statistics

FedEx Corporation

Financial and Operating Statistics

FY 2006 – FY 2015

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

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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	
FY2006 – FY2007	5
FY2008 – FY2009	6
FY2010 – FY2011	7
FY2012 – FY2013	8
FY2014 – FY2015	9
CAPITAL EXPENDITURES	10

• **FEDEX EXPRESS SEGMENT**

ANNUAL CONSOLIDATED STATEMENTS OF INCOME	11
QUARTERLY CONSOLIDATED STATEMENTS OF INCOME	
FY2006 – FY2007	12
FY2008 – FY2009	13
FY2010 – FY2011	14
FY2012 – FY2013	15
FY2014 – FY2015	16
ANNUAL SHIPMENT STATISTICS	17
QUARTERLY SHIPMENT STATISTICS	
FY2006 – FY2007	18
FY2008 – FY2009	19
FY2010 – FY2011	20
FY2012 – FY2013	21
FY2014 – FY2015	22
AIRCRAFT AND VEHICLE FLEET STATISTICS	23
JET FUEL STATISTICS	24

• **FEDEX GROUND SEGMENT**

ANNUAL CONSOLIDATED STATEMENTS OF INCOME	25
QUARTERLY CONSOLIDATED STATEMENTS OF INCOME	
FY2006 – FY2007	26
FY2008 – FY2009	27
FY2010 – FY2011	28
FY2012 – FY2013	29
FY2014 – FY2015	30
ANNUAL SHIPMENT STATISTICS	31
QUARTERLY SHIPMENT STATISTICS	
FY2006 – FY2011	32
FY2012 – FY2015	33

• **FEDEX FREIGHT SEGMENT**

ANNUAL CONSOLIDATED STATEMENTS OF INCOME	34
QUARTERLY CONSOLIDATED STATEMENTS OF INCOME	
FY2006 – FY2007	35
FY2008 – FY2009	36
FY2010 – FY2011	37
FY2012 – FY2013	38
FY2014 – FY2015	39
ANNUAL LTL SHIPMENT STATISTICS	40
QUARTERLY LTL SHIPMENT STATISTICS	
FY2006 – FY2011	41
FY2012 – FY2015	42

Amounts prior to FY2013 have not been recast to reflect pension accounting changes.

In Q1 FY18, we began reporting FedEx Express and TNT Express as one segment. However, amounts prior to FY2016 have not been recast to reflect current segment structure.

In Q4 FY18, we realigned our specialty logistics and e-commerce solutions in a new organizational structure under FedEx Trade Networks, Inc. However, amounts prior to FY2016 have not been recast to reflect current segment structure.

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 \$65 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 425,000 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 approximately 6 million shipments and more than 27 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 for U.S. customers of our major business units, 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.

Effective March 1, 2018, we realigned our specialty logistics and e-commerce solutions in a new organizational structure under FedEx Trade Networks, Inc. The realignment allows us to improve our ability to deliver the capabilities of our specialty services companies to customers. The new structure includes FedEx Custom Critical, FedEx Cross Border, and FedEx Supply Chain, FedEx Trade Networks Transport & Brokerage and a new company called FedEx Forward Depots.

FedEx Corporation

Condensed Consolidated Balance Sheets

FY 2006 – FY 2015

May 31
In millions (except share data)

	<u>FY 2006</u>	<u>FY 2007</u>	<u>FY 2008</u>	<u>FY 2009</u>	<u>FY 2010</u>	<u>FY 2011</u>	<u>FY 2012</u>	<u>FY 2013</u>	<u>FY 2014</u>	<u>FY 2015</u>
<u>ASSETS</u>										
Current Assets										
Cash and cash equivalents	\$ 1,937	\$ 1,569	\$ 1,539	\$ 2,292	\$ 1,952	\$ 2,328	\$ 2,843	\$ 4,917	\$ 2,908	\$ 3,763
Other current assets:										
Receivables, less allowances	3,516	3,942	4,359	3,391	4,163	4,581	4,704	5,044	5,460	5,719
Spare parts, supplies and fuel, less allowances	308	338	435	367	389	437	440	457	463	498
Deferred income taxes ¹	539	536	544	511	529	610	533	533	522	–
Prepaid expenses and other	164	244	367	555	251	329	536	323	330	355
Total other current assets	<u>4,527</u>	<u>5,060</u>	<u>5,705</u>	<u>4,824</u>	<u>5,332</u>	<u>5,957</u>	<u>6,213</u>	<u>6,357</u>	<u>6,775</u>	<u>6,572</u>
Total current assets	<u>6,464</u>	<u>6,629</u>	<u>7,244</u>	<u>7,116</u>	<u>7,284</u>	<u>8,285</u>	<u>9,056</u>	<u>11,274</u>	<u>9,683</u>	<u>10,335</u>
Property and Equipment, at Cost²										
Aircraft and related equipment	8,611	9,593	10,165	10,118	11,640	13,146	14,360	14,716	15,632	16,186
Facilities and sort equipment	3,558	3,889	4,817	4,960	5,193	5,591	5,912	6,452		
Package handling and ground support equipment ³									6,082	6,725
Information technology	4,331	4,685	5,040	4,280	4,218	4,408	4,646	4,958	5,097	5,208
Vehicles ³	2,203	2,561	2,754	3,078	3,170	3,294	3,654	4,080	5,514	5,816
Other equipment	5,371	6,362	6,529	6,824	7,081	7,247	7,592	7,903		
Facilities and other ³									8,366	8,929
	<u>24,074</u>	<u>27,090</u>	<u>29,305</u>	<u>29,260</u>	<u>31,302</u>	<u>33,686</u>	<u>36,164</u>	<u>38,109</u>	<u>40,691</u>	<u>42,864</u>
Less accumulated depreciation and amortization	<u>13,304</u>	<u>14,454</u>	<u>15,827</u>	<u>15,843</u>	<u>16,917</u>	<u>18,143</u>	<u>18,916</u>	<u>19,625</u>	<u>21,141</u>	<u>21,989</u>
Net property and equipment	<u>10,770</u>	<u>12,636</u>	<u>13,478</u>	<u>13,417</u>	<u>14,385</u>	<u>15,543</u>	<u>17,248</u>	<u>18,484</u>	<u>19,550</u>	<u>20,875</u>
Other Long-Term Assets										
Goodwill	2,825	3,497	3,165	2,229	2,200	2,326	2,387	2,755	2,790	3,810
Pension assets	–	–	827	311	–	–	–	–	–	–
Other assets ¹	2,631	1,238	919	1,171	1,033	1,231	1,212	1,054	1,047	1,511
Total other long-term assets	<u>5,456</u>	<u>4,735</u>	<u>4,911</u>	<u>3,711</u>	<u>3,233</u>	<u>3,557</u>	<u>3,599</u>	<u>3,809</u>	<u>3,837</u>	<u>5,321</u>
	<u>\$ 22,690</u>	<u>\$ 24,000</u>	<u>\$ 25,633</u>	<u>\$ 24,244</u>	<u>\$ 24,902</u>	<u>\$ 27,385</u>	<u>\$ 29,903</u>	<u>\$ 33,567</u>	<u>\$ 33,070</u>	<u>\$ 36,531</u>
<u>LIABILITIES AND STOCKHOLDERS' INVESTMENT</u>										
Current Liabilities										
Current portion of long-term debt	\$ 850	\$ 639	\$ 502	\$ 653	\$ 262	\$ 18	\$ 417	\$ 251	\$ 1	\$ 19
Accrued salaries and employee benefits	1,325	1,354	1,118	861	1,146	1,268	1,635	1,688	1,277	1,436
Accounts payable	1,908	2,016	2,195	1,372	1,522	1,702	1,613	1,879	1,971	2,066
Accrued expenses ¹	1,390	1,419	1,553	1,638	1,715	1,894	1,709	1,932	2,063	2,435
Total current liabilities	<u>5,473</u>	<u>5,428</u>	<u>5,368</u>	<u>4,524</u>	<u>4,645</u>	<u>4,882</u>	<u>5,374</u>	<u>5,750</u>	<u>5,312</u>	<u>5,956</u>
Long-Term Debt, Less Current Portion	<u>1,592</u>	<u>2,007</u>	<u>1,506</u>	<u>1,930</u>	<u>1,668</u>	<u>1,667</u>	<u>1,250</u>	<u>2,739</u>	<u>4,736</u>	<u>7,249</u>
Deferred Income Taxes¹	<u>1,367</u>	<u>897</u>	<u>1,264</u>	<u>1,071</u>	<u>891</u>	<u>1,336</u>	<u>836</u>	<u>1,652</u>	<u>2,114</u>	<u>1,210</u>
Other Long-Term Liabilities	<u>2,747</u>	<u>3,012</u>	<u>2,969</u>	<u>3,093</u>	<u>3,887</u>	<u>4,280</u>	<u>7,716</u>	<u>6,028</u>	<u>5,631</u>	<u>7,123</u>
Commitments and Contingencies										
Common Stockholders' Investment										
Common stock \$0.10 par value;										
800 million shares authorized	31	31	31	31	31	32	32	32	32	32
Additional paid-in capital	1,438	1,689	1,922	2,053	2,261	2,484	2,595	2,668	2,643	2,786
Retained earnings	10,068	11,970	13,002	12,919	13,966	15,266	17,134	14,092	16,229	16,900
Accumulated other comprehensive (loss) income ⁴	(24)	(1,030)	(425)	(1,373)	(2,440)	(2,550)	(4,953)	607	506	172
Treasury stock, at cost	(2)	(4)	(4)	(4)	(7)	(12)	(81)	(1)	(4,133)	(4,897)
Total common stockholders' investment	<u>11,511</u>	<u>12,656</u>	<u>14,526</u>	<u>13,626</u>	<u>13,811</u>	<u>15,220</u>	<u>14,727</u>	<u>17,398</u>	<u>15,277</u>	<u>14,993</u>
	<u>\$ 22,690</u>	<u>\$ 24,000</u>	<u>\$ 25,633</u>	<u>\$ 24,244</u>	<u>\$ 24,902</u>	<u>\$ 27,385</u>	<u>\$ 29,903</u>	<u>\$ 33,567</u>	<u>\$ 33,070</u>	<u>\$ 36,531</u>

1 - FY15 amounts were revised in FY16 as part of our adoption of an accounting standard that requires us to classify all deferred tax assets and liabilities as noncurrent on the balance sheet.

2 - FY14 - FY15 amounts were revised in FY17 to conform to the current presentation of asset types.

3 - FY14 amounts were revised in FY15 to reclassify \$1.1 billion of vehicles that were previously presented in package handling and ground support equipment and \$67 million of facilities and other that were previously presented in computer and electronic equipment. The reclassification had no impact on the net book value of PP&E, total assets, or depreciation expense.

4 - Includes other comprehensive income charge of \$1.2 billion, net of taxes, at May 31, 2009, \$1.0 billion, net of taxes, at May 31, 2010, \$350 million, net of taxes, at May 31, 2011, and \$2.4 billion, net of taxes, at May 31, 2012 related to the funded status of our retirement plans.

Differences may result due to rounding.

FedEx Corporation

Condensed Consolidated Statements of Cash Flows

FY 2006 – FY 2015

Years ended May 31
In millions

	<u>FY 2006</u>	<u>FY 2007</u>	<u>FY 2008</u>	<u>FY 2009</u>	<u>FY 2010</u>	<u>FY 2011</u>	<u>FY 2012</u>	<u>FY 2013</u>	<u>FY 2014</u>	<u>FY 2015</u>
OPERATING ACTIVITIES										
Net income	\$ 1,806	\$ 2,016	\$ 1,125	\$ 98	\$ 1,184	\$ 1,452	\$ 2,032	\$ 2,716	\$ 2,324	\$ 1,050
Adjustments to reconcile net income to cash provided by operating activities:										
Lease accounting charge	79	–	–	–	–	–	–	–	–	–
Depreciation and amortization	1,548	1,742	1,946	1,975	1,958	1,973	2,113	2,386	2,587	2,611
Other, net ¹	379	246	1,241	1,682	574	948	1,525	121	601	2,142
Changes in operating assets and liabilities, net	(136)	(447)	(847)	(1,002)	(578)	(332)	(835)	(535)	(1,248)	(437)
Cash provided by operating activities	3,676	3,557	3,465	2,753	3,138	4,041	4,835	4,688	4,264	5,366
INVESTING ACTIVITIES										
Capital expenditures	(2,518)	(2,882)	(2,947)	(2,459)	(2,816)	(3,434)	(4,007)	(3,375)	(3,533)	(4,347)
Business acquisitions, net of cash acquired	–	(1,310)	(4)	(3)	–	(96)	(116)	(483)	(36)	(1,429)
Proceeds from asset dispositions and other	64	68	54	79	35	111	74	55	18	24
Cash used in investing activities	(2,454)	(4,124)	(2,897)	(2,383)	(2,781)	(3,419)	(4,049)	(3,803)	(3,551)	(5,752)
FINANCING ACTIVITIES										
Principal payments on debt	(369)	(906)	(639)	(501)	(653)	(262)	(29)	(417)	(254)	(5)
Proceeds from debt issuances	–	1,054	–	1,000	–	–	–	1,739	1,997	2,491
Proceeds from stock issuances	144	115	108	41	94	108	128	280	557	320
Dividends paid	(97)	(110)	(124)	(137)	(138)	(151)	(164)	(177)	(187)	(227)
Purchases of treasury stock	–	–	–	–	–	–	(197)	(246)	(4,857)	(1,254)
Other, net	(2)	40	38	(3)	5	18	18	5	25	24
Cash (used in) provided by financing activities	(324)	193	(617)	400	(692)	(287)	(244)	1,184	(2,719)	1,349
Effect of exchange rate changes on cash	–	6	19	(17)	(5)	41	(27)	5	(3)	(108)
CASH AND CASH EQUIVALENTS										
Net increase (decrease) in cash and cash equivalents	898	(368)	(30)	753	(340)	376	515	2,074	(2,009)	855
Cash and cash equivalents at beginning of period	1,039	1,937	1,569	1,539	2,292	1,952	2,328	2,843	4,917	2,908
Cash and cash equivalents at end of period	<u>\$ 1,937</u>	<u>\$ 1,569</u>	<u>\$ 1,539</u>	<u>\$ 2,292</u>	<u>\$ 1,952</u>	<u>\$ 2,328</u>	<u>\$ 2,843</u>	<u>\$ 4,917</u>	<u>\$ 2,908</u>	<u>\$ 3,763</u>

1 - FY08 includes noncash impairment charges of \$882 million associated with the decision to minimize the use of the Kinko's tradename (\$515 million) and goodwill resulting from the Kinko's acquisition (\$367 million). FY09 noncash impairment charges of \$1.1 billion include an \$810 million charge related to the reduction of the value of goodwill related to the Kinko's acquisition, \$90 million related to the reduction of the value of goodwill related to the Watkins Motor Lines acquisition and asset impairment charges primarily related to aircraft. FY12 includes an impairment charge of \$134 million resulting from the decision to retire 24 aircraft and related engines. FY13 includes accrued business realignment costs and an impairment charge of \$100 million resulting from the decision to retire 10 aircraft and related engines. FY15 includes noncash impairment charges of \$246 million to permanently retire and adjust the retirement schedule of certain aircraft and related engines.

Differences may result due to rounding.

FedEx Corporation

Annual Consolidated Statements of Income

FY 2006 – FY 2015

Years ended May 31
In millions, except EPS

	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015
Revenue:										
FedEx Express segment	\$ 21,446	\$ 22,681	\$ 24,421	\$ 22,364	\$ 21,555	\$ 24,581	\$ 26,515	\$ 27,171	\$ 27,121	\$ 27,239
FedEx Ground segment	5,306	6,043	6,751	7,047	7,439	8,485	9,573	10,578	11,617	12,984
FedEx Freight segment ¹	3,645	4,586	4,934	4,415	4,321	4,911	5,282	5,401	5,757	6,191
FedEx Services segment ²	2,088	2,137	2,138	1,977	1,770	1,684	1,671	1,580	1,536	1,545
Eliminations and other	(191)	(233)	(291)	(306)	(351)	(357)	(361)	(443)	(464)	(506)
Total Revenue	32,294	35,214	37,953	35,497	34,734	39,304	42,680	44,287	45,567	47,453
Operating Expenses:										
Salaries and employee benefits ³	12,571	13,740	14,202	13,767	14,027	15,276	16,099	16,055	16,171	17,110
Purchased transportation ⁴	3,251	3,977	4,634	4,534	4,728	5,674	6,335	7,272	8,011	8,483
Rentals and landing fees ⁵	2,390	2,343	2,441	2,429	2,359	2,462	2,487	2,521	2,622	2,682
Depreciation and amortization	1,550	1,742	1,946	1,975	1,958	1,973	2,113	2,386	2,587	2,611
Fuel ⁴	3,256	3,429	4,409	3,811	3,106	4,151	4,956	4,746	4,557	3,720
Maintenance and repairs	1,777	1,952	2,068	1,898	1,715	1,979	1,980	1,909	1,862	2,099
Business realignment, impairment and other charges ⁶	–	–	882	1,204	18	89	134	660	–	276
Retirement plans mark-to-market adjustment	–	–	–	–	–	–	–	(1,368)	15	2,190
Other ^{7,8}	4,485	4,755	5,296	5,132	4,825	5,322	5,390	5,672	5,927	6,415
Total Operating Expenses	29,280	31,938	35,878	34,750	32,736	36,926	39,494	39,853	41,752	45,586
Operating Income (Loss):										
FedEx Express segment ^{3,5,6}	1,813	1,991	1,901	794	1,127	1,228	1,260	929	1,428	1,584
FedEx Ground segment ⁴	716	822	736	807	1,024	1,325	1,764	1,859	2,021	2,172
FedEx Freight segment ^{1,6}	485	463	329	(44)	(153)	(175)	162	246	351	484
FedEx Services segment ^{2,6}	–	–	(891)	(810)	–	–	–	–	–	–
Corporate, eliminations, and other ⁹	–	–	–	–	–	–	–	1,400	15	(2,373)
Total Operating Income	3,014	3,276	2,075	747	1,998	2,378	3,186	4,434	3,815	1,867
Other Expense:										
Interest, net	(104)	(53)	(54)	(59)	(71)	(77)	(39)	(61)	(142)	(221)
Other, net	(11)	(8)	(5)	(11)	(33)	(36)	(6)	(35)	(15)	(19)
Total Other Expense	(115)	(61)	(59)	(70)	(104)	(113)	(45)	(96)	(157)	(240)
Income Before Income Taxes	2,899	3,215	2,016	677	1,894	2,265	3,141	4,338	3,658	1,627
Provision for Income Taxes	1,093	1,199	891	579	710	813	1,109	1,622	1,334	577
Net Income	\$ 1,806	\$ 2,016	\$ 1,125	\$ 98	\$ 1,184	\$ 1,452	\$ 2,032	\$ 2,716	\$ 2,324	\$ 1,050
Basic Earnings Per Share^{6,9}	\$ 5.94	\$ 6.57	\$ 3.64	\$ 0.31	\$ 3.78	\$ 4.61	\$ 6.44	\$ 8.61	\$ 7.56	\$ 3.70
Diluted Earnings Per Share^{6,9}	\$ 5.83	\$ 6.48	\$ 3.60	\$ 0.31	\$ 3.76	\$ 4.57	\$ 6.41	\$ 8.55	\$ 7.48	\$ 3.65
Avg Common and Common Equivalent Shares	310	311	312	312	314	317	317	317	310	287
SELECTED STATISTICS										
Operating Margin	9.3%	9.3%	5.5%	2.1%	5.8%	6.1%	7.5%	10.0%	8.4%	3.9%
Pretax Margin	9.0%	9.1%	5.3%	1.9%	5.5%	5.8%	7.4%	9.8%	8.0%	3.4%
Return on Assets ¹⁰	8.4%	8.6%	4.5%	0.4%	4.8%	5.6%	7.1%	4.9%	7.0%	3.0%
Return on Equity ¹⁰	17.1%	16.7%	8.3%	0.7%	8.6%	10.0%	13.6%	9.7%	14.2%	6.9%
Dividends Paid Per Common Share	\$ 0.32	\$ 0.36	\$ 0.40	\$ 0.44	\$ 0.44	\$ 0.48	\$ 0.52	\$ 0.56	\$ 0.60	\$ 0.80

1 - The FedEx Freight segment includes the operations of FedEx National LTL from September 3, 2006.

2 - During Q1 FY08, the company revised its reportable segments as a result of an internal reorganization of FedEx Office. As a result, FedEx Office is part of the FedEx Services reportable segment. Net operating costs of the FedEx Services segment are allocated to the transportation segments it supports. FY06 - FY08 amounts have been revised to conform to our current segment presentation.

3 - Results for FY07 include a \$143 million charge for signing bonuses and other upfront compensation associated with the new pilot labor contract at FedEx Express.

4 - In FY09, the company reclassified certain fuel supplemental costs at FedEx Ground related to its independent contractors from fuel expense to purchased transportation expense. FY07 and FY08 amounts have been revised to conform to the current presentation.

5 - Results for FY06 include a \$79 million charge to adjust the accounting for certain facility leases, predominantly at FedEx Express.

6 - FY08 includes impairment of approximately \$891 million (\$696 million, net of tax, or \$2.23 per diluted share), predominantly related to noncash impairment charges associated with the decision to minimize the use of the Kinko's trade name and goodwill resulting from the Kinko's acquisition (FedEx Services Segment). FY09 includes impairment and other charges of approximately \$1.2 billion (\$1.1 billion, net of tax, or \$3.45 per diluted share), including an \$810 million charge related to the reduction of the value of goodwill related to the Kinko's acquisition (FedEx Services Segment), \$90 million related to the reduction of goodwill related to the Watkins Motor Lines acquisition (FedEx Freight Segment), aircraft-related charges and other charges primarily associated with aircraft-related lease and contract termination costs and employee severance. The charges included in the results of the FedEx Services Segment were not allocated to our transportation segments as the charges were unrelated to the core performance of these businesses. FY11 includes charges of approximately \$199 million (\$104 million, net of tax and applicable variable incentive compensation impacts, or \$0.33 per diluted share) related to the combination of the company's FedEx Freight and FedEx National LTL operations and a reserve related to a legal matter at FedEx Express. FY12 includes an impairment charge of \$134 million (\$84 million, net of tax, or \$0.26 per diluted share) resulting from the decision to retire 24 aircraft and related engines at FedEx Express. FY13 includes \$560 million of business realignment costs and an impairment charge of \$100 million resulting from the decision to retire 10 aircraft and related engines at FedEx Express. FY15 includes aircraft impairment and related charges of approximately \$276 million (\$175 million, net of tax, or \$0.61 per diluted share) to permanently retire and adjust the retirement schedule of certain aircraft and related engines: such charges are included in FedEx Express segment results.

7 - Predominantly includes costs associated with outside service contracts (such as security, facility services and cargo handling), insurance, legal reserves, professional fees and uniforms.

8 - FY11 includes a \$66 million reserve for the ATA litigation at FedEx Express that was reversed in FY12.

9 - Includes a mark-to-market pension gain of approximately \$1.4 billion (\$835 million, net of tax, or \$2.63 per diluted share) in FY13, a loss of \$15 million (\$9 million, net of tax, or \$0.03 per diluted share) in FY14, and a loss of approximately \$2.2 billion (\$1.4 billion, net of tax, or \$4.81 per diluted share) in FY15.

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

Differences may result due to rounding. Certain prior period amounts have been reclassified to conform to current period's presentation.

FedEx Corporation

Quarterly Consolidated Statements of Income

FY 2006 – FY 2007

Years ended May 31
In millions, except EPS

	FY 2006				FY 2007			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Revenue:								
FedEx Express segment	\$ 5,122	\$ 5,370	\$ 5,340	\$ 5,614	\$ 5,640	\$ 5,693	\$ 5,523	\$ 5,825
FedEx Ground segment	1,219	1,307	1,363	1,417	1,417	1,520	1,523	1,583
FedEx Freight segment	892	932	848	973	1,013	1,225	1,101	1,247
FedEx Services segment ¹	517	528	501	542	527	543	508	558
Other & eliminations	(43)	(47)	(49)	(52)	(52)	(55)	(63)	(62)
Total Revenue	7,707	8,090	8,003	8,494	8,545	8,926	8,592	9,151
Operating Expenses:								
Salaries and employee benefits ²	3,062	3,081	3,162	3,266	3,285	3,526	3,414	3,515
Purchased transportation	771	812	814	854	925	1,020	1,031	1,001
Rentals and landing fees ^{3,4}	665	584	577	564	570	584	598	591
Depreciation and amortization	370	386	391	403	399	430	449	464
Fuel ³	728	891	774	863	912	836	807	874
Maintenance and repairs ³	468	445	427	437	515	492	484	461
Other ³	1,059	1,101	1,145	1,180	1,155	1,199	1,168	1,233
Total Operating Expenses	7,123	7,300	7,290	7,567	7,761	8,087	7,951	8,139
Operating Income (Loss):								
FedEx Express segment	297	489	452	575	475	508	395	613
FedEx Ground segment	151	165	189	211	159	193	196	274
FedEx Freight segment	135	135	73	142	150	138	50	125
Other & eliminations	1	1	(1)	(1)	-	-	-	-
Total Operating Income	584	790	713	927	784	839	641	1,012
Other Income (Expense):								
Interest, net	(24)	(30)	(28)	(22)	(9)	(17)	(11)	(16)
Other, net	(11)	-	(2)	2	(5)	1	(1)	(3)
Total Other Income (Expense)	(35)	(30)	(30)	(20)	(14)	(16)	(12)	(19)
Income Before Income Taxes	549	760	683	907	770	823	629	993
Provision for Income Taxes	210	289	255	339	295	312	209	383
Net Income	\$ 339	\$ 471	\$ 428	\$ 568	\$ 475	\$ 511	\$ 420	\$ 610
Basic Earnings Per Share	\$ 1.12	\$ 1.55	\$ 1.41	\$ 1.86	\$ 1.55	\$ 1.67	\$ 1.37	\$ 1.98
Weighted Avg. Common Shares	303	303	305	306	306	307	307	308
Diluted Earnings Per Share	\$ 1.10	\$ 1.53	\$ 1.38	\$ 1.82	\$ 1.53	\$ 1.64	\$ 1.35	\$ 1.96
Avg Common and Common Equiv. Shares	308	308	310	312	310	311	311	311
SELECTED STATISTICS								
Operating Margin	7.6%	9.8%	8.9%	10.9%	9.2%	9.4%	7.5%	11.1%
Pretax Margin	7.1%	9.4%	8.5%	10.7%	9.0%	9.2%	7.3%	10.9%
Dividends Paid Per Common Share	\$ 0.08	\$ 0.08	\$ 0.08	\$ 0.08	\$ 0.09	\$ 0.09	\$ 0.09	\$ 0.09

1 - During Q1 FY08, the company revised its reportable segments as a result of an internal reorganization of FedEx Office. As a result, FedEx Office is part of the FedEx Services reportable segment. Net operating costs of the FedEx Services segment are allocated to the transportation segments it supports. FY06 - FY07 amounts have been revised to conform to the current segment presentation.

2 - Results for Q2 FY07 include a \$143 million charge for signing bonuses and other upfront compensation associated with the new pilot labor contract at FedEx Express.

3 - Certain prior period amounts have been reclassified to conform to the current presentation.

4 - Results for Q1 FY06 include a \$79 million charge to adjust the accounting for certain facility leases, predominantly at FedEx Express.

Unaudited. Differences may result due to rounding.

FedEx Corporation

Quarterly Consolidated Statements of Income

FY 2008 – FY 2009

Years ended May 31
In millions, except EPS

	FY 2008				FY 2009			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Revenue:								
FedEx Express segment	\$ 5,889	\$ 6,037	\$ 6,129	\$ 6,366	\$ 6,419	\$ 6,098	\$ 5,050	\$ 4,797
FedEx Ground segment	1,618	1,698	1,720	1,715	1,761	1,789	1,793	1,704
FedEx Freight segment	1,233	1,236	1,155	1,310	1,353	1,200	914	948
FedEx Services segment ¹	525	550	511	552	513	528	458	478
Other & eliminations	(66)	(70)	(78)	(77)	(76)	(77)	(78)	(75)
Total Revenue	9,199	9,451	9,437	9,866	9,970	9,538	8,137	7,852
Operating Expenses:								
Salaries and employee benefits	3,483	3,510	3,593	3,616	3,585	3,503	3,414	3,265
Purchased transportation ²	1,057	1,178	1,174	1,225	1,278	1,181	1,060	1,015
Rentals and landing fees	593	611	615	622	617	612	609	591
Depreciation and amortization	473	482	492	499	492	491	496	496
Fuel ³	932	1,018	1,134	1,325	1,528	1,106	636	541
Maintenance and repairs	544	519	479	526	537	521	449	391
Impairment charges ^{3,4}	–	–	–	882	–	–	–	1,204
Other	1,303	1,350	1,309	1,334	1,303	1,340	1,291	1,198
Total Operating Expenses	8,385	8,668	8,796	10,029	9,340	8,754	7,955	8,701
Operating Income (Loss):								
FedEx Express segment ⁴	519	531	425	426	345	540	45	(136)
FedEx Ground segment	190	173	170	203	196	212	196	203
FedEx Freight segment ⁴	105	79	46	99	89	32	(59)	(106)
FedEx Services segment ^{1,3,4}	–	–	–	(891)	–	–	–	(810)
Total Operating Income	814	783	641	(163)	630	784	182	(849)
Other Income (Expense):								
Interest, net	(25)	(15)	(10)	(4)	(9)	(10)	(19)	(21)
Other, net	(2)	–	(3)	–	(3)	–	(4)	(4)
Total Other Income (Expense)	(27)	(15)	(13)	(4)	(12)	(10)	(23)	(25)
Income Before Income Taxes	787	768	628	(167)	618	774	159	(874)
Provision for Income Taxes	293	289	235	74	234	281	62	2
Net Income	\$ 494	\$ 479	\$ 393	(\$241)	\$ 384	\$ 493	\$ 97	(\$876)
Basic Earnings Per Share ^{3,4}	\$ 1.60	\$ 1.55	\$ 1.27	(\$0.78)	\$ 1.24	\$ 1.59	\$ 0.31	(\$2.82)
Weighted Avg. Common Shares	308	309	309	310	311	311	311	311
Diluted Earnings Per Share ^{3,4}	\$ 1.58	\$ 1.54	\$ 1.26	(\$0.78)	\$ 1.23	\$ 1.58	\$ 0.31	(\$2.82)
Avg Common and Common Equiv. Shares	312	312	312	310	313	312	312	311

SELECTED STATISTICS

Operating Margin	8.8%	8.3%	6.8%	(1.7%)	6.3%	8.2%	2.2%	(10.8%)
Pretax Margin	8.6%	8.1%	6.7%	(1.7%)	6.2%	8.1%	2.0%	(11.1%)
Dividends Paid Per Common Share	\$ 0.10	\$ 0.10	\$ 0.10	\$ 0.10	\$ 0.11	\$ 0.11	\$ 0.11	\$ 0.11

1 - During Q1 FY08, the company revised its reportable segments as a result of an internal reorganization of FedEx Office. As a result, FedEx Office is part of the FedEx Services reportable segment. Net operating costs of the FedEx Services segment are allocated to the transportation segments it supports. FY08 amounts have been revised to conform to the current segment presentation.

2 - In Q2 FY09, the company reclassified certain fuel supplemental costs at FedEx Ground related to its independent contractors from fuel expense to purchased transportation expense. FY08 amounts have been revised to conform to the current period presentation.

3 - Q4 FY08 FedEx Services segment operating expenses include a charge of approximately \$891 million (\$696 million, net of tax, or \$2.22 per diluted share), predominately related to noncash impairment charges associated with the decision to minimize the use of the Kinko's trade name and goodwill resulting from the Kinko's acquisition. These charges included in the results of the FedEx Services Segment were not allocated to our transportation segments as the charges were unrelated to the core performance of these businesses.

4 - Q4 FY09 includes impairment and other charges of approximately \$1.2 billion (\$1.1 billion, net of tax, or \$3.46 per diluted share), including an \$810 million charge related to the reduction of the value of goodwill related to the Kinko's acquisition (FedEx Services Segment), \$90 million related to the reduction of the value of goodwill related to the Watkins Motor Lines acquisition (FedEx Freight Segment), aircraft-related charges and other charges primarily associated with aircraft-related lease and contract termination costs and employee severance. The charges included in the results of the FedEx Services Segment were not allocated to our transportation segments as they were unrelated to the core performance of these businesses.

Unaudited. Differences may result due to rounding.

FedEx Corporation

Quarterly Consolidated Statements of Income

FY 2010 – FY 2011

Years ended May 31
In millions, except EPS

	FY 2010				FY 2011			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Revenue:								
FedEx Express segment	\$ 4,924	\$ 5,314	\$ 5,440	\$ 5,877	\$ 5,912	\$ 5,992	\$ 6,049	\$ 6,628
FedEx Ground segment	1,730	1,837	1,910	1,962	1,961	2,077	2,184	2,263
FedEx Freight segment	982	1,068	1,040	1,231	1,258	1,221	1,123	1,309
FedEx Services segment	451	465	406	448	415	434	397	438
Other & eliminations	(78)	(88)	(95)	(90)	(89)	(92)	(90)	(86)
Total Revenue	<u>8,009</u>	<u>8,596</u>	<u>8,701</u>	<u>9,428</u>	<u>9,457</u>	<u>9,632</u>	<u>9,663</u>	<u>10,552</u>
Operating Expenses:								
Salaries and employee benefits	3,377	3,424	3,549	3,677	3,803	3,779	3,828	3,866
Purchased transportation	1,054	1,155	1,220	1,299	1,327	1,390	1,446	1,511
Rentals and landing fees	578	593	593	595	601	628	621	612
Depreciation and amortization	495	487	488	488	479	502	493	499
Fuel	666	744	810	886	887	938	1,049	1,277
Maintenance and repairs	401	410	404	500	517	473	480	509
Impairment and other charges ¹	–	–	–	18	–	67	21	1
Other ¹	1,123	1,212	1,221	1,269	1,215	1,386	1,332	1,389
Total Operating Expenses	<u>7,694</u>	<u>8,025</u>	<u>8,285</u>	<u>8,732</u>	<u>8,829</u>	<u>9,163</u>	<u>9,270</u>	<u>9,664</u>
Operating Income (Loss):								
FedEx Express segment ¹	104	345	265	413	357	264	178	429
FedEx Ground segment	209	238	258	319	287	296	325	417
FedEx Freight segment ¹	2	(12)	(107)	(36)	(16)	(91)	(110)	42
Total Operating Income	<u>315</u>	<u>571</u>	<u>416</u>	<u>696</u>	<u>628</u>	<u>469</u>	<u>393</u>	<u>888</u>
Other Income (Expense):								
Interest, net	(18)	(15)	(19)	(19)	(18)	(23)	(24)	(12)
Other, net	(3)	(9)	(16)	(5)	(7)	(9)	(9)	(11)
Total Other Income (Expense)	<u>(21)</u>	<u>(24)</u>	<u>(35)</u>	<u>(24)</u>	<u>(25)</u>	<u>(32)</u>	<u>(33)</u>	<u>(23)</u>
Income Before Income Taxes	294	547	381	672	603	437	360	865
Provision for Income Taxes	113	202	142	253	223	154	129	307
Net Income	<u>\$ 181</u>	<u>\$ 345</u>	<u>\$ 239</u>	<u>\$ 419</u>	<u>\$ 380</u>	<u>\$ 283</u>	<u>\$ 231</u>	<u>\$ 558</u>
Basic Earnings Per Share ¹	<u>\$ 0.58</u>	<u>\$ 1.10</u>	<u>\$ 0.76</u>	<u>\$ 1.34</u>	<u>\$ 1.21</u>	<u>\$ 0.90</u>	<u>\$ 0.73</u>	<u>\$ 1.76</u>
Weighted Avg. Common Shares	312	312	312	313	314	314	315	315
Diluted Earnings Per Share ¹	<u>\$ 0.58</u>	<u>\$ 1.10</u>	<u>\$ 0.76</u>	<u>\$ 1.33</u>	<u>\$ 1.20</u>	<u>\$ 0.89</u>	<u>\$ 0.73</u>	<u>\$ 1.75</u>
Avg Common and Common Equiv. Shares	312	314	315	316	315	316	317	318

SELECTED STATISTICS

Operating Margin	3.9%	6.6%	4.8%	7.4%	6.6%	4.9%	4.1%	8.4%
Pretax Margin	3.7%	6.4%	4.4%	7.1%	6.4%	4.5%	3.7%	8.2%
Dividends Paid Per Common Share	\$ 0.11	\$ 0.11	\$ 0.11	\$ 0.11	\$ 0.12	\$ 0.12	\$ 0.12	\$ 0.12

1 - Q2 FY11 FedEx Express segment operating expenses include a \$66 million reserve for the ATA litigation. Q2, Q3 and Q4 FY11 FedEx Freight segment operating income includes \$133 million in costs related to the combination of the company's FedEx Freight and FedEx National LTL operations.

Unaudited. Differences may result due to rounding.

FedEx Corporation

Quarterly Consolidated Statements of Income

FY 2012 – FY 2013

Years ended May 31
In millions, except EPS

	FY 2012				FY 2013			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Revenue:								
FedEx Express segment	\$ 6,592	\$ 6,583	\$ 6,543	\$ 6,797	\$ 6,632	\$ 6,858	\$ 6,704	\$ 6,977
FedEx Ground segment	2,278	2,339	2,480	2,476	2,462	2,593	2,747	2,776
FedEx Freight segment	1,328	1,325	1,234	1,395	1,399	1,377	1,237	1,388
FedEx Services segment	411	427	401	432	389	405	380	406
Other & eliminations	(88)	(87)	(94)	(92)	(90)	(126)	(115)	(112)
Total Revenue	10,521	10,587	10,564	11,008	10,792	11,107	10,953	11,435
Operating Expenses:								
Salaries and employee benefits	4,004	3,982	4,021	4,092	3,974	3,996	4,021	4,064
Purchased transportation	1,518	1,576	1,619	1,622	1,680	1,860	1,871	1,861
Rentals and landing fees	620	623	628	616	618	630	640	633
Depreciation and amortization	509	518	543	543	573	592	599	622
Fuel	1,244	1,200	1,233	1,279	1,138	1,235	1,215	1,158
Maintenance and repairs	551	511	456	462	542	511	424	432
Business realignment, impairment and other charges ^{1,2}	–	–	–	134	4	13	47	596
Retirement plans mark-to-market adjustment	–	–	–	–	–	–	–	(1,368)
Corporate, eliminations and other	1,338	1,397	1,251	1,404	1,392	1,423	1,418	1,439
Total Operating Expenses	9,784	9,807	9,751	10,152	9,921	10,260	10,235	9,437
Operating Income (Loss):								
FedEx Express segment ^{1,2,3}	288	342	349	281	302	322	211	94
FedEx Ground segment ¹	407	398	465	494	463	430	484	482
FedEx Freight segment ¹	42	40	(1)	81	101	85	13	47
Corporate, eliminations and other	–	–	–	–	5	10	10	1,375
Total Operating Income	737	780	813	856	871	847	718	1,998
Other Income (Expense):								
Interest, net	(11)	(7)	(12)	(9)	(10)	(18)	(9)	(24)
Other, net	(2)	4	(9)	1	(5)	(8)	(16)	(6)
Total Other Income (Expense)	(13)	(3)	(21)	(8)	(15)	(26)	(25)	(30)
Income Before Income Taxes	724	777	792	848	856	821	693	1,968
Provision for Income Taxes	260	280	271	298	318	304	253	747
Net Income	\$ 464	\$ 497	\$ 521	\$ 550	\$ 538	\$ 517	\$ 440	\$ 1,221
Basic Earnings Per Share ^{1,2}	\$ 1.46	\$ 1.57	\$ 1.66	\$ 1.74	\$ 1.71	\$ 1.65	\$ 1.39	\$ 3.85
Weighted Avg. Common Shares	316	315	314	315	315	314	315	317
Diluted Earnings Per Share ^{1,2}	\$ 1.46	\$ 1.57	\$ 1.65	\$ 1.73	\$ 1.70	\$ 1.64	\$ 1.38	\$ 3.82
Avg Common and Common Equiv. Shares	318	316	316	317	316	315	317	319

SELECTED STATISTICS

Operating Margin	7.0%	7.4%	7.7%	7.8%	8.1%	7.6%	6.6%	17.5%
Pretax Margin	6.9%	7.3%	7.5%	7.7%	7.9%	7.4%	6.3%	17.2%
Dividends Paid Per Common Share	\$ 0.13	\$ 0.13	\$ 0.13	\$ 0.13	\$ 0.14	\$ 0.14	\$ 0.14	\$ 0.14

1 - The FedEx Express segment includes \$2 million in Q1, \$9 million in Q2, \$34 million in Q3 and \$360 million in Q4 FY13 of direct and allocated costs associated with our business realignment activities. The FedEx Ground segment includes \$3 million in Q2, \$9 million in Q3 and \$93 million in Q4 FY13 of direct and allocated costs associated with our business realignment activities. The FedEx Freight segment includes \$1 million in Q1, \$1 million in Q2, \$5 million in Q3 and \$43 million in Q4 FY13 of direct and allocated costs associated with our business realignment activities.

2 - Q4 FY13 FedEx Express segment operating expenses include an impairment charge of \$100 million resulting from the decision to retire 10 aircraft and related engines.

3 - Q3 FY12 FedEx Express segment operating expenses include the reversal of a \$66 million reserve associated with the ATA litigation. Q4 FY12 FedEx Express segment operating expenses include an impairment charge of \$134 million resulting from the decision to retire 24 aircraft and related engines.

Unaudited. Differences may result due to rounding.

FedEx Corporation

Quarterly Consolidated Statements of Income

FY 2014 – FY 2015

Years ended May 31
In millions, except EPS

	FY 2014				FY 2015			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Revenue:								
FedEx Express segment	\$ 6,605	\$ 6,844	\$ 6,674	\$ 6,998	\$ 6,862	\$ 7,024	\$ 6,656	\$ 6,697
FedEx Ground segment	2,730	2,849	3,031	3,007	2,960	3,063	3,393	3,568
FedEx Freight segment	1,424	1,434	1,347	1,552	1,609	1,585	1,428	1,569
FedEx Services segment	375	391	368	402	374	394	370	407
Eliminations and other	(110)	(115)	(119)	(120)	(121)	(127)	(131)	(127)
Total Revenue	11,024	11,403	11,301	11,839	11,684	11,939	11,716	12,114
Operating Expenses:								
Salaries and employee benefits	3,981	4,052	4,071	4,067	4,114	4,229	4,335	4,432
Purchased transportation	1,879	2,040	2,063	2,029	2,054	2,185	2,165	2,079
Rentals and landing fees	640	648	662	672	660	663	686	673
Depreciation and amortization	639	647	652	649	651	651	652	657
Fuel	1,104	1,136	1,163	1,154	1,120	1,052	810	738
Maintenance and repairs	480	479	438	465	556	543	505	495
Impairment and other charges ¹	–	–	–	–	–	–	–	276
Retirement plans mark-to-market adjustment ²	–	–	–	15	–	–	–	2,190
Other ³	1,410	1,478	1,515	1,524	1,467	1,528	1,525	1,895
Total Operating Expenses	10,133	10,480	10,564	10,575	10,622	10,851	10,678	13,435
Operating Income (Loss):								
FedEx Express segment ¹	305	389	200	534	377	492	393	322
FedEx Ground segment	486	441	493	601	545	465	559	603
FedEx Freight segment	100	85	36	130	168	112	67	137
Corporate, eliminations and other ^{2,3}	–	8	8	(1)	(28)	19	19	(2,383)
Total Operating Income	891	923	737	1,264	1,062	1,088	1,038	(1,321)
Other Income (Expense):								
Interest, net	(27)	(30)	(38)	(47)	(48)	(47)	(58)	(68)
Other, net	(2)	(5)	(9)	1	(2)	5	5	(27)
Total Other Expense	(29)	(35)	(47)	(46)	(50)	(42)	(53)	(95)
Income Before Income Taxes	862	888	690	1,218	1,012	1,046	985	(1,416)
Provision for Income Taxes	314	329	253	438	359	383	357	(521)
Net Income	\$ 548	\$ 559	\$ 437	\$ 780	\$ 653	\$ 663	\$ 628	(\$895)
Basic Earnings Per Share ^{1,2,3}	\$ 1.73	\$ 1.77	\$ 1.44	\$ 2.66	\$ 2.29	\$ 2.34	\$ 2.21	(\$3.16)
Weighted Avg. Common Shares	316	315	303	293	285	283	283	283
Diluted Earnings Per Share ^{1,2,3}	\$ 1.72	\$ 1.75	\$ 1.42	\$ 2.62	\$ 2.26	\$ 2.31	\$ 2.18	(\$3.16)
Avg Common and Common Equiv. Shares	319	319	307	296	289	287	287	283

SELECTED STATISTICS

Operating Margin	8.1%	8.1%	6.5%	10.7%	9.1%	9.1%	8.9%	(10.9%)
Pretax Margin	7.8%	7.8%	6.1%	10.3%	8.7%	8.8%	8.4%	(11.7%)
Dividends Paid Per Common Share	\$ 0.15	\$ 0.15	\$ 0.15	\$ 0.15	\$ 0.20	\$ 0.20	\$ 0.20	\$ 0.20

1- Q4 FY15 amounts include aircraft impairment and related charges of approximately \$276 million (\$175 million, net of tax, or \$0.62 per diluted share).

2- Q4 FY14 amounts include a mark-to-market pension charge of approximately \$15 million (\$9 million, net of tax, or \$0.03 per diluted share). Q4 FY15 amounts include a mark-to-market pension charge of approximately \$2.2 billion (\$1.4 billion, net of tax, or \$4.81 per diluted share).

3- Q4 FY15 amounts include a legal reserve increase of \$197 million (\$133 million, net of tax, or \$0.47 per diluted share).

Unaudited. Differences may result due to rounding.

FedEx Corporation

Capital Expenditures

FY 2006 – FY 2015

Years ended May 31
In millions

	<u>FY 2006</u>	<u>FY 2007</u>	<u>FY 2008</u>	<u>FY 2009</u>	<u>FY 2010</u>	<u>FY 2011</u>	<u>FY 2012</u>	<u>FY 2013</u>	<u>FY 2014</u>	<u>FY 2015</u>
<u>By Asset Type</u>¹										
Aircraft and related equipment	\$ 1,033	\$ 1,107	\$ 998	\$ 925	\$ 1,537	\$ 1,988	\$ 1,875	\$ 1,190	\$ 1,327	\$ 1,866
Facilities and sort equipment	507	674	900	742	630	555	638	727		
Package handling and ground support equipment									549	752
Vehicles	413	445	404	319	220	282	723	452	780	604
Information technology	394	431	366	298	289	455	541	734	422	377
Other equipment	171	225	279	175	140	154	230	272		
Facilities and other									455	748
Total	\$2,518	\$2,882	\$2,947	\$2,459	\$2,816	\$3,434	\$4,007	\$3,375	\$3,533	\$4,347
<u>By Segment</u>										
FedEx Express segment	\$ 1,408	\$ 1,672	\$ 1,716	\$ 1,348	\$ 1,864	\$ 2,467	\$ 2,689	\$ 2,067	\$ 1,994	\$ 2,380
FedEx Ground segment	487	489	509	636	400	426	536	555	850	1,248
FedEx Freight segment	274	287	266	240	212	153	340	326	325	337
FedEx Services Segment ²	344	432	455	235	340	387	437	424	363	381
Other	5	2	1	–	–	1	5	3	1	1
Total	\$2,518	\$2,882	\$2,947	\$2,459	\$2,816	\$3,434	\$4,007	\$3,375	\$3,533	\$4,347

1- FY14 - FY15 amounts were revised in FY17 to conform to the current presentation of asset types.

2- During Q1 FY08, the company revised its reportable segments as a result of an internal reorganization of FedEx Office. As a result, FedEx Office is part of the FedEx Services reportable segment. Net operating costs of the FedEx Services segment are allocated to the transportation segments it supports. FY06 - FY07 amounts have been revised to conform to the current segment presentation.

Unaudited. Differences may result due to rounding.

FedEx Express Segment

Annual Consolidated Statements of Income

FY 2006 – FY 2015

Years ended May 31
In millions

	<u>FY 2006</u>	<u>FY 2007</u>	<u>FY 2008</u>	<u>FY 2009</u>	<u>FY 2010</u>	<u>FY 2011</u>	<u>FY 2012</u>	<u>FY 2013</u>	<u>FY 2014</u>	<u>FY 2015</u>
Package Revenue:										
U.S. Overnight Box	\$ 6,422	\$ 6,485	\$ 6,578	\$ 6,074	\$ 5,602	\$ 6,128	\$ 6,546	\$ 6,513	\$ 6,555	\$ 6,704
U.S. Overnight Envelope	1,974	1,990	2,012	1,855	1,640	1,736	1,747	1,705	1,636	1,629
Total U.S. Overnight	8,396	8,475	8,590	7,929	7,242	7,864	8,293	8,218	8,191	8,333
U.S. Deferred	2,853	2,883	2,995	2,789	2,589	2,805	3,001	3,020	3,188	3,342
Total U.S. Package Revenue	11,249	11,358	11,585	10,718	9,831	10,669	11,294	11,238	11,379	11,675
International Priority ¹	6,139	6,722	7,666	6,978	7,087	6,760	6,849	6,586	6,451	6,251
International Economy						1,468	1,859	2,046	2,229	2,301
Total International Export Package Revenue	6,139	6,722	7,666	6,978	7,087	8,228	8,708	8,632	8,680	8,552
International Domestic ²		369	663	565	578	653	853	1,398	1,446	1,406
Total Package Revenue	17,388	18,449	19,914	18,261	17,496	19,550	20,855	21,268	21,505	21,633
Freight Revenue:										
U.S.	2,218	2,412	2,398	2,165	1,980	2,188	2,498	2,562	2,355	2,300
International Priority ^{1,3}	840	1,044	1,243	1,104	1,303	1,722	1,827	1,678	1,100	1,140
International Economy ³									494	448
International Airfreight ¹	434	395	406	369	251	283	307	276	205	180
Total Freight Revenue	3,492	3,851	4,047	3,638	3,534	4,193	4,632	4,516	4,154	4,068
Other Revenue ⁴	566	381	460	465	525	838	1,028	1,387	1,462	1,538
Total Revenue	21,446	22,681	24,421	22,364	21,555	24,581	26,515	27,171	27,121	27,239
Operating Expenses:										
Salaries and employee benefits ⁵	8,033	8,234	8,451	8,217	8,402	9,183	9,657	9,835	9,797	10,104
Purchased transportation	971	1,098	1,208	1,112	1,177	1,573	1,828	2,331	2,511	2,544
Rentals and landing fees ⁶	1,696	1,610	1,673	1,613	1,577	1,672	1,680	1,684	1,705	1,693
Depreciation and amortization	805	856	944	961	1,016	1,059	1,169	1,350	1,488	1,460
Fuel	2,786	2,946	3,785	3,281	2,651	3,553	4,304	4,130	3,943	3,199
Maintenance and repairs	1,344	1,444	1,512	1,351	1,131	1,353	1,332	1,244	1,182	1,357
Business realignment, impairment and other charges ^{7,8}	–	–	–	260	–	–	134	243	–	276
Intercompany charges ^{9,10}	1,496	2,046	2,134	2,103	1,940	2,043	2,193	2,215	1,888	1,842
Other ^{6,11}	2,502	2,456	2,813	2,672	2,534	2,917	2,958	3,210	3,179	3,180
	19,633	20,690	22,520	21,570	20,428	23,353	25,255	26,242	25,693	25,655
Operating Income	1,813	1,991	1,901	794	1,127	1,228	1,260	929	1,428	1,584

SELECTED STATISTICS

Operating Margin	8.5%	8.8%	7.8%	3.6%	5.2%	5.0%	4.8%	3.4%	5.3%	5.8%
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1 - In FY07, we reclassified certain revenues previously included within International Priority package revenues in the table above that were international priority freight shipments to International Priority Freight to more precisely present the nature of the services provided. Our revenue growth associated with these freight service offerings has been significant, and accordingly, we have reclassified the amounts for 2006-2007 to include these revenues within our Freight revenues.

2 - Beginning Q1 FY08, FedEx Express began disclosing International Domestic shipment revenue. FY07 amounts have been revised to conform to the current period presentation. International domestic revenues represent our international intra-country operations, including acquisitions in India (February 2011), Mexico (July 2011), Poland (June 2012), France (July 2012), Brazil (July 2012) and Southern Africa (May 2014).

3 - FY14 - FY15 amounts have been revised to conform to the current presentation of the FedEx Express segment.

4 - Other revenue includes FedEx Trade Networks and, beginning in Q2 FY10, FedEx SupplyChain Systems.

5 - Results for FY07 include a \$143 million charge for signing bonuses and other upfront compensation associated with the new pilot labor contract.

6 - Fiscal 2006 results include a \$75 million charge to adjust the accounting for certain facility leases.

7 - Results for FY09 include charges of \$260 million related to noncash impairment charges associated with aircraft-related asset impairments and other charges primarily associated with aircraft-related lease and contract termination costs and employee severance.

8 - FY12 includes an impairment charge of \$134 million resulting from the decision to retire 24 aircraft and related engines. FY13 includes \$143 million of predominantly severance costs associated with our voluntary buyout program and an impairment charge of \$100 million resulting from the decision to retire 10 aircraft and related engines. FY15 includes impairment and related charges of \$276 million to permanently retire and adjust the retirement schedule of certain aircraft and related engines.

9 - During Q1 FY08, the company revised its reportable segments as a result of an internal reorganization of FedEx Office. As a result, FedEx Office is part of the FedEx Services reportable segment. Net operating costs of the FedEx Services segment are allocated to the transportation segments it supports. FY05 - FY07 amounts have been revised to conform to the current segment presentation.

10 - FY13 includes allocations of \$262 million for business realignment costs.

11 - FY11 includes a \$66 million reserve for the ATA litigation at FedEx Express. FY12 includes the reversal of a \$66 million reserve associated with the ATA litigation.

Differences may result due to rounding.

FedEx Express Segment

Quarterly Consolidated Statements of Income

FY 2006 – FY 2007

Years ended May 31
In millions

	FY 2006				FY 2007			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Package Revenue:								
U.S. Overnight Box	\$ 1,560	\$ 1,605	\$ 1,597	\$ 1,660	\$ 1,654	\$ 1,634	\$ 1,573	\$ 1,624
U.S. Overnight Envelope	489	480	486	519	511	489	476	514
Total U.S. Overnight	2,049	2,085	2,083	2,179	2,165	2,123	2,049	2,138
U.S. Deferred	687	701	750	715	705	716	740	722
Total U.S. Packages	2,736	2,786	2,833	2,894	2,870	2,839	2,789	2,860
International Priority ¹	1,459	1,543	1,489	1,648	1,665	1,696	1,597	1,764
International Domestic ²					52	56	114	147
Total Package Revenue	4,195	4,329	4,322	4,542	4,587	4,591	4,500	4,771
Freight Revenue:								
U.S.	505	565	574	574	607	624	586	595
International Priority ¹	175	214	202	249	249	271	251	273
International Airfreight ¹	105	117	107	105	104	106	91	94
Total Freight Revenue	785	896	883	928	960	1,001	928	962
Other Revenue ³	142	145	135	144	93	101	95	92
Total Revenue	5,122	5,370	5,340	5,614	5,640	5,693	5,523	5,825
Operating Expenses:								
Salaries and employee benefits	1,971	1,959	2,019	2,084	2,002	2,116	2,043	2,073
Purchased transportation	241	236	238	256	263	269	300	266
Rentals and landing fees ⁴	483	409	408	396	398	392	411	409
Depreciation and amortization	193	203	203	206	205	208	216	227
Fuel	628	760	666	732	798	716	691	741
Maintenance and repairs	361	339	320	324	398	365	357	324
Intercompany charges ⁵	345	371	380	400	502	520	499	525
Other	602	605	654	641	599	599	611	647
	4,824	4,882	4,888	5,039	5,165	5,185	5,128	5,212
Operating Income	\$ 298	\$ 488	\$ 452	\$ 575	\$ 475	\$ 508	\$ 395	\$ 613

SELECTED STATISTICS

Operating Margin	5.8%	9.1%	8.5%	10.2%	8.4%	8.9%	7.2%	10.5%
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1 - In fiscal 2007, we reclassified certain revenues previously included within International Priority package revenues in the table above that were international priority freight shipments to International Priority Freight to more precisely present the nature of the services provided. Our revenue growth associated with these freight service offerings has been significant, and accordingly, we have reclassified the amounts for 2006-2007 to include these revenues within our Freight revenues.

2 - International Domestic shipments are shipments where the origin and destination are both within the same non-U.S. country.

3 - Other revenue includes FedEx Trade Networks.

4 - First quarter fiscal 2006 results include a \$75 million charge to adjust the accounting for certain facility leases.

5 - During Q1 FY08, the company revised its reportable segments as a result of an internal reorganization of FedEx Office. As a result, FedEx Office is part of the FedEx Services reportable segment. Net operating costs of the FedEx Services segment are allocated to the transportation segments it supports. FY06 - FY07 amounts have been revised to conform to the current segment presentation.

Unaudited. Differences may result due to rounding.

FedEx Express Segment

Quarterly Consolidated Statements of Income

FY 2008 – FY 2009

Years ended May 31
In millions

	FY 2008				FY 2009			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Package Revenue:								
U.S. Overnight Box	\$ 1,615	\$ 1,616	\$ 1,652	\$ 1,695	\$ 1,711	\$ 1,619	\$ 1,410	\$ 1,334
U.S. Overnight Envelope	512	480	496	524	525	486	426	418
Total U.S. Overnight	2,127	2,096	2,148	2,219	2,236	2,105	1,836	1,752
U.S. Deferred	711	730	799	755	762	740	682	605
Total U.S. Packages	2,838	2,826	2,947	2,974	2,998	2,845	2,518	2,357
International Priority ¹	1,820	1,911	1,889	2,046	2,044	1,930	1,507	1,497
International Domestic ²	156	173	163	171	170	158	117	120
Total Package Revenue	4,814	4,910	4,999	5,191	5,212	4,933	4,142	3,974
Freight Revenue:								
U.S.	593	604	614	587	598	594	523	450
International Priority ¹	292	312	309	330	340	323	221	220
International Airfreight ¹	94	96	96	120	131	111	69	58
Total Freight Revenue	979	1,012	1,019	1,037	1,069	1,028	813	728
Other Revenue ³	96	115	111	138	138	137	95	95
Total Revenue	5,889	6,037	6,129	6,366	6,419	6,098	5,050	4,797
Operating Expenses:								
Salaries and employee benefits	2,060	2,059	2,154	2,178	2,129	2,059	2,064	1,965
Purchased transportation	280	299	302	327	336	294	241	241
Rentals and landing fees	411	417	421	424	417	403	400	393
Depreciation and amortization	230	234	240	240	239	241	241	240
Fuel	800	872	980	1,133	1,319	953	551	458
Maintenance and repairs	402	376	346	388	394	381	318	258
Impairment and other charges ⁴	-	-	-	-	-	-	-	260
Intercompany charges ⁵	515	536	555	528	533	532	530	508
Other	672	713	706	722	707	695	660	610
	5,370	5,506	5,704	5,940	6,074	5,558	5,005	4,933
Operating Income	\$ 519	\$ 531	\$ 425	\$ 426	\$ 345	\$ 540	\$ 45	(\$136)

SELECTED STATISTICS

Operating Margin	8.8%	8.8%	6.9%	6.7%	5.4%	8.9%	0.9%	(2.8%)
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1 - International Priority includes FedEx International Priority and FedEx International Economy services.

2 - International Domestic shipments are shipments where the origin and destination are both within the same non-U.S. country.

3 - Other revenue includes FedEx Trade Networks.

4 - Q4 FY09 results include charges of \$260 million related to noncash impairment charges associated with aircraft-related asset impairments and other charges primarily associated with aircraft-related charges and other charges primarily associated with aircraft-related lease and contract termination costs and employee severance.

5 - During Q1 FY08, the company revised its reportable segments as a result of an internal reorganization of FedEx Office. As a result, FedEx Office is part of the FedEx Services reportable segment. Net operating costs of the FedEx Services segment are allocated to the transportation segments it supports.

Unaudited. Differences may result due to rounding.

FedEx Express Segment

Quarterly Consolidated Statements of Income

FY 2010 – FY 2011

Years ended May 31
In millions

	FY 2010				FY 2011			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Package Revenue:								
U.S. Overnight Box	\$ 1,331	\$ 1,372	\$ 1,413	\$ 1,486	\$ 1,491	\$ 1,489	\$ 1,514	\$ 1,634
U.S. Overnight Envelope	408	395	400	437	432	416	425	463
Total U.S. Overnight	1,739	1,767	1,813	1,923	1,923	1,905	1,939	2,097
U.S. Deferred	601	626	692	670	661	666	743	735
Total U.S. Packages	2,340	2,393	2,505	2,593	2,584	2,571	2,682	2,832
International Priority ¹	1,594	1,763	1,748	1,982	1,652	1,659	1,610	1,839
International Economy					322	350	364	432
Total International Export Package	1,594	1,763	1,748	1,982	1,974	2,009	1,974	2,271
International Domestic ²	134	151	142	151	148	165	158	182
Total Package Revenue	4,068	4,307	4,395	4,726	4,706	4,745	4,814	5,285
Freight Revenue:								
U.S.	449	490	525	516	523	530	565	570
International Priority	260	321	329	393	406	435	412	469
International Airfreight	61	63	61	66	70	69	68	76
Total Freight Revenue	770	874	915	975	999	1,034	1,045	1,115
Other Revenue ³	86	133	130	176	207	213	190	228
Total Revenue	4,924	5,314	5,440	5,877	5,912	5,992	6,049	6,628
Operating Expenses:								
Salaries and employee benefits	2,043	2,036	2,136	2,187	2,258	2,253	2,321	2,351
Purchased transportation	255	283	292	347	369	388	386	430
Rentals and landing fees	385	396	397	399	403	427	424	418
Depreciation and amortization	252	251	254	259	255	265	267	272
Fuel	571	638	694	748	754	802	898	1,099
Maintenance and repairs	261	267	261	342	352	320	330	351
Intercompany charges	469	470	497	504	513	512	498	520
Other ^{4,5}	584	628	644	678	651	761	747	758
	4,820	4,969	5,175	5,464	5,555	5,728	5,871	6,199
Operating Income	\$ 104	\$ 345	\$ 265	\$ 413	\$ 357	\$ 264	\$ 178	\$ 429

SELECTED STATISTICS

Operating Margin	2.1%	6.5%	4.9%	7.0%	6.0%	4.4%	2.9%	6.5%
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1 - FY10 International Priority includes FedEx International Priority and FedEx International Economy services.

2 - International domestic revenues represent our international intra-country operations, including acquisitions in India (February 2011).

3 - Other revenues include FedEx Trade Networks and, beginning in Q2 FY10, FedEx SupplyChain Systems.

4 - Q2 FY11 includes a \$66 million reserve for the ATA litigation.

5 - Includes predominantly costs associated with outside service contracts (such as security, facility services and cargo handling), professional fees, uniforms, insurance and advertising.

Unaudited. Differences may result due to rounding.

FedEx Express Segment

Quarterly Consolidated Statements of Income

FY 2012 – FY 2013

Years ended May 31
In millions

	FY 2012				FY 2013			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Package Revenue:								
U.S. Overnight Box	\$ 1,640	\$ 1,623	\$ 1,619	\$ 1,664	\$ 1,604	\$ 1,609	\$ 1,609	\$ 1,691
U.S. Overnight Envelope	451	421	426	449	430	409	413	453
Total U.S. Overnight	2,091	2,044	2,045	2,113	2,034	2,018	2,022	2,144
U.S. Deferred	731	731	792	747	702	732	812	774
Total U.S. Packages	2,822	2,775	2,837	2,860	2,736	2,750	2,834	2,918
International Priority	1,757	1,711	1,625	1,756	1,661	1,678	1,567	1,680
International Economy	441	460	454	504	487	514	491	554
Total International Export Package	2,198	2,171	2,079	2,260	2,148	2,192	2,058	2,234
International Domestic ¹	207	217	210	219	309	384	342	363
Total Package Revenue	5,227	5,163	5,126	5,339	5,193	5,326	5,234	5,515
Freight Revenue:								
U.S.	591	628	647	632	610	645	668	639
International Priority	449	470	443	465	439	446	384	409
International Airfreight	77	74	77	79	74	77	64	61
Total Freight Revenue	1,117	1,172	1,167	1,176	1,123	1,168	1,116	1,109
Other Revenue ²	248	248	250	282	316	364	354	353
Total Revenue	6,592	6,583	6,543	6,797	6,632	6,858	6,704	6,977
Operating Expenses:								
Salaries and employee benefits	2,413	2,377	2,410	2,457	2,421	2,435	2,487	2,492
Purchased transportation	449	448	449	482	537	608	583	603
Rentals and landing fees	423	421	425	411	415	418	429	422
Depreciation and amortization	282	288	299	300	323	336	334	357
Fuel	1,077	1,039	1,078	1,110	986	1,074	1,066	1,004
Maintenance and repairs	380	354	303	295	372	349	262	261
Business realignment, impairment and other charges ^{3,4}	-	-	-	134	-	1	13	229
Intercompany charges ⁵	548	548	547	550	494	496	507	718
Other ^{6,7}	732	766	683	777	782	819	812	797
	6,304	6,241	6,194	6,516	6,330	6,536	6,493	6,883
Operating Income	\$ 288	\$ 342	\$ 349	\$ 281	\$ 302	\$ 322	\$ 211	\$ 94

SELECTED STATISTICS

Operating Margin	4.4%	5.2%	5.3%	4.1%	4.6%	4.7%	3.1%	1.3%
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1 - International domestic revenues represent our international intra-country operations, including acquisitions in Mexico (July 2011), Poland (June 2012), France (July 2012) and Brazil (July 2012).

2 - Other revenues include FedEx Trade Networks and FedEx SupplyChain Systems.

3 - Q4 FY12 includes an impairment charge of \$134 million resulting from the decision to retire 24 aircraft and related engines.

4 - Q2 FY13 and Q3 FY13 include severance costs associated with our voluntary buyout program. Q4 FY13 includes an impairment charge of \$100 million resulting from the decision to retire 10 aircraft and related engines. Q4 FY13 includes \$129 million of predominantly severance costs associated with our voluntary buyout program.

5 - FY13 includes allocations of \$21 million in Q3 and \$231 million in Q4 for business realignment costs.

6 - Includes predominantly costs associated with outside service contracts (such as security, facility services and cargo handling), professional fees, uniforms, insurance and advertising.

7 - Q3 FY12 includes the reversal of a \$66 million reserve associated with the ATA litigation at FedEx Express.

Unaudited. Differences may result due to rounding.

FedEx Express Segment

Quarterly Consolidated Statements of Income

FY 2014 – FY 2015

Years ended May 31
In millions

	FY 2014				FY 2015			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Package Revenue:								
U.S. Overnight Box	\$ 1,584	\$ 1,625	\$ 1,643	\$ 1,703	\$ 1,682	\$ 1,705	\$ 1,653	\$ 1,664
U.S. Overnight Envelope	419	398	393	426	415	400	392	422
Total U.S. Overnight	2,003	2,023	2,036	2,129	2,097	2,105	2,045	2,086
U.S. Deferred	729	771	869	819	795	834	895	818
Total U.S. Packages	2,732	2,794	2,905	2,948	2,892	2,939	2,940	2,904
International Priority	1,576	1,642	1,542	1,691	1,630	1,649	1,463	1,509
International Economy	532	567	540	590	571	598	560	572
Total International Export Package	2,108	2,209	2,082	2,281	2,201	2,247	2,023	2,081
International Domestic ¹	345	385	347	369	371	383	328	324
Total Package Revenue	5,185	5,388	5,334	5,598	5,464	5,569	5,291	5,309
Freight Revenue:								
U.S.	624	585	577	569	579	586	580	555
International Priority ²	264	290	261	285	274	294	273	298
International Economy ²	124	127	118	125	121	118	102	108
International Airfreight	54	55	48	48	46	42	45	47
Total Freight Revenue	1,066	1,057	1,004	1,027	1,020	1,040	1,000	1,008
Other Revenue ³	354	399	336	373	378	415	365	380
Total Revenue	6,605	6,844	6,674	6,998	6,862	7,024	6,656	6,697
Operating Expenses:								
Salaries and employee benefits	2,411	2,439	2,480	2,467	2,478	2,524	2,572	2,530
Purchased transportation	608	660	608	635	647	681	614	602
Rentals and landing fees	421	420	432	432	426	422	436	409
Depreciation and amortization	369	373	374	372	374	368	364	354
Fuel	956	986	1,010	991	970	906	697	626
Maintenance and repairs	307	308	273	294	379	357	324	297
Business realignment, impairment and other charges ⁴	-	-	-	-	-	-	-	276
Intercompany charges	455	479	471	483	448	452	460	482
Other	773	790	826	790	763	822	796	799
	6,300	6,455	6,474	6,464	6,485	6,532	6,263	6,375
Operating Income	\$ 305	\$ 389	\$ 200	\$ 534	\$ 377	\$ 492	\$ 393	\$ 322

SELECTED STATISTICS

Operating Margin	4.6%	5.7%	3.0%	7.6%	5.5%	7.0%	5.9%	4.8%
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1 - International domestic revenues represent our international intra-country operations, including acquisitions in Southern Africa (May 2014).

2 - Amounts have been revised to conform to the current presentation of the FedEx Express segment.

3 - Other revenues include FedEx Trade Networks.

4 - Q4 FY15 includes impairment and related charges of \$276 million resulting from the decision to permanently retire and adjust the retirement schedule of certain aircraft and related engines.

Unaudited. Differences may result due to rounding.

FedEx Express

Annual Shipment Statistics

FY 2006– FY 2015

	<u>FY 2006</u>	<u>FY 2007</u>	<u>FY 2008</u>	<u>FY 2009</u>	<u>FY 2010</u>	<u>FY 2011</u>	<u>FY 2012</u>	<u>FY 2013</u>	<u>FY 2014</u>	<u>FY 2015</u>
AVG DAILY VOLUME / POUNDS										
Average Daily Package Volume (000s):										
U.S. Overnight Box	1,203	1,174	1,151	1,127	1,157	1,184	1,146	1,134	1,164	1,240
U.S. Overnight Envelope	713	706	677	627	614	627	586	574	538	527
Total U.S. Overnight	1,916	1,880	1,828	1,754	1,771	1,811	1,732	1,708	1,702	1,767
U.S. Deferred	901	898	895	849	867	873	845	835	869	916
Total U.S. Packages	2,817	2,778	2,723	2,603	2,638	2,684	2,577	2,543	2,571	2,683
International Priority ¹	466	487	517	475	523	459	421	421	410	410
International Economy						116	138	155	170	176
Total International Export Packages	466	487	517	475	523	575	559	576	580	586
International Domestic ²		135	296	298	318	348	495	785	819	853
Total Avg Daily Packages	3,283	3,400	3,536	3,376	3,479	3,607	3,631	3,904	3,970	4,122
Average Daily Freight Pounds (000s):										
U.S.	9,374	9,569	8,648	7,287	7,141	7,340	7,487	7,612	7,854	7,833
International Priority ^{1,3}	1,634	1,878	2,220	1,959	2,544	3,184	3,303	3,048	1,760	1,879
International Economy ³									1,162	1,008
International Airfreight ¹	2,126	1,831	1,817	1,475	1,222	1,235	1,171	1,066	798	684
Total Avg Daily Freight Pounds	13,134	13,278	12,685	10,721	10,907	11,759	11,961	11,726	11,574	11,404
YIELD										
Revenue Per Package:										
U.S. Overnight Box	\$ 20.94	\$ 21.66	\$ 22.40	\$ 21.21	\$ 19.00	\$ 20.29	\$ 22.31	\$ 22.52	\$ 22.18	\$ 21.29
U.S. Overnight Envelope	10.86	11.06	11.66	11.65	10.47	10.86	11.65	11.66	11.97	12.15
Total U.S. Overnight	17.19	17.68	18.42	17.79	16.04	17.02	18.70	18.87	18.95	18.56
U.S. Deferred	12.42	12.59	13.12	12.94	11.70	12.60	13.87	14.18	14.44	14.36
Total U.S. Packages	15.66	16.04	16.68	16.21	14.61	15.59	17.12	17.33	17.42	17.13
International Priority ¹	51.64	54.13	58.11	57.81	53.10	57.68	63.47	61.28	61.88	60.05
International Economy						49.76	52.77	51.77	51.75	51.54
Total International Export Packages	51.64	54.13	58.11	57.81	53.10	56.08	60.83	58.72	58.92	57.50
International Domestic ²		10.77	8.80	7.50	7.14	7.38	6.74	6.99	6.95	6.49
Total Composite Package Yield	\$ 20.77	\$ 21.28	\$ 22.08	\$ 21.30	\$ 19.72	\$ 21.25	\$ 22.44	\$ 21.36	\$ 21.32	\$ 20.66
Revenue Per Freight Pound:										
U.S.	\$ 0.93	\$ 0.99	\$ 1.09	\$ 1.17	\$ 1.09	\$ 1.17	\$ 1.30	\$ 1.32	\$ 1.18	\$ 1.16
International Priority ^{1,3}	2.02	2.18	2.20	2.22	2.01	2.12	2.16	2.16	2.46	2.39
International Economy ³									1.67	1.75
International Airfreight ¹	0.80	0.84	0.88	0.99	0.81	0.90	1.02	1.01	1.01	1.04
Total Composite Freight Yield	\$ 1.04	\$ 1.14	\$ 1.25	\$ 1.34	\$ 1.27	\$ 1.40	\$ 1.51	\$ 1.51	\$ 1.41	\$ 1.40
PACKAGE GROWTH RATES										
Average Daily Volume Growth:										
U.S. Overnight Box	1.6%	(2.4%)	(2.0%)	(2.1%)	2.7%	2.3%	(3.2%)	(1.0%)	2.6%	6.5%
U.S. Overnight Envelope	4.9%	(1.0%)	(4.1%)	(7.4%)	(2.1%)	2.1%	(6.5%)	(2.0%)	(6.3%)	(2.0%)
Total U.S. Overnight	2.8%	(1.9%)	(2.8%)	(4.0%)	1.0%	2.3%	(4.4%)	(1.4%)	(0.4%)	3.8%
U.S. Deferred	(5.9%)	(0.3%)	(0.3%)	(5.1%)	2.1%	0.7%	(3.2%)	(1.2%)	4.1%	5.4%
Total U.S. Packages	(0.2%)	(1.4%)	(2.0%)	(4.4%)	1.3%	1.7%	(4.0%)	(1.3%)	1.1%	4.4%
International Priority ¹							(8.3%)	-	(2.6%)	-
International Economy							19.0%	12.3%	9.7%	3.5%
Total International Export Packages	7.6%	4.5%	6.2%	(8.1%)	10.1%	9.9%	(2.8%)	3.0%	0.7%	1.0%
International Domestic ²		N/A	119.3%	0.7%	6.7%	9.4%	42.2%	58.6%	4.3%	4.2%
Total Package Volume Growth	0.9%	3.6%	4.0%	(4.5%)	3.1%	3.7%	0.7%	7.5%	1.7%	3.8%
Revenue Growth:										
U.S. Overnight Box	7.6%	1.0%	1.4%	(7.7%)	(7.8%)	9.4%	6.8%	(0.5%)	0.6%	2.3%
U.S. Overnight Envelope	9.8%	0.8%	1.1%	(7.8%)	(11.6%)	5.9%	0.6%	(2.4%)	(4.0%)	(0.4%)
Total U.S. Overnight	8.1%	0.9%	1.4%	(7.7%)	(8.7%)	8.6%	5.5%	(0.9%)	(0.3%)	1.7%
U.S. Deferred	1.9%	1.1%	3.9%	(6.9%)	(7.2%)	8.3%	7.0%	0.6%	5.6%	4.8%
Total U.S. Packages	6.5%	1.0%	2.0%	(7.5%)	(8.3%)	8.5%	5.9%	(0.5%)	1.3%	2.6%
International Priority ¹							1.3%	(3.8%)	(2.0%)	(3.1%)
International Economy							26.6%	10.1%	8.9%	3.2%
Total International Export Packages	12.4%	9.5%	14.0%	(9.0%)	1.6%	16.1%	5.8%	(0.9%)	0.6%	1.5%
International Domestic ²		N/A	79.7%	(14.8%)	2.3%	13.0%	30.6%	63.9%	3.4%	(2.8%)
Total Package Revenue Growth	8.5%	6.1%	7.9%	(8.3%)	(4.2%)	11.7%	6.7%	2.0%	1.1%	0.6%
AVG POUNDS PER PACKAGE	7.1	7.3	7.7	7.4	7.5	8.0	8.8	10.3	10.6	10.6
AVG REVENUE PER PACKAGE LB	\$ 2.93	\$ 2.92	\$ 2.87	\$ 2.88	\$ 2.63	\$ 2.66	\$ 2.55	\$ 2.07	\$ 2.01	\$ 1.95
OPERATING WEEKDAYS	255	255	255	254	255	255	256	255	254	254

1 - In fiscal 2007, we reclassified certain revenues previously included within International Priority package revenues in the table above that were international priority freight shipments to International Priority Freight statistics to more precisely present the nature of the services provided. Our revenue growth associated with these freight service offerings has been significant, and accordingly, we have reclassified the amounts for 2005-2007 to include these revenues within our Freight revenues.

2 - Beginning Q1 FY08, FedEx Express began disclosing International Domestic shipments. FY07 amounts have been revised to conform to the current period presentation. International domestic statistics represent our international intra-country operations, including acquisitions in India (February 2011), Mexico (July 2011), Poland (June 2012), France (July 2012), Brazil (July 2012) and Southern Africa (May 2014).

3 - FY14 - FY15 amounts have been revised to conform to the current presentation of the FedEx Express segment.

Unaudited. Differences may result due to rounding.

FedEx Express

Quarterly Shipment Statistics

FY 2006 – FY 2007

	FY 2006				FY 2007			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
<u>AVG DAILY VOLUME / POUNDS</u>								
Average Daily Package Volume (000s):								
U.S. Overnight Box	1,180	1,211	1,225	1,196	1,166	1,183	1,191	1,157
U.S. Overnight Envelope	711	702	711	726	703	700	699	719
Total U.S. Overnight	1,891	1,913	1,936	1,922	1,869	1,883	1,890	1,876
U.S. Deferred	897	886	965	858	855	895	965	880
Total U.S. Packages	2,788	2,799	2,901	2,780	2,724	2,778	2,855	2,756
International Priority ¹	441	475	474	475	466	501	490	491
International Domestic ²					44	49	161	284
Total Avg Daily Packages	3,229	3,274	3,375	3,255	3,234	3,328	3,506	3,531
Average Daily Freight Pounds (000s):								
U.S.	8,885	9,544	9,619	9,464	9,374	9,917	9,785	9,220
International Priority ¹	1,386	1,756	1,620	1,777	1,775	1,980	1,845	1,912
International Airfreight ¹	2,039	2,283	2,177	2,012	1,899	1,946	1,715	1,764
Total Avg Daily Freight Pounds	12,310	13,583	13,416	13,253	13,048	13,843	13,345	12,896
<u>YIELD</u>								
Revenue Per Package:								
U.S. Overnight Box	\$ 20.34	\$ 21.03	\$ 21.03	\$ 21.34	\$ 21.83	\$ 21.92	\$ 21.29	\$ 21.58
U.S. Overnight Envelope	10.57	10.86	11.01	11.01	11.19	11.06	11.01	10.99
Total U.S. Overnight	16.67	17.30	17.35	17.44	17.83	17.88	17.49	17.53
U.S. Deferred	11.78	12.56	12.54	12.82	12.69	12.70	12.37	12.62
Total U.S. Packages	15.10	15.80	15.75	16.01	16.21	16.21	15.76	15.96
International Priority ¹	50.93	51.53	50.62	53.36	54.97	53.72	52.52	55.29
International Domestic ²					18.33	18.41	11.40	7.99
Total Composite Package Yield	\$ 19.99	\$ 20.99	\$ 20.65	\$ 21.46	\$ 21.83	\$ 21.90	\$ 20.70	\$ 20.79
Revenue Per Freight Pound:								
U.S.	\$ 0.88	\$ 0.94	\$ 0.96	\$ 0.93	\$ 1.00	\$ 1.00	\$ 0.97	\$ 0.99
International Priority ¹	1.94	1.93	2.01	2.16	2.16	2.18	2.20	2.20
International Airfreight ¹	0.79	0.81	0.80	0.80	0.84	0.86	0.85	0.82
Total Composite Freight Yield	\$ 0.98	\$ 1.05	\$ 1.06	\$ 1.08	\$ 1.13	\$ 1.15	\$ 1.12	\$ 1.15
<u>PACKAGE GROWTH RATES</u>								
Average Daily Volume Growth:								
U.S. Overnight Box	2.6%	2.7%	0.7%	0.3%	(1.2%)	(2.3%)	(2.8%)	(3.3%)
U.S. Overnight Envelope	7.4%	5.9%	4.4%	2.0%	(1.1%)	(0.3%)	(1.7%)	(1.0%)
Total U.S. Overnight	4.4%	3.9%	2.0%	0.9%	(1.2%)	(1.6%)	(2.4%)	(2.4%)
U.S. Deferred	4.1%	(5.8%)	(11.1%)	(9.4%)	(4.7%)	1.0%	-	2.6%
Total U.S. Packages	4.3%	0.6%	(2.8%)	(2.5%)	(2.3%)	(0.8%)	(1.6%)	(0.9%)
International Priority ¹	6.3%	8.2%	9.7%	6.0%	5.7%	5.5%	3.4%	3.4%
Total Package Volume Growth	4.5%	1.6%	(1.2%)	(1.3%)	0.2%	1.6%	3.9%	8.5%
Revenue Growth:								
U.S. Overnight Box	7.7%	9.1%	7.0%	6.7%	6.0%	1.8%	(1.5%)	(2.2%)
U.S. Overnight Envelope	11.4%	11.1%	9.5%	7.5%	4.5%	1.9%	(2.1%)	(1.0%)
Total U.S. Overnight	8.5%	9.6%	7.5%	6.9%	5.7%	1.8%	(1.6%)	(1.9%)
U.S. Deferred	6.0%	2.8%	(1.2%)	0.7%	2.6%	2.1%	(1.3%)	1.0%
Total U.S. Packages	7.9%	7.8%	5.1%	5.3%	4.9%	1.9%	(1.6%)	(1.2%)
International Priority ¹	13.2%	13.4%	10.5%	12.3%	14.1%	9.9%	7.3%	7.0%
Total Package Revenue Growth	9.7%	9.7%	6.9%	7.7%	9.3%	6.1%	4.1%	5.0%
AVG POUNDS PER PACKAGE	7.0	7.3	7.0	7.1	7.1	7.3	7.4	7.5
AVG REVENUE PER PACKAGE LB.	\$ 2.85	\$ 2.87	\$ 2.95	\$ 3.04	\$ 3.07	\$ 3.02	\$ 2.80	\$ 2.77
OPERATING WEEKDAYS	65	63	62	65	65	63	62	65

1 - In fiscal 2007, we reclassified certain statistics previously included within International Priority package statistics in the table above that were international priority freight shipments to International Priority Freight statistics to more precisely present the nature of the services provided. Our revenue growth associated with these freight service offerings has been significant, and accordingly, we have reclassified the amounts for 2006-2007 to include these revenues within our Freight revenues.

2 - Beginning Q1 FY08, FedEx Express began disclosing International Domestic shipments. FY07 amounts have been revised to conform to the current period presentation. International Domestic shipments are shipments where the origin and destination are both within the same non-U.S. country.

Unaudited. Differences may result due to rounding.

FedEx Express

Quarterly Shipment Statistics

FY 2008 – FY 2009

	FY 2008				FY 2009			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
<u>AVG DAILY VOLUME / POUNDS</u>								
Average Daily Package Volume (000s):								
U.S. Overnight Box	1,139	1,163	1,165	1,140	1,103	1,086	1,177	1,144
U.S. Overnight Envelope	699	677	659	672	629	611	622	644
Total U.S. Overnight	1,838	1,840	1,824	1,812	1,732	1,697	1,799	1,788
U.S. Deferred	863	902	966	851	828	832	907	829
Total U.S. Packages	2,701	2,742	2,790	2,663	2,560	2,529	2,706	2,617
International Priority ¹	496	535	518	520	495	500	450	456
International Domestic ²	279	310	295	298	307	311	281	289
Total Avg Daily Packages	3,476	3,587	3,603	3,481	3,362	3,340	3,437	3,362
Average Daily Freight Pounds (000s):								
U.S.	8,843	8,915	8,967	7,873	7,296	7,335	7,664	6,859
International Priority ¹	2,025	2,279	2,234	2,347	2,312	2,216	1,590	1,715
International Airfreight	1,752	1,827	1,739	1,950	1,866	1,605	1,251	1,178
Total Avg Daily Freight Pounds	12,620	13,021	12,940	12,170	11,474	11,156	10,505	9,752
<u>YIELD</u>								
Revenue Per Package:								
U.S. Overnight Box	\$ 21.83	\$ 22.06	\$ 22.51	\$ 23.22	\$ 24.24	\$ 23.66	\$ 19.02	\$ 18.22
U.S. Overnight Envelope	11.26	11.27	11.93	12.20	13.04	12.62	10.85	10.15
Total U.S. Overnight	17.81	18.09	18.69	19.13	20.17	19.68	16.19	15.31
U.S. Deferred	12.67	12.84	13.14	13.86	14.38	14.13	11.94	11.39
Total U.S. Packages	16.17	16.36	16.77	17.45	18.30	17.86	14.77	14.07
International Priority ¹	56.42	56.63	57.85	61.51	64.54	61.30	53.12	51.29
International Domestic ²	8.59	8.90	8.77	8.92	8.63	8.06	6.63	6.52
Total Composite Package Yield	\$ 21.31	\$ 21.73	\$ 22.02	\$ 23.30	\$ 24.23	\$ 23.44	\$ 19.13	\$ 18.47
Revenue Per Freight Pound:								
U.S.	\$ 1.03	\$ 1.08	\$ 1.09	\$ 1.17	\$ 1.28	\$ 1.29	\$ 1.08	\$ 1.02
International Priority ¹	2.22	2.17	2.19	2.20	2.30	2.32	2.21	2.01
International Airfreight	0.83	0.83	0.89	0.96	1.10	1.09	0.88	0.78
Total Composite Freight Yield	\$ 1.19	\$ 1.23	\$ 1.25	\$ 1.33	\$ 1.46	\$ 1.46	\$ 1.23	\$ 1.17
<u>PACKAGE GROWTH RATES</u>								
Average Daily Volume Growth:								
U.S. Overnight Box	(2.3%)	(1.7%)	(2.2%)	(1.5%)	(3.2%)	(6.6%)	1.0%	0.4%
U.S. Overnight Envelope	(0.6%)	(3.3%)	(5.7%)	(6.5%)	(10.0%)	(9.7%)	(5.6%)	(4.2%)
Total U.S. Overnight	(1.7%)	(2.3%)	(3.5%)	(3.4%)	(5.8%)	(7.8%)	(1.4%)	(1.3%)
U.S. Deferred	0.9%	0.8%	0.1%	(3.3%)	(4.1%)	(7.8%)	(6.1%)	(2.6%)
Total U.S. Packages	(0.8%)	(1.3%)	(2.3%)	(3.4%)	(5.2%)	(7.8%)	(3.0%)	(1.7%)
International Priority ¹	6.4%	6.8%	5.7%	5.9%	(0.2%)	(6.5%)	(13.1%)	(12.3%)
International Domestic ²				4.9%	10.0%	0.3%	(4.7%)	(3.0%)
Total Package Volume Growth	7.5%	7.8%	2.8%	(1.4%)	(3.3%)	(6.9%)	(4.6%)	(3.4%)
Revenue Growth:								
U.S. Overnight Box	(2.4%)	(1.1%)	5.0%	4.4%	5.9%	0.2%	(14.6%)	(21.3%)
U.S. Overnight Envelope	0.2%	(1.8%)	4.2%	1.9%	2.5%	1.0%	(14.1%)	(20.2%)
Total U.S. Overnight	(1.8%)	(1.3%)	4.8%	3.8%	5.1%	0.4%	(14.5%)	(21.0%)
U.S. Deferred	0.9%	2.0%	8.0%	4.6%	7.2%	1.4%	(14.6%)	(19.9%)
Total U.S. Packages	(1.1%)	(0.5%)	5.7%	4.0%	5.6%	0.7%	(14.6%)	(20.7%)
International Priority ¹	9.3%	12.7%	18.3%	16.0%	12.3%	1.0%	(20.2%)	(26.8%)
International Domestic ²				16.3%	9.0%	(9.2%)	(28.2%)	(29.8%)
Total Package Revenue Growth	4.9%	6.9%	11.1%	8.8%	8.3%	0.5%	(17.1%)	(23.4%)
AVG POUNDS PER PACKAGE	7.6	7.9	7.6	7.6	7.6	7.7	7.1	7.1
AVG REVENUE PER PACKAGE LB.	\$ 2.80	\$ 2.75	\$ 2.90	\$ 3.07	\$ 3.19	\$ 3.04	\$ 2.69	\$ 2.60
OPERATING WEEKDAYS	65	63	63	64	64	63	63	64

1 - International Priority includes FedEx International Priority and FedEx International Economy services.

2 - Beginning Q1 FY08, FedEx Express began disclosing International Domestic shipments. International Domestic shipments are shipments where the origin and destination are both within the same non-U.S. country.

Unaudited. Differences may result due to rounding.

FedEx Express

Quarterly Shipment Statistics

FY 2010 – FY 2011

	FY 2010				FY 2011			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
AVG DAILY VOLUME / POUNDS								
Average Daily Package Volume (000s):								
U.S. Overnight Box	1,128	1,154	1,190	1,156	1,168	1,196	1,218	1,158
U.S. Overnight Envelope	617	606	601	632	624	626	631	626
Total U.S. Overnight	1,745	1,760	1,791	1,788	1,792	1,822	1,849	1,784
U.S. Deferred	823	858	949	843	846	865	952	833
Total U.S. Packages	2,568	2,618	2,740	2,631	2,638	2,687	2,801	2,617
International Priority ¹	475	529	530	560	462	470	438	468
International Economy ¹					104	115	120	125
Total International Export Packages	475	529	530	560	566	585	558	593
International Domestic ²	293	338	317	323	323	354	337	373
Total Avg Daily Packages	3,336	3,485	3,587	3,514	3,527	3,626	3,696	3,583
Average Daily Freight Pounds (000s):								
U.S.	6,584	7,193	7,906	6,916	6,908	7,459	8,000	7,027
International Priority ¹	2,142	2,571	2,577	2,889	3,027	3,320	3,131	3,261
International Airfreight	1,297	1,207	1,184	1,198	1,240	1,243	1,262	1,195
Total Avg Daily Freight Pounds	10,023	10,971	11,667	11,003	11,175	12,022	12,393	11,483
YIELD								
Revenue Per Package:								
U.S. Overnight Box	\$ 18.16	\$ 18.87	\$ 19.16	\$ 19.77	\$ 19.65	\$ 19.75	\$ 20.05	\$ 21.72
U.S. Overnight Envelope	10.17	10.36	10.70	10.64	10.64	10.54	10.87	11.37
Total U.S. Overnight	15.33	15.95	16.32	16.55	16.51	16.59	16.91	18.08
U.S. Deferred	11.23	11.58	11.77	12.23	12.01	12.24	12.60	13.56
Total U.S. Packages	14.02	14.51	14.74	15.16	15.07	15.19	15.45	16.65
International Priority ¹	51.61	52.88	53.23	54.45	54.98	56.09	59.31	60.43
International Economy ¹					47.98	48.19	48.88	53.44
Total International Export Packages	51.61	52.88	53.23	54.45	53.70	54.54	57.07	58.96
International Domestic ²	7.05	7.09	7.22	7.22	7.04	7.39	7.54	7.51
Total Composite Package Yield	\$ 18.76	\$ 19.62	\$ 19.76	\$ 20.69	\$ 20.52	\$ 20.77	\$ 21.01	\$ 22.69
Revenue Per Freight Pound:								
U.S.	\$ 1.05	\$ 1.08	\$ 1.07	\$ 1.15	\$ 1.16	\$ 1.13	\$ 1.14	\$ 1.25
International Priority ¹	1.87	1.98	2.06	2.09	2.06	2.08	2.12	2.21
International Airfreight	0.72	0.83	0.84	0.85	0.87	0.88	0.88	0.96
Total Composite Freight Yield	\$ 1.18	\$ 1.26	\$ 1.26	\$ 1.36	\$ 1.38	\$ 1.36	\$ 1.36	\$ 1.49
PACKAGE GROWTH RATES								
Average Daily Volume Growth:								
U.S. Overnight Box	2.3%	6.3%	1.1%	1.0%	3.5%	3.6%	2.4%	0.2%
U.S. Overnight Envelope	(1.9%)	(0.8%)	(3.4%)	(1.9%)	1.1%	3.3%	5.0%	(0.9%)
Total U.S. Overnight	0.8%	3.7%	(0.4%)	–	2.7%	3.5%	3.2%	(0.2%)
U.S. Deferred	(0.6%)	3.1%	4.6%	1.7%	2.8%	0.8%	0.3%	(1.2%)
Total U.S. Packages	0.3%	3.5%	1.3%	0.5%	2.7%	2.6%	2.2%	(0.5%)
International Priority ¹	(4.0%)	5.8%	17.8%	22.8%	19.2%	10.6%	5.3%	5.9%
International Domestic ²	(4.6%)	8.7%	12.8%	11.8%	10.2%	4.7%	6.3%	15.5%
Total Package Volume Growth	(0.8%)	4.3%	4.4%	4.5%	5.7%	4.0%	3.0%	2.0%
Revenue Growth:								
U.S. Overnight Box	(22.2%)	(15.3%)	0.2%	11.4%	12.0%	8.5%	7.1%	10.0%
U.S. Overnight Envelope	(22.3%)	(18.7%)	(6.1%)	4.5%	5.9%	5.3%	6.3%	5.9%
Total U.S. Overnight	(22.2%)	(16.1%)	(1.3%)	9.8%	10.6%	7.8%	6.9%	9.0%
U.S. Deferred	(21.1%)	(15.4%)	1.5%	10.7%	10.0%	6.4%	7.4%	9.7%
Total U.S. Packages	(21.9%)	(15.9%)	(0.5%)	10.0%	10.4%	7.4%	7.1%	9.2%
International Priority ¹	(22.0%)	(8.7%)	16.0%	32.4%	23.8%	14.0%	12.9%	14.6%
International Domestic ²	(21.2%)	(4.4%)	21.4%	25.8%	10.4%	9.3%	11.3%	20.5%
Total Package Revenue Growth	(21.9%)	(12.7%)	6.1%	18.9%	15.7%	10.2%	9.5%	11.8%
AVG POUNDS PER PACKAGE	7.2	7.6	7.5	7.6	7.7	7.9	7.8	8.6
AVG REVENUE PER PACKAGE LB.	\$ 2.61	\$ 2.58	\$ 2.63	\$ 2.72	\$ 2.66	\$ 2.63	\$ 2.69	\$ 2.64
OPERATING WEEKDAYS	65	63	62	65	65	63	62	65

1 - International Priority includes FedEx International Priority and FedEx International Economy services for FY10. International Priority and International Economy were shown separately beginning in FY11.

2 - International domestic statistics include our international intra-country operations, including acquisitions in India (February 2011).

Unaudited. Differences may result due to rounding.

FedEx Express

Quarterly Shipment Statistics

FY 2012 - FY 2013

	FY 2012				FY 2013			
	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	1,134	1,168	1,171	1,113	1,092	1,141	1,176	1,131
U.S. Overnight Envelope	596	582	581	584	575	564	569	586
Total U.S. Overnight	1,730	1,750	1,752	1,697	1,667	1,705	1,745	1,717
U.S. Deferred	829	838	923	793	762	828	944	811
Total U.S. Packages	2,559	2,588	2,675	2,490	2,429	2,533	2,689	2,528
International Priority	417	431	413	425	408	445	420	415
International Economy	126	138	139	148	143	157	155	164
Total International Export Packages	543	569	552	573	551	602	575	579
International Domestic ¹	445	529	508	498	681	884	781	796
Total Avg Daily Packages	3,547	3,686	3,735	3,561	3,661	4,019	4,045	3,903
Avg. Daily Freight Pounds (000s):								
U.S.	6,969	7,630	8,104	7,270	7,077	7,719	8,324	7,363
International Priority	3,132	3,451	3,257	3,373	3,184	3,212	2,894	2,899
International Airfreight	1,165	1,213	1,169	1,138	1,104	1,166	1,035	961
Total Avg Daily Freight Pounds	11,266	12,294	12,530	11,781	11,365	12,097	12,253	11,223
YIELD								
Revenue Per Package:								
U.S. Overnight Box	\$ 22.24	\$ 22.05	\$ 21.93	\$ 23.01	\$ 22.59	\$ 22.39	\$ 22.08	\$ 22.99
U.S. Overnight Envelope	11.64	11.48	11.65	11.81	11.51	11.51	11.69	11.91
Total U.S. Overnight	18.59	18.54	18.53	19.15	18.77	18.79	18.69	19.21
U.S. Deferred	13.57	13.84	13.62	14.49	14.17	14.04	13.87	14.67
Total U.S. Packages	16.97	17.01	16.83	17.67	17.33	17.24	17.00	17.76
International Priority	64.82	62.98	62.49	63.54	62.68	59.91	60.25	62.32
International Economy	53.91	52.99	51.74	52.54	52.17	51.97	51.03	51.90
Total International Export Packages	62.30	60.56	59.78	60.71	59.94	57.84	57.76	59.37
International Domestic ¹	7.16	6.51	6.57	6.78	7.00	6.88	7.06	7.02
Total Composite Package Yield	\$ 22.67	\$ 22.23	\$ 21.79	\$ 23.07	\$ 21.82	\$ 21.04	\$ 20.87	\$ 21.74
Revenue Per Freight Pound:								
U.S.	\$ 1.31	\$ 1.31	\$ 1.27	\$ 1.34	\$ 1.33	\$ 1.32	\$ 1.30	\$ 1.33
International Priority	2.21	2.16	2.16	2.12	2.12	2.21	2.14	2.18
International Airfreight	1.02	0.97	1.04	1.07	1.03	1.05	0.99	0.97
Total Composite Freight Yield	\$ 1.53	\$ 1.51	\$ 1.48	\$ 1.54	\$ 1.52	\$ 1.53	\$ 1.47	\$ 1.52
PACKAGE YOY GROWTH RATES								
Average Daily Volume Growth:								
U.S. Overnight Box	(2.9%)	(2.3%)	(3.9%)	(3.9%)	(3.7%)	(2.3%)	0.4%	1.6%
U.S. Overnight Envelope	(4.5%)	(7.0%)	(7.9%)	(6.7%)	(3.5%)	(3.1%)	(2.1%)	0.3%
Total U.S. Overnight	(3.5%)	(4.0%)	(5.2%)	(4.9%)	(3.6%)	(2.6%)	(0.4%)	1.2%
U.S. Deferred	(2.0%)	(3.1%)	(3.0%)	(4.8%)	(8.1%)	(1.2%)	2.3%	2.3%
Total U.S. Packages	(3.0%)	(3.7%)	(4.5%)	(4.9%)	(5.1%)	(2.1%)	0.5%	1.5%
International Priority	(9.7%)	(8.3%)	(5.7%)	(9.2%)	(2.2%)	3.2%	1.7%	(2.4%)
International Economy	21.2%	20.0%	15.8%	18.4%	13.5%	13.8%	11.5%	10.8%
Total International Export Packages	(4.1%)	(2.7%)	(1.1%)	(3.4%)	1.5%	5.8%	4.2%	1.0%
International Domestic ¹	37.8%	49.4%	50.7%	33.5%	53.0%	67.1%	53.7%	59.8%
Total Package Volume Growth	0.6%	1.7%	1.1%	(0.6%)	3.2%	9.0%	8.3%	9.6%
Revenue Growth:								
U.S. Overnight Box	10.0%	9.0%	6.9%	1.8%	(2.2%)	(0.9%)	(0.6%)	1.6%
U.S. Overnight Envelope	4.4%	1.2%	0.2%	(3.0%)	(4.7%)	(3.1%)	(3.1%)	0.9%
Total U.S. Overnight	8.7%	7.3%	5.5%	0.8%	(2.7%)	(1.3%)	(1.1%)	1.5%
U.S. Deferred	10.6%	9.8%	6.6%	1.6%	(4.0%)	0.1%	2.5%	3.6%
Total U.S. Packages	9.2%	7.9%	5.8%	1.0%	(3.0%)	(0.9%)	(0.1%)	2.0%
International Priority	6.4%	3.1%	0.9%	(4.5%)	(5.5%)	(1.9%)	(3.6%)	(4.3%)
International Economy	37.0%	31.4%	24.7%	16.7%	10.4%	11.7%	8.1%	9.9%
Total International Export Packages	11.3%	8.1%	5.3%	(0.5%)	(2.3%)	1.0%	(1.0%)	(1.2%)
International Domestic ¹	39.9%	31.5%	32.9%	20.3%	49.3%	77.0%	62.9%	65.8%
Total Package Revenue Growth	11.1%	8.8%	6.5%	1.0%	(0.7%)	3.2%	2.1%	3.3%
AVG POUNDS PER PACKAGE	8.6	9.1	8.7	8.8	9.9	10.7	10.0	10.4
AVG REVENUE PER PACKAGE LB.	\$ 2.64	\$ 2.44	\$ 2.50	\$ 2.62	\$ 2.20	\$ 1.97	\$ 2.09	\$ 2.09
OPERATING WEEKDAYS	65	63	63	65	65	63	62	65

1 - International domestic statistics represent our international intra-country operations, including acquisitions in Mexico (July 2011), Poland (June 2012), France (July 2012) and Brazil (July 2012).

Unaudited. Differences may result due to rounding.

FedEx Express

Quarterly Shipment Statistics¹

FY 2014 - FY 2015

	FY 2014				FY 2015			
	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	1,112	1,146	1,202	1,195	1,211	1,259	1,258	1,231
U.S. Overnight Envelope	563	535	515	539	527	521	516	547
Total U.S. Overnight	1,675	1,681	1,717	1,734	1,738	1,780	1,774	1,778
U.S. Deferred	790	841	984	864	846	915	1,024	881
Total U.S. Packages	2,465	2,522	2,701	2,598	2,584	2,695	2,798	2,659
International Priority	406	421	399	416	409	424	398	408
International Economy	165	172	168	173	170	180	175	178
Total International Export Packages	571	593	567	589	579	604	573	586
International Domestic ²	789	896	780	813	816	917	831	850
Total Avg Daily Packages	3,825	4,011	4,048	4,000	3,979	4,216	4,202	4,095
Avg. Daily Freight Pounds (000s):								
U.S.	7,423	7,872	8,263	7,865	7,318	8,039	8,145	7,836
International Priority ³	1,687	1,855	1,693	1,807	1,733	1,922	1,875	1,989
International Economy ³	1,175	1,213	1,130	1,129	1,059	1,061	948	964
International Airfreight	850	907	757	677	670	630	718	716
Total Avg Daily Freight Pounds	11,135	11,847	11,843	11,478	10,780	11,652	11,686	11,505
YIELD								
Revenue Per Package:								
U.S. Overnight Box	\$ 22.27	\$ 22.50	\$ 21.70	\$ 22.26	\$ 21.69	\$ 21.50	\$ 20.85	\$ 21.12
U.S. Overnight Envelope	11.61	11.84	12.09	12.36	12.32	12.15	12.07	12.07
Total U.S. Overnight	18.68	19.11	18.82	19.18	18.85	18.76	18.30	18.34
U.S. Deferred	14.42	14.55	14.01	14.81	14.68	14.48	13.88	14.50
Total U.S. Packages	17.32	17.59	17.07	17.73	17.49	17.31	16.68	17.07
International Priority	60.65	61.87	61.38	63.57	62.19	61.64	58.40	57.85
International Economy	50.41	52.27	51.01	53.21	52.60	52.88	50.60	50.10
Total International Export Packages	57.70	59.08	58.30	60.52	59.38	59.04	56.01	55.49
International Domestic ²	6.84	6.82	7.05	7.10	7.10	6.63	6.28	5.96
Total Composite Package Yield	\$ 21.18	\$ 21.32	\$ 20.91	\$ 21.87	\$ 21.46	\$ 20.97	\$ 19.99	\$ 20.66
Revenue Per Freight Pound:								
U.S.	\$ 1.31	\$ 1.18	\$ 1.11	\$ 1.13	\$ 1.24	\$ 1.16	\$ 1.13	\$ 1.11
International Priority ³	2.44	2.48	2.45	2.47	2.47	2.43	2.31	2.34
International Economy ³	1.65	1.66	1.65	1.73	1.78	1.76	1.72	1.75
International Airfreight	0.99	0.97	1.00	1.12	1.07	1.07	1.00	1.01
Total Composite Freight Yield	\$ 1.50	\$ 1.42	\$ 1.35	\$ 1.40	\$ 1.48	\$ 1.42	\$ 1.36	\$ 1.37
PACKAGE YOY GROWTH RATES								
Average Daily Volume Growth:								
U.S. Overnight Box	1.8%	0.4%	2.2%	5.7%	8.9%	9.9%	4.7%	3.0%
U.S. Overnight Envelope	(2.1%)	(5.1%)	(9.5%)	(8.0%)	(6.4%)	(2.6%)	0.2%	1.5%
Total U.S. Overnight	0.5%	(1.4%)	(1.6%)	1.0%	3.8%	5.9%	3.3%	2.5%
U.S. Deferred	3.7%	1.6%	4.2%	6.5%	7.1%	8.8%	4.1%	2.0%
Total U.S. Packages	1.5%	(0.4%)	0.4%	2.8%	4.8%	6.9%	3.6%	2.3%
International Priority	(0.5%)	(5.4%)	(5.0%)	0.2%	0.7%	0.7%	(0.3%)	(1.9%)
International Economy	15.4%	9.6%	8.4%	5.5%	3.0%	4.7%	4.2%	2.9%
Total International Export Packages	3.6%	(1.5%)	(1.4%)	1.7%	1.4%	1.9%	1.1%	(0.5%)
International Domestic ²	15.9%	1.4%	(0.1%)	2.1%	3.4%	2.3%	6.5%	4.6%
Total Package Volume Growth	4.5%	(0.2%)	0.1%	2.5%	4.0%	5.1%	3.8%	2.4%
Revenue Growth:								
U.S. Overnight Box	(1.2%)	1.0%	2.1%	0.7%	6.2%	4.9%	0.6%	(2.3%)
U.S. Overnight Envelope	(2.6%)	(2.7%)	(4.8%)	(6.0%)	(1.0%)	0.5%	(0.3%)	(0.9%)
Total U.S. Overnight	(1.5%)	0.2%	0.7%	(0.7%)	4.7%	4.1%	0.4%	(2.0%)
U.S. Deferred	3.8%	5.3%	7.0%	5.8%	9.1%	8.2%	3.0%	(0.1%)
Total U.S. Packages	(0.1%)	1.6%	2.5%	1.0%	5.9%	5.2%	1.2%	(1.5%)
International Priority	(5.1%)	(2.1%)	(1.6%)	0.7%	3.4%	0.4%	(5.1%)	(10.8%)
International Economy	9.2%	10.3%	10.0%	6.5%	7.3%	5.5%	3.7%	(3.1%)
Total International Export Packages	(1.9%)	0.8%	1.2%	2.1%	4.4%	1.7%	(2.8%)	(8.8%)
International Domestic ²	11.7%	0.3%	1.5%	1.7%	7.5%	(0.5%)	(5.5%)	(12.2%)
Total Package Revenue Growth	(0.2%)	1.2%	1.9%	1.5%	5.4%	3.4%	(0.8%)	(5.2%)
AVG POUNDS PER PACKAGE	10.5	11.0	10.3	10.5	10.7	10.9	10.3	10.5
AVG REVENUE PER PACKAGE LB.	\$ 2.02	\$ 1.94	\$ 2.03	\$ 2.08	\$ 2.01	\$ 1.92	\$ 1.94	\$ 1.97
OPERATING WEEKDAYS	64	63	63	64	64	63	63	64

1 - Package and Freight statistics include only the operations of FedEx Express.

2 - International domestic statistics represent our international intra-country operations, including an acquisition in Southern Africa (May 2014).

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

Unaudited. Differences may result due to rounding.

**FedEx Express
Aircraft and Vehicle Fleet Statistics
FY 2006 – FY 2015**

Aircraft Type	Gross Max Structural Payload (Lbs/Aircraft)										
		2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Boeing 727-100	36,670	13	1	-	-	-	-	-	-	-	-
Boeing 727-200	59,300	94	94	90	79	77	67	41	14	-	-
Boeing 757-200	63,000	-	4	12	24	36	58	73	89	106	119
Boeing 767F	127,100	-	-	-	-	-	-	-	-	4	21
Boeing DC10-10	137,500	25	13	5	1	-	-	-	-	-	-
Boeing DC10-30	175,900	14	13	10	6	2	-	-	-	-	-
Boeing MD10-10	137,500	41	50	58	57	58	58	52	47	45	36
Boeing MD10-30	175,900	6	7	10	12	15	17	17	17	16	13
Boeing MD11	192,600	58	58	58	57	59	64	64	64	64	56
Boeing 777F	233,300	-	-	-	-	6	12	19	23	25	25
Airbus A300-600	106,600	53	60	68	71	71	71	71	71	71	68
Airbus A310-200/300	83,170	65	66	66	56	53	53	35	30	29	21
Cessna 208A	2,250	10	10	10	10	10	-	-	-	-	-
Cessna 208B	2,830	243	243	243	242	241	241	241	245	243	241
Fokker F-27	13,500	9	8	5	-	-	-	-	-	-	-
ATR 72	17,970	11	13	13	13	13	21	21	21	21	21
ATR 42	12,070	<u>29</u>	<u>29</u>	<u>29</u>	<u>26</u>	<u>26</u>	<u>26</u>	<u>26</u>	<u>26</u>	<u>26</u>	<u>26</u>
Aircraft Fleet Total		<u>671</u>	<u>669</u>	<u>677</u>	<u>654</u>	<u>667</u>	<u>688</u>	<u>660</u>	<u>647</u>	<u>650</u>	<u>647</u>
<u>Vehicle Fleet (000s)</u>											
Long-Haul Tractors		2.8	2.7	2.7	2.7	2.8	2.7	3.0	3.3	3.2	3.1
All Other Motorized Vehicles		<u>39.8</u>	<u>40.9</u>	<u>41.6</u>	<u>40.2</u>	<u>38.5</u>	<u>39.4</u>	<u>42.3</u>	<u>44.2</u>	<u>45.1</u>	<u>44.8</u>
Vehicle Fleet Total		<u>42.6</u>	<u>43.6</u>	<u>44.3</u>	<u>42.9</u>	<u>41.3</u>	<u>42.1</u>	<u>45.3</u>	<u>47.5</u>	<u>48.3</u>	<u>47.9</u>

Unaudited.

FedEx Express Jet Fuel Statistics FY 2006 – FY 2015

	FY 2006				FY 2007			
	<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)	302,980	307,504	305,771	309,490	309,348	312,274	311,345	311,503
Price Per Gallon	\$1.850	\$2.226	\$1.947	\$2.122	\$2.318	\$2.072	\$1.980	\$2.115
Jet Fuel Expense (\$000s)	\$560,586	\$684,611	\$595,258	\$656,643	\$717,150	\$646,913	\$616,323	\$658,788

	FY 2008				FY 2009			
	<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)	310,794	306,283	308,662	301,551	294,734	284,518	278,740	262,021
Price Per Gallon	\$2.295	\$2.559	\$2.852	\$3.377	\$4.058	\$3.014	\$1.730	\$1.511
Jet Fuel Expense (\$000s)	\$713,393	\$783,874	\$880,199	\$1,018,220	\$1,196,114	\$857,659	\$482,322	\$395,888

	FY 2010				FY 2011			
	<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)	261,655	271,153	275,746	281,865	295,682	299,748	302,586	295,781
Price Per Gallon	\$1.911	\$2.081	\$2.227	\$2.357	\$2.274	\$2.392	\$2.646	\$3.339
Jet Fuel Expense (\$000s)	\$499,895	\$564,146	\$613,991	\$664,307	\$672,305	\$716,961	\$800,773	\$987,673

	FY 2012				FY 2013			
	<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)	292,549	289,106	297,308	289,473	286,406	286,225	289,975	281,675
Price Per Gallon	\$3.300	\$3.230	\$3.259	\$3.451	\$3.070	\$3.358	\$3.280	\$3.163
Jet Fuel Expense (\$000s)	\$965,486	\$933,674	\$968,833	\$998,966	\$879,177	\$961,200	\$951,223	\$890,915

	FY 2014				FY 2015			
	<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)	277,808	277,833	284,827	281,287	279,197	283,724	294,059	281,567
Price Per Gallon	\$3.055	\$3.161	\$3.159	\$3.125	\$3.078	\$2.832	\$2.072	\$1.934
Jet Fuel Expense (\$000s)	\$848,598	\$878,145	\$899,647	\$879,142	\$859,234	\$803,387	\$609,383	\$544,420

Unaudited. Differences may result due to rounding.

FedEx Ground Segment

Annual Consolidated Statements of Income

FY 2006 – FY 2015

Years ended May 31
In millions

	<u>FY 2006</u>	<u>FY 2007</u>	<u>FY 2008</u>	<u>FY 2009</u>	<u>FY 2010</u>	<u>FY 2011</u>	<u>FY 2012</u>	<u>FY 2013</u>	<u>FY 2014</u>	<u>FY 2015</u>
Revenues ¹										
FedEx Ground	\$ 5,306	\$ 6,043	\$ 6,751	\$ 7,047	\$ 7,439	\$ 8,485	\$ 9,573	\$ 10,578	\$ 11,617	\$ 12,568
FedEx Supply Chain ²										416
Total Revenues	<u>\$ 5,306</u>	<u>\$ 6,043</u>	<u>\$ 6,751</u>	<u>\$ 7,047</u>	<u>\$ 7,439</u>	<u>\$ 8,485</u>	<u>\$ 9,573</u>	<u>\$ 10,578</u>	<u>\$ 11,617</u>	<u>\$ 12,984</u>
Operating Expenses: ³										
Salaries and employee benefits	929	1,006	1,073	1,102	1,158	1,282	1,451	1,577	1,749	2,146
Purchased transportation ⁴	2,019	2,430	2,878	2,918	2,966	3,431	3,762	4,191	4,635	5,021
Rentals	133	166	189	222	244	263	284	331	402	485
Depreciation and amortization	224	268	305	337	334	337	389	434	468	530
Fuel ⁴	93	13	14	9	8	12	14	17	17	12
Maintenance and repairs	118	134	145	147	166	169	176	190	222	244
Intercompany charges ^{5,6}	515	569	658	710	795	897	978	1,086	1,095	1,123
Other	559	635	753	795	744	769	755	893	1,008	1,251
	<u>4,590</u>	<u>5,221</u>	<u>6,015</u>	<u>6,240</u>	<u>6,415</u>	<u>7,160</u>	<u>7,809</u>	<u>8,719</u>	<u>9,596</u>	<u>10,812</u>
Operating Income	<u>\$ 716</u>	<u>\$ 822</u>	<u>\$ 736</u>	<u>\$ 807</u>	<u>\$ 1,024</u>	<u>\$ 1,325</u>	<u>\$ 1,764</u>	<u>\$ 1,859</u>	<u>\$ 2,021</u>	<u>\$ 2,172</u>

SELECTED STATISTICS

Operating Margin	13.5%	13.6%	10.9%	11.5%	13.8%	15.6%	18.4%	17.6%	17.4%	16.7%
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1 - In Q1 FY15, our FedEx SmartPost business merged into FedEx Ground. FY09 - FY14 amounts have been revised to conform to the current period presentation.

2 - During the third quarter of 2017, we announced the rebranding of GENCO to FedEx Supply Chain.

3 - Beginning February 2015, operating expenses include those related to the FedEx Supply Chain (formerly GENCO) acquisition.

4 - Beginning Q2 FY09, the company reclassified certain fuel supplemental costs at FedEx Ground related to its independent contractors from fuel expense to purchased transportation expense. FY07 - FY08 amounts have been revised to conform to the current period presentation.

5 - During Q1 FY08, the company revised its reportable segments as a result of an internal reorganization of FedEx Office. As a result, FedEx Office is part of the FedEx Services reportable segment. Net operating costs of the FedEx Services segment are allocated to the transportation segments it supports. FY06 - FY07 amounts have been revised to conform to the current segment presentation.

6 - FY13 includes allocations of \$105 million for business realignment costs.

Unaudited. Differences may result due to rounding.

FedEx Ground Segment

Quarterly Consolidated Statements of Income

FY 2006 – FY 2007

Years ended May 31
In millions

	FY 2006				FY 2007			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Revenues	\$ 1,219	\$ 1,307	\$ 1,363	\$ 1,417	\$ 1,417	\$ 1,520	\$ 1,523	\$ 1,583
Operating Expenses:								
Salaries and employee benefits	221	230	237	241	241	256	251	258
Purchased transportation ¹	466	506	517	530	582	616	619	613
Rentals	31	36	35	31	36	44	45	41
Depreciation and amortization	50	53	58	63	61	65	71	71
Fuel ¹	18	27	21	27	2	4	4	3
Maintenance and repairs	29	28	29	32	31	32	35	36
Intercompany charges ²	117	127	133	138	134	145	141	149
Other	136	135	144	144	171	165	161	138
	<u>1,068</u>	<u>1,142</u>	<u>1,174</u>	<u>1,206</u>	<u>1,258</u>	<u>1,327</u>	<u>1,327</u>	<u>1,309</u>
Operating Income	<u>\$ 151</u>	<u>\$ 165</u>	<u>\$ 189</u>	<u>\$ 211</u>	<u>\$ 159</u>	<u>\$ 193</u>	<u>\$ 196</u>	<u>\$ 274</u>

SELECTED STATISTICS

Operating Margin	12.4%	12.6%	13.9%	14.9%	11.2%	12.7%	12.9%	17.3%
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1 - Beginning Q2 FY09, the company reclassified certain fuel supplemental costs at FedEx Ground related to its independent contractors from fuel expense to purchased transportation expense. FY07 - FY08 amounts have been revised to conform to the current period presentation.

2 - During Q1 FY08, the company revised its reportable segments as a result of an internal reorganization of FedEx Office. As a result, FedEx Office is part of the FedEx Services reportable segment. Net operating costs of the FedEx Services segment are allocated to the transportation segments it supports. FY06 amounts have been revised to conform to the current segment presentation.

Unaudited. Differences may result due to rounding.

FedEx Ground Segment

Quarterly Consolidated Statements of Income

FY 2008 - FY 2009

Years ended May 31
In millions

	FY 2008				FY 2009			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Revenues ¹	\$ 1,618	\$ 1,698	\$ 1,720	\$ 1,715	\$ 1,761	\$ 1,789	\$ 1,793	\$ 1,704
Operating Expenses:								
Salaries and employee benefits	260	272	272	269	267	279	278	278
Purchased transportation ²	652	739	745	742	771	745	725	677
Rentals	43	50	49	47	51	58	58	55
Depreciation and amortization	73	77	77	78	80	81	85	91
Fuel ²	2	4	5	3	2	3	3	1
Maintenance and repairs	34	38	36	37	37	37	35	38
Intercompany charges ³	159	165	172	162	178	180	180	172
Other	205	180	194	174	179	194	233	189
	<u>1,428</u>	<u>1,525</u>	<u>1,550</u>	<u>1,512</u>	<u>1,565</u>	<u>1,577</u>	<u>1,597</u>	<u>1,501</u>
Operating Income	<u>\$ 190</u>	<u>\$ 173</u>	<u>\$ 170</u>	<u>\$ 203</u>	<u>\$ 196</u>	<u>\$ 212</u>	<u>\$ 196</u>	<u>\$ 203</u>

SELECTED STATISTICS

Operating Margin	11.7%	10.2%	9.9%	11.8%	11.1%	11.9%	10.9%	11.9%
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1 - In Q2 FY16, our FedEx SmartPost business merged into FedEx Ground. Amounts have been revised to conform to the current period presentation.

2 - Beginning Q2 FY09, the company reclassified certain fuel supplemental costs at FedEx Ground related to its independent contractors from fuel expense to purchased transportation expense. FY07 - FY08 amounts have been revised to conform to the current period presentation.

3 - During Q1 FY08, the company revised its reportable segments as a result of an internal reorganization of FedEx Office. As a result, FedEx Office is part of the FedEx Services reportable segment. Net operating costs of the FedEx Services segment are allocated to the transportation segments it supports. FY07 amounts have been revised to conform to the current segment presentation.

Unaudited. Differences may result due to rounding.

FedEx Ground Segment

Quarterly Consolidated Statements of Income

FY 2010 – FY 2011

Years ended May 31
In millions

	FY 2010				FY 2011			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Revenues ¹	\$ 1,730	\$ 1,837	\$ 1,910	\$ 1,962	\$ 1,961	\$ 2,077	\$ 2,184	\$ 2,263
Operating Expenses:								
Salaries and employee benefits	282	288	289	299	307	318	329	328
Purchased transportation	693	733	771	769	782	845	911	893
Rentals	58	63	63	60	62	67	68	66
Depreciation and amortization	85	83	83	83	82	83	84	88
Fuel	1	2	3	2	1	3	5	3
Maintenance and repairs	38	40	41	47	44	42	40	43
Intercompany charges	184	196	207	208	221	227	221	228
Other	180	194	195	175	175	196	201	197
	<u>1,521</u>	<u>1,599</u>	<u>1,652</u>	<u>1,643</u>	<u>1,674</u>	<u>1,781</u>	<u>1,859</u>	<u>1,846</u>
Operating Income	<u>\$ 209</u>	<u>\$ 238</u>	<u>\$ 258</u>	<u>\$ 319</u>	<u>\$ 287</u>	<u>\$ 296</u>	<u>\$ 325</u>	<u>\$ 417</u>

SELECTED STATISTICS

Operating Margin	12.1%	13.0%	13.5%	16.3%	14.6%	14.3%	14.9%	18.4%
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1 - In Q2 FY16, our FedEx SmartPost business merged into FedEx Ground. Amounts have been revised to conform to the current period presentation.

Unaudited. Differences may result due to rounding.

FedEx Ground Segment

Quarterly Consolidated Statements of Income

FY 2012 – FY 2013

Years ended May 31
In millions

	FY 2012				FY 2013			
	<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	\$ 2,278	\$ 2,339	\$ 2,480	\$ 2,476	\$ 2,462	\$ 2,593	\$ 2,747	\$ 2,776
Operating Expenses:								
Salaries and employee benefits	351	362	369	369	375	393	403	406
Purchased transportation	886	933	995	948	946	1,057	1,121	1,067
Rentals	66	72	74	72	74	85	86	86
Depreciation and amortization	93	94	102	100	103	110	111	110
Fuel	2	5	4	3	3	4	6	4
Maintenance and repairs	44	43	43	46	46	46	48	50
Intercompany charges ²	241	245	246	246	246	247	255	338
Other	188	187	182	198	206	221	233	233
	<u>1,871</u>	<u>1,941</u>	<u>2,015</u>	<u>1,982</u>	<u>1,999</u>	<u>2,163</u>	<u>2,263</u>	<u>2,294</u>
Operating Income	<u>\$ 407</u>	<u>\$ 398</u>	<u>\$ 465</u>	<u>\$ 494</u>	<u>\$ 463</u>	<u>\$ 430</u>	<u>\$ 484</u>	<u>\$ 482</u>

SELECTED STATISTICS

Operating Margin	17.9%	17.0%	18.8%	20.0%	18.8%	16.6%	17.6%	17.4%
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1 - In Q2 FY16, our FedEx SmartPost business merged into FedEx Ground. Amounts have been revised to conform to the current period presentation.

2 - FY13 includes allocations of \$9 million in Q3 and \$93 million in Q4 for business realignment costs.

Unaudited. Differences may result due to rounding.

FedEx Ground Segment

Quarterly Consolidated Statements of Income

FY 2014 – FY 2015

Years ended May 31
In millions

	FY 2014				FY 2015			
	<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 ¹	\$ 2,730	\$ 2,849	\$ 3,031	\$ 3,007	\$ 2,960	\$ 3,063	\$ 3,306	\$ 3,239
FedEx Supply Chain ²							87	329
Total Revenues	<u>2,730</u>	<u>2,849</u>	<u>3,031</u>	<u>3,007</u>	<u>2,960</u>	<u>3,063</u>	<u>3,393</u>	<u>3,568</u>
Operating Expenses: ³								
Salaries and employee benefits	412	444	458	435	448	485	564	649
Purchased transportation	1,064	1,159	1,253	1,159	1,154	1,263	1,348	1,256
Rentals	92	102	105	103	108	115	126	136
Depreciation and amortization	111	118	121	118	119	126	136	149
Fuel	3	4	7	3	3	3	3	3
Maintenance and repairs	53	56	57	56	56	57	61	70
Intercompany charges	269	276	273	277	275	278	281	289
Other	240	249	264	255	252	271	315	413
	<u>2,244</u>	<u>2,408</u>	<u>2,538</u>	<u>2,406</u>	<u>2,415</u>	<u>2,598</u>	<u>2,834</u>	<u>2,965</u>
Operating Income	<u>\$ 486</u>	<u>\$ 441</u>	<u>\$ 493</u>	<u>\$ 601</u>	<u>\$ 545</u>	<u>\$ 465</u>	<u>\$ 559</u>	<u>\$ 603</u>

SELECTED STATISTICS

Operating Margin	17.8%	15.5%	16.3%	20.0%	18.4%	15.2%	16.5%	16.9%
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1 - In Q2 FY16, our FedEx SmartPost business merged into FedEx Ground. Amounts have been revised to conform to the current period presentation.

2 - During the third quarter of 2017, we announced the rebranding of GENCO to FedEx Supply Chain.

3 - Beginning February 2015, operating expenses include those related to the FedEx Supply Chain (formerly GENCO) acquisition.

Unaudited. Differences may result due to rounding.

FedEx Ground Segment Annual Shipment Statistics FY 2006 – FY 2015

	<u>FY 2006</u>	<u>FY 2007</u>	<u>FY 2008</u>	<u>FY 2009</u>	<u>FY 2010</u>	<u>FY 2011</u>	<u>FY 2012</u>	<u>FY 2013</u>	<u>FY 2014</u>	<u>FY 2015</u>
<u>FedEx Ground¹</u>										
Total Package Volume (000s)	717,825	948,677	1,015,059	1,072,975	1,207,746	1,325,609	1,433,141	1,599,435	1,715,963	1,751,314
Average Daily Package Volume (000s)	2,815	3,725	3,983	4,231	4,745	5,178	5,599	6,280	6,774	6,911
Yield	\$ 7.02	\$ 6.36	\$ 6.65	\$ 6.56	\$ 6.15	\$ 6.39	\$ 6.66	\$ 6.60	\$ 6.75	\$ 7.16
Average Daily YOY Volume Growth Rate	7.9%	32.3%	6.9%	6.2%	12.1%	9.1%	8.1%	12.2%	7.9%	2.0%
Yield YOY Growth Rate	N/A	-9.4%	4.6%	-1.4%	-6.2%	3.9%	4.2%	-0.9%	2.3%	6.1%
OPERATING WEEKDAYS	255	255	255	254	255	256	256	255	254	254

1 - Operating statistics include only the operations of FedEx Ground (including FedEx SmartPost). In Q2 FY16, our FedEx SmartPost business merged into FedEx Ground. FY09 - FY14 amounts have been revised to conform to the current period presentation.

Unaudited. Differences may result due to rounding.

FedEx Ground Segment

Quarterly Shipment Statistics

FY 2006 – FY 2011

	FY 2006				FY 2007 ¹			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
FedEx Ground								
Total Package Volume (000s)	168,090	179,109	182,528	188,110	223,730	245,637	238,212	241,215
Average Daily Package Volume (000s)	2,586	2,843	2,944	2,894	3,442	3,899	3,863	3,711
Yield	\$ 6.92	\$ 6.90	\$ 7.10	\$ 7.13	\$ 6.33	\$ 6.18	\$ 6.39	\$ 6.56
Avg Daily YOY Package Growth Rate	5.7%	4.3%	10.7%	10.9%	33.1%	37.1%	31.2%	28.2%
OPERATING WEEKDAYS	65	63	62	65	65	63	62	65
FY 2008¹								
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
FedEx Ground								
Total Package Volume (000s)	243,490	263,823	260,162	247,556	251,063	267,794	283,358	270,759
Average Daily Package Volume (000s)	3,746	4,177	4,152	3,868	3,923	4,250	4,531	4,231
Yield	\$ 6.64	\$ 6.43	\$ 6.61	\$ 6.92	\$ 7.00	\$ 6.67	\$ 6.32	\$ 6.28
Avg Daily YOY Package Growth Rate	8.8%	7.1%	7.5%	4.2%	4.7%	1.7%	9.1%	9.4%
OPERATING WEEKDAYS	65	63	63	64	64	63	63	64
FY 2010¹								
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
FedEx Ground								
Total Package Volume (000s)	280,754	306,619	317,109	303,264	302,253	335,631	352,198	335,526
Average Daily Package Volume (000s)	4,320	4,867	5,163	4,666	4,634	5,327	5,618	5,162
Yield	\$ 6.15	\$ 5.99	\$ 6.01	\$ 6.46	\$ 6.48	\$ 6.17	\$ 6.19	\$ 6.73
Avg Daily YOY Package Growth Rate	10.1%	14.5%	13.9%	10.3%	7.3%	9.5%	8.8%	10.6%
OPERATING WEEKDAYS	65	63	62	65	65	63	63	65
FY 2011¹								
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER

1 - In Q2 FY16, our FedEx SmartPost business merged into FedEx Ground. FY07 - FY11 amounts have been revised to conform to the current period presentation.

Unaudited. Differences may result due to rounding.

FedEx Ground Segment

Quarterly Shipment Statistics

FY 2012 – FY 2015¹

	<u>FY 2012</u>				<u>FY 2013</u>			
	<u>FIRST</u> <u>QUARTER</u>	<u>SECOND</u> <u>QUARTER</u>	<u>THIRD</u> <u>QUARTER</u>	<u>FOURTH</u> <u>QUARTER</u>	<u>FIRST</u> <u>QUARTER</u>	<u>SECOND</u> <u>QUARTER</u>	<u>THIRD</u> <u>QUARTER</u>	<u>FOURTH</u> <u>QUARTER</u>
<u>FedEx Ground</u>								
Total Package Volume (000s)	333,892	360,127	380,003	359,118	361,543	398,218	428,637	411,038
Average Daily Package Volume (000s)	5,137	5,716	6,032	5,525	5,562	6,321	6,953	6,324
Yield	\$ 6.81	\$ 6.48	\$ 6.51	\$ 6.88	\$ 6.79	\$ 6.50	\$ 6.40	\$ 6.74
Avg Daily YOY Package Growth Rate	10.9%	7.3%	7.4%	7.0%	8.3%	10.6%	15.3%	14.5%
OPERATING WEEKDAYS	65	63	63	65	65	63	62	65
	<u>FY 2014</u>				<u>FY 2015</u>			
	<u>FIRST</u> <u>QUARTER</u>	<u>SECOND</u> <u>QUARTER</u>	<u>THIRD</u> <u>QUARTER</u>	<u>FOURTH</u> <u>QUARTER</u>	<u>FIRST</u> <u>QUARTER</u>	<u>SECOND</u> <u>QUARTER</u>	<u>THIRD</u> <u>QUARTER</u>	<u>FOURTH</u> <u>QUARTER</u>
<u>FedEx Ground</u>								
Total Package Volume (000s)	409,926	431,227	457,780	417,029	413,140	438,890	467,557	431,726
Average Daily Package Volume (000s)	6,405	6,845	7,346	6,517	6,456	6,967	7,496	6,746
Yield	\$ 6.64	\$ 6.59	\$ 6.61	\$ 7.19	\$ 7.15	\$ 6.96	\$ 7.06	\$ 7.49
Avg Daily YOY Package Growth Rate	15.2%	8.3%	5.7%	3.1%	0.8%	1.8%	2.0%	3.5%
Yield YOY Growth Rate	(2.2%)	1.4%	3.3%	6.7%	7.7%	5.6%	6.8%	4.2%
OPERATING WEEKDAYS	64	63	63	64	64	63	63	64

1 - Our FedEx SmartPost business was merged into FedEx Ground in Q2 FY16. FY12 - FY15 amounts have been revised to conform to the current period presentation.

Unaudited. Differences may result due to rounding.

FedEx Freight Segment

Annual Consolidated Statements of Income

FY 2006 – FY 2015

Years ended May 31
In millions

	<u>FY 2006</u>	<u>FY 2007</u> ¹	<u>FY 2008</u>	<u>FY 2009</u>	<u>FY 2010</u>	<u>FY 2011</u>	<u>FY 2012</u>	<u>FY 2013</u>	<u>FY 2014</u>	<u>FY 2015</u>
FINANCIAL RESULTS										
Revenues	\$ 3,645	\$ 4,586	\$ 4,934	\$ 4,415	\$ 4,321	\$ 4,911	\$ 5,282	\$ 5,401	\$ 5,757	\$ 6,191
Operating Expenses:										
Salaries and employee benefits	1,801	2,250	2,381	2,247	2,128	2,303	2,316	2,336	2,442	2,698
Purchased transportation	298	465	582	540	690	779	851	865	981	1,045
Rentals	94	112	119	139	116	122	114	118	131	129
Depreciation and amortization	120	195	227	224	198	205	185	217	231	230
Fuel	377	468	608	520	445	585	636	598	595	508
Maintenance and repairs	120	165	175	153	148	182	192	191	179	201
Business realignment, impairment and other charges ²	–	–	–	100	18	89	–	3	–	–
Intercompany charges ^{3,4}	37	61	81	109	351	427	433	452	431	444
Other ⁵	313	407	432	427	380	394	393	375	416	452
	<u>3,160</u>	<u>4,123</u>	<u>4,605</u>	<u>4,459</u>	<u>4,474</u>	<u>5,086</u>	<u>5,120</u>	<u>5,155</u>	<u>5,406</u>	<u>5,707</u>
Operating Income	<u>\$ 485</u>	<u>\$ 463</u>	<u>\$ 329</u>	<u>(\$44)</u>	<u>(\$153)</u>	<u>(\$175)</u>	<u>\$ 162</u>	<u>\$ 246</u>	<u>\$ 351</u>	<u>\$ 484</u>

SELECTED STATISTICS

Operating Margin	13.3%	10.1%	6.7%	(1.0%)	(3.5%)	(3.6%)	3.1%	4.6%	6.1%	7.8%
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1 - The results of operations of FedEx National LTL are included in FedEx Freight segment results from the date of its acquisition on September 3, 2006.

2 - Results for FY09 include charges of \$100 million related to noncash impairment charges associated with goodwill related to the Watkins Motor Lines acquisition and other charges primarily associated with employee severance. FY13 includes severance costs associated with our voluntary buyout program.

3 - In Q1 FY10, approximately 2,700 FedEx Freight segment employees were transferred to FedEx Services and FedEx TechConnect. These employees represented the sales, information technology, marketing, pricing, customer service, claims and credit and collection functions of the FedEx Freight segment and were transferred to allow further centralization of these functions into the FedEx Services segment shared service organization. The costs of the functions are allocated to the FedEx Freight segment through intercompany charges.

4 - FY13 includes allocations of \$47 million for business realignment costs.

5 - FY11 includes \$133 million in costs related to the combination of the FedEx Freight and FedEx National LTL operations.

Unaudited. Differences may result due to rounding.

FedEx Freight Segment

Quarterly Consolidated Statements of Income

FY 2006 – FY 2007

Years ended May 31
In millions

	FY 2006				FY 2007			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER ¹	THIRD QUARTER ¹	FOURTH QUARTER ¹
<u>FINANCIAL RESULTS</u>								
Revenues	\$ 892	\$ 932	\$ 848	\$ 973	\$ 1,013	\$ 1,225	\$ 1,101	\$ 1,247
Operating Expenses:								
Salaries and employee benefits	439	442	449	471	484	592	569	605
Purchased transportation	72	81	68	77	83	140	117	125
Rentals	24	25	23	22	23	30	30	29
Depreciation and amortization	30	29	29	32	31	52	55	57
Fuel	82	104	87	104	112	116	111	129
Maintenance and repairs	28	30	30	32	32	45	42	46
Intercompany charges	9	9	9	10	14	16	15	16
Other	73	77	80	83	84	96	112	115
	757	797	775	831	863	1,087	1,051	1,122
Operating Income	\$ 135	\$ 135	\$ 73	\$ 142	\$ 150	\$ 138	\$ 50	\$ 125
<u>SELECTED STATISTICS</u>								
Operating Margin	15.1%	14.5%	8.6%	14.6%	14.8%	11.3%	4.5%	10.0%

1 - The results of operations of FedEx National LTL are included in the FedEx Freight segment results from the dates of its acquisition on September 3, 2006.

Unaudited. Differences may result due to rounding.

FedEx Freight Segment

Quarterly Consolidated Statements of Income

FY 2008 – FY 2009

Years ended May 31
In millions

	FY 2008				FY 2009			
	FIRST QUARTER	SECOND QUARTER ¹	THIRD QUARTER ¹	FOURTH QUARTER ¹	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
FINANCIAL RESULTS								
Revenues	\$ 1,233	\$ 1,236	\$ 1,155	\$ 1,310	\$ 1,353	\$ 1,200	\$ 914	\$ 948
Operating Expenses:								
Salaries and employee benefits	595	607	582	597	614	592	529	512
Purchased transportation	130	147	139	166	180	151	104	105
Rentals	28	29	30	32	33	35	34	37
Depreciation and amortization	57	58	56	56	54	53	59	58
Fuel	130	141	148	189	206	150	83	81
Maintenance and repairs	47	45	39	44	43	41	33	36
Impairment and other charges ¹	–	–	–	–	–	–	–	100
Intercompany charges	21	20	20	20	22	29	29	29
Other	120	110	95	107	112	117	102	96
	<u>1,128</u>	<u>1,157</u>	<u>1,109</u>	<u>1,211</u>	<u>1,264</u>	<u>1,168</u>	<u>973</u>	<u>1,054</u>
Operating Income	\$ 105	\$ 79	\$ 46	\$ 99	\$ 89	\$ 32	(\$59)	(\$106)
SELECTED STATISTICS								
Operating Margin	8.5%	6.4%	4.0%	7.6%	6.6%	2.7%	(6.5%)	(11.2%)

1 - Q4 FY09 results include charges of \$100 million related to noncash impairment charges associated with goodwill related to the Watkins Motor Lines acquisition and other charges primarily associated with employee severance.

Unaudited. Differences may result due to rounding.

FedEx Freight Segment

Quarterly Consolidated Statements of Income

FY 2010 – FY 2011

Years ended May 31
In millions

	FY 2010				FY 2011			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
FINANCIAL RESULTS								
Revenues	\$ 982	\$ 1,068	\$ 1,040	\$ 1,231	\$ 1,258	\$ 1,221	\$ 1,123	\$ 1,309
Operating Expenses:								
Salaries and employee benefits	507	513	532	576	600	584	562	557
Purchased transportation	118	168	191	213	204	185	178	212
Rentals	29	27	29	31	34	31	29	28
Depreciation and amortization	55	46	49	48	48	62	48	47
Fuel	94	104	112	135	131	133	145	176
Maintenance and repairs	34	35	36	43	46	45	44	47
Impairment and other charges	–	–	–	18	–	67	21	1
Intercompany charges ^{1,2}	52	98	99	102	109	108	106	104
Other	91	89	99	101	102	97	100	95
	<u>980</u>	<u>1,080</u>	<u>1,147</u>	<u>1,267</u>	<u>1,274</u>	<u>1,312</u>	<u>1,233</u>	<u>1,267</u>
Operating Income	\$ 2	(\$12)	(\$107)	(\$36)	(\$16)	(\$91)	(\$110)	\$ 42
SELECTED STATISTICS								
Operating Margin	0.2%	(1.1%)	(10.3%)	(2.9%)	(1.3%)	(7.5%)	(9.8%)	3.2%

1 - In Q1 FY10, approximately 2,700 FedEx Freight segment employees were transferred to FedEx Services and FedEx TechConnect. These employees represented the sales, information technology, marketing, pricing, customer service, claims and credit and collection functions of the FedEx Freight segment and were transferred to allow further centralization of these functions into the FedEx Services segment shared service organization. The costs of the functions are allocated to the FedEx Freight segment through intercompany charges.

2 - Q2, Q3 and Q4 FY11 include \$133 million in costs related to the combination of the FedEx Freight and FedEx National LTL operations.

Unaudited. Differences may result due to rounding.

FedEx Freight Segment

Quarterly Consolidated Statements of Income

FY 2012 – FY 2013

Years ended May 31
In millions

	FY 2012				FY 2013			
	<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	\$ 1,328	\$ 1,325	\$ 1,234	\$ 1,395	\$ 1,399	\$ 1,377	\$ 1,237	\$ 1,388
Operating Expenses:								
Salaries and employee benefits	578	577	566	595	597	588	560	591
Purchased transportation	207	221	201	222	226	224	197	218
Rentals	28	29	29	28	29	29	30	30
Depreciation and amortization	44	44	47	50	53	52	55	57
Fuel	165	156	149	166	148	157	142	151
Maintenance and repairs	50	48	45	49	48	49	45	49
Business realignment, impairment and other charges ¹	–	–	–	–	–	–	1	2
Intercompany charges ²	109	108	107	109	102	102	102	146
Other	105	102	91	95	95	91	92	97
	<u>1,286</u>	<u>1,285</u>	<u>1,235</u>	<u>1,314</u>	<u>1,298</u>	<u>1,292</u>	<u>1,224</u>	<u>1,341</u>
Operating Income (Loss)	\$ 42	\$ 40	(\$1)	\$ 81	\$ 101	\$ 85	\$ 13	\$ 47
 <u>SELECTED STATISTICS</u>								
Operating Margin	3.2%	3.0%	(0.1%)	5.8%	7.2%	6.2%	1.1%	3.4%

1 - FY13 includes severance costs associated with our voluntary buyout program.

2 - FY13 includes allocations of \$4 million in Q3 and \$41 million in Q4 for business realignment costs.

Unaudited. Differences may result due to rounding.

FedEx Freight Segment

Quarterly Consolidated Statements of Income

FY 2014 – FY 2015

Years ended May 31
In millions

	FY 2014				FY 2015			
	<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	\$ 1,424	\$ 1,434	\$ 1,347	\$ 1,552	\$ 1,609	\$ 1,585	\$ 1,428	\$ 1,569
Operating Expenses:								
Salaries and employee benefits	598	610	598	636	656	686	664	692
Purchased transportation	234	250	231	266	284	273	235	253
Rentals	32	31	31	37	32	31	33	33
Depreciation and amortization	57	57	58	59	58	58	54	60
Fuel	145	145	146	159	147	143	109	109
Maintenance and repairs	46	46	42	45	46	53	49	53
Intercompany charges	112	110	104	105	110	111	108	115
Other	100	100	101	115	108	118	109	117
	<u>1,324</u>	<u>1,349</u>	<u>1,311</u>	<u>1,422</u>	<u>1,441</u>	<u>1,473</u>	<u>1,361</u>	<u>1,432</u>
Operating Income (Loss)	<u>\$ 100</u>	<u>\$ 85</u>	<u>\$ 36</u>	<u>\$ 130</u>	<u>\$ 168</u>	<u>\$ 112</u>	<u>\$ 67</u>	<u>\$ 137</u>

SELECTED STATISTICS

Operating Margin	7.0%	5.9%	2.7%	8.4%	10.4%	7.1%	4.7%	8.7%
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Unaudited. Differences may result due to rounding.

FedEx Freight

Annual LTL Shipment Statistics

FY 2006 – FY 2015

	<u>FY 2006</u>	<u>FY 2007</u> ¹	<u>FY 2008</u>	<u>FY 2009</u>	<u>FY 2010</u>	<u>FY 2011</u>	<u>FY 2012</u>	<u>FY 2013</u>	<u>FY 2014</u>	<u>FY 2015</u>
Shipments Per Day										
Priority							60,345	59,280	62,868	66,864
Economy							24,511	26,370	27,687	28,626
Total shipments per day	66,748	78,236	79,706	74,389	82,290	85,980	84,856	85,650	90,555	95,490
Weight Per Shipment (lbs)										
Priority							1,202	1,237	1,262	1,272
Economy							1,045	990	1,000	1,003
Composite weight per shipment	1,143	1,130	1,136	1,126	1,134	1,144	1,156	1,161	1,182	1,191
LTL Revenue/CWT										
Priority							\$ 18.02	\$ 17.80	\$ 17.73	\$ 18.05
Economy							\$ 23.96	\$ 25.90	\$ 25.80	\$ 26.34
Composite LTL Revenue/Shipment	\$ 16.84	\$ 18.65	\$ 19.65	\$ 19.07	\$ 17.07	\$ 18.24	\$ 19.57	\$ 19.94	\$ 19.82	\$ 20.15
LTL Revenue/Shipment										
Priority							\$ 216.47	\$ 220.32	\$ 223.61	\$ 229.57
Economy							\$ 250.30	\$ 256.38	\$ 258.05	\$ 264.34
Composite LTL Revenue/Shipment							\$ 226.24	\$ 231.52	\$ 234.23	\$ 240.09
Avg Daily YOY Shipment Growth Rate										
Priority							N/A	(1.8%)	6.1%	6.4%
Economy							N/A	7.6%	5.0%	3.4%
Total shipments per day	5.4%	17.2%	1.9%	(6.7%)	10.6%	4.5%	(1.3%)	0.9%	5.7%	5.4%
LTL Revenue/Shipment Growth Rate										
Priority							N/A	N/A	1.5%	2.7%
Economy							N/A	N/A	0.7%	2.4%
Total Composite LTL Revenue/Shipment							N/A	N/A	1.2%	2.5%
OPERATING WEEKDAYS	254	254	253	252	253	254	255	253	252	252

1 - The results of operations of FedEx National LTL are included in the FedEx Freight segment results from the dates of its acquisition on September 3, 2006.

Unaudited. Differences may result due to rounding.

FedEx Freight

Quarterly LTL Shipment Statistics

FY 2006 – FY 2011

	FY 2006				FY 2007 ¹			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Shipments Per Day	65,321	68,266	64,171	69,185	69,635	86,976	77,096	79,701
Weight Per Shipment	1,132	1,161	1,141	1,137	1,130	1,127	1,129	1,136
Revenue/CWT	\$ 16.55	\$ 16.80	\$ 16.74	\$ 17.25	\$ 17.90	\$ 18.73	\$ 18.68	\$ 19.18
Avg Daily YOY Shipment Growth Rate	1.4%	4.9%	6.9%	8.4%	6.6%	27.4%	20.1%	15.2%
OPERATING WEEKDAYS	65	62	62	65	65	61	62	66
	FY 2008				FY 2009			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Shipments Per Day	79,331	81,928	75,468	82,038	82,735	80,305	65,991	68,448
Weight Per Shipment	1,131	1,129	1,143	1,142	1,140	1,122	1,121	1,119
Revenue/CWT	\$ 19.39	\$ 19.56	\$ 19.63	\$ 19.98	\$ 20.44	\$ 19.44	\$ 18.21	\$ 17.78
Avg Daily YOY Shipment Growth Rate	13.9%	(5.8%)	(2.1%)	2.9%	4.3%	(2.0%)	(12.6%)	(16.6%)
OPERATING WEEKDAYS	65	62	62	64	64	62	62	64
	FY 2010				FY 2011			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Shipments Per Day	71,384	82,928	83,426	91,523	91,791	89,371	78,294	84,265
Weight Per Shipment	1,109	1,128	1,133	1,160	1,134	1,115	1,151	1,177
Revenue/CWT	\$ 17.87	\$ 17.09	\$ 16.82	\$ 16.69	\$ 17.32	\$ 18.27	\$ 18.66	\$ 18.83
Avg Daily YOY Shipment Growth Rate	(13.7%)	3.3%	26.4%	33.7%	28.6%	7.8%	(6.2%)	(7.9%)
OPERATING WEEKDAYS	65	62	61	65	65	62	62	65

1 - The results of operations of FedEx National LTL are included in the FedEx Freight segment results from the dates of its acquisition on September 3, 2006.

Unaudited. Differences may result due to rounding.

FedEx Freight

Quarterly LTL Shipment Statistics

FY 2012 – FY 2015

	FY 2012				FY 2013			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Shipments Per Day								
Priority	61,221	62,113	56,427	61,580	61,415	61,534	55,236	58,788
Economy	23,734	24,674	23,343	26,263	26,578	26,818	25,227	26,800
Total shipments per day	84,955	86,787	79,770	87,843	87,993	88,352	80,463	85,596
Weight Per Shipment (lbs)								
Priority	1,186	1,184	1,212	1,225	1,215	1,215	1,250	1,272
Economy	1,082	1,057	1,025	1,018	999	989	989	981
Composite weight per shipment	1,157	1,147	1,157	1,163	1,150	1,146	1,168	1,181
LTL Revenue/CWT								
Priority	\$ 17.94	\$ 18.39	\$ 18.10	\$ 17.67	\$ 17.73	\$ 18.15	\$ 17.87	\$ 17.50
Economy	23.13	23.75	24.28	24.67	25.33	26.29	26.17	25.87
Composite LTL Revenue/CWT	\$ 19.29	\$ 19.79	\$ 19.70	\$ 19.50	\$ 19.72	\$ 20.28	\$ 20.10	\$ 19.68
LTL Revenue/Shipment								
Priority	\$ 212.75	\$ 217.66	\$ 219.38	\$ 216.46	\$ 215.44	\$ 220.38	\$ 223.34	\$ 222.69
Economy	250.18	250.98	248.85	251.05	253.14	259.98	258.95	253.87
Composite LTL Revenue/Shipment	\$ 223.20	\$ 227.13	\$ 228.01	\$ 226.80	\$ 226.83	\$ 232.49	\$ 234.84	\$ 232.45
Avg Daily Shipment Growth Rate								
Priority				1.2%	0.3%	(0.9%)	(2.1%)	(4.5%)
Economy				12.2%	12.0%	8.7%	8.1%	2.1%
Total shipments per day	(7.4%)	(2.9%)	1.9%	4.2%	3.6%	1.8%	0.9%	(2.6%)
OPERATING WEEKDAYS	65	62	63	65	65	62	61	65
	FY 2014				FY 2015			
	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER
Shipments Per Day								
Priority	61,044	63,830	59,491	67,031	68,969	70,102	61,968	66,366
Economy	27,643	28,085	26,281	28,708	29,138	29,325	26,788	29,216
Total shipments per day	88,687	91,915	85,772	95,739	98,107	99,427	88,756	95,582
Weight Per Shipment (lbs)								
Priority	1,244	1,241	1,280	1,280	1,258	1,245	1,287	1,301
Economy	993	992	1,002	1,013	1,013	1,010	1,007	984
Composite weight per shipment	1,166	1,165	1,195	1,200	1,185	1,176	1,203	1,204
LTL Revenue/CWT								
Priority	\$ 17.88	\$ 17.89	\$ 17.54	\$ 17.60	\$ 18.14	\$ 18.36	\$ 18.02	\$ 17.68
Economy	25.84	25.92	25.71	25.73	26.19	26.29	26.38	26.52
Composite LTL Revenue/CWT	\$ 19.99	\$ 19.98	\$ 19.67	\$ 19.66	\$ 20.18	\$ 20.37	\$ 20.17	\$ 19.89
LTL Revenue/Shipment								
Priority	\$ 222.45	\$ 221.99	\$ 224.63	\$ 225.29	\$ 228.07	\$ 228.62	\$ 231.92	\$ 229.97
Economy	256.47	257.15	257.74	260.71	265.42	265.46	265.66	261.02
Composite LTL Revenue/Shipment	\$ 233.05	\$ 232.73	\$ 235.14	\$ 235.91	\$ 239.16	\$ 239.49	\$ 242.52	\$ 239.46
Avg Daily Shipment Growth Rate								
Priority	(0.6%)	3.7%	7.7%	14.0%	13.0%	9.8%	4.2%	(1.0%)
Economy	4.0%	4.7%	4.2%	7.1%	5.4%	4.4%	1.9%	1.8%
Total shipments per day	0.8%	4.0%	6.6%	11.8%	10.6%	8.2%	3.5%	(0.2%)
LTL Revenue/Shipment Growth Rate								
Priority	3.3%	0.7%	0.6%	1.2%	2.5%	3.0%	3.2%	2.1%
Economy	1.3%	(1.1%)	(0.5%)	2.7%	3.5%	3.2%	3.1%	0.1%
Total Composite LTL Revenue/Shipment	2.7%	0.1%	0.1%	1.5%	2.6%	2.9%	3.1%	1.5%
OPERATING WEEKDAYS	64	62	62	64	64	62	62	64

Unaudited. Differences may result due to rounding.