

ORACLE CORPORATION
Q4 FISCAL 2026 FINANCIAL RESULTS
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
(\$ in millions, except per share data)

| | Three Months Ended May 31, | | | | % Increase (Decrease) in US \$ | % Increase (Decrease) in Constant Currency (1) |
|--|----------------------------|------------------|-----------------|------------------|--------------------------------------|---|
| | 2026 | % of Revenues | 2025 | % of Revenues | | |
| REVENUES | | | | | | |
| Cloud | \$ 9,913 | 52% | \$ 6,737 | 43% | 47% | 46% |
| Software | 6,824 | 35% | 6,968 | 44% | (2%) | (3%) |
| Hardware | 924 | 5% | 850 | 5% | 9% | 7% |
| Services | 1,523 | 8% | 1,348 | 8% | 13% | 12% |
| Total revenues | 19,184 | 100% | 15,903 | 100% | 21% | 20% |
| OPERATING EXPENSES | | | | | | |
| Cloud and software | 5,224 | 27% | 3,343 | 21% | 56% | 56% |
| Hardware | 293 | 2% | 252 | 2% | 16% | 13% |
| Services | 1,155 | 6% | 1,145 | 7% | 1% | 0% |
| Sales and marketing | 2,068 | 11% | 2,306 | 15% | (10%) | (12%) |
| Research and development | 2,613 | 14% | 2,654 | 17% | (2%) | (1%) |
| General and administrative | 444 | 2% | 467 | 3% | (5%) | (5%) |
| Amortization of intangible assets | 431 | 2% | 544 | 3% | (21%) | (21%) |
| Restructuring and other | 823 | 4% | 83 | 0% | 899% | 901% |
| Total operating expenses | 13,051 | 68% | 10,794 | 68% | 21% | 20% |
| OPERATING INCOME | 6,133 | 32% | 5,109 | 32% | 20% | 18% |
| Interest expense | (1,438) | (8%) | (978) | (6%) | 47% | 47% |
| Non-operating income, net | 675 | 4% | 20 | 0% | * | * |
| INCOME BEFORE INCOME TAXES | 5,370 | 28% | 4,151 | 26% | 29% | 27% |
| Provision for income taxes | 1,066 | 6% | 724 | 4% | 47% | 45% |
| NET INCOME | \$ 4,304 | 22% | \$ 3,427 | 22% | 26% | 23% |
| Preferred stock dividends | 81 | | - | | | |
| NET INCOME AVAILABLE TO COMMON SHAREHOLDERS | \$ 4,223 | | \$ 3,427 | | | |
| EARNINGS PER SHARE ATTRIBUTABLE TO COMMON SHAREHOLDERS: | | | | | | |
| Basic | \$ 1.47 | | \$ 1.22 | | | |
| Diluted | \$ 1.45 | | \$ 1.19 | | | |
| WEIGHTED AVERAGE COMMON SHARES OUTSTANDING: | | | | | | |
| Basic | 2,878 | | 2,805 | | | |
| Diluted | 2,915 | | 2,871 | | | |

(1) We compare the percent change in the results from one period to another period using constant currency disclosure. We present constant currency information to provide a framework for assessing how our underlying businesses performed excluding the effect of foreign currency rate fluctuations. To present this information, current and comparative prior period results for entities reporting in currencies other than United States dollars are converted into United States dollars at the exchange rates in effect on May 31, 2025, which was the last day of our prior fiscal year, rather than the actual exchange rates in effect during the respective periods. Movements in international currencies relative to the United States dollar during the three months ended May 31, 2026 compared with the corresponding prior year period increased our total revenues by 1 percentage point, total operating expenses by 1 percentage point and operating income by 2 percentage points.

* Not meaningful

ORACLE CORPORATION
Q4 FISCAL 2026 FINANCIAL RESULTS
RECONCILIATION OF SELECTED GAAP MEASURES TO NON-GAAP MEASURES (1)
(\$ in millions, except per share data)

| | Three Months Ended May 31, | | | | | | % Increase (Decrease) in US \$ | | % Increase (Decrease) in Constant Currency (2) | |
|---|----------------------------|------------|-----------|-----------|------------|-----------|--------------------------------|----------|--|----------|
| | 2026 | | 2026 | | 2025 | | GAAP | Non-GAAP | GAAP | Non-GAAP |
| | GAAP | Adj. | Non-GAAP | GAAP | Adj. | Non-GAAP | | | | |
| TOTAL REVENUES | \$ 19,184 | \$ - | \$ 19,184 | \$ 15,903 | \$ - | \$ 15,903 | 21% | 21% | 20% | 20% |
| TOTAL OPERATING EXPENSES | \$ 13,051 | \$ (2,457) | \$ 10,594 | \$ 10,794 | \$ (1,926) | \$ 8,868 | 21% | 19% | 20% | 19% |
| Stock-based compensation (3) | 1,203 | (1,203) | - | 1,299 | (1,299) | - | (7%) | * | (7%) | * |
| Amortization of intangible assets (4) | 431 | (431) | - | 544 | (544) | - | (21%) | * | (21%) | * |
| Restructuring and other | 823 | (823) | - | 83 | (83) | - | 899% | * | 901% | * |
| OPERATING INCOME | \$ 6,133 | \$ 2,457 | \$ 8,590 | \$ 5,109 | \$ 1,926 | \$ 7,035 | 20% | 22% | 18% | 21% |
| OPERATING MARGIN % | 32% | | 45% | 32% | | 44% | (16) bp. | 54 bp. | (42) bp. | 44 bp. |
| INCOME TAX EFFECTS (5) | \$ 1,066 | \$ 527 | \$ 1,593 | \$ 724 | \$ 472 | \$ 1,196 | 47% | 33% | 45% | 32% |
| NET INCOME | \$ 4,304 | \$ 1,930 | \$ 6,234 | \$ 3,427 | \$ 1,454 | \$ 4,881 | 26% | 28% | 23% | 26% |
| NET INCOME AVAILABLE TO COMMON SHAREHOLDERS | \$ 4,223 | \$ 1,930 | \$ 6,153 | \$ 3,427 | \$ 1,454 | \$ 4,881 | 23% | 26% | 21% | 25% |
| DILUTED EARNINGS PER SHARE ATTRIBUTABLE TO COMMON SHAREHOLDERS | \$ 1.45 | | \$ 2.11 | \$ 1.19 | | \$ 1.70 | 21% | 24% | 19% | 23% |
| DILUTED WEIGHTED AVERAGE COMMON SHARES OUTSTANDING | 2,915 | - | 2,915 | 2,871 | - | 2,871 | 2% | 2% | 2% | 2% |

(1) This presentation includes non-GAAP measures. Our non-GAAP measures are not meant to be considered in isolation or as a substitute for comparable GAAP measures, and should be read only in conjunction with our consolidated financial statements prepared in accordance with GAAP. For a detailed explanation of the adjustments made to comparable GAAP measures, the reasons why management uses these measures, the usefulness of these measures and the material limitations on the usefulness of these measures, please see Appendix A.

(2) We compare the percent change in the results from one period to another period using constant currency disclosure. We present constant currency information to provide a framework for assessing how our underlying businesses performed excluding the effect of foreign currency rate fluctuations. To present this information, current and comparative prior period results for entities reporting in currencies other than United States dollars are converted into United States dollars at the exchange rates in effect on May 31, 2025, which was the last day of our prior fiscal year, rather than the actual exchange rates in effect during the respective periods.

(3) Stock-based compensation was included in the following GAAP operating expense categories:

| | Three Months Ended May 31, 2026 | | | Three Months Ended May 31, 2025 | | |
|--------------------------------|------------------------------------|-------------------|-------------|------------------------------------|-------------------|-------------|
| | GAAP | Adj. | Non-GAAP | GAAP | Adj. | Non-GAAP |
| Cloud and software | \$ 144 | \$ (144) | \$ - | \$ 150 | \$ (150) | \$ - |
| Hardware | 6 | (6) | - | 7 | (7) | - |
| Services | 52 | (52) | - | 52 | (52) | - |
| Sales and marketing | 185 | (185) | - | 200 | (200) | - |
| Research and development | 705 | (705) | - | 737 | (737) | - |
| General and administrative | 111 | (111) | - | 153 | (153) | - |
| Total stock-based compensation | <u>\$ 1,203</u> | <u>\$ (1,203)</u> | <u>\$ -</u> | <u>\$ 1,299</u> | <u>\$ (1,299)</u> | <u>\$ -</u> |

(4) Estimated future annual amortization expense related to intangible assets as of May 31, 2026 was as follows:

| | |
|------------------------------|-----------------|
| Fiscal 2027 | \$ 731 |
| Fiscal 2028 | 694 |
| Fiscal 2029 | 620 |
| Fiscal 2030 | 582 |
| Fiscal 2031 | 377 |
| Thereafter | 225 |
| Total intangible assets, net | <u>\$ 3,229</u> |

(5) Income tax effects were calculated reflecting an effective GAAP tax rate of 19.8% and 17.5% in the fourth quarter of fiscal 2026 and 2025, respectively, and an effective non-GAAP tax rate of 20.4% and 19.7% in the fourth quarter of fiscal 2026 and 2025, respectively. The difference in our GAAP and non-GAAP tax rates in each of the fourth quarters of fiscal 2026 and 2025 was primarily due to the net tax effects related to stock-based compensation expense, restructuring and other expense, including the tax effects on amortization of intangible assets, and, final remeasurement impact of the U.S. One, Big, Beautiful Bill Act primarily related to the remeasurement of a deferred tax liability previously recorded during 2021, as part of our legal entity structure, partially offset by the net deferred tax effects related to an income tax benefit that was previously recorded due to the partial realignment of our legal entity structure.

* Not meaningful

ORACLE CORPORATION
FISCAL 2026 YEAR TO DATE FINANCIAL RESULTS
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
(\$ in millions, except per share data)

| | Year Ended May 31, | | | | % Increase (Decrease) in US \$ | % Increase (Decrease) in Constant Currency (1) |
|--|--------------------|------------------|------------------|------------------|--------------------------------------|---|
| | 2026 | % of Revenues | 2025 | % of Revenues | | |
| REVENUES | | | | | | |
| Cloud | \$ 33,989 | 51% | \$ 24,506 | 43% | 39% | 37% |
| Software | 24,541 | 36% | 24,724 | 43% | (1%) | (3%) |
| Hardware | 3,084 | 5% | 2,936 | 5% | 5% | 3% |
| Services | 5,743 | 8% | 5,233 | 9% | 10% | 8% |
| Total revenues | 67,357 | 100% | 57,399 | 100% | 17% | 16% |
| OPERATING EXPENSES | | | | | | |
| Cloud and software | 17,597 | 26% | 11,569 | 20% | 52% | 51% |
| Hardware | 868 | 1% | 782 | 1% | 11% | 8% |
| Services | 4,556 | 7% | 4,576 | 8% | 0% | (2%) |
| Sales and marketing | 8,331 | 12% | 8,651 | 15% | (4%) | (5%) |
| Research and development | 10,272 | 15% | 9,860 | 17% | 4% | 4% |
| General and administrative | 1,618 | 2% | 1,602 | 3% | 1% | 0% |
| Amortization of intangible assets | 1,671 | 3% | 2,307 | 4% | (28%) | (28%) |
| Restructuring and other | 1,838 | 3% | 374 | 1% | 391% | 384% |
| Total operating expenses | 46,751 | 69% | 39,721 | 69% | 18% | 17% |
| OPERATING INCOME | 20,606 | 31% | 17,678 | 31% | 17% | 13% |
| Interest expense | (4,599) | (7%) | (3,578) | (6%) | 29% | 29% |
| Non-operating income, net | 3,547 | 5% | 60 | 0% | * | * |
| INCOME BEFORE INCOME TAXES | 19,554 | 29% | 14,160 | 25% | 38% | 33% |
| Provision for income taxes (2) | 2,467 | 4% | 1,717 | 3% | 44% | 39% |
| NET INCOME | \$ 17,087 | 25% | \$ 12,443 | 22% | 37% | 32% |
| Preferred stock dividends | 103 | | - | | | |
| NET INCOME AVAILABLE TO COMMON SHAREHOLDERS | \$ 16,984 | | \$ 12,443 | | | |
| EARNINGS PER SHARE ATTRIBUTABLE TO COMMON SHAREHOLDERS: | | | | | | |
| Basic | \$ 5.94 | | \$ 4.46 | | | |
| Diluted | \$ 5.83 | | \$ 4.34 | | | |
| WEIGHTED AVERAGE COMMON SHARES OUTSTANDING: | | | | | | |
| Basic | 2,860 | | 2,789 | | | |
| Diluted | 2,914 | | 2,866 | | | |

(1) We compare the percent change in the results from one period to another period using constant currency disclosure. We present constant currency information to provide a framework for assessing how our underlying businesses performed excluding the effect of foreign currency rate fluctuations. To present this information, current and comparative prior period results for entities reporting in currencies other than United States dollars are converted into United States dollars at the exchange rates in effect on May 31, 2025, which was the last day of our prior fiscal year, rather than the actual exchange rates in effect during the respective periods. Movements in international currencies relative to the United States dollar during the year ended May 31, 2026 compared with the corresponding prior year period increased our total revenues by 1 percentage point, total operating expenses by 1 percentage point and operating income by 4 percentage points.

(2) Provision for income taxes for the year ended May 31, 2026 includes the impact of the U.S. One, Big, Beautiful Bill Act, which was signed into law on July 4, 2025.

* Not meaningful

ORACLE CORPORATION
FISCAL 2026 YEAR TO DATE FINANCIAL RESULTS
RECONCILIATION OF SELECTED GAAP MEASURES TO NON-GAAP MEASURES (1)
(\$ in millions, except per share data)

| | Year Ended May 31, | | | | | | % Increase (Decrease) in US \$ | | % Increase (Decrease) in Constant Currency (2) | |
|---|--------------------|------------|-----------|-----------|------------|-----------|--------------------------------|----------|--|----------|
| | 2026 | | | 2025 | | | GAAP | Non-GAAP | GAAP | Non-GAAP |
| | GAAP | Adj. | Non-GAAP | GAAP | Adj. | Non-GAAP | | | | |
| TOTAL REVENUES | \$ 67,357 | \$ - | \$ 67,357 | \$ 57,399 | \$ - | \$ 57,399 | 17% | 17% | 16% | 16% |
| TOTAL OPERATING EXPENSES | \$ 46,751 | \$ (8,320) | \$ 38,431 | \$ 39,721 | \$ (7,355) | \$ 32,366 | 18% | 19% | 17% | 17% |
| Stock-based compensation (3) | 4,811 | (4,811) | - | 4,674 | (4,674) | - | 3% | * | 3% | * |
| Amortization of intangible assets (4) | 1,671 | (1,671) | - | 2,307 | (2,307) | - | (28%) | * | (28%) | * |
| Restructuring and other | 1,838 | (1,838) | - | 374 | (374) | - | 391% | * | 384% | * |
| OPERATING INCOME | \$ 20,606 | \$ 8,320 | \$ 28,926 | \$ 17,678 | \$ 7,355 | \$ 25,033 | 17% | 16% | 13% | 13% |
| OPERATING MARGIN % | 31% | | 43% | 31% | | 44% | (21) bp. | (67) bp. | (68) bp. | (93) bp. |
| INCOME TAX EFFECTS (5) | \$ 2,467 | \$ 3,070 | \$ 5,537 | \$ 1,717 | \$ 2,514 | \$ 4,231 | 44% | 31% | 39% | 28% |
| NET INCOME | \$ 17,087 | \$ 5,250 | \$ 22,337 | \$ 12,443 | \$ 4,841 | \$ 17,284 | 37% | 29% | 32% | 26% |
| NET INCOME AVAILABLE TO COMMON SHAREHOLDERS | \$ 16,984 | \$ 5,250 | \$ 22,234 | \$ 12,443 | \$ 4,841 | \$ 17,284 | 36% | 29% | 32% | 26% |
| DILUTED EARNINGS PER SHARE ATTRIBUTABLE TO COMMON SHAREHOLDERS | \$ 5.83 | | \$ 7.63 | \$ 4.34 | | \$ 6.03 | 34% | 27% | 30% | 24% |
| DILUTED WEIGHTED AVERAGE COMMON SHARES OUTSTANDING | 2,914 | - | 2,914 | 2,866 | - | 2,866 | 2% | 2% | 2% | 2% |

(1) This presentation includes non-GAAP measures. Our non-GAAP measures are not meant to be considered in isolation or as a substitute for comparable GAAP measures, and should be read only in conjunction with our consolidated financial statements prepared in accordance with GAAP. For a detailed explanation of the adjustments made to comparable GAAP measures, the reasons why management uses these measures, the usefulness of these measures and the material limitations on the usefulness of these measures, please see Appendix A.

(2) We compare the percent change in the results from one period to another period using constant currency disclosure. We present constant currency information to provide a framework for assessing how our underlying businesses performed excluding the effect of foreign currency rate fluctuations. To present this information, current and comparative prior period results for entities reporting in currencies other than United States dollars are converted into United States dollars at the exchange rates in effect on May 31, 2025, which was the last day of our prior fiscal year, rather than the actual exchange rates in effect during the respective periods.

(3) Stock-based compensation was included in the following GAAP operating expense categories:

| | Year Ended May 31, 2026 | | | Year Ended May 31, 2025 | | |
|--------------------------------|----------------------------|------------|----------|----------------------------|------------|----------|
| | GAAP | Adj. | Non-GAAP | GAAP | Adj. | Non-GAAP |
| Cloud and software | \$ 622 | \$ (622) | \$ - | \$ 609 | \$ (609) | \$ - |
| Hardware | 27 | (27) | - | 29 | (29) | - |
| Services | 210 | (210) | - | 202 | (202) | - |
| Sales and marketing | 759 | (759) | - | 757 | (757) | - |
| Research and development | 2,805 | (2,805) | - | 2,638 | (2,638) | - |
| General and administrative | 388 | (388) | - | 439 | (439) | - |
| Total stock-based compensation | \$ 4,811 | \$ (4,811) | \$ - | \$ 4,674 | \$ (4,674) | \$ - |

(4) Estimated future annual amortization expense related to intangible assets as of May 31, 2026 was as follows:

| | |
|------------------------------|----------|
| Fiscal 2027 | \$ 731 |
| Fiscal 2028 | 694 |
| Fiscal 2029 | 620 |
| Fiscal 2030 | 582 |
| Fiscal 2031 | 377 |
| Thereafter | 225 |
| Total intangible assets, net | \$ 3,229 |

(5) Income tax effects were calculated reflecting an effective GAAP tax rate of 12.6% and 12.1% in fiscal 2026 and 2025, respectively, and an effective non-GAAP tax rate of 19.9% and 19.7% in fiscal 2026 and 2025, respectively. The difference in our GAAP and non-GAAP tax rates in each of fiscal 2026 and 2025 was primarily due to the net tax effects related to stock-based compensation expense; and restructuring and other expense, including the tax effects on amortization of intangible assets, partially offset by the net deferred tax effects related to an income tax benefit that was previously recorded due to the partial realignment of our legal entity structure; and, for fiscal 2026, the impact of the U.S. One, Big, Beautiful Bill Act (refer to Appendix A for additional information).

* Not meaningful

ORACLE CORPORATION
FISCAL 2026 FINANCIAL RESULTS
CONDENSED CONSOLIDATED BALANCE SHEETS
(\$ in millions)

| | May 31, 2026 | May 31, 2025 |
|---|-------------------|-------------------|
| ASSETS | | |
| Current Assets: | | |
| Cash and cash equivalents | \$ 31,289 | \$ 10,786 |
| Marketable securities | 605 | 417 |
| Trade receivables, net | 10,385 | 8,558 |
| Prepaid expenses and other current assets | 4,288 | 4,818 |
| Total Current Assets | 46,567 | 24,579 |
| Non-Current Assets: | | |
| Property, plant and equipment, net | 99,957 | 43,522 |
| Operating lease right-of-use assets | 29,690 | 13,145 |
| Goodwill | 62,261 | 62,207 |
| Deferred tax assets | 11,541 | 11,877 |
| Other non-current assets | 11,743 | 13,031 |
| Total Non-Current Assets | 215,192 | 143,782 |
| TOTAL ASSETS | \$ 261,759 | \$ 168,361 |
| LIABILITIES AND STOCKHOLDERS' EQUITY | | |
| Current Liabilities: | | |
| Notes payable and other borrowings, current | \$ 7,199 | \$ 7,271 |
| Accounts payable | 10,977 | 5,113 |
| Accrued compensation and related benefits | 2,225 | 2,243 |
| Deferred revenues | 9,916 | 9,387 |
| Other current liabilities | 11,447 | 8,629 |
| Total Current Liabilities | 41,764 | 32,643 |
| Non-Current Liabilities: | | |
| Notes payable and other borrowings, non-current | 122,342 | 85,297 |
| Income taxes payable | 11,771 | 10,269 |
| Operating lease liabilities | 26,648 | 11,536 |
| Other non-current liabilities | 16,178 | 7,647 |
| Total Non-Current Liabilities | 176,939 | 114,749 |
| Stockholders' Equity | 43,056 | 20,969 |
| TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY | \$ 261,759 | \$ 168,361 |

ORACLE CORPORATION
FISCAL 2026 FINANCIAL RESULTS
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
(\$ in millions)

| | Year Ended May 31, | |
|--|--------------------|------------------|
| | 2026 | 2025 |
| Cash Flows From Operating Activities: | | |
| Net income | \$ 17,087 | \$ 12,443 |
| Adjustments to reconcile net income to net cash provided by operating activities: | | |
| Depreciation | 7,623 | 3,867 |
| Amortization of intangible assets | 1,671 | 2,307 |
| Deferred income taxes | (917) | (1,637) |
| Stock-based compensation | 4,811 | 4,674 |
| Gains from investments and other, net | (2,433) | 667 |
| Changes in operating assets and liabilities: | | |
| Increase in trade receivables, net | (2,190) | (653) |
| Decrease in prepaid expenses and other assets | 2,179 | 266 |
| Decrease in accounts payable and other liabilities | (240) | (608) |
| Decrease in income taxes payable | (256) | (659) |
| Increase in deferred revenues from customer prepayments with significant financing component | 4,592 | - |
| Increase in other deferred revenues | 50 | 154 |
| Net cash provided by operating activities | 31,977 | 20,821 |
| Cash Flows From Investing Activities: | | |
| Purchases of marketable securities and other investments | (2,039) | (1,272) |
| Proceeds from sales and maturities of marketable securities and other investments | 5,848 | 776 |
| Capital expenditures | (55,663) | (21,215) |
| Net cash used for investing activities | (51,854) | (21,711) |
| Cash Flows From Financing Activities: | | |
| Proceeds from issuances of common stock | 1,449 | 653 |
| Payments for repurchases of common stock | (95) | (600) |
| Shares repurchased for tax withholdings upon vesting of restricted stock-based awards | (111) | (900) |
| Proceeds from issuances of mandatory convertible preferred stock, net of issuance costs | 4,954 | - |
| Payments of dividends to stockholders | (5,787) | (4,743) |
| (Repayments of) proceeds from issuances of commercial paper, net | (2,285) | 1,889 |
| Proceeds from short-term financing related to capital expenditures, net | 3,345 | 1,422 |
| Proceeds from issuances of senior notes, term loan credit agreements and other borrowings, net of issuance costs | 46,093 | 19,548 |
| Repayments of senior notes, term loan credit agreements and other borrowings | (6,942) | (15,841) |
| Other financing activities, net | (337) | (330) |
| Net cash provided by financing activities | 40,284 | 1,098 |
| Effect of exchange rate changes on cash and cash equivalents | 96 | 124 |
| Net increase in cash and cash equivalents | 20,503 | 332 |
| Cash and cash equivalents at beginning of period | 10,786 | 10,454 |
| Cash and cash equivalents at end of period | \$ 31,289 | \$ 10,786 |

ORACLE CORPORATION
FISCAL 2026 FINANCIAL RESULTS
FREE CASH FLOW - TRAILING FOUR-QUARTERS (1)
(\$ in millions)

| | Fiscal 2025 | | | | Fiscal 2026 | | | |
|---|-------------|-----------|-----------|-----------|-------------|-------------|-------------|-------------|
| | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 |
| GAAP Operating Cash Flow | \$ 19,126 | \$ 20,287 | \$ 20,745 | \$ 20,821 | \$ 21,534 | \$ 22,296 | \$ 23,514 | \$ 31,977 |
| Capital Expenditures | (7,855) | (10,745) | (14,933) | (21,215) | (27,414) | (35,477) | (48,250) | (55,663) |
| Free Cash Flow | \$ 11,271 | \$ 9,542 | \$ 5,812 | \$ (394) | \$ (5,880) | \$ (13,181) | \$ (24,736) | \$ (23,686) |
| Operating Cash Flow % Growth over prior year | 8% | 19% | 14% | 12% | 13% | 10% | 13% | 54% |
| Free Cash Flow % Growth over prior year | 19% | (6%) | (53%) | * | * | * | * | * |
| GAAP Net Income | \$ 10,976 | \$ 11,624 | \$ 12,160 | \$ 12,443 | \$ 12,441 | \$ 15,425 | \$ 16,210 | \$ 17,087 |
| Operating Cash Flow as a % of Net Income | 174% | 175% | 171% | 167% | 173% | 145% | 145% | 187% |
| Free Cash Flow as a % of Net Income | 103% | 82% | 48% | (3%) | (47%) | (85%) | (153%) | (139%) |

(1) To supplement our statements of cash flows presented on a GAAP basis, we use non-GAAP measures of cash flows on a trailing four-quarter basis to analyze cash flow generated from operations. We believe free cash flow is also useful as one of the bases for comparing our performance with our competitors. The presentation of non-GAAP free cash flow is not meant to be considered in isolation or as an alternative to net income as an indicator of our performance, or as an alternative to cash flows from operating activities as a measure of liquidity.

* Not meaningful

ORACLE CORPORATION
FISCAL 2026 FINANCIAL RESULTS
NET CASH OUTLAY FOR CAPITAL EXPENDITURES - TRAILING FOUR-QUARTERS (1)
(\$ in millions)

| | Fiscal 2025 | | | | Fiscal 2026 | | | |
|---|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 |
| Capital Expenditures | \$ (7,855) | \$ (10,745) | \$ (14,933) | \$ (21,215) | \$ (27,414) | \$ (35,477) | \$ (48,250) | \$ (55,663) |
| Less: Other Short-Term Financing Cash Flow Related to Capital Expenditures (2) | - | - | - | 1,422 | 3,380 | 2,620 | 4,089 | 3,345 |
| Less: Customer Prepayments with Significant Financing Component for Capital Expenditures (3) | - | - | - | - | - | - | - | 4,592 |
| Net Cash Outlay for Capital Expenditures | \$ (7,855) | \$ (10,745) | \$ (14,933) | \$ (19,793) | \$ (24,034) | \$ (32,857) | \$ (44,161) | \$ (47,726) |

(1) To supplement our cash flow for capital expenditures presented in our statements of cash flows in accordance with GAAP, we provide net cash outlay for capital expenditures on a trailing four-quarter basis. Net cash outlay for capital expenditures is defined as capital expenditures, less (1) other short-term financing cash flow related to capital expenditures and (2) customer prepayments with significant financing component for capital expenditures. We believe this supplemental presentation of net cash outlay for capital expenditures is useful because it provides additional information about the cash requirement for funding of our capital expenditures and is used by management when forecasting expected capital expenditures.

(2) Represents other short-term financing cash flows related to capital expenditures as reported in cash flows from financing activities in our statements of cash flows. We use third-party manufacturing partners to produce most of our cloud infrastructure assets and in some cases supply them with components purchased directly from suppliers. Certain of these arrangements result in a portion of the cash received from and paid to third-party manufacturers presented within financing activities in our statements of cash flows.

(3) Represents customer prepayments with significant financing component as reported in cash flows from operating activities in our cash flow statements presented in accordance with GAAP.

ORACLE CORPORATION
FISCAL 2026 FINANCIAL RESULTS
SUPPLEMENTAL ANALYSIS OF GAAP REVENUES (1)
(\$ in millions)

| | Fiscal 2025 | | | | | Fiscal 2026 | | | | |
|---|-------------|-----------|-----------|-----------|-----------|-------------|-----------|-----------|-----------|-----------|
| | Q1 | Q2 | Q3 | Q4 | TOTAL | Q1 | Q2 | Q3 | Q4 | TOTAL |
| REVENUES BY OFFERINGS | | | | | | | | | | |
| Cloud | \$ 5,623 | \$ 5,937 | \$ 6,210 | \$ 6,737 | \$ 24,506 | \$ 7,186 | \$ 7,977 | \$ 8,914 | \$ 9,913 | \$ 33,989 |
| Software license | 870 | 1,195 | 1,129 | 2,007 | 5,201 | 766 | 939 | 1,150 | 1,881 | 4,737 |
| Software support | 4,896 | 4,869 | 4,797 | 4,961 | 19,523 | 4,955 | 4,938 | 4,969 | 4,943 | 19,804 |
| Software | 5,766 | 6,064 | 5,926 | 6,968 | 24,724 | 5,721 | 5,877 | 6,119 | 6,824 | 24,541 |
| Hardware | 655 | 728 | 703 | 850 | 2,936 | 670 | 776 | 714 | 924 | 3,084 |
| Services | 1,263 | 1,330 | 1,291 | 1,348 | 5,233 | 1,349 | 1,428 | 1,443 | 1,523 | 5,743 |
| Total revenues | \$ 13,307 | \$ 14,059 | \$ 14,130 | \$ 15,903 | \$ 57,399 | \$ 14,926 | \$ 16,058 | \$ 17,190 | \$ 19,184 | \$ 67,357 |
| AS REPORTED REVENUE GROWTH RATES | | | | | | | | | | |
| Cloud | 21% | 24% | 23% | 27% | 24% | 28% | 34% | 44% | 47% | 39% |
| Software license | 7% | 1% | (10%) | 9% | 2% | (12%) | (21%) | 2% | (6%) | (9%) |
| Software support | 0% | 0% | (2%) | 1% | 0% | 1% | 1% | 4% | 0% | 1% |
| Software | 1% | 0% | (4%) | 3% | 0% | (1%) | (3%) | 3% | (2%) | (1%) |
| Hardware | (8%) | (4%) | (7%) | 1% | (4%) | 2% | 7% | 2% | 9% | 5% |
| Services | (9%) | (3%) | (1%) | (2%) | (4%) | 7% | 7% | 12% | 13% | 10% |
| Total revenues | 7% | 9% | 6% | 11% | 8% | 12% | 14% | 22% | 21% | 17% |
| CONSTANT CURRENCY REVENUE GROWTH RATES (2) | | | | | | | | | | |
| Cloud | 22% | 24% | 25% | 27% | 24% | 27% | 33% | 41% | 46% | 37% |
| Software license | 8% | 3% | (8%) | 8% | 3% | (13%) | (23%) | (2%) | (6%) | (10%) |
| Software support | 0% | 0% | 0% | 0% | 0% | (1%) | 0% | 0% | (1%) | (1%) |
| Software | 1% | 0% | (2%) | 2% | 1% | (2%) | (5%) | (1%) | (3%) | (3%) |
| Hardware | (8%) | (3%) | (5%) | 0% | (4%) | 1% | 5% | (2%) | 7% | 3% |
| Services | (8%) | (3%) | 1% | (2%) | (3%) | 5% | 6% | 8% | 12% | 8% |
| Total revenues | 8% | 9% | 8% | 11% | 9% | 11% | 13% | 18% | 20% | 16% |
| CLOUD REVENUES BY OFFERINGS | | | | | | | | | | |
| Cloud applications | \$ 3,469 | \$ 3,503 | \$ 3,558 | \$ 3,742 | \$ 14,272 | \$ 3,839 | \$ 3,898 | \$ 4,026 | \$ 4,126 | \$ 15,888 |
| Cloud infrastructure | 2,154 | 2,434 | 2,652 | 2,995 | 10,234 | 3,347 | 4,079 | 4,888 | 5,787 | 18,101 |
| Total cloud revenues | \$ 5,623 | \$ 5,937 | \$ 6,210 | \$ 6,737 | \$ 24,506 | \$ 7,186 | \$ 7,977 | \$ 8,914 | \$ 9,913 | \$ 33,989 |
| AS REPORTED REVENUE GROWTH RATES | | | | | | | | | | |
| Cloud applications | 10% | 10% | 9% | 12% | 10% | 11% | 11% | 13% | 10% | 11% |
| Cloud infrastructure | 45% | 52% | 49% | 52% | 50% | 55% | 68% | 84% | 93% | 77% |
| Total cloud revenues | 21% | 24% | 23% | 27% | 24% | 28% | 34% | 44% | 47% | 39% |
| CONSTANT CURRENCY REVENUE GROWTH RATES (2) | | | | | | | | | | |
| Cloud applications | 10% | 10% | 10% | 11% | 10% | 10% | 11% | 11% | 9% | 10% |
| Cloud infrastructure | 46% | 52% | 51% | 52% | 51% | 54% | 66% | 81% | 92% | 75% |
| Total cloud revenues | 22% | 24% | 25% | 27% | 24% | 27% | 33% | 41% | 46% | 37% |
| GEOGRAPHIC REVENUES | | | | | | | | | | |
| Americas | \$ 8,372 | \$ 8,933 | \$ 9,000 | \$ 10,034 | \$ 36,339 | \$ 9,662 | \$ 10,467 | \$ 11,361 | \$ 12,988 | \$ 44,478 |
| Europe/Middle East/Africa | 3,228 | 3,381 | 3,421 | 3,996 | 14,025 | 3,481 | 3,760 | 3,964 | 4,093 | 15,297 |
| Asia Pacific | 1,707 | 1,745 | 1,709 | 1,873 | 7,035 | 1,783 | 1,831 | 1,865 | 2,103 | 7,582 |
| Total revenues | \$ 13,307 | \$ 14,059 | \$ 14,130 | \$ 15,903 | \$ 57,399 | \$ 14,926 | \$ 16,058 | \$ 17,190 | \$ 19,184 | \$ 67,357 |

(1) The sum of the quarterly information presented may vary from the year-to-date information presented due to rounding.

(2) We compare the percent change in the results from one period to another period using constant currency disclosure. We present constant currency information to provide a framework for assessing how our underlying businesses performed excluding the effect of foreign currency rate fluctuations. To present this information, current and comparative prior period results for entities reporting in currencies other than United States dollars are converted into United States dollars at the exchange rates in effect on May 31, 2025 and 2024 for the fiscal 2026 and fiscal 2025 constant currency growth rate calculations presented, respectively, rather than the actual exchange rates in effect during the respective periods.

ORACLE CORPORATION
Q4 FISCAL 2026 FINANCIAL RESULTS
EXPLANATION OF NON-GAAP MEASURES

To supplement our financial results presented on a GAAP basis, we use the non-GAAP measures indicated in the tables, which exclude certain significant expenses including stock-based compensation, expenses related to acquisitions, restructuring and certain other operating expenses, that we believe are helpful in understanding our past financial performance and our future results. Our non-GAAP financial measures are not meant to be considered in isolation or as a substitute for comparable GAAP measures and should be read only in conjunction with our consolidated financial statements prepared in accordance with GAAP. Our management regularly uses our supplemental non-GAAP financial measures internally to understand, manage and evaluate our business and make operating decisions. These non-GAAP measures are among the primary factors management uses in planning for and forecasting future periods. Compensation of our executives is based in part on the performance of our business based on these non-GAAP measures. Our non-GAAP financial measures reflect adjustments based on the following items, as well as the related income tax effects related to each of the below items except for the impact of the U.S. One, Big, Beautiful Bill Act:

- Stock-based compensation expenses: We have excluded the effect of stock-based compensation expenses from our non-GAAP operating expenses, income tax effects and net income measures. Although stock-based compensation is a key incentive offered to our employees, and we believe such compensation contributed to the revenues earned during the periods presented and also believe it will contribute to the generation of future period revenues, we continue to evaluate our business performance excluding stock-based compensation expenses. Stock-based compensation expenses will recur in future periods.
- Amortization of intangible assets: We have excluded the effect of amortization of intangible assets from our non-GAAP operating expenses, income tax effects and net income measures. Amortization of intangible assets is inconsistent in amount and frequency and is significantly affected by the timing and size of our acquisitions. Investors should note that the use of intangible assets contributed to our revenues earned during the periods presented and will contribute to our future period revenues as well. Amortization of intangible assets will recur in future periods.
- Restructuring and other expenses: We have excluded the effect of restructuring and other expenses from our non-GAAP operating expenses, income tax effects and net income measures. We incurred expenses in connection with our restructuring activities and also incurred certain other operating expenses or income, which we generally would not have otherwise incurred in the periods presented as a part of our continuing operations. Restructuring and other expenses consist of employee severance costs and other exit costs related to our restructuring activities, certain asset impairment charges and certain other operating items, net. We believe it is useful for investors to understand the effects of these items on our total operating expenses.
- Impact of the U.S. One, Big, Beautiful Bill Act (OBBBA): OBBBA was signed into law on July 4, 2025. We recorded a net tax expense of \$933 million for the full year of fiscal 2026, primarily related to the remeasurement of a deferred tax liability previously recorded during fiscal 2021, as part of the partial realignment of our legal entity structure. We have excluded the impact of this charge from our non-GAAP income taxes and net income measures in fiscal 2026. We believe making these adjustments provides insight to our operating performance and comparability to past operating results.