

ORACLE CORPORATION
Q4 FISCAL 2011 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)
	2011	% of Revenues	2010	% of Revenues		
REVENUES						
New software licenses	\$ 3,736	35%	\$ 3,135	33%	19%	12%
Software license updates and product support	3,961	36%	3,431	36%	15%	10%
Software Revenues	7,697	71%	6,566	69%	17%	11%
Hardware systems products	1,157	11%	1,233	13%	(6%)	(11%)
Hardware systems support	673	6%	598	6%	12%	6%
Hardware Systems Revenues	1,830	17%	1,831	19%	0%	(5%)
Services	1,248	12%	1,108	12%	13%	7%
Total Revenues	10,775	100%	9,505	100%	13%	7%
OPERATING EXPENSES						
Sales and marketing	2,098	20%	1,745	18%	20%	15%
Software license updates and product support	350	3%	292	3%	20%	15%
Hardware systems products	511	5%	675	7%	(24%)	(29%)
Hardware systems support	309	3%	306	4%	1%	(5%)
Services	1,000	9%	969	10%	3%	(2%)
Research and development	1,170	11%	1,063	11%	10%	8%
General and administrative	255	2%	293	3%	(13%)	(15%)
Amortization of intangible assets	598	6%	605	6%	(1%)	(1%)
Acquisition related and other	48	0%	103	1%	(54%)	(59%)
Restructuring	77	1%	154	2%	(50%)	(56%)
Total Operating Expenses	6,416	60%	6,205	65%	3%	(1%)
OPERATING INCOME	4,359	40%	3,300	35%	32%	22%
Interest expense	(195)	(1%)	(201)	(2%)	(3%)	(3%)
Non-operating income (expense), net	6	0%	(24)	0%	126%	120%
INCOME BEFORE PROVISION FOR INCOME TAXES	4,170	39%	3,075	33%	36%	25%
Provision for income taxes	961	9%	711	8%	35%	24%
NET INCOME	\$ 3,209	30%	\$ 2,364	25%	36%	25%
EARNINGS PER SHARE:						
Basic	\$ 0.63		\$ 0.47			
Diluted	\$ 0.62		\$ 0.46			
WEIGHTED AVERAGE COMMON SHARES OUTSTANDING:						
Basic	5,065		5,022			
Diluted	5,164		5,090			

(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, 2010, 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, 2011 compared with the corresponding prior year period increased our revenues by 6 percentage points, operating expenses by 4 percentage points and operating income by 10 percentage points.

ORACLE CORPORATION

Q4 FISCAL 2011 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)	
	2011 GAAP	Adj.	2011 Non-GAAP	2010 GAAP	Adj.	2010 Non-GAAP	GAAP	Non-GAAP	GAAP	Non-GAAP
TOTAL REVENUES (3) (4)	\$ 10,775	\$ 31	\$ 10,806	\$ 9,505	\$ 126	\$ 9,631	13%	12%	7%	6%
TOTAL SOFTWARE REVENUES (3)	\$ 7,697	\$ 17	\$ 7,714	\$ 6,566	\$ 36	\$ 6,602	17%	17%	11%	10%
New software licenses	3,736	-	3,736	3,135	-	3,135	19%	19%	12%	12%
Software license updates and product support (3)	3,961	17	3,978	3,431	36	3,467	15%	15%	10%	9%
TOTAL HARDWARE SYSTEMS REVENUES (4)	\$ 1,830	\$ 14	\$ 1,844	\$ 1,831	\$ 90	\$ 1,921	0%	(4%)	(5%)	(9%)
Hardware systems products	1,157	-	1,157	1,233	-	1,233	(6%)	(6%)	(11%)	(11%)
Hardware systems support (4)	673	14	687	598	90	688	12%	0%	6%	(6%)
TOTAL OPERATING EXPENSES	\$ 6,416	\$ (848)	\$ 5,568	\$ 6,205	\$ (989)	\$ 5,216	3%	7%	(1%)	2%
Hardware systems products	511	-	511	675	(6)	669	(24%)	(24%)	(29%)	(28%)
Stock-based compensation (5)	125	(125)	-	121	(121)	-	4%	*	4%	*
Amortization of intangible assets (6)	598	(598)	-	605	(605)	-	(1%)	*	(1%)	*
Acquisition related and other	48	(48)	-	103	(103)	-	(54%)	*	(59%)	*
Restructuring	77	(77)	-	154	(154)	-	(50%)	*	(56%)	*
OPERATING INCOME	\$ 4,359	\$ 879	\$ 5,238	\$ 3,300	\$ 1,115	\$ 4,415	32%	19%	22%	11%
OPERATING MARGIN %	40%		48%	35%		46%	574 bp.	264 bp.	477 bp.	197 bp.
INCOME TAX EFFECTS (7)	\$ 961	\$ 216	\$ 1,177	\$ 711	\$ 431	\$ 1,142	35%	3%	24%	(4%)
NET INCOME	\$ 3,209	\$ 663	\$ 3,872	\$ 2,364	\$ 684	\$ 3,048	36%	27%	25%	18%
DILUTED EARNINGS PER SHARE	\$ 0.62		\$ 0.75	\$ 0.46		\$ 0.60	34%	25%	23%	16%
DILUTED WEIGHTED AVERAGE COMMON SHARES OUTSTANDING	5,164	-	5,164	5,090	-	5,090	1%	1%	1%	1%

(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, 2010, which was the last day of our prior fiscal year, rather than the actual exchange rates in effect during the respective periods.

(3) As of May 31, 2011, approximately \$29 million, \$9 million and \$2 million in estimated revenues related to assumed software support contracts will not be recognized for fiscal 2012, fiscal 2013 and fiscal 2014, respectively, due to business combination accounting rules.

(4) As of May 31, 2011, approximately \$30 million and \$11 million in estimated revenues related to hardware systems support contracts will not be recognized for fiscal 2012 and fiscal 2013, respectively, due to business combination accounting rules.

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

	Three Months Ended May 31, 2011			Three Months Ended May 31, 2010		
	GAAP	Adj.	Non-GAAP	GAAP	Adj.	Non-GAAP
Sales and marketing	\$ 23	\$ (23)	\$ -	\$ 24	\$ (24)	\$ -
Software license updates and product support	3	(3)	-	5	(5)	-
Hardware systems products	-	-	-	1	(1)	-
Hardware systems support	1	(1)	-	1	(1)	-
Services	3	(3)	-	4	(4)	-
Research and development	60	(60)	-	50	(50)	-
General and administrative	35	(35)	-	36	(36)	-
Subtotal	125	(125)	-	121	(121)	-
Acquisition related and other	2	(2)	-	5	(5)	-
Total stock-based compensation	\$ 127	\$ (127)	\$ -	\$ 126	\$ (126)	\$ -

(6) Estimated future annual amortization expense related to intangible assets as of May 31, 2011 was as follows:

Fiscal 2012	\$ 2,275
Fiscal 2013	1,902
Fiscal 2014	1,554
Fiscal 2015	1,155
Fiscal 2016	657
Thereafter	267
Total intangible assets subject to amortization	7,810
In-process research and development	50
Total intangible assets, net	<u>\$ 7,860</u>

(7) Income tax effects were calculated reflecting an effective GAAP tax rate of 23.1% and 23.1% in the fourth quarter of fiscal 2011 and 2010, respectively, and an effective non-GAAP tax rate of 23.3% and 27.3% in the fourth quarter of fiscal 2011 and 2010, respectively. The differences between our GAAP and non-GAAP tax rates in the fourth quarter of fiscal 2011 were primarily due to income tax effects related to acquired tax exposures and tax benefits attributable to our restructuring expenses in this period. The differences between our GAAP and non-GAAP tax rates in the fourth quarter of fiscal 2010 were primarily due to income tax effects of non-GAAP pretax income adjustments including differences in jurisdictional tax rates and the related tax benefits attributable to our restructuring expenses in this period, and were also due to income tax effects related to acquired tax exposures.

* Not meaningful

ORACLE CORPORATION
FISCAL 2011 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)
	2011	% of Revenues	2010	% of Revenues		
REVENUES						
New software licenses	\$ 9,235	26%	\$ 7,533	28%	23%	19%
Software license updates and product support	14,796	42%	13,092	49%	13%	12%
Software Revenues	24,031	68%	20,625	77%	17%	15%
Hardware systems products	4,382	12%	1,506	6%	191%	184%
Hardware systems support	2,562	7%	784	3%	227%	218%
Hardware Systems Revenues	6,944	19%	2,290	9%	203%	195%
Services	4,647	13%	3,905	14%	19%	17%
Total Revenues	35,622	100%	26,820	100%	33%	30%
OPERATING EXPENSES						
Sales and marketing	6,579	18%	5,080	19%	30%	28%
Software license updates and product support	1,264	3%	1,063	4%	19%	17%
Hardware systems products	2,057	6%	880	3%	134%	126%
Hardware systems support	1,259	3%	423	2%	198%	189%
Services	3,818	11%	3,398	13%	12%	11%
Research and development	4,519	13%	3,254	12%	39%	38%
General and administrative (2)	970	3%	911	3%	6%	5%
Amortization of intangible assets	2,428	7%	1,973	7%	23%	23%
Acquisition related and other	208	1%	154	1%	35%	27%
Restructuring	487	1%	622	2%	(22%)	(23%)
Total Operating Expenses	23,589	66%	17,758	66%	33%	31%
OPERATING INCOME	12,033	34%	9,062	34%	33%	29%
Interest expense	(808)	(3%)	(754)	(3%)	7%	7%
Non-operating income (expense), net	186	1%	(65)	0%	388%	372%
INCOME BEFORE PROVISION FOR INCOME TAXES	11,411	32%	8,243	31%	38%	35%
Provision for income taxes	2,864	8%	2,108	8%	36%	32%
NET INCOME	\$ 8,547	24%	\$ 6,135	23%	39%	36%
EARNINGS PER SHARE:						
Basic	\$ 1.69		\$ 1.22			
Diluted	\$ 1.67		\$ 1.21			
WEIGHTED AVERAGE COMMON SHARES OUTSTANDING:						
Basic	5,048		5,014			
Diluted	5,128		5,073			

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(2) General and administrative expenses for the year ended May 31, 2011 included a benefit of \$120 million related to the recovery of legal costs.

ORACLE CORPORATION

FISCAL 2011 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)	
	2011 GAAP	Adj.	2011 Non-GAAP	2010 GAAP	Adj.	2010 Non-GAAP	GAAP	Non-GAAP	GAAP	Non-GAAP
TOTAL REVENUES (3) (4)	\$ 35,622	\$ 228	\$ 35,850	\$ 26,820	\$ 214	\$ 27,034	33%	33%	30%	30%
TOTAL SOFTWARE REVENUES (3)	\$ 24,031	\$ 80	\$ 24,111	\$ 20,625	\$ 86	\$ 20,711	17%	16%	15%	14%
New software licenses	9,235	-	9,235	7,533	-	7,533	23%	23%	19%	19%
Software license updates and product support (3)	14,796	80	14,876	13,092	86	13,178	13%	13%	12%	12%
TOTAL HARDWARE SYSTEMS REVENUES (4)	\$ 6,944	\$ 148	\$ 7,092	\$ 2,290	\$ 128	\$ 2,418	203%	193%	195%	186%
Hardware systems products	4,382	-	4,382	1,506	-	1,506	191%	191%	184%	184%
Hardware systems support (4)	2,562	148	2,710	784	128	912	227%	197%	218%	189%
TOTAL OPERATING EXPENSES	\$ 23,589	\$ (3,623)	\$ 19,966	\$ 17,758	\$ (3,199)	\$ 14,559	33%	37%	31%	35%
Hardware systems products	2,057	(2)	2,055	880	(29)	851	134%	142%	126%	134%
Stock-based compensation (5)	498	(498)	-	421	(421)	-	19%	*	19%	*
Amortization of intangible assets (6)	2,428	(2,428)	-	1,973	(1,973)	-	23%	*	23%	*
Acquisition related and other	208	(208)	-	154	(154)	-	35%	*	27%	*
Restructuring	487	(487)	-	622	(622)	-	(22%)	*	(23%)	*
OPERATING INCOME	\$ 12,033	\$ 3,851	\$ 15,884	\$ 9,062	\$ 3,413	\$ 12,475	33%	27%	29%	24%
OPERATING MARGIN %	34%		44%	34%		46%	(1) bp.	(184) bp.	(37) bp.	(208) bp.
INCOME TAX EFFECTS (7)	\$ 2,864	\$ 1,003	\$ 3,867	\$ 2,108	\$ 1,054	\$ 3,162	36%	22%	32%	20%
NET INCOME	\$ 8,547	\$ 2,848	\$ 11,395	\$ 6,135	\$ 2,359	\$ 8,494	39%	34%	36%	31%
DILUTED EARNINGS PER SHARE	\$ 1.67		\$ 2.22	\$ 1.21		\$ 1.67	38%	33%	34%	30%
DILUTED WEIGHTED AVERAGE COMMON SHARES OUTSTANDING	5,128	-	5,128	5,073	-	5,073	1%	1%	1%	1%

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(3) As of May 31, 2011, approximately \$29 million, \$9 million and \$2 million in estimated revenues related to assumed software support contracts will not be recognized for fiscal 2012, fiscal 2013 and fiscal 2014, respectively, due to business combination accounting rules.

(4) As of May 31, 2011, approximately \$30 million and \$11 million in estimated revenues related to hardware systems support contracts will not be recognized for fiscal 2012 and fiscal 2013, respectively, due to business combination accounting rules.

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

	Year Ended May 31, 2011			Year Ended May 31, 2010		
	GAAP	Adj.	Non-GAAP	GAAP	Adj.	Non-GAAP
Sales and marketing	\$ 87	\$ (87)	\$ -	\$ 81	\$ (81)	\$ -
Software license updates and product support	14	(14)	-	17	(17)	-
Hardware systems products	2	(2)	-	3	(3)	-
Hardware systems support	5	(5)	-	2	(2)	-
Services	16	(16)	-	14	(14)	-
Research and development	231	(231)	-	172	(172)	-
General and administrative	145	(145)	-	132	(132)	-
Subtotal	500	(500)	-	421	(421)	-
Acquisition related and other	10	(10)	-	15	(15)	-
Total stock-based compensation	\$ 510	\$ (510)	\$ -	\$ 436	\$ (436)	\$ -

(6) Estimated future annual amortization expense related to intangible assets as of May 31, 2011 was as follows:

Fiscal 2012	\$ 2,275
Fiscal 2013	1,902
Fiscal 2014	1,554
Fiscal 2015	1,155
Fiscal 2016	657
Thereafter	267
Total intangible assets subject to amortization	7,810
In-process research and development	50
Total intangible assets, net	\$ 7,860

(7) Income tax effects were calculated reflecting an effective GAAP tax rate of 25.1% and 25.6% in fiscal 2011 and 2010, respectively, and an effective non-GAAP tax rate of 25.3% and 27.1% in fiscal 2011 and 2010, respectively. The differences between our GAAP and non-GAAP tax rates in both fiscal 2011 and fiscal 2010 were primarily due to differences in jurisdictional tax rates and the related tax benefits attributable to our restructuring expenses in these periods, and were also due to income tax effects related to acquired tax exposures.

* Not meaningful

ORACLE CORPORATION
FISCAL 2011 FINANCIAL RESULTS
CONDENSED CONSOLIDATED BALANCE SHEETS
(\$ in millions)

	May 31, 2011	May 31, 2010
ASSETS		
Current Assets:		
Cash and cash equivalents	\$ 16,163	\$ 9,914
Marketable securities	12,685	8,555
Trade receivables, net	6,628	5,585
Inventories	303	259
Deferred tax assets	1,189	1,159
Prepaid expenses and other current assets	2,206	1,532
Total Current Assets	39,174	27,004
Non-Current Assets:		
Property, plant and equipment, net	2,857	2,763
Intangible assets, net	7,860	9,321
Goodwill	21,553	20,425
Deferred tax assets	1,076	1,267
Other assets	1,015	798
Total Non-Current Assets	34,361	34,574
TOTAL ASSETS	\$ 73,535	\$ 61,578
LIABILITIES AND EQUITY		
Current Liabilities:		
Notes payable, current and other current borrowings	\$ 1,150	\$ 3,145
Accounts payable	701	775
Accrued compensation and related benefits	2,320	1,895
Deferred revenues	6,802	5,900
Other current liabilities	3,219	2,976
Total Current Liabilities	14,192	14,691
Non-Current Liabilities:		
Notes payable and other non-current borrowings	14,772	11,510
Income taxes payable	3,169	2,695
Deferred tax liabilities	59	424
Other non-current liabilities	1,098	1,059
Total Non-Current Liabilities	19,098	15,688
Equity	40,245	31,199
TOTAL LIABILITIES AND EQUITY	\$ 73,535	\$ 61,578

ORACLE CORPORATION

FISCAL 2011 FINANCIAL RESULTS CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (\$ in millions)

	Year Ended May 31,	
	2011	2010
Cash Flows From Operating Activities:		
Net income	\$ 8,547	\$ 6,135
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation	368	298
Amortization of intangible assets	2,428	1,973
Deferred income taxes	(253)	(511)
Stock-based compensation	510	436
Tax benefits on the exercise of stock options and vesting of restricted stock-based awards	325	203
Excess tax benefits on the exercise of stock options and vesting of restricted stock-based awards	(215)	(110)
Other, net	68	13
Changes in operating assets and liabilities, net of effects from acquisitions:		
Increase in trade receivables, net	(565)	(219)
(Increase) decrease in inventories	(28)	73
Decrease in prepaid expenses and other assets	14	340
Decrease in accounts payable and other liabilities	(120)	(360)
Decrease in income taxes payable	(96)	(79)
Increase in deferred revenues	231	489
Net cash provided by operating activities	11,214	8,681
Cash Flows From Investing Activities:		
Purchases of marketable securities and other investments	(31,009)	(15,703)
Proceeds from maturities and sales of marketable securities and other investments	27,120	11,220
Acquisitions, net of cash acquired	(1,847)	(5,606)
Capital expenditures	(450)	(230)
Proceeds from sale of property	105	-
Net cash used for investing activities	(6,081)	(10,319)
Cash Flows From Financing Activities:		
Payments for repurchases of common stock	(1,160)	(992)
Proceeds from issuances of common stock	1,376	874
Payments of dividends to stockholders	(1,061)	(1,004)
Proceeds from borrowings, net of issuance costs	4,354	7,220
Repayments of borrowings	(3,143)	(3,582)
Excess tax benefits on the exercise of stock options and vesting of restricted stock-based awards	215	110
Distributions to noncontrolling interests	(65)	(59)
Other, net	-	97
Net cash provided by financing activities	516	2,664
Effect of exchange rate changes on cash and cash equivalents	600	(107)
Net increase in cash and cash equivalents	6,249	919
Cash and cash equivalents at beginning of period	9,914	8,995
Cash and cash equivalents at end of period	\$ 16,163	\$ 9,914

ORACLE CORPORATION
FISCAL 2011 FINANCIAL RESULTS
FREE CASH FLOW - TRAILING 4-QUARTERS (1)
(\$ in millions)

	Fiscal 2010				Fiscal 2011			
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
GAAP Operating Cash Flow	\$ 8,753	\$ 8,654	\$ 8,178	\$ 8,681	\$ 8,760	\$ 9,053	\$ 9,948	\$ 11,214
Capital Expenditures (2)	(261)	(230)	(199)	(230)	(293)	(369)	(441)	(450)
Free Cash Flow	\$ 8,492	\$ 8,424	\$ 7,979	\$ 8,451	\$ 8,467	\$ 8,684	\$ 9,507	\$ 10,764
% Growth over prior year	14%	11%	0%	9%	0%	3%	19%	27%
GAAP Net Income	\$ 5,640	\$ 5,802	\$ 5,663	\$ 6,135	\$ 6,363	\$ 6,776	\$ 7,701	\$ 8,547
Free Cash Flow as a % of Net Income	151%	145%	141%	138%	133%	128%	123%	126%

(1) To supplement our statements of cash flows presented on a GAAP basis, we use non-GAAP measures of cash flows on a trailing 4-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.

(2) Represents capital expenditures as reported in cash flows from investing activities on our cash flow statements presented in accordance with GAAP.

ORACLE CORPORATION
FISCAL 2011 FINANCIAL RESULTS
SUPPLEMENTAL ANALYSIS OF GAAP REVENUES AND HEADCOUNT (1)
(\$ in millions)

	Fiscal 2010					Fiscal 2011				
	Q1	Q2	Q3	Q4	TOTAL	Q1	Q2	Q3	Q4	TOTAL
REVENUES										
New software licenses	\$ 1,028	\$ 1,653	\$ 1,718	\$ 3,135	\$ 7,533	\$ 1,286	\$ 1,999	\$ 2,214	\$ 3,736	\$ 9,235
Software license updates and product support	3,117	3,247	3,297	3,431	13,092	3,450	3,645	3,740	3,961	14,796
Software Revenues	4,145	4,900	5,015	6,566	20,625	4,736	5,644	5,954	7,697	24,031
Hardware systems products	-	-	273	1,233	1,506	1,079	1,112	1,035	1,157	4,382
Hardware systems support	-	-	185	598	784	619	641	629	673	2,562
Hardware Systems Revenues	-	-	458	1,831	2,290	1,698	1,753	1,664	1,830	6,944
Consulting	663	692	651	713	2,720	666	738	722	787	2,914
Cloud Services	180	188	211	295	874	321	350	341	367	1,378
Education	66	78	69	100	311	81	97	83	94	355
Services Revenues	909	958	931	1,108	3,905	1,068	1,185	1,146	1,248	4,647
Total Revenues	\$ 5,054	\$ 5,858	\$ 6,404	\$ 9,505	\$ 26,820	\$ 7,502	\$ 8,582	\$ 8,764	\$ 10,775	\$ 35,622
AS REPORTED REVENUE GROWTH RATES										
New software licenses	(17%)	2%	13%	14%	6%	25%	21%	29%	19%	23%
Software license updates and product support	6%	14%	13%	12%	11%	11%	12%	13%	15%	13%
Software Revenues	(1%)	9%	13%	13%	9%	14%	15%	19%	17%	17%
Hardware systems products	*	*	*	*	*	*	*	279%	(6%)	191%
Hardware systems support	*	*	*	*	*	*	*	239%	12%	227%
Hardware Systems Revenues	*	*	*	*	*	*	*	263%	0%	203%
Consulting	(23%)	(18%)	(14%)	(9%)	(16%)	0%	7%	11%	10%	7%
Cloud Services	(8%)	(1%)	10%	45%	12%	78%	86%	61%	24%	58%
Education	(34%)	(22%)	(4%)	26%	(11%)	24%	25%	20%	(6%)	14%
Services Revenues	(22%)	(15%)	(9%)	4%	(11%)	18%	24%	23%	13%	19%
Total Revenues	(5%)	4%	17%	39%	15%	48%	47%	37%	13%	33%
CONSTANT CURRENCY GROWTH RATES (2)										
New software licenses	(14%)	(5%)	8%	15%	4%	25%	23%	27%	12%	19%
Software license updates and product support	11%	9%	8%	11%	10%	12%	13%	12%	10%	12%
Software Revenues	4%	4%	8%	13%	8%	15%	17%	17%	11%	15%
Hardware systems products	*	*	*	*	*	*	*	274%	(11%)	184%
Hardware systems support	*	*	*	*	*	*	*	234%	6%	218%
Hardware Systems Revenues	*	*	*	*	*	*	*	258%	(5%)	195%
Consulting	(19%)	(22%)	(18%)	(10%)	(17%)	1%	8%	10%	5%	6%
Cloud Services	(3%)	(4%)	6%	44%	11%	80%	86%	58%	16%	54%
Education	(30%)	(26%)	(8%)	24%	(12%)	24%	26%	19%	(11%)	12%
Services Revenues	(18%)	(19%)	(13%)	3%	(12%)	18%	25%	21%	7%	17%
Total Revenues	(1%)	0%	12%	38%	14%	49%	48%	35%	7%	30%
GEOGRAPHIC REVENUES										
REVENUES										
Americas	\$ 2,671	\$ 2,979	\$ 3,284	\$ 4,886	\$ 13,819	\$ 3,904	\$ 4,452	\$ 4,509	\$ 5,487	\$ 18,352
Europe, Middle East & Africa	1,642	1,976	2,167	3,153	8,938	2,381	2,738	2,815	3,564	11,497
Asia Pacific	741	903	953	1,466	4,063	1,217	1,392	1,440	1,724	5,773
Total Revenues	\$ 5,054	\$ 5,858	\$ 6,404	\$ 9,505	\$ 26,820	\$ 7,502	\$ 8,582	\$ 8,764	\$ 10,775	\$ 35,622
HEADCOUNT										
GEOGRAPHIC AREA										
Americas	32,034	31,849	44,554	43,968		44,494	44,815	45,825	45,887	
Europe, Middle East & Africa	16,839	16,491	23,566	23,040		22,886	22,690	22,705	22,394	
Asia Pacific	35,766	35,026	38,372	37,561		37,856	38,225	39,340	40,148	
Total Company	84,639	83,366	106,492	104,569		105,236	105,730	107,870	108,429	

(1) The sum of the quarterly financial information may vary from year-to-date financial information 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, 2010 and 2009 for the fiscal 2011 and fiscal 2010 constant currency growth rate calculations presented, respectively, rather than the actual exchange rates in effect during the respective periods.

* Not meaningful

ORACLE CORPORATION
FISCAL 2011 FINANCIAL RESULTS
SUPPLEMENTAL TOTAL SOFTWARE PRODUCT REVENUE ANALYSIS (1)
(\$ in millions)

	Fiscal 2010					Fiscal 2011				
	Q1	Q2	Q3	Q4	TOTAL	Q1	Q2	Q3	Q4	TOTAL
SOFTWARE REVENUES										
DATABASE & MIDDLEWARE REVENUES										
New software licenses	\$ 711	\$ 1,175	\$ 1,241	\$ 2,280	\$ 5,406	\$ 937	\$ 1,420	\$ 1,575	\$ 2,694	\$ 6,626
Software license updates and product support	2,065	2,131	2,191	2,309	8,696	2,316	2,443	2,523	2,663	9,945
Database and Middleware Revenues	\$ 2,776	\$ 3,306	\$ 3,432	\$ 4,589	\$ 14,102	\$ 3,253	\$ 3,863	\$ 4,098	\$ 5,357	\$ 16,571
AS REPORTED GROWTH RATES										
New software licenses	(22%)	1%	11%	18%	6%	32%	21%	27%	18%	23%
Software license updates and product support	9%	16%	14%	15%	14%	12%	15%	15%	15%	14%
Database and Middleware Revenues	(1%)	10%	13%	16%	10%	17%	17%	19%	17%	18%
CONSTANT CURRENCY GROWTH RATES (2)										
New software licenses	(19%)	(5%)	5%	18%	4%	32%	23%	26%	10%	19%
Software license updates and product support	14%	12%	9%	13%	12%	13%	16%	14%	10%	13%
Database and Middleware Revenues	4%	5%	8%	16%	9%	18%	18%	18%	10%	15%
APPLICATIONS REVENUES										
New software licenses	\$ 317	\$ 478	\$ 477	\$ 855	\$ 2,127	\$ 349	\$ 579	\$ 639	\$ 1,042	\$ 2,609
Software license updates and product support	1,052	1,116	1,106	1,122	4,396	1,134	1,202	1,217	1,298	4,851
Applications Revenues	\$ 1,369	\$ 1,594	\$ 1,583	\$ 1,977	\$ 6,523	\$ 1,483	\$ 1,781	\$ 1,856	\$ 2,340	\$ 7,460
AS REPORTED GROWTH RATES										
New software licenses	(4%)	2%	21%	6%	6%	10%	21%	34%	22%	23%
Software license updates and product support	1%	10%	10%	8%	7%	8%	8%	10%	16%	10%
Applications Revenues	0%	7%	13%	7%	7%	8%	12%	17%	18%	14%
CONSTANT CURRENCY GROWTH RATES (2)										
New software licenses	0%	(3%)	15%	7%	5%	10%	22%	31%	16%	20%
Software license updates and product support	6%	6%	5%	6%	6%	9%	9%	9%	10%	9%
Applications Revenues	4%	3%	8%	6%	5%	9%	13%	16%	12%	13%

(1) The sum of the quarterly financial information may vary from year-to-date financial information 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, 2010 and 2009 for the fiscal 2011 and fiscal 2010 constant currency growth rate calculations presented, respectively, rather than the actual exchange rates in effect during the respective periods.

ORACLE CORPORATION
FISCAL 2011 FINANCIAL RESULTS
SUPPLEMENTAL GEOGRAPHIC NEW SOFTWARE LICENSE AND HARDWARE SYSTEMS PRODUCTS REVENUES ANALYSIS (1)
(\$ in millions)

	Fiscal 2010					Fiscal 2011				
	Q1	Q2	Q3	Q4	TOTAL	Q1	Q2	Q3	Q4	TOTAL
AMERICAS										
Database & Middleware	\$ 310	\$ 492	\$ 540	\$ 1,123	\$ 2,465	\$ 446	\$ 671	\$ 755	\$ 1,284	\$ 3,155
Applications	185	286	283	485	1,239	212	359	355	580	1,507
New Software License Revenues	\$ 495	\$ 778	\$ 823	\$ 1,608	\$ 3,704	\$ 658	\$ 1,030	\$ 1,110	\$ 1,864	\$ 4,662
Hardware Systems Products Revenues	\$ -	\$ -	\$ 131	\$ 617	\$ 747	\$ 543	\$ 602	\$ 506	\$ 599	\$ 2,248
AS REPORTED GROWTH RATES										
Database & Middleware	(12%)	4%	20%	34%	17%	44%	36%	40%	14%	28%
Applications	2%	2%	26%	16%	12%	14%	26%	26%	20%	22%
New Software License Revenues	(7%)	4%	22%	28%	15%	33%	32%	35%	16%	26%
Hardware Systems Products Revenues	*	*	*	*	*	*	*	287%	(3%)	201%
CONSTANT CURRENCY GROWTH RATES (2)										
Database & Middleware	(11%)	2%	16%	32%	15%	43%	36%	39%	12%	27%
Applications	6%	1%	23%	15%	11%	14%	26%	24%	18%	20%
New Software License Revenues	(5%)	1%	18%	26%	14%	32%	32%	34%	14%	24%
Hardware Systems Products Revenues	*	*	*	*	*	*	*	285%	(4%)	199%
EUROPE / MIDDLE EAST / AFRICA										
Database & Middleware	\$ 224	\$ 429	\$ 456	\$ 751	\$ 1,859	\$ 279	\$ 426	\$ 505	\$ 925	\$ 2,137
Applications	90	119	134	261	604	73	148	197	308	724
New Software License Revenues	\$ 314	\$ 548	\$ 590	\$ 1,012	\$ 2,463	\$ 352	\$ 574	\$ 702	\$ 1,233	\$ 2,861
Hardware Systems Products Revenues	\$ -	\$ -	\$ 95	\$ 390	\$ 485	\$ 338	\$ 329	\$ 330	\$ 341	\$ 1,337
AS REPORTED GROWTH RATES										
Database & Middleware	(31%)	(1%)	2%	(1%)	(5%)	25%	(1%)	11%	23%	15%
Applications	(5%)	(6%)	7%	(7%)	(4%)	(19%)	23%	47%	18%	20%
New Software License Revenues	(25%)	(2%)	3%	(3%)	(5%)	12%	5%	19%	22%	16%
Hardware Systems Products Revenues	*	*	*	*	*	*	*	246%	(13%)	176%
CONSTANT CURRENCY GROWTH RATES (2)										
Database & Middleware	(26%)	(10%)	(3%)	6%	(5%)	32%	7%	12%	9%	12%
Applications	3%	(14%)	1%	(2%)	(3%)	(16%)	31%	46%	7%	16%
New Software License Revenues	(20%)	(11%)	(2%)	4%	(4%)	18%	12%	20%	9%	13%
Hardware Systems Products Revenues	*	*	*	*	*	*	*	246%	(21%)	165%
ASIA PACIFIC										
Database & Middleware	\$ 177	\$ 254	\$ 245	\$ 406	\$ 1,082	\$ 212	\$ 323	\$ 315	\$ 485	\$ 1,334
Applications	42	73	60	109	284	64	72	87	154	378
New Software License Revenues	\$ 219	\$ 327	\$ 305	\$ 515	\$ 1,366	\$ 276	\$ 395	\$ 402	\$ 639	\$ 1,712
Hardware Systems Products Revenues	\$ -	\$ -	\$ 47	\$ 226	\$ 274	\$ 198	\$ 181	\$ 199	\$ 217	\$ 797
AS REPORTED GROWTH RATES										
Database & Middleware	(22%)	0%	9%	19%	3%	19%	27%	28%	20%	23%
Applications	(24%)	17%	29%	2%	5%	54%	(1%)	45%	41%	33%
New Software License Revenues	(22%)	3%	12%	15%	4%	26%	21%	32%	24%	25%
Hardware Systems Products Revenues	*	*	*	*	*	*	*	325%	(4%)	191%
CONSTANT CURRENCY GROWTH RATES (2)										
Database & Middleware	(22%)	(10%)	1%	14%	(3%)	13%	22%	20%	8%	15%
Applications	(23%)	2%	16%	(3%)	(2%)	47%	(5%)	34%	27%	24%
New Software License Revenues	(22%)	(8%)	4%	10%	(3%)	19%	16%	23%	12%	16%
Hardware Systems Products Revenues	*	*	*	*	*	*	*	295%	(13%)	173%
TOTAL COMPANY										
Database & Middleware	\$ 711	\$ 1,175	\$ 1,241	\$ 2,280	\$ 5,406	\$ 937	\$ 1,420	\$ 1,575	\$ 2,694	\$ 6,626
Applications	317	478	477	855	2,127	349	579	639	1,042	2,609
New Software License Revenues	\$ 1,028	\$ 1,653	\$ 1,718	\$ 3,135	\$ 7,533	\$ 1,286	\$ 1,999	\$ 2,214	\$ 3,736	\$ 9,235
Hardware Systems Products Revenues	\$ -	\$ -	\$ 273	\$ 1,233	\$ 1,506	\$ 1,079	\$ 1,112	\$ 1,035	\$ 1,157	\$ 4,382
AS REPORTED GROWTH RATES										
Database & Middleware	(22%)	1%	11%	18%	6%	32%	21%	27%	18%	23%
Applications	(4%)	2%	21%	6%	6%	10%	21%	34%	22%	23%
New Software License Revenues	(17%)	2%	13%	14%	6%	25%	21%	29%	19%	23%
Hardware Systems Products Revenues	*	*	*	*	*	*	*	279%	(6%)	191%
CONSTANT CURRENCY GROWTH RATES (2)										
Database & Middleware	(19%)	(5%)	5%	18%	4%	32%	23%	26%	10%	19%
Applications	0%	(3%)	15%	7%	5%	10%	22%	31%	16%	20%
New Software License Revenues	(14%)	(5%)	8%	15%	4%	25%	23%	27%	12%	19%
Hardware Systems Products Revenues	*	*	*	*	*	*	*	274%	(11%)	184%

(1) The sum of the quarterly financial information may vary from year-to-date financial information 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, 2010 and 2009 for the fiscal 2011 and fiscal 2010 constant currency growth rate calculations presented, respectively, rather than the actual exchange rates in effect during the respective periods.

* Not meaningful

ORACLE CORPORATION
FISCAL 2011 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 business combination accounting entries and expenses related to acquisitions, as well as other significant expenses including stock-based compensation, 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:

- Software license updates and product support and hardware systems support deferred revenues: Business combination accounting rules require us to account for the fair values of software license updates and product support contracts and hardware systems support contracts assumed in connection with our acquisitions. Because these support contracts are typically one year in duration, our GAAP revenues for the one year period subsequent to our acquisition of a business do not reflect the full amount of support revenues on these assumed support contracts that would have otherwise been recorded by the acquired entity. The non-GAAP adjustment to our software license updates and product support revenues and hardware systems support revenues is intended to include, and thus reflect, the full amount of such revenues. We believe the adjustment to these support revenues is useful to investors as a measure of the ongoing performance of our business. We have historically experienced high renewal rates on our software license updates and product support contracts and our objective is to increase the renewal rates on acquired and new hardware systems support contracts; however, we cannot be certain that our customers will renew our software license updates and product support contracts or our hardware systems support contracts.
- Hardware systems products expenses: We have excluded the effects of the fair value adjustments to our inventories acquired from Sun that were sold to customers in the periods presented, which resulted in the exclusion of these adjustments from our hardware systems products expenses and net income measures. Business combination accounting rules require us to account for inventories assumed from our acquisitions at their fair values. The non-GAAP adjustment to our hardware systems products expenses is intended to reflect the hardware systems products expenses that would have been otherwise recorded by Sun as a standalone entity upon the sale of these inventories. We believe this adjustment is useful to investors as a measure of the ongoing performance of our business because we do not expect the fair value adjustments to our inventories to recur in future periods with respect to the Sun acquisition and, therefore, we expect that these adjustments will not impact our future operating expenses. Investors should note that other factors may affect the future values of our inventories and hardware systems products expenses. If we assume inventories in future acquisitions, we will be required to assess their fair values, which may result in fair value adjustments to those inventories.
- Stock-based compensation expenses: We have excluded the effect of stock-based compensation expenses from our non-GAAP operating expenses 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 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.
- Acquisition related and other expenses; and restructuring expenses: We have excluded the effect of acquisition related and other expenses and the effect of restructuring expenses from our non-GAAP operating expenses and net income measures. We incurred significant expenses in connection with our acquisitions 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. Acquisition related and other expenses consist of personnel related costs for transitional employees, other acquired employee related costs, stock-based compensation expenses (in addition to the stock-based compensation expenses described above), integration related professional services, certain business combination adjustments after the measurement period has ended and certain other operating expenses, net. Substantially all of the stock-based compensation expenses included in acquisition related and other expenses resulted from unvested options assumed in acquisitions whose vesting was fully accelerated upon termination of the employees pursuant to the original terms of those options. Restructuring expenses consist of employee severance and other exit costs. We believe it is useful for investors to understand the effects of these items on our total operating expenses. Although acquisition related expenses and restructuring expenses generally diminish over time with respect to past acquisitions, we generally will incur these expenses in connection with any future acquisitions.

ORACLE CORPORATION
FISCAL 2011 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 business combination accounting entries and expenses related to acquisitions, as well as other significant expenses including stock-based compensation, 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:

- Software license updates and product support and hardware systems support deferred revenues: Business combination accounting rules require us to account for the fair values of software license updates and product support contracts and hardware systems support contracts assumed in connection with our acquisitions. Because these support contracts are typically one year in duration, our GAAP revenues for the one year period subsequent to our acquisition of a business do not reflect the full amount of support revenues on these assumed support contracts that would have otherwise been recorded by the acquired entity. The non-GAAP adjustment to our software license updates and product support revenues and hardware systems support revenues is intended to include, and thus reflect, the full amount of such revenues. We believe the adjustment to these support revenues is useful to investors as a measure of the ongoing performance of our business. We have historically experienced high renewal rates on our software license updates and product support contracts and our objective is to increase the renewal rates on acquired and new hardware systems support contracts; however, we cannot be certain that our customers will renew our software license updates and product support contracts or our hardware systems support contracts.
- Hardware systems products expenses: We have excluded the effects of the fair value adjustments to our inventories acquired from Sun that were sold to customers in the periods presented, which resulted in the exclusion of these adjustments from our hardware systems products expenses and net income measures. Business combination accounting rules require us to account for inventories assumed from our acquisitions at their fair values. The non-GAAP adjustment to our hardware systems products expenses is intended to reflect the hardware systems products expenses that would have been otherwise recorded by Sun as a standalone entity upon the sale of these inventories. We believe this adjustment is useful to investors as a measure of the ongoing performance of our business because we do not expect the fair value adjustments to our inventories to recur in future periods with respect to the Sun acquisition and, therefore, we expect that these adjustments will not impact our future operating expenses. Investors should note that other factors may affect the future values of our inventories and hardware systems products expenses. If we assume inventories in future acquisitions, we will be required to assess their fair values, which may result in fair value adjustments to those inventories.
- Stock-based compensation expenses: We have excluded the effect of stock-based compensation expenses from our non-GAAP operating expenses 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 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.
- Acquisition related and other expenses; and restructuring expenses: We have excluded the effect of acquisition related and other expenses and the effect of restructuring expenses from our non-GAAP operating expenses and net income measures. We incurred significant expenses in connection with our acquisitions 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. Acquisition related and other expenses consist of personnel related costs for transitional employees, other acquired employee related costs, stock-based compensation expenses (in addition to the stock-based compensation expenses described above), integration related professional services, certain business combination adjustments after the measurement period has ended and certain other operating expenses, net. Substantially all of the stock-based compensation expenses included in acquisition related and other expenses resulted from unvested options assumed in acquisitions whose vesting was fully accelerated upon termination of the employees pursuant to the original terms of those options. Restructuring expenses consist of employee severance and other exit costs. We believe it is useful for investors to understand the effects of these items on our total operating expenses. Although acquisition related expenses and restructuring expenses generally diminish over time with respect to past acquisitions, we generally will incur these expenses in connection with any future acquisitions.