

**ORACLE CORPORATION**  
**Q2 FISCAL 2025 FINANCIAL RESULTS**  
**CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS**  
(\$ in millions, except per share data)

	Three Months Ended November 30,				% Increase (Decrease) in US \$	% Increase (Decrease) in Constant Currency (1)
	2024	% of Revenues	2023	% of Revenues		
<b>REVENUES</b>						
Cloud services and license support	\$ 10,806	77%	\$ 9,639	74%	12%	12%
Cloud license and on-premise license	1,195	9%	1,178	9%	1%	3%
Hardware	728	5%	756	6%	(4%)	(3%)
Services	1,330	9%	1,368	11%	(3%)	(3%)
<b>Total revenues</b>	<b>14,059</b>	<b>100%</b>	<b>12,941</b>	<b>100%</b>	<b>9%</b>	<b>9%</b>
<b>OPERATING EXPENSES</b>						
Cloud services and license support	2,746	19%	2,274	17%	21%	21%
Hardware	172	1%	213	2%	(20%)	(19%)
Services	1,167	8%	1,253	10%	(7%)	(7%)
Sales and marketing	2,190	16%	2,093	16%	5%	5%
Research and development	2,471	18%	2,226	17%	11%	11%
General and administrative	387	3%	375	3%	3%	3%
Amortization of intangible assets	591	4%	755	6%	(22%)	(22%)
Acquisition related and other	31	0%	47	0%	(34%)	(33%)
Restructuring	84	1%	83	1%	0%	1%
<b>Total operating expenses</b>	<b>9,839</b>	<b>70%</b>	<b>9,319</b>	<b>72%</b>	<b>6%</b>	<b>6%</b>
<b>OPERATING INCOME</b>	<b>4,220</b>	<b>30%</b>	<b>3,622</b>	<b>28%</b>	<b>17%</b>	<b>16%</b>
Interest expense	(866)	(6%)	(888)	(7%)	(3%)	(3%)
Non-operating income (expenses), net	36	0%	(14)	0%	*	*
<b>INCOME BEFORE INCOME TAXES</b>	<b>3,390</b>	<b>24%</b>	<b>2,720</b>	<b>21%</b>	<b>25%</b>	<b>24%</b>
Provision for income taxes	239	2%	217	2%	11%	10%
<b>NET INCOME</b>	<b>\$ 3,151</b>	<b>22%</b>	<b>\$ 2,503</b>	<b>19%</b>	<b>26%</b>	<b>26%</b>
<b>EARNINGS PER SHARE:</b>						
Basic	\$ 1.13		\$ 0.91			
Diluted	\$ 1.10		\$ 0.89			
<b>WEIGHTED AVERAGE COMMON SHARES OUTSTANDING:</b>						
Basic	2,790		2,746			
Diluted	2,869		2,817			

(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, 2024, 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 November 30, 2024 compared with the corresponding prior year period increased our operating income by 1 percentage point.

\* Not meaningful

# ORACLE CORPORATION

## Q2 FISCAL 2025 FINANCIAL RESULTS RECONCILIATION OF SELECTED GAAP MEASURES TO NON-GAAP MEASURES (1) (\$ in millions, except per share data)

	Three Months Ended November 30,						% Increase (Decrease) in US \$		% Increase (Decrease) in Constant Currency (2)	
	2024 GAAP	Adj.	2024 Non-GAAP	2023 GAAP	Adj.	2023 Non-GAAP	GAAP	Non-GAAP	GAAP	Non-GAAP
<b>TOTAL REVENUES</b>	\$ 14,059	\$ -	\$ 14,059	\$ 12,941	\$ -	\$ 12,941	9%	9%	9%	9%
<b>TOTAL OPERATING EXPENSES</b>	\$ 9,839	\$ (1,876)	\$ 7,963	\$ 9,319	\$ (1,914)	\$ 7,405	6%	8%	6%	8%
Stock-based compensation (3)	1,170	(1,170)	-	1,029	(1,029)	-	14%	*	14%	*
Amortization of intangible assets (4)	591	(591)	-	755	(755)	-	(22%)	*	(22%)	*
Acquisition related and other	31	(31)	-	47	(47)	-	(34%)	*	(33%)	*
Restructuring	84	(84)	-	83	(83)	-	0%	*	1%	*
<b>OPERATING INCOME</b>	\$ 4,220	\$ 1,876	\$ 6,096	\$ 3,622	\$ 1,914	\$ 5,536	17%	10%	16%	10%
<b>OPERATING MARGIN %</b>	30%		43%	28%		43%	203 bp.	58 bp.	196 bp.	52 bp.
<b>INCOME TAX EFFECTS (5)</b>	\$ 239	\$ 820	\$ 1,059	\$ 217	\$ 655	\$ 872	11%	22%	10%	21%
<b>NET INCOME</b>	\$ 3,151	\$ 1,056	\$ 4,207	\$ 2,503	\$ 1,259	\$ 3,762	26%	12%	26%	12%
<b>DILUTED EARNINGS PER SHARE</b>	\$ 1.10		\$ 1.47	\$ 0.89		\$ 1.34	24%	10%	23%	10%
<b>DILUTED WEIGHTED AVERAGE COMMON SHARES OUTSTANDING</b>	2,869	-	2,869	2,817	-	2,817	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, 2024, 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 November 30, 2024			Three Months Ended November 30, 2023		
	GAAP	Adj.	Non-GAAP	GAAP	Adj.	Non-GAAP
Cloud services and license support	\$ 158	\$ (158)	\$ -	\$ 137	\$ (137)	\$ -
Hardware	8	(8)	-	6	(6)	-
Services	53	(53)	-	45	(45)	-
Sales and marketing	195	(195)	-	174	(174)	-
Research and development	657	(657)	-	573	(573)	-
General and administrative	99	(99)	-	94	(94)	-
Total stock-based compensation	\$ 1,170	\$ (1,170)	\$ -	\$ 1,029	\$ (1,029)	\$ -

(4) Estimated future annual amortization expense related to intangible assets as of November 30, 2024 was as follows:

Remainder of fiscal 2025	\$ 1,092
Fiscal 2026	1,639
Fiscal 2027	672
Fiscal 2028	635
Fiscal 2029	561
Fiscal 2030	522
Thereafter	558
Total intangible assets, net	\$ 5,679

(5) Income tax effects were calculated reflecting an effective GAAP tax rate of 7.1% and 8.0% in the second quarter of fiscal 2025 and 2024, respectively, and an effective non-GAAP tax rate of 20.1% and 18.8% in the second quarter of fiscal 2025 and 2024, respectively. The difference in our GAAP and non-GAAP tax rates in each of the second quarters of fiscal 2025 and 2024 was primarily due to the net tax effects related to stock-based compensation expense; acquisition related and other items, including the tax effects on amortization of intangible assets; and restructuring expense, 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**  
**Q2 FISCAL 2025 YEAR TO DATE FINANCIAL RESULTS**  
**CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS**  
(\$ in millions, except per share data)

	Six Months Ended November 30,				% Increase (Decrease) in US \$	% Increase (Decrease) in Constant Currency (1)
	2024	% of Revenues	2023	% of Revenues		
<b>REVENUES</b>						
Cloud services and license support	\$ 21,324	78%	\$ 19,186	75%	11%	11%
Cloud license and on-premise license	2,065	8%	1,987	8%	4%	5%
Hardware	1,383	5%	1,470	6%	(6%)	(5%)
Services	2,594	9%	2,751	11%	(6%)	(5%)
<b>Total revenues</b>	<b>27,366</b>	<b>100%</b>	<b>25,394</b>	<b>100%</b>	<b>8%</b>	<b>8%</b>
<b>OPERATING EXPENSES</b>						
Cloud services and license support	5,344	20%	4,452	18%	20%	20%
Hardware	333	1%	432	2%	(23%)	(22%)
Services	2,314	8%	2,465	10%	(6%)	(6%)
Sales and marketing	4,226	15%	4,118	16%	3%	3%
Research and development	4,777	18%	4,442	17%	8%	8%
General and administrative	745	3%	769	3%	(3%)	(3%)
Amortization of intangible assets	1,215	4%	1,518	6%	(20%)	(20%)
Acquisition related and other	44	0%	58	0%	(25%)	(25%)
Restructuring	157	1%	222	1%	(29%)	(29%)
<b>Total operating expenses</b>	<b>19,155</b>	<b>70%</b>	<b>18,476</b>	<b>73%</b>	<b>4%</b>	<b>4%</b>
<b>OPERATING INCOME</b>	<b>8,211</b>	<b>30%</b>	<b>6,918</b>	<b>27%</b>	<b>19%</b>	<b>19%</b>
Interest expense	(1,708)	(6%)	(1,760)	(7%)	(3%)	(3%)
Non-operating income (expenses), net	57	0%	(63)	0%	*	*
<b>INCOME BEFORE INCOME TAXES</b>	<b>6,560</b>	<b>24%</b>	<b>5,095</b>	<b>20%</b>	<b>29%</b>	<b>30%</b>
Provision for income taxes	480	2%	172	1%	179%	181%
<b>NET INCOME</b>	<b>\$ 6,080</b>	<b>22%</b>	<b>\$ 4,923</b>	<b>19%</b>	<b>24%</b>	<b>24%</b>
<b>EARNINGS PER SHARE:</b>						
Basic	\$ 2.19		\$ 1.80			
Diluted	\$ 2.13		\$ 1.75			
<b>WEIGHTED AVERAGE COMMON SHARES OUTSTANDING:</b>						
Basic	2,775		2,737			
Diluted	2,860		2,820			

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\* Not meaningful

**ORACLE CORPORATION**  
**Q2 FISCAL 2025 YEAR TO DATE FINANCIAL RESULTS**  
**RECONCILIATION OF SELECTED GAAP MEASURES TO NON-GAAP MEASURES (1)**  
(\$ in millions, except per share data)

	Six Months Ended November 30,						% Increase (Decrease) in US \$		% Increase (Decrease) in Constant Currency (2)	
	2024			2023						
	GAAP	Adj.	Non-GAAP	GAAP	Adj.	Non-GAAP	GAAP	Non-GAAP	GAAP	Non-GAAP
<b>TOTAL REVENUES</b>	\$ 27,366	\$ -	\$ 27,366	\$ 25,394	\$ -	\$ 25,394	8%	8%	8%	8%
<b>TOTAL OPERATING EXPENSES</b>	\$ 19,155	\$ (3,592)	\$ 15,563	\$ 18,476	\$ (3,676)	\$ 14,800	4%	5%	4%	6%
Stock-based compensation (3)	2,176	(2,176)	-	1,878	(1,878)	-	16%	*	16%	*
Amortization of intangible assets (4)	1,215	(1,215)	-	1,518	(1,518)	-	(20%)	*	(20%)	*
Acquisition related and other	44	(44)	-	58	(58)	-	(25%)	*	(25%)	*
Restructuring	157	(157)	-	222	(222)	-	(29%)	*	(29%)	*
<b>OPERATING INCOME</b>	\$ 8,211	\$ 3,592	\$ 11,803	\$ 6,918	\$ 3,676	\$ 10,594	19%	11%	19%	12%
<b>OPERATING MARGIN %</b>	30%		43%	27%		42%	276 bp.	141 bp.	279 bp.	140 bp.
<b>INCOME TAX EFFECTS (\$)</b>	\$ 480	\$ 1,500	\$ 1,980	\$ 172	\$ 1,478	\$ 1,650	179%	20%	181%	21%
<b>NET INCOME</b>	\$ 6,080	\$ 2,092	\$ 8,172	\$ 4,923	\$ 2,198	\$ 7,121	24%	15%	24%	15%
<b>DILUTED EARNINGS PER SHARE</b>	\$ 2.13		\$ 2.86	\$ 1.75		\$ 2.53	22%	13%	23%	14%
<b>DILUTED WEIGHTED AVERAGE COMMON SHARES OUTSTANDING</b>	2,860	-	2,860	2,820	-	2,820	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, 2024, 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:

	Six Months Ended November 30, 2024			Six Months Ended November 30, 2023		
	GAAP	Adj.	Non-GAAP	GAAP	Adj.	Non-GAAP
Cloud services and license support	\$ 299	\$ (299)	\$ -	\$ 248	\$ (248)	\$ -
Hardware	14	(14)	-	11	(11)	-
Services	96	(96)	-	78	(78)	-
Sales and marketing	356	(356)	-	309	(309)	-
Research and development	1,226	(1,226)	-	1,057	(1,057)	-
General and administrative	185	(185)	-	175	(175)	-
Total stock-based compensation	\$ 2,176	\$ (2,176)	\$ -	\$ 1,878	\$ (1,878)	\$ -

(4) Estimated future annual amortization expense related to intangible assets as of November 30, 2024 was as follows:

Remainder of fiscal 2025	\$ 1,092
Fiscal 2026	1,639
Fiscal 2027	672
Fiscal 2028	635
Fiscal 2029	561
Fiscal 2030	522
Thereafter	558
Total intangible assets, net	\$ 5,679

(5) Income tax effects were calculated reflecting an effective GAAP tax rate of 7.3% and 3.4% in the first half of fiscal 2025 and 2024, respectively, and an effective non-GAAP tax rate of 19.5% and 18.8% in the first half of fiscal 2025 and 2024, respectively. The difference in our GAAP and non-GAAP tax rates in each of the first half of fiscal 2025 and 2024 was primarily due to the net tax effects related to stock-based compensation expense; acquisition related and other items, including the tax effects on amortization of intangible assets; and restructuring expense, 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**  
**Q2 FISCAL 2025 FINANCIAL RESULTS**  
**CONDENSED CONSOLIDATED BALANCE SHEETS**  
(\$ in millions)

	November 30, 2024	May 31, 2024
<b>ASSETS</b>		
<b>Current Assets:</b>		
Cash and cash equivalents	\$ 10,941	\$ 10,454
Marketable securities	370	207
Trade receivables, net	8,177	7,874
Prepaid expenses and other current assets	4,015	4,019
<b>Total Current Assets</b>	23,503	22,554
<b>Non-Current Assets:</b>		
Property, plant and equipment, net	26,432	21,536
Intangible assets, net	5,679	6,890
Goodwill, net	62,204	62,230
Deferred tax assets	11,984	12,273
Other non-current assets	18,681	15,493
<b>Total Non-Current Assets</b>	124,980	118,422
<b>TOTAL ASSETS</b>	<b>\$ 148,483</b>	<b>\$ 140,976</b>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
<b>Current Liabilities:</b>		
Notes payable and other borrowings, current	\$ 8,162	\$ 10,605
Accounts payable	2,679	2,357
Accrued compensation and related benefits	1,653	1,916
Deferred revenues	9,430	9,313
Other current liabilities	7,128	7,353
<b>Total Current Liabilities</b>	29,052	31,544
<b>Non-Current Liabilities:</b>		
Notes payable and other borrowings, non-current	80,462	76,264
Income taxes payable	9,553	10,817
Deferred tax liabilities	2,864	3,692
Other non-current liabilities	12,316	9,420
<b>Total Non-Current Liabilities</b>	105,195	100,193
<b>Stockholders' Equity</b>	14,236	9,239
<b>TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY</b>	<b>\$ 148,483</b>	<b>\$ 140,976</b>

# ORACLE CORPORATION

## Q2 FISCAL 2025 FINANCIAL RESULTS CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (\$ in millions)

	Six Months Ended November 30,	
	2024	2023
<b>Cash Flows From Operating Activities:</b>		
Net income	\$ 6,080	\$ 4,923
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation	1,712	1,510
Amortization of intangible assets	1,215	1,518
Deferred income taxes	(601)	(1,049)
Stock-based compensation	2,176	1,878
Other, net	298	331
Changes in operating assets and liabilities:		
(Increase) decrease in trade receivables, net	(451)	145
Decrease in prepaid expenses and other assets	676	301
Decrease in accounts payable and other liabilities	(1,143)	(1,048)
Decrease in income taxes payable	(1,685)	(1,541)
Increase in deferred revenues	454	149
<b>Net cash provided by operating activities</b>	<b>8,731</b>	<b>7,117</b>
<b>Cash Flows From Investing Activities:</b>		
Purchases of marketable securities and other investments	(636)	(515)
Proceeds from sales and maturities of marketable securities and other investments	356	157
Acquisitions, net of cash acquired	-	(59)
Capital expenditures	(6,273)	(2,394)
<b>Net cash used for investing activities</b>	<b>(6,553)</b>	<b>(2,811)</b>
<b>Cash Flows From Financing Activities:</b>		
Payments for repurchases of common stock	(300)	(600)
Proceeds from issuances of common stock	307	426
Shares repurchased for tax withholdings upon vesting of restricted stock-based awards	(898)	(1,733)
Payments of dividends to stockholders	(2,221)	(2,190)
(Repayments of) proceeds from issuances of commercial paper, net	(396)	1,749
Proceeds from issuances of senior notes and term loan credit agreements, net of issuance costs	11,837	-
Repayments of senior notes and term loan credit agreements	(9,700)	(3,500)
Other, net	(276)	31
<b>Net cash used for financing activities</b>	<b>(1,647)</b>	<b>(5,817)</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>(44)</b>	<b>(10)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>487</b>	<b>(1,521)</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>10,454</b>	<b>9,765</b>
<b>Cash and cash equivalents at end of period</b>	<b>\$ 10,941</b>	<b>\$ 8,244</b>

**ORACLE CORPORATION**  
**Q2 FISCAL 2025 FINANCIAL RESULTS**  
**FREE CASH FLOW - TRAILING 4-QUARTERS (1)**  
(\$ in millions)

	Fiscal 2024				Fiscal 2025			
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
<b>GAAP Operating Cash Flow</b>	\$ 17,745	\$ 17,039	\$ 18,239	\$ 18,673	\$ 19,126	\$ 20,287		
<b>Capital Expenditures</b>	(8,290)	(6,935)	(5,981)	(6,866)	(7,855)	(10,745)		
<b>Free Cash Flow</b>	\$ 9,455	\$ 10,104	\$ 12,258	\$ 11,807	\$ 11,271	\$ 9,542		
<b>Operating Cash Flow % Growth over prior year</b>	68%	13%	18%	9%	8%	19%		
<b>Free Cash Flow % Growth over prior year</b>	76%	20%	68%	39%	19%	(6%)		
<b>GAAP Net Income</b>	\$ 9,375	\$ 10,137	\$ 10,642	\$ 10,467	\$ 10,976	\$ 11,624		
<b>Operating Cash Flow as a % of Net Income</b>	189%	168%	171%	178%	174%	175%		
<b>Free Cash Flow as a % of Net Income</b>	101%	100%	115%	113%	103%	82%		

(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.

**ORACLE CORPORATION**  
**Q2 FISCAL 2025 FINANCIAL RESULTS**  
**SUPPLEMENTAL ANALYSIS OF GAAP REVENUES (1)**  
(\$ in millions)

	Fiscal 2024					Fiscal 2025				
	Q1	Q2	Q3	Q4	TOTAL	Q1	Q2	Q3	Q4	TOTAL
<b>REVENUES BY OFFERINGS</b>										
Cloud services	\$ 4,635	\$ 4,775	\$ 5,054	\$ 5,311	\$ 19,774	\$ 5,623	\$ 5,937			\$ 11,559
License support	4,912	4,864	4,909	4,923	19,609	4,896	4,869			9,765
Cloud services and license support	9,547	9,639	9,963	10,234	39,383	10,519	10,806			21,324
Cloud license and on-premise license	809	1,178	1,256	1,838	5,081	870	1,195			2,065
Hardware	714	756	754	842	3,066	655	728			1,383
Services	1,383	1,368	1,307	1,373	5,431	1,263	1,330			2,594
Total revenues	\$ 12,453	\$ 12,941	\$ 13,280	\$ 14,287	\$ 52,961	\$ 13,307	\$ 14,059			\$ 27,366
<b>AS REPORTED REVENUE GROWTH RATES</b>										
Cloud services	30%	25%	25%	20%	25%	21%	24%			23%
License support	2%	2%	1%	0%	1%	0%	0%			0%
Cloud services and license support	13%	12%	12%	9%	12%	10%	12%			11%
Cloud license and on-premise license	(10%)	(18%)	(3%)	(15%)	(12%)	7%	1%			4%
Hardware	(6%)	(11%)	(7%)	(1%)	(6%)	(8%)	(4%)			(6%)
Services	2%	(2%)	(5%)	(6%)	(3%)	(9%)	(3%)			(6%)
Total revenues	9%	5%	7%	3%	6%	7%	9%			8%
<b>CONSTANT CURRENCY REVENUE GROWTH RATES (2)</b>										
Cloud services	29%	24%	24%	20%	24%	22%	24%			23%
License support	0%	0%	1%	1%	0%	0%	0%			0%
Cloud services and license support	12%	11%	11%	10%	11%	11%	12%			11%
Cloud license and on-premise license	(11%)	(19%)	(3%)	(14%)	(12%)	8%	3%			5%
Hardware	(8%)	(12%)	(7%)	0%	(7%)	(8%)	(3%)			(5%)
Services	1%	(3%)	(5%)	(6%)	(3%)	(8%)	(3%)			(5%)
Total revenues	8%	4%	7%	4%	6%	8%	9%			8%
<b>CLOUD SERVICES AND LICENSE SUPPORT REVENUES BY ECOSYSTEM</b>										
Applications cloud services and license support	\$ 4,471	\$ 4,474	\$ 4,584	\$ 4,642	\$ 18,172	\$ 4,769	\$ 4,784			\$ 9,552
Infrastructure cloud services and license support	5,076	5,165	5,379	5,592	21,211	5,750	6,022			11,772
Total cloud services and license support revenues	\$ 9,547	\$ 9,639	\$ 9,963	\$ 10,234	\$ 39,383	\$ 10,519	\$ 10,806			\$ 21,324
<b>AS REPORTED REVENUE GROWTH RATES</b>										
Applications cloud services and license support	11%	10%	10%	6%	9%	7%	7%			7%
Infrastructure cloud services and license support	15%	14%	13%	12%	14%	13%	17%			15%
Total cloud services and license support revenues	13%	12%	12%	9%	12%	10%	12%			11%
<b>CONSTANT CURRENCY REVENUE GROWTH RATES (2)</b>										
Applications cloud services and license support	11%	9%	10%	6%	9%	7%	7%			7%
Infrastructure cloud services and license support	14%	12%	13%	13%	13%	14%	17%			16%
Total cloud services and license support revenues	12%	11%	11%	10%	11%	11%	12%			11%
<b>GEOGRAPHIC REVENUES</b>										
Americas	\$ 7,841	\$ 8,067	\$ 8,270	\$ 8,945	\$ 33,122	\$ 8,372	\$ 8,933			\$ 17,305
Europe/Middle East/Africa	3,005	3,170	3,316	3,539	13,030	3,228	3,381			6,609
Asia Pacific	1,607	1,704	1,694	1,803	6,809	1,707	1,745			3,452
Total revenues	\$ 12,453	\$ 12,941	\$ 13,280	\$ 14,287	\$ 52,961	\$ 13,307	\$ 14,059			\$ 27,366

(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, 2024 and 2023 for the fiscal 2025 and fiscal 2024 constant currency growth rate calculations presented, respectively, rather than the actual exchange rates in effect during the respective periods.



**ORACLE CORPORATION**  
**Q2 FISCAL 2025 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:

- 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.
- 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, income tax effects and net income measures. We incurred 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 consisted of personnel related costs for transitional and certain other employees, certain business combination adjustments including certain adjustments after the measurement period has ended, and certain other operating items, net. Restructuring expenses consisted 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 and other expenses and restructuring expenses may diminish over time with respect to past acquisitions and/or strategic initiatives, we generally will incur certain of these expenses in connection with any future acquisitions and/or strategic initiatives.