EXECUTIVE SUMMARY

- 1,152 FedEx Corp. employees reside and work in Alaska. Of these, 1,075 work for FedEx Express.
- Approximately 690K Lbs./Day of Cargo moves through the Anchorage Hub connecting to major gateways in Asia Pacific, the Lower 48, and our customers in Alaska.
- Through a network of feeders, vendors and 160 employees, FedEx Express provides world class pick-up and delivery service within the State of Alaska handling in excess of 12,000 pieces per day.
ANC STATE OF ALASKA FEEDER ROUTES

<table>
<thead>
<tr>
<th>Eq Type</th>
<th>Max Wt (lbs)</th>
</tr>
</thead>
<tbody>
<tr>
<td>ATR72</td>
<td>17,000</td>
</tr>
<tr>
<td>C208</td>
<td>3,000</td>
</tr>
<tr>
<td>C212</td>
<td>4,500</td>
</tr>
<tr>
<td>BE19</td>
<td>6,000</td>
</tr>
</tbody>
</table>
ANC INTRA-ALASKA SUPPLEMENTAL LIFT

Weekly: ~ 3200 lbs
Weekly: ~ 2600 lbs
Weekly: ~ 2500 lbs
Weekly: ~ 6300 lbs

<table>
<thead>
<tr>
<th>Carrier</th>
<th>Destination</th>
<th>Cartage Agent Carrier &amp; Vendor</th>
</tr>
</thead>
<tbody>
<tr>
<td>Vendor</td>
<td>BET</td>
<td>D&amp;G</td>
</tr>
<tr>
<td>Vendor</td>
<td>BRW</td>
<td>USPS</td>
</tr>
<tr>
<td>Vendor</td>
<td>OME</td>
<td>Gnome Courier</td>
</tr>
<tr>
<td>Vendor</td>
<td>SCC</td>
<td>Carlile</td>
</tr>
</tbody>
</table>
August 2017 Trans-Pacific Schematics

Westbound
MEM-ANC-KIX
MEM-ANC-NRT
MEM-SEA-ANC-PVG

Eastbound
ICN-ANC-MEM
TPE-ANC-MEM

L48 to/from ANC
IND-ANC-IND
OAK-ANC

Line Type

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ANC Import Operations Summary

- FedEx has multiple government agencies on-site including FDA, US Fish/Wildlife, and US Customs to expedite our clearance process.
- FedEx has two times the box capacity versus current utilization.
- Staffing has been reduced in excess of 40% since 2009 in correlation with system form changes.
- ANC remains a primary clearance facility for Asia Pacific cargo to the US market as well as Export Economy volume from US to APAC.
- Daily Import flights from ICN and TPE.

<table>
<thead>
<tr>
<th>Item</th>
<th>Current System Form</th>
</tr>
</thead>
<tbody>
<tr>
<td>Box Sort Capacity (PPH)</td>
<td>11,000</td>
</tr>
<tr>
<td>Wide Body A/C Gates</td>
<td>9</td>
</tr>
<tr>
<td>Building (SQ FT)</td>
<td>336,426</td>
</tr>
<tr>
<td>Employee Staffing</td>
<td>331</td>
</tr>
<tr>
<td>Pre-Clearance %</td>
<td>FYTD 94.8%</td>
</tr>
<tr>
<td>Volume (2hr Sort Span)</td>
<td>14,000</td>
</tr>
<tr>
<td>Flight Activity (Weekly – IN/OUT)</td>
<td>157</td>
</tr>
</tbody>
</table>
Overview – Alaska US Ground Operations (AGFS)

- Domestic Operations connect Fairbanks, Kodiak, Kenai, Homer, Sitka, Ketchikan, and Juneau via our feeder network.
- Shuttle/truck operations to Wasilla, Kenai, Seward, and Valdez.
- 152 Employees provide world class pick and delivery service throughout the state of Alaska.
- Approximately 12,000 packages are handled through the domestic network daily.
- FedEx offers Alaska customers the broadest range of premium service types including First Overnight, Priority Delivery by 10:30 to key business centers.
FEDEX IN ALASKA
AS AN ECONOMIC ENGINE

$100 million per year
Alaska Based Employee Impact

$13 million+ per year
Alaska business relationships

$2 million per year
Rural Alaska Access
FedEx Alaska Projects

• Expand total import sort capacity from 7,000 to 11,000 packages per hour in FY2017 to accommodate flight schedule and IE traffic from APAC.
  - Additional 22.51 FTEs per day / 51 staffing personnel per day.
  - Improved flow rate to accomplish sort down time with the current scheduled late arrival of FX14.
  - Average flight capacity available on ANC Export flights is 56% for 777 and 46% for MD-11 aircraft. Average availability on ANC Import flights is 30% for 777 and 35% for MD-11 aircraft.

• WWA total delivery stops have grown +20.2% YOY. We have added 2 additional FT routes this year and will be adding a 2nd shuttle run from ANCR-WWAA.
COMMUNITY
“We are committed to being a great place to work, a thoughtful steward of the environment and a caring citizen in the communities where we live and work.”
Community and Philanthropy

At FedEx, we help to develop smarter, safer and more resilient communities. Our logistics expertise and global reach allow us to provide relief during times of disaster, improve the safety of roads and promote environmental sustainability in the communities we serve around the world.

Charitable Giving  Charitable Shipping  FedEx Cares Week

Disaster Relief Support  Safe Kids: 15 Years of Child Pedestrian Safety  EarthSmart Outreach
IN VolvEmEnt IN AlAskA

• United Way (all supported agency’s)
• Multiple Sclerosis Society
• Habitat for Humanity
• Safe Kids Walk
• March of Dimes
• State Truck Driving Championships
• Catholic Social Services
• Bean’s Café
• Among many others........
QUESTIONS?