



## Annual Compliance Report based on AAOIFI Shariah Mandate (A-2011)

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### FedEx Corporation. ( FDX US)

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#### Description

FedEx Corporation provides customers and businesses worldwide with a broad portfolio of transportation, e-commerce and business services. The Company operates four segments: FedEx Express, FedEx Ground, FedEx Freight and FedEx Services. On February 22, 2011, it completed the acquisition of the Indian logistics, distribution and express businesses of AFL Pvt. Ltd. and its affiliate Unifreight India Pvt. Ltd.

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#### Company Status

IdealRatings analysts have issued a new report regarding the company:

<b>Name:</b>	FedEx Corporation
<b>Ticker:</b>	FDX US
<b>Country:</b>	United States
<b>Core Business Activity:</b>	Air Freight/Courier Services
<b>Exchange:</b>	New York Stock Exchange
<b>Compliance Status:</b>	Shariah-compliant

IdealRatings reviewed the most recent financial statements (A-2011) for **FedEx Corporation**. The report has been prepared to determine the Shariah-compliance status of the company based on the AAOIFI Shariah mandate.

#### Business Screening

The four represented segments through companies operating independently and managed collaboratively under FedEx brand are:

- **FedEx Express:** Federal Express Corporation (“FedEx Express”) is the world’s largest express transportation company.
- **FedEx Ground:** FedEx Ground Package System, Inc. (“FedEx Ground”) is a leading provider of small-package ground delivery services.
- **FedEx Freight:** FedEx Freight, Inc. (“FedEx Freight”) is a leading U.S. provider of less-than-truckload (“LTL”) freight services. It offers FedEx Freight Priority and FedEx Freight Economy.
- **FedEx Services:** FedEx Corporate Services, Inc. (“FedEx Services”) provides their other companies with sales, marketing and information technology support.

The income from the core business is compliant. Non-permissible income mainly comes from interest income and is minor compared to the total income of the company and thus does not exceed the 5% threshold as defined by AAOIFI.

Therefore the status of the company from a business activity is as follows:

	Threshold	Company	Compliance
<b>Non-permissible Income</b>	5%	Less than 5%	<b>PASS</b>

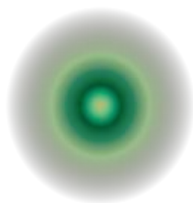
### Financial Screening


According to the most recent available financial statement with adequate information (2011-A) the financial ratios with respect to the AAOIFI Shariah mandate for the company are as follows:

	Threshold	Company	Compliance
<b>Interest-bearing Investments</b>	30%	8.21%	<b>PASS</b>
<b>Interest-bearing Debts</b>	30%	5.94%	<b>PASS</b>
<b>Liquidity</b>	67%	25.22%	<b>PASS</b>
<b>Share Type (Preference or Common)</b>	Common	Common	<b>PASS</b>

### Compliance Status

Based on the available information and the above figures according to AAOIFI Shariah mandate FedEx Corporation is to be considered **Shariah-compliant**.





## Disclosures

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