Global Human Resources

- Benefits
- Compensation
- Recruiting
- Learning & Development
- New Employees
- Immigration/Mobility
- HR Professionals
- Managers
- Regions

GLOBAL COMPENSATION HOME
GLOBAL COMPENSATION INFORMATION
WORKFORCE COMPENSATION
REGIONAL COMPENSATION INFORMATION
JAPAC
CANADA (English)
CANADA (French)
EMEA
LAD
U.S.
Global Compensation Contacts
Oracle's Compensation Philosophy
Global Payroll Website

EXHIBIT 4
5-19 58

Total Compensation

What is total compensation?
When is compensation paid out?

Base Salary
Salary Increases
Bonuses
Global Corporate Bonus
Other Bonuses

Allowances
Overtime
Benefits
Employee Stock Purchase Plan
Equity Program

What is total compensation?
Total compensation is a summation of base salary, performance-related bonuses, commissions, and other applicable incentives and benefits.

When determining the employee's total compensation package, the following factors may be taken into account:
- the job's salary range which is based on the external market value for the job,
- the employee's global career level,
- the salaries of other Oracle employees in the same job and location,
- the individual employee's performance.

In addition to cash compensation and other benefits, there are other 'intangible' benefits of working at Oracle such as your working environment and career opportunities.

Your eligibility to receive each component of total compensation will vary depending on the country in which you are employed and your function here at Oracle. Contact your manager for country specific component information.

When is compensation paid out?

<table>
<thead>
<tr>
<th>MONTHLY</th>
<th>QUARTERLY</th>
<th>ANNUAL</th>
</tr>
</thead>
<tbody>
<tr>
<td>Sales Commission</td>
<td>Consulting Bonus</td>
<td>Corporate Bonus</td>
</tr>
<tr>
<td>Sales Consulting Bonus</td>
<td>Sales Consulting Bonus</td>
<td>Equity</td>
</tr>
<tr>
<td>Instructor Bonus</td>
<td></td>
<td>Focal (base) Salary</td>
</tr>
</tbody>
</table>

These are simply guidelines for when salary increases, bonuses, and/or equity may be reviewed, paid, or granted. This is not a guarantee that an employee will be reviewed for or receive a raise, bonus, or equity grant. Such compensation or allocations are offered at the discretion of management.

Base Salary
Base salary is designed to compensate employees for performing their job duties and responsibilities, and to reward individual performance. It provides employees with a rate of pay that is competitive with other companies in Oracle's industry for similar jobs.

Salary Increases
Oracle management reviews all eligible employees' salaries and assignment changes at one point in time. This process is called the salary review process or the annual review process. Employees are not guaranteed a salary increase. Salary increases are offered at the discretion of your manager.

How to Determine Salary Increase?
The LOB Heads and Executive Management have complete discretion when determining salary increases.

Who is Eligible for a Salary Increase?
Eligibility varies based on job classification, performance, and company policy.

https://my.oracle.com/site/hr/global_compensation/total_compensation/index.html
Total Compensation

- Be a regular Oracle employee (excludes contractors and temporary employees in most countries)
- Have been hired and started at least 61 days before the performance period ends. Note: Eligibility may be pro-rated on a daily basis depending on the new hire start date.

To comply with local legislation, some countries require adjustments to these eligibility rules.
Eligibility for employees from recent mergers and acquisitions will be evaluated on a case-by-case basis, depending on the agreement between the two companies.
For a complete list of eligibility rules by country please consult your manager.

Global Corporate Bonus

The Global Performance Bonus Plan is an annual plan for the performance period: June 1st through May 31st.
Bonuses are discretionary, designed to reward employees for assisting the company in meeting key strategic company goals and objectives; including profitability. Bonuses are not entitlements.

This bonus plan is funded according to performance criteria determined by the Company with individual employee bonuses being ultimately awarded at the discretion of management. The Company regularly reviews the plan and, at its sole discretion, the Company may cease the plan or change the plan to ensure that the strategic direction of the Company is supported.

How is the Bonus Allocated?
Each LOB’s pool is distributed to the Line of Business (LOB) Head via the Workforce Compensation web tool. The LOB Heads and Executive Management have complete discretion when further allocating budgets and awarding bonuses to individuals within their organization.

Who is Eligible?
To be eligible for consideration for a discretionary Global Performance Bonus, an employee must meet all of the requirements listed below:
- Be a regular Oracle employee (excludes contractors, temporary employees in most countries)
- Work in a position that is eligible for the Global Performance Bonus Plan and not eligible for any other variable plan. Examples of such variable plans include: Executive, Sales (excluding Channel Sales and Managers and Business Development Reps and Managers on revenue plans), Sales Consulting, Consulting, Instructor, and Recruiting plans, as well as employees who are US Over_time eligible.
- Have been hired and started on or before March 31st (i.e. 91 days before the performance period ends)
- Be eligible for at least 31 days during the performance period
- Be active on or an approved leave of absence the day the bonus is paid

Eligibility may be pro-rated on a daily basis due to the following:
- New Hire
- Transfer in or out of a different variable plan
- Paid and unpaid leave of absence during the bonus period (does not include vacation or holiday time)
- Part-time (percentage based on time worked compared to country’s full time hours)

Eligibility for employees from recent mergers and acquisitions will be evaluated on a case-by-case basis, depending on the agreement between the two companies.

Allowances

Allowances, such as car allowances, may be provided to employees in order for them to perform the duties/responsibilities of their job. In some countries, other allowances, such as transportation or housing, may be applicable. In support of Oracle’s commitment to developing practices that push the envelope, employees are encouraged to use the most fuel efficient and cost effective methods of conducting business on behalf of Oracle. Refer to your HR Web site for information specific to your country.

Overtime

Some countries require that employees who work overtime be compensated for those overtime hours. For further details contact your manager or HR Web site.

Benefits

Total compensation at Oracle means more than just base salary and bonus/commission incentive programs. It also includes the valuable benefits and perquisites programs available to our employees, such as health and welfare benefits including medical, dental, vision, retirement savings plan with a company match, vacation policy, etc. valued, on average, at approximately 20-25% of an employee's total compensation.
See the Benefits menu (above) and select your payroll country or region to view benefits information that is relevant to you.

https://my.oracle.com/sites/hr/global_compensation/total_compensation/index.html
Employee Equity Plan

The ESPP program provides employees the opportunity to put aside money to purchase stock at a discounted price. For more information regarding the ESPP program contact Employee Stock Services (770) 697-4499 stock_us@oracle.com.

ESPP is not available in all regions/countries. Consult your regional HR Web site.

Equity Program

The Annual Equity Process operates at the sole discretion of the Company. Whether Oracle continues to operate this arrangement, as well as what factors to consider when exercising its discretion will be reviewed regularly to ensure the strategic direction of the Company is supported.

The Equity process is an annual event with awards being granted in June/July. Individual grants are ultimately awarded at the discretion of management.

Who is eligible?

To be eligible:
- you must be a regular Oracle employee (excludes contractors and temporary employees in most countries.)
- working in a country with at least 100 employees,
- and assigned to a jobcode with career level I1 or greater.

Eligibility for employees from recent mergers and acquisitions will be evaluated on a case-by-case basis, depending on the agreement between the two companies.

To comply with local legislation, some countries require adjustments to these eligibility rules. Equity is not always granted to employees in some countries. Consult your Human Resources Representative for more information.

For more information regarding the Equity Program, including requesting a prospectus, exercising an option, and grant acceptance, contact Employee Stock Services (770) 697-4499 or stock_us@oracle.com.