Global Human Resources

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

Global Compensation

Total Compensation

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></td>
<td>Sales Consulting Bonus</td>
<td>Equity</td>
</tr>
<tr>
<td></td>
<td>Instructor Bonus</td>
<td>Total (Gross) 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 for 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 fiscal review process. Employees are not guaranteed a salary increase. Salary increases are offered at the discretion of your manager.

How are Salary Increases Awarded?

Each Line of Business’ (LOB) total salary increase budget is distributed to the LOB Head via the Workforce Compensation web tool. The LOB Heads and Executive Management have complete discretion when further allocating budgets and awarding salary increases to individuals within their organization.

Who is Eligible for a Salary Increase?

To be eligible for consideration for a fiscal salary increase under assignment change, an employee must meet all of the requirements listed below.

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 start at least 61 days before the performance period ends. Note: Eligibility may be prorated 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 merger 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 LH1'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 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, exception of other variable plans which are not eligible for the Global Performance Bonus Plan include: Business (including Global P2P and Makers and Business Development Makers and Managers on revenue plan), Sales Consulting, Consulting, Instructor, and Recruiting plans, as well as employees who are U.S. Non-Merger employees.
- Have been hired and start on or before May 31st (i.e., 61 days before the performance period ends)
- Be eligible for at least 61 days during the performance period
- Be awarded on an approved leave of absence the day the bonus is paid

Eligibility may be prorated on a daily basis due to the following:

- Hourly
- 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)
- P&L (percentage based on time worked compared to country's full-time hours)

To comply with local legislation, some countries require adjustments to these eligibility rules. For example, the corporate global bonus is not paid in every country, such as in Germany and Brazil. Consult your manager for more information.

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.

Other Bonuses

Consulting Bonus

Oracle Consultants who are "full-time" may be eligible to participate in the Consulting Discretionary Bonus Plan. Consulting bonuses are administered through Global Incentive Planning. Further plan information can be found on the Global Incentive Compensation website.

Instructor Bonus

Oracle Instructors, outside the U.S., who are "full-time" are eligible to receive a quarterly bonus. Instructor bonuses are administered through Global Incentive Planning. Further plan information can be found on the Global Incentive Compensation website.

Sales Bonus

Some sales positions such as Sales Consultants and Business Development Representatives are eligible to receive a quarterly bonus. Sales bonuses are administered through Global Incentive Planning. Further plan information can be found on the Global Incentive Compensation website.

Sales Commission

Sales commissions are designed to incent, motivate, and reward sales employees for achieving desired business objectives. Sales commissions are paid monthly and administered through Global Incentive Planning. Further plan information can be found on the Global Incentive Compensation website.

Sap Awards

Please see the Q&A to Employees Policy for more information on Bon Awards.

Parent Awards

In appreciation of our employee-owners Oracle maintains an active parent award program. Contact your manager or HR Manager for more information.

Allowances

Allowances, such as car allowances, may be provided to employees in order for them to perform the duties and 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 and maintaining a high-caliber workforce, employees are encouraged to use the most cost-efficient and cost-effective methods of conducting business on behalf of Oracle. Refer to your HR Website for information specific to your country.

Overtime

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

Benefits

Total Compensation at Oracle includes more than just base salary and bonus/incentive programs. It also includes the valuable benefits and perquisite programs available to our employees, such as health and welfare benefits including medical, dental, vision, retirement savings plans 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/sitew4global_compensation/total_compensation/index.html

CONFIDENTIAL

ORACLE_HQCA_0000384302
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 (705) 697-4999 stock_us@oracle.com.

ESPP is not available in all regions/countries. Contact 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 events 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 IC1 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. Contact 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 (705) 697-4999 or stock_us@oracle.com.