

USPS Preliminary Financial Information (Unaudited)

May 2013

(\$ Millions)

	Current Period					Year-to-Date				
	Actual	Plan	SPLY	% Plan	% SPLY	Actual	Plan	SPLY	% Plan	% SPLY
Operating Revenue:										
Mail and Services Revenue*	\$5,346	\$5,315	\$5,270	0.6%	1.4%	\$44,776	\$44,358	\$44,400	0.9%	0.8%
Government Appropriations	9	11	11	-20.9%	-17.5%	59	84	66	-30.0%	-11.2%
Total Operating Revenue	\$5,355	\$5,326	\$5,281	0.5%	1.4%	\$44,835	\$44,442	\$44,466	0.9%	0.8%
Operating Expenses:										
Personnel Compensation and Benefits	\$4,088	\$4,112	\$4,228	-0.6%	-3.3%	\$33,655	\$33,605	\$33,719	0.1%	-0.2%
Workers Compensation Caseload Expense	108	109	100	-0.5%	8.2%	857	883	850	-3.0%	0.8%
Transportation	530	535	550	-1.0%	-3.8%	4,571	4,650	4,534	-1.7%	0.8%
Supplies and Services	198	202	196	-2.1%	1.2%	1,533	1,676	1,460	-8.5%	5.0%
Other Expenses**	566	563	549	0.6%	3.2%	4,486	4,473	4,519	0.3%	-0.7%
Total Controllable Operating Expenses	\$5,490	\$5,522	\$5,623	-0.6%	-2.4%	\$45,102	\$45,287	\$45,082	-0.4%	0.0%
Controllable Operating Income (Loss)	(\$135)	(\$196)	(\$342)			(\$267)	(\$845)	(\$616)		
PSRHBFB Expenses	\$467	\$467	\$1,017	0.0%	-54.1%	\$3,733	\$3,733	\$8,133	0.0%	-54.1%
Workers Compensation (a)	(817)	(0)	668	NM	-222.3%	(270)	(0)	1,238	NM	-121.8%
Net Operating Income (Loss)	\$216	(\$663)	(\$2,027)			(\$3,731)	(\$4,578)	(\$9,987)		
Interest Income	\$2	\$2	\$2	-0.4%	-7.4%	\$16	\$15	\$16	3.6%	-3.0%
Interest Expense	\$16	\$18	\$16	-11.4%	1.0%	\$128	\$134	\$126	-4.6%	1.9%
Net Income (Loss)	\$202	(\$679)	(\$2,041)			(\$3,842)	(\$4,698)	(\$10,097)		
Other Operating Statistics:										
Mail Volume: (Millions)										
Total Mail (excludes all Int'l)	12,475	12,126	12,772	2.9%	-2.3%	105,089	102,154	105,943	2.9%	-0.8%
Total Shipping & Package Services (Includes all Int'l)	374	383	357	-2.3%	4.6%	3,170	3,161	3,054	0.3%	3.8%
Total Mail, Shipping & Package Services	12,848	12,509	13,129	2.7%	-2.1%	108,259	105,315	108,997	2.8%	-0.7%
Total Workhours (Millions)	93	92	92	1.2%	0.9%	748	737	753	1.5%	-0.6%
Total Career Employees						495,540				
Total Non-Career Employees						121,894				

*May 2013 has same number of weekdays/delivery days compared to May 2012

**Numbers may not add due to rounding and/or adjustments. Percentages calculated using unrounded numbers.

a) This represents non-cash adjustments; the impact of discount and inflation rate changes and the actuarial revaluation of existing cases.

The Postal Accountability and Enhancement Act (PL 109-435) requires the Postal Service to provide quarterly and annual financial reports in accordance with the rules and regulations promulgated by the SEC for such reports. The data on this page represents preliminary financial information for the month of May 2013 required by the Postal Regulatory Commission to be reported on a monthly basis. This data has not been subjected to all closing procedures and reviews required to present interim quarterly financial statements in accordance with generally accepted accounting principles (GAAP), nor does it constitute a full set of financial statements or contain all the necessary disclosures for a presentation in accordance with GAAP. If a full set of financial statements and related disclosures were included with this data, it might influence the user's conclusions about the Postal Service's financial position, results of operations, and cash flows. Accordingly, this financial data is not designed for those who are not informed about such matters. This data has not been audited, reviewed, or compiled by our independent auditor.

Mail Volume and Mail Revenue (b) (Source: Results derived from reclassified products based on Postal Service Revenue Pieces and Weights Reports)

May 2013

(Thousands)

	Current Period			Year-to-Date		
	Actual	SPLY	% SPLY	Actual	SPLY	% SPLY
Mailing Services:						
<i>First Class (excludes all parcels and Int'l):</i>						
Volume***	5,346,375	5,578,310	-4.2%	45,131,299	47,114,480	-4.2%
Revenue	\$2,308,711	\$2,336,606	-1.2%	\$19,273,393	\$19,777,808	-2.6%
<i>Standard Mail (excludes all parcels and Int'l):</i>						
Volume***	6,537,276	6,568,344	-0.5%	55,217,090	53,893,292	2.5%
Revenue	\$1,383,042	\$1,358,506	1.8%	\$11,509,593	\$11,136,666	3.3%
<i>Periodicals:</i>						
Volume***	557,769	587,211	-5.0%	4,338,261	4,580,636	-5.3%
Revenue	\$145,010	\$149,545	-3.0%	\$1,129,716	\$1,174,877	-3.8%
<i>Package Services (excludes Standard Post & Commercial Parcel Post):</i>						
Volume***	43,441	41,123	5.6%	373,014	388,189	-3.9%
Revenue	\$64,772	\$62,905	3.0%	\$547,663	\$565,886	-3.2%
Total Mail (excludes all Int'l)						
Volume***	12,474,787	12,771,600	-2.3%	105,088,775	105,942,674	-0.8%
Revenue	\$4,045,126	\$4,074,778	-0.7%	\$33,721,066	\$34,207,553	-1.4%
Total Shipping & Package Services (includes all Int'l)						
Volume***	373,547	357,014	4.6%	3,169,981	3,054,317	3.8%
Revenue	\$1,311,950	\$1,208,137	8.6%	\$11,129,227	\$10,274,964	8.3%
Total Mail, Shipping & Package Services						
Volume***	12,848,334	13,128,615	-2.1%	108,258,756	108,996,991	-0.7%
Revenue^	\$5,357,076	\$5,282,916	1.4%	\$44,850,293	\$44,482,517	0.8%

***Note: The sampling portion of the RPW system is designed to be statistically valid on a quarterly and annual basis.

^Revenue on this report includes investment and interest income.

(b) See Reclassification footnote on page 4 of this report.

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USPS Preliminary Expenses (Unaudited)

May 2013

(\$ Millions)

	Current Period					Year-to-Date				
	Actual	Plan	SPLY	% Plan	% SPLY	Actual	Plan	SPLY	% Plan	% SPLY
Personnel Compensation and Benefits:										
Salaries & Benefits*										
City Delivery	\$1,412	\$1,422	\$1,461	-0.7%	-3.3%	\$11,511	\$11,283	\$11,444	2.0%	0.6%
Mail Processing	674	694	732	-2.9%	-8.0%	5,713	5,764	6,002	-0.9%	-4.8%
Customer Services and Retail	457	490	507	-6.7%	-9.8%	3,807	3,915	4,056	-2.8%	-6.1%
Rural Delivery	530	534	534	-0.7%	-0.8%	4,136	4,149	4,115	-0.3%	0.5%
Other, including Plant and Vehicle Maintenance, Operational Support, Postmasters, and Administration**	767	733	769	4.6%	-0.2%	6,193	6,287	6,273	-1.5%	-1.3%
Total Salaries & Benefits	\$3,840	\$3,873	\$4,003	-0.9%	-4.1%	\$31,360	\$31,398	\$31,890	-0.1%	-1.7%
Other Personnel Related Expenses										
Retiree Health Benefits Current Premiums	\$246	\$233	\$220	5.5%	11.9%	\$1,870	\$1,865	\$1,735	0.2%	7.8%
Worker's Compensation Caseload Expenses	108	109	100	-0.5%	8.2%	857	883	850	-3.0%	0.8%
All Other Personnel Related Expenses (includes Retirement Incentive)*	2	6	5	-70.7%	-67.9%	425	342	94	24.3%	353.4%
Total Other Personnel Related Expenses	\$356	\$349	\$325	1.8%	9.4%	\$3,152	\$3,090	\$2,679	2.0%	17.6%
Controllable Personnel Compensation and Benefits	\$4,196	\$4,223	\$4,328	-0.6%	-3.0%	\$34,512	\$34,488	\$34,569	0.1%	-0.2%
PSRHBFB Expenses										
PSRHBFB Expenses	\$467	\$467	\$1,017	0.0%	-54.1%	\$3,733	\$3,733	\$8,133	0.0%	-54.1%
Workers' Compensation (a)	(817)	(0)	668	NM	-222.3%	(270)	(0)	1,238	NM	-121.8%
Total Personnel Compensation and Benefits	\$3,845	\$4,689	\$6,013	-18.0%	-36.0%	\$37,975	\$38,221	\$43,940	-0.6%	-13.6%
Non-Personnel Expenses:										
Transportation	\$530	\$535	\$550	-1.0%	-3.8%	\$4,571	\$4,650	\$4,534	-1.7%	0.8%
Supplies and Services	198	202	196	-2.1%	1.2%	1,533	1,676	1,460	-8.5%	5.0%
Depreciation and Amortization	150	163	171	-7.6%	-12.2%	1,278	1,332	1,412	-4.1%	-9.5%
Rent	80	81	81	-1.1%	-1.0%	670	698	686	-4.1%	-2.4%
Utilities and Heating Fuel	46	46	42	-1.5%	9.2%	392	386	394	1.6%	-0.5%
Vehicle Maintenance Service	89	75	87	18.5%	2.4%	696	645	670	7.8%	3.9%
Information Technology	40	35	41	13.2%	-2.6%	320	331	295	-3.2%	8.6%
Rural Carrier Equipment Maintenance Allowance	48	81	49	-40.4%	-1.6%	370	417	383	-11.1%	-3.2%
Other**	113	82	78	37.1%	45.5%	760	665	682	14.4%	11.5%
Total Non-Personnel Expenses	\$1,294	\$1,300	\$1,295	-0.5%	-0.1%	\$10,590	\$10,800	\$10,514	-1.9%	0.7%
Total Operating Expenses	\$5,139	\$5,989	\$7,308	-14.2%	-29.7%	\$48,565	\$49,021	\$54,454	-0.9%	-10.8%
Interest Expense	16	18	16	-11.4%	1.0%	128	134	126	-4.6%	1.9%
Total Expenses	\$5,155	\$6,007	\$7,324	-14.2%	-29.6%	\$48,693	\$49,155	\$54,580	-0.9%	-10.8%

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USPS Preliminary Workhours (Unaudited)

May 2013

(Thousands)

	Current Period					Year-to-Date				
	Actual	Plan	SPLY	% Plan	% SPLY	Actual	Plan	SPLY	% Plan	% SPLY
Workhours*										
City Delivery	33,374	32,465	31,835	2.8%	4.8%	264,182	257,403	260,174	2.6%	1.5%
Mail Processing	16,558	16,041	16,819	3.2%	-1.6%	139,493	135,759	143,252	2.8%	-2.6%
Customer Services	11,432	11,494	11,786	-0.5%	-3.0%	94,345	93,521	97,524	0.9%	-3.3%
Rural Delivery	15,079	15,199	15,296	-0.8%	-1.4%	117,574	117,166	118,374	0.3%	-0.7%
Other, including Plant and Vehicle Maintenance, Operational Support, Postmasters, and Administration**	16,738	16,900	16,608	-1.0%	0.8%	132,672	133,590	133,427	-0.7%	-0.6%
Total Workhours	93,181	92,099	92,344	1.2%	0.9%	748,266	737,439	752,751	1.5%	-0.6%

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(b) Page 2 Reclassification events:

Oct 1, 2011 (QT1 FY12): Commercial Parcels under First-Class Parcels (from market dominant both single piece and presort) moved to the competitive category under First-Class Package Service.

Jan 22, 2012 (QT2 FY12): Machinable and irregular parcels under Standard Mail Regular Parcels (from market dominant) moved to the competitive category under Parcel Select Lightweight.

Jan 27, 2013 (QT2 FY13): First-Class Mail International Packages (from market dominant) moved to the competitive category under First-Class Packages International Service.

Jan 27, 2013 (QT2 FY13): Parcel Post except Alaska Bypass (from market dominant) moved to the competitive category under Standard Post. Commercial Parcel Post was eliminated. However, mailers using commercial Parcel Post in the past can send their packages using nonpresorted Parcel Select without the usual restrictions.

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