

currently evaluating this ASU to determine its impact on the Company's disclosures. Note 2. Net Income Per Common ShareBasic net income per common share attributable to Walmart is based on the weighted-average common shares outstanding during the relevant period. Diluted net income per common share attributable to Walmart is based on the weighted-average common shares outstanding during the relevant period adjusted for the dilutive effect of share-based awards. The Company did not have significant share-based awards outstanding that were antidilutive and not included in the calculation of diluted net income per common share attributable to Walmart for the three and six months ended July 31, 2024 and 2023. The following table provides a reconciliation of the numerators and denominators used to determine basic and diluted net income per common share attributable to Walmart:Three Months Ended July 31,Six Months Ended July 31,(Amounts in millions, except per share data)2024202320242023NumeratorConsolidated net income\$4,711A \$8,053A \$10,018A \$9,949A Consolidated net income attributable to noncontrolling interest(210)(162)(413)(385)Consolidated net income attributable to Walmart\$4,501A \$7,891A \$9,605A \$9,564A DenominatorWeighted-average common shares outstanding, basic8,044A 8,079A 8,048A 8,081A Dilutive impact of share-based awards37A 29A 34A 29A Weighted-average common shares outstanding, diluted8,081A 8,108A 8,082A 8,110A Net income per common share attributable to WalmartBasic\$0.56A \$0.98A \$1.19A \$1.18A Diluted\$0.56A 0.97A 1.19A 1.18A Table of ContentsNote 3. Accumulated Other Comprehensive LossThe following tables provide the changes in the composition of total accumulated other comprehensive loss:(Amounts in millions and net of immaterial income taxes)CurrencyA Translation and OtherCash Flow HedgesTotalBalances as of February 1, 2024\$(10,407)\$ (895)\$(11,302)Other comprehensive income (loss) before reclassifications, net(93)10A (83)Reclassifications to income, netA 18A 18A Balances as of April 30, 2024\$(10,500)\$ (867)\$(11,367)Other comprehensive loss before reclassifications, net(725)(98) (823)Reclassifications to income, net(96)108A 12A Balances as of July 31, 2024\$(11,321)\$ (857)\$(12,178)(Amounts in millions and net of immaterial income taxes)CurrencyA Translation and OtherCash Flow HedgesTotalBalances as of February 1, 2023\$(10,729)\$ (951)\$(11,680)Other comprehensive income (loss) before reclassifications, net602A (82)520A Reclassifications to income, netA 13A 13A Balances as of April 30, 2023\$(10,127)\$ (1,020)\$(11,147)Other comprehensive income before reclassifications, net194A 115A 309A Reclassifications to income, netA 20A 20A Balances as of July 31, 2023\$(9,933)\$ (885)\$(10,818)Amounts reclassified from accumulated other comprehensive loss for derivative instruments are generally recorded in interest, net, in the Company's Condensed Consolidated Statements of Income. Amounts reclassified related to the cumulative translation for settlements of foreign-denominated bonds and associated cross-currency swaps are recorded in operating, selling, general and administrative expenses in the Company's Condensed Consolidated Statements of Income. Note 4. Short-term Borrowings and Long-term DebtThe Company has various committed lines of credit in the U.S. to support its commercial paper program. In April 2024, the Company renewed and extended its existing 364-day revolving credit facility of \$10.0 billion as well as its five-year credit facility of \$5.0 billion. In total, the Company had committed lines of credit in the U.S. of \$15.0 billion at July 31, 2024 and JanuaryA 31, 2024, all undrawn. The following table provides the changes in the Company's long-term debt for the six months ended JulyA 31, 2024:(Amounts in millions)Long-term debt due within one yearLong-term debtTotalBalances as of February 1, 2024\$3,447A \$36,132A \$39,579A Repayments of long-term debt(2,817)A (2,817)Reclassifications of long-term debt875A (875)A Other(10)107A 97A Balances as of July 31, 2024\$1,495A \$35,364A \$36,859A Debt RepaymentsInformation on significant long-term debt repayments during the six months ended JulyA 31, 2024 is as follows:(Amounts in millions)Maturity DatePrincipal AmountFixed vs. FloatingInterest RateRepaymentApril 22, 2024\$1,500A Fixed3.300%\$1,500A July 8, 2024\$990A Fixed2.850%\$990A July 18, 2024A\$40,000A Fixed0.298%\$253A Total\$2,743A 11Table of ContentsNote 5. Fair Value MeasurementsAssets and liabilities recorded at fair value are measured using the fair value hierarchy, which prioritizes the inputs used in measuring fair value. The levels of the fair value hierarchy are:Level 1: observable inputs such as quoted prices in active markets;Level 2: inputs other than quoted prices in active markets that are either directly or indirectly observable; andLevel 3: unobservable inputs for which little or no market data exists, therefore requiring the Company to develop its own assumptions. The Company measures the fair value of certain equity investments, including certain immaterial equity method investments where the Company has elected the fair value option, on a recurring basis within other long-term assets in the accompanying Condensed Consolidated Balance Sheets. The amounts of gains and losses included in earnings from fair value changes for these investments are recognized within other gains and losses in the Condensed Consolidated Statements of Income. The fair value of these investments is as follows:(Amounts in millions)Fair Value as of July 31, 2024Fair Value as of January 31, 2024Equity investments measured using Level 1 inputs\$2,862A \$2,835A Equity investments measured using Level 2 inputs3,822A 4,414A Totals\$6,684A \$7,249A Changes in the fair value of these investments were primarily due to gains and losses resulting from net changes in the underlying stock prices, along with certain other immaterial investment activity. The fair value of these investments decreased \$1.1A billion and \$0.6A billion for the three and six months ended JulyA 31, 2024, respectively, and increased \$3.2A billion and \$36A million for the three and six months ended JulyA 31, 2023, respectively. Equity investments without readily determinable fair values are carried at cost and adjusted for any observable price changes or impairments within other gains and losses in the Condensed Consolidated Statements of Income. DerivativesThe Company also has derivatives recorded at fair value. Derivative fair values are the estimated amounts the Company would receive or pay upon termination of the related derivative agreements as of the reporting dates. The fair values have been measured using the income approach and Level 2 inputs, which include the relevant interest rate and foreign currency forward curves. As of JulyA 31, 2024 and JanuaryA 31, 2024, the notional amounts and fair values of these derivatives were as follows:As of July 31, 2024January 31, 2024(Amounts in millions)Notional AmountFair ValueNotional AmountFair ValueReceive fixed-rate, pay variable-rate interest rate swaps designated as fair value hedges4,771A \$(572) (1)\$6,271A \$(654)(1)Receive fixed-rate, pay fixed-rate cross-currency swaps designated as cash flow hedges5,626A (1,269)(1)5,879A (1,302)(1)Total\$10,397A \$(1,841)\$12,150A \$(1,956)(1) Primarily classified in deferred income taxes and other within the Company's Condensed Consolidated Balance Sheets. Nonrecurring Fair Value MeasurementsIn addition to assets and liabilities recorded at fair value on a recurring basis, the Company's assets and liabilities are also subject to nonrecurring fair value measurements. Generally, assets are recorded at fair value on a nonrecurring basis as a result of impairment charges. The Company did not have any material assets or liabilities resulting in nonrecurring fair value measurements as of JulyA 31, 2024 in the Company's Condensed Consolidated Balance Sheets. Other Fair Value DisclosuresThe Company records cash and cash equivalents, restricted cash, and short-term borrowings at cost. The carrying values of these instruments approximate their fair value due to their short-term maturities. The Company's long-term debt is also recorded at cost. The fair value is estimated using Level 2 inputs based on observable prices of identical instruments in less active markets. The carrying value and fair value of the Company's long-term debt as of JulyA 31, 2024 and JanuaryA 31, 2024, are as follows:As of July 31, 2024January 31, 2024(Amounts in millions)CarryingA ValueFairA ValueCarryingA ValueFairA ValueLong-term debt, including amounts due within one year\$36,859A \$35,362A \$39,579A \$38,431A 12Table of ContentsNote 6. ContingenciesLegal ProceedingsThe Company is involved in a number of legal proceedings and certain regulatory matters. The Company records a liability for those legal proceedings and regulatory matters when it determines it is probable that a loss has been incurred and the amount of the loss can be reasonably estimated. The Company also discloses when it is reasonably possible that a material loss may be incurred. From time to time, the Company may enter into discussions regarding settlement of these matters, and may enter into settlement agreements, if it believes settlement is in the best interest of the Company and its shareholders. Unless stated otherwise, the matters discussed below, if decided adversely to or settled by the Company, individually or in the aggregate, may result in a liability material to the Company's financial position, results of operations, or cash flows. The Company can provide no assurance as to the scope and outcome of these matters and cannot reasonably estimate any loss or range of loss, beyond the amounts accrued, if any, that may arise from these matters. Settlement of Certain Opioid-Related MattersThe Company entered into settlement agreements with all 50 states, the District of Columbia, Puerto Rico, three U.S. territories, and the vast majority of eligible political subdivisions and federally recognized Native American tribes to resolve opioid-related claims against the Company.â€“Remaining eligible political subdivisions and federally recognized Native American tribes haveâ€“until July 15, 2025â€“andâ€“February 24, 2026,â€“respectively, to join these settlements.â€“In fiscal year 2023, the Company accruedâ€“a liability of approximately \$3.3A billion for these settlements, which include amounts for remediation of alleged harms, attorneys' fees, and costs. As of January 31, 2024, substantially all of the approximately \$3.3A billion accrued liability had been paid. Ongoing Opioid-Related Litigation The Company will continue to vigorously defend against any opioid-related matters not settled or otherwise resolved, including, but not limited to, each of the matters described below; any other actions filed by healthcare providers, individuals and third-party payers; and any action filed by a political subdivision or Native American tribe that elects not to join the settlement described above. Accordingly, the Company has not accrued a liability for these opioid-related matters nor can the Company reasonably estimate any loss or range of loss that may arise from these matters. The Company can provide no assurance as to the scope and outcome of any of the opioid-related matters and no assurance that its business, financial position, results of operations or cash flows will not be materially adversely affected. Opioid Multidistrict Litigation; Other Opioid-Related Matters in the U.S. and Canada. In December 2017, the United States Judicial Panel on Multidistrict Litigation consolidated numerous lawsuits filed against a wide array of defendants by various plaintiffs, including counties, cities, healthcare providers, Native American tribes, individuals and third-party payers, asserting claims generally concerning the impacts of widespread opioid abuse. The consolidated multidistrict litigation is entitled In re National Prescription Opiate Litigation (MDL No. 2804) (the "MDL") and is pending in the U.S. District Court for the Northern District of Ohio. The Company is named as a defendant in some cases included in the MDL. A trial involving claims brought by two counties against certain defendants, including the Company, in the MDL resulted in a judgment on August 17, 2022 that ordered all three defendants, including the Company, to pay an aggregate amount of approximately \$0.7A billion over 15 years, on a joint and several liability basis, and granted the plaintiffs injunctive relief. On September 7, 2022, the Company filed an appeal with the Sixth Circuit Court of Appeals. The monetary aspect of the judgment is stayed pending appeal, and the injunctive aspect of the judgment went into effect on February 20, 2023 and has not materially impacted the Company's operations. On September 11, 2023, the Sixth Circuit Court of Appeals issued an order certifying certain questions in the appeal for review by the Supreme Court of Ohio. On November 29, 2023, the Supreme Court of Ohio accepted the request for certification, and the matter remains pending with the court. Additional opioid-related cases against the Company remain pending in the MDL and in state and federal courts. The plaintiffs include healthcare providers, third-party payers, individuals and others and seek compensatory and punitive damages and injunctive relief, including abatement. The MDL has designated four cases brought by third-party payers as bellwether cases to proceed through discovery. The MDL may designate additional bellwether cases in the future. The Company has been responding to subpoenas, information requests, and investigations from governmental entities related to nationwide controlled substance dispensing and distribution practices involving opioids. Wal-Mart Canada Corp. and certain other subsidiaries of the Company have been named as defendants in two putative class action complaints filed in Canada related to distribution practices involving opioids. These matters remain pending. Department of Justice Opioid Civil Litigation. On December 22, 2020, the U.S. Department of Justice (the "DOJ") filed a civil complaint in the U.S. District Court for the District of Delaware alleging that the Company unlawfully dispensed controlled substances from its pharmacies and unlawfully distributed controlled substances to those pharmacies. The complaint alleges that this conduct resulted in violations of the Controlled Substances Act. The DOJ is seeking civil penalties and injunctive relief. On March 11, 2024, the Court granted in-part Walmart's motion to dismiss by dismissing the entirety of the DOJ's claims 13Table of Contentsrelated to distribution and dismissing the DOJ's claims arising under one of the DOJ's two dispensing liability theories. The DOJ's claims arising under its other dispensing liability theory remain pending. Opioid-Related Securities Class Actions and Derivative Litigation. The Company is the subject of two securities class actions alleging violations of the federal securities laws regarding the Company's disclosures with respect to opioids purportedly on behalf of a class of investors who acquired Walmart stock from March 31, 2017 through December 22, 2020. Those actions were filed in the U.S. District Court for the District of Delaware in 2021 and later consolidated. On April 8, 2024, the court granted the Company's motion to dismiss these actions. On April 29, 2024, the plaintiffs appealed to the Third Circuit Court of Appeals, where the matter remains pending. On September 27, 2021, three shareholders filed a derivative action in the Delaware Court of Chancery alleging that certain members of the Board of Directors and certain former officers breached their fiduciary duties in failing to adequately oversee the Company's prescription opioids business. In two orders issued on April 12 and 26, 2023, the Court of Chancery granted the defendants' motion to dismiss with respect to claims involving the Company's distribution practices and denied the remainder of the motion. On May 5, 2023, the Company's Board of Directors (the "Board") appointed an independent Special Litigation Committee (the "SLC") to investigate the allegations regarding certain current and former officers and directors named in the various derivative proceedings regarding oversight with respect to opioids. The Board has authorized the SLC to retain independent legal counsel and such other advisors as the SLC deems appropriate in carrying out its duties. The SLC's investigation is ongoing. In addition, there are two other shareholder derivative actions pending in the U.S. District Court for the District of Delaware that allege breach of fiduciary duties against certain of the Company's current and former directors with respect to oversight of the Company's distribution and dispensing of opioids and violations of the federal securities laws and other breaches of duty by certain current and former directors and officers in connection with the Company's opioids disclosures. Those cases have been stayed pending developments in other opioid-related matters. False Claims Act Litigation. On August 23, 2019, a qui tam action was filed in the U.S. District Court for the District of New Mexico. The action was partially unsealed on April 30, 2024 after the federal government declined to intervene. The DOJ informed the Company of its decision not to intervene on June 20, 2024. On July 25, 2024, the Court transferred the litigation to the U.S. District Court for the District of Delaware. The operative complaint is brought by two former pharmacists of the Company as relators and alleges the Company violated the Controlled Substances Act and state pharmacy regulations and that such conduct constitutes violations of the federal False Claims Act. Other Legal ProceedingsAsda Equal Value Claims. Asda, formerly a subsidiary of the Company, was and still is a defendant in certain equal value claims that began in 2008 and are proceeding before an Employment Tribunal in Manchester in the United Kingdom on behalf of current and former Asda store employees, as well as additional claims in the High Court of the United Kingdom (the "Asda Equal Value Claims"). Further claims may be asserted in the future. Subsequent to the divestiture of Asda in February 2021, the Company continues to oversee the conduct of the defense of these claims. While potential liability for these claims remains with Asda, the Company has agreed to provide indemnification with respect to certain of these claims up to a contractually determined amount. The Company cannot predict the number of such claims that may be filed, and cannot reasonably estimate any loss or range of loss that may arise related to these proceedings. Accordingly, the Company can provide no assurance as to the scope and outcome of these matters. Money Transfer Agent Services Matters. The Company has responded to grand jury subpoenas issued by the United States Attorney's Office for the Middle District of Pennsylvania on behalf of the DOJ seeking documents regarding the Company's consumer fraud prevention program and anti-money laundering compliance related to the Company's money transfer services, where Walmart is an agent. The most recent subpoena was issued in August 2020. Walmart's responses to DOJ's subpoenas have been complete since 2021. The Company continues to cooperate with and provide information and documents voluntarily in response to supplemental requests from the DOJ. The Company has also responded to civil investigative demands from the United States Federal Trade Commission (the "FTC") in connection with the FTC's investigation related to money transfers and the Company's anti-fraud program in its capacity as an agent. On June 28, 2022, the FTC filed a complaint against the Company in the U.S. District Court for the Northern District of Illinois alleging that Walmart violated the Federal Trade Commission Act and the Telemarketing Sales Rule regarding its money transfer agent services and is requesting non-monetary relief and civil penalties. On August 29, 2022, the Company filed a motion to dismiss the complaint. On March 27, 2023, the Court issued an opinion dismissing the FTC's claim under the Telemarketing Sales Rule and denying Walmart's motion to dismiss the claim under Section 5 of the Federal Trade Commission Act. On April 12, 2023, Walmart filed a motion to certify the Court's March 27, 2023, order for interlocutory appeal. On June 30, 2023, the FTC filed an amended complaint against Walmart again asserting claims under the Federal Trade Commission Act and Telemarketing Sales Rule. On July 20, 2023, the Court denied Walmart's motion to certify the Court's March 27, 2023, order for interlocutory appeal, finding that it would be more orderly to consider a request for interlocutory appeal after a ruling on Walmart's motion to dismiss the amended complaint. Walmart's motion to dismiss the amended complaint was filed on August 11, 2023. On July 3, 2024, the Court granted in part Walmart's motion to dismiss the amended complaint by dismissing with prejudice the claims under the Telemarketing Sales Rule. The 14Table of Contentsclaims for injunctive relief under Section 5 of the Federal Trade Commission Act remain pending. On August 1, 2024, Walmart filed a motion to certify the July 3 order for interlocutory appeal. On August 9, 2024, the FTC filed a motion seeking reconsideration of the July 3 order. The Company intends to vigorously defend these matters. However, the Company can provide no assurance as to the scope and outcome of these matters and cannot reasonably estimate any loss or range of loss that may arise. Accordingly, the Company can provide no assurance that its business, financial position, results of operations or cash flows will not be materially adversely affected. Mexico Antitrust Matter. On October 6, 2023, the ComisiÃ³n Federal de Competencia EconÃ³mica of MÃ©xico ("COFECE") notified the main Mexican operating subsidiary of Wal-Mart de MÃ©xico, S.A.B. de C.V. ("Walmex"), a majority owned subsidiary of the Company, that COFECE's Investigatory Authority ("IA") had requested COFECE to initiate a quasi-judicial administrative process against Walmex's subsidiary for alleged relative monopolistic

practices in connection with the supply and wholesale distribution of certain consumer goods, retail marketing practices of such consumer goods and related services. The quasi-judicial administrative process is the first opportunity for Walmex's subsidiary to respond to and defend against the IA's allegations before COFEC. While COFEC has the authority to impose monetary relief and/or non-structural conduct measures, such relief and conduct measures would be subject to appeal by Walmex's subsidiary. On December 14, 2023, Walmex's subsidiary submitted its defense arguments and will continue to defend against the allegations vigorously, both at the quasi-judicial administrative process and, if required, before any courts. The Company can provide no assurance as to the scope and outcome of these matters, cannot reasonably estimate any loss or range of loss that may arise and can provide no assurance that its business, financial position, results of operations or cash flows will not be materially adversely affected. Foreign Direct Investment Matters. In July 2021, the Directorate of Enforcement in India issued a show cause notice to Flipkart Private Limited and one of its subsidiaries ("Flipkart"), and to unrelated companies and individuals, including certain current and former shareholders and directors of Flipkart. The notice requests the recipients to show cause as to why further proceedings under India's Foreign Direct Investment rules and regulations (the "Rules") should not be initiated against them based on alleged violations during the period from 2009 to 2015, prior to the Company's acquisition of a majority stake in Flipkart in 2018 (the "Notice"), in addition to more recent requests for information from the Directorate of Enforcement to Flipkart for periods prior and subsequent to April 2016 regarding the Rules (the "Requests"). The Notice is an initial stage of proceedings under the Rules which could, depending upon the conclusions at the end of the initial stage, lead to a hearing to consider the merits of the allegations described in the Notice. If a hearing is initiated, whether with respect to the Notice or from further proceedings related to the Requests, and if it is determined that violations of the Rules occurred, then the regulatory authority has the authority to impose monetary and/or non-monetary relief, such as share ownership restrictions. Flipkart has been responding to the Notice and, if the matter progresses to a consideration of the merits of the allegations described in the Notice, Flipkart intends to defend against the allegations vigorously. Due to the fact that the process regarding the Notice is in the early stages, the Company is unable to predict whether the Notice will lead to a hearing on the merits or, if it does, the final outcome of the resulting proceedings, as well as whether any further proceedings will arise with respect to the Requests. The Company cannot reasonably estimate any loss or range of loss that may arise from these matters and can provide no assurance as to the scope or outcome of any proceeding that might result from the Notice or the Requests, the amount of the proceeds the Company may receive in indemnification from individuals and entities that sold shares to the Company under the 2018 agreement for the period prior to the date the Company acquired its majority stake in Flipkart, and further can provide no assurance that its business, financial position, results of operations or cash flows will not be materially adversely affected. Note 7. Segments and Disaggregated Revenue Segments The Company is engaged in the operation of retail and wholesale stores and clubs, as well as eCommerce websites and mobile applications, located throughout the U.S., Africa, Canada, Central America, Chile, China, India and Mexico. The Company's operations are conducted in three reportable segments: Walmart U.S., Walmart International and Sam's Club. The Company defines its segments as those operations whose results the chief operating decision maker ("CODM") regularly reviews to analyze performance and allocate resources. The Company sells similar individual products and services in each of its segments. It is impractical to segregate and identify revenues for each of these individual products and services. The Walmart U.S. segment includes the Company's mass merchandising concept in the U.S., as well as eCommerce, which includes omni-channel initiatives and certain other business offerings such as advertising services through Walmart Connect. The Walmart International segment consists of the Company's operations outside of the U.S., as well as eCommerce and omni-channel initiatives. The Sam's Club segment includes the warehouse membership clubs in the U.S., as well as samsclub.com and omni-channel initiatives. Corporate and support consists of corporate overhead and other items not allocated to any of the Company's segments. Table of Contents The Company measures the results of its segments using, among other measures, each segment's net sales and operating income, which includes certain corporate overhead allocations. From time to time, the Company revises the measurement of each segment's operating income and other measures, including any corporate overhead allocations, as determined by the information regularly reviewed by its CODM. Net sales by segment are as follows: **Three Months Ended July 31, Six Months Ended July 31, (Amounts in millions)** 2024202320242023 Net sales: Walmart U.S. \$115,347A \$110,854A \$224,017A \$214,755A Walmart International 29,567A 27,596A 59,400A 54,200A Sam's Club 22,853A 21,830A 44,288A 42,329A Net sales \$167,767A \$160,280A \$327,705A \$311,284A Operating income by segment, as well as unallocated operating expenses for corporate and support, interest, net, and other gains and losses are as follows: **Three Months Ended July 31, Six Months Ended July 31, (Amounts in millions)** 2024202320242023 Operating income (loss): Walmart U.S. \$6,591A \$6,114A \$11,923A \$11,098A Walmart International 1,360A 1,190A 2,893A 2,354A Sam's Club 581A 521A 1,196A 979A Corporate and support (592)(509)(1,231) (875) Operating income 7,940A 7,316A 14,781A 13,556A Interest, net 565A 494A 1,165A 1,051A Other (gains) and losses 1,162A (3,905) 368A (910) Income before income taxes 6,213A 10,727A 13,248A \$13,415A Disaggregated Revenues In the following tables, segment net sales are disaggregated by either merchandise category or by market. From time to time, the Company revises the assignment of net sales of a particular item to a merchandise category. When the assignment changes, previous period amounts are reclassified to be comparable to the current period's presentation. In addition, net sales related to eCommerce are provided for each segment, which include omni-channel sales, where a customer initiates an order digitally and the order is fulfilled through a store or club. (Amounts in millions) **Three Months Ended July 31, Six Months Ended July 31, Walmart U.S. net sales by merchandise category** 2024202320242023 Grocery \$68,680A \$66,240A \$135,111A \$129,647A General merchandise 28,980A 29,076A 54,691A 54,841A Health and wellness 15,030A 13,374A 29,279A 26,222A Other categories 2,657A 2,164A 4,936A 4,045A Total \$15,347A \$110,854A \$224,017A \$214,755A Of Walmart U.S.'s total net sales, approximately \$18.9 billion and \$15.5 billion related to eCommerce for the three months ended July 31, 2024 and 2023, respectively, and approximately \$36.5 billion and \$30.0 billion related to eCommerce for the six months ended July 31, 2024 and 2023. (Amounts in millions) **Three Months Ended July 31, Six Months Ended July 31, Walmart International net sales by market** 2024202320242023 Mexico and Central America \$13,099A \$11,994A \$26,331A \$22,952A Canada 5,891A 5,842A 11,219A 10,982A China 4,440A 3,896A 9,883A 8,820A Other 6,137A 5,864A 11,967A 11,446A Total \$29,567A \$27,596A \$59,400A Walmart International's total net sales, approximately \$6.8 billion and \$5.8 billion related to eCommerce for the three months ended July 31, 2024 and 2023, respectively, and approximately \$13.2 billion and \$11.2 billion related to eCommerce for the six months ended July 31, 2024 and 2023, respectively. Table of Contents The Company measures the results of its segments using, among other measures, each segment's net sales and operating income, which includes certain corporate overhead allocations. From time to time, the Company revises the measurement of each segment's operating income and other measures, as determined by the information regularly reviewed by our chief operating decision maker. When the assignment changes, previous period amounts are reclassified to be comparable to the current period's presentation. In addition, net sales related to eCommerce are provided for each segment, which include omni-channel sales, where a customer initiates an order digitally and the order is fulfilled through a store or club. (Amounts in millions) **Three Months Ended July 31, Six Months Ended July 31, Sam's Club net sales by merchandise category** 2024202320242023 Grocery and consumables \$15,010A \$14,325A \$29,306A \$27,823A Fuel, tobacco and other categories 3,299A 3,338A 6,450A 6,526A Home and apparel 2,466A 2,428A 4,550A 4,507A Health and wellness 1,470A 1,186A 2,798A 2,342A Technology, office and entertainment 608A 553A 1,184A 1,131A Total \$22,853A \$21,830A \$44,288A \$42,329A Of Sam's Club's total net sales, approximately \$3.0 billion and \$2.4 billion related to eCommerce for the three months ended July 31, 2024 and 2023, respectively. Note 8. Subsequent Event The Company's Board of Directors approved the sale of its investment in JD.com, effective on August 20, 2024, with the securities being sold on the same day. The Company will recognize a loss of \$0.3A billion within other gains and losses in the Condensed Consolidated Statement of Income and a reduction of \$3.8A billion within other long-term assets in the Condensed Consolidated Balance Sheets during the fiscal quarter ending October 31, 2024. Table of Contents Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations Overview This discussion, which presents Walmart Inc.'s ("Walmart," "the Company," "our," or "we") results for periods occurring in the fiscal year ending January 31, 2025 ("fiscal 2025") and the fiscal year ended January 31, 2024 ("fiscal 2024"), should be read in conjunction with our Condensed Consolidated Financial Statements as of and for the three and six months ended July 31, 2024, and the accompanying notes included in Part I, Item 1 of this Quarterly Report on Form 10-Q, as well as our Consolidated Financial Statements as of and for the year ended January 31, 2024, the accompanying notes and the related Management's Discussion and Analysis of Financial Condition and Results of Operations, contained in our Annual Report on Form 10-K for the year ended January 31, 2024. We intend for this discussion to provide the reader with information that will assist in understanding our financial statements, the changes in certain key items in those financial statements from period to period and the primary factors that accounted for those changes. We also discuss certain performance metrics that management uses to assess the Company's performance. Additionally, the discussion provides information about the financial results of each of the three segments of our business to provide a better understanding of how each of those segments and its results of operations affect the financial condition and results of operations of the Company as a whole. Throughout this Management's Discussion and Analysis of Financial Condition and Results of Operations, we discuss segment operating income, comparable store and club sales and other measures. Management measures the results of the Company's segments using each segment's operating income, including certain corporate overhead allocations, as well as other measures. From time to time, we revise the measurement of each segment's operating income and other measures as determined by the information regularly reviewed by our chief operating decision maker. Comparable store and club sales, or comparable sales, is a metric that indicates the performance of our existing stores and clubs by measuring the change in sales for such stores and clubs for a particular period from the corresponding prior year period. Walmart's definition of comparable sales includes sales from stores and clubs open for the previous 12 months, including remodels, relocations, expansions and conversions, as well as eCommerce sales. We measure the eCommerce sales impact by including all sales initiated digitally, including omni-channel transactions which are fulfilled through our stores and clubs, as well as certain other business offerings that are part of our ecosystem, such as our Walmart Connect advertising business. Sales at a store that has changed in format are excluded from comparable sales when the conversion of that store is accompanied by a relocation or expansion that results in a change in the store's retail square feet of more than five percent. Sales related to divested businesses are excluded from comparable sales, and sales related to acquisitions are excluded until such acquisitions have been owned for 12 months. Comparable sales are also referred to as "same-store" sales by others within the retail industry. The method of calculating comparable sales varies across the retail industry. As a result, our calculation of comparable sales is not necessarily comparable to similarly titled measures reported by other companies. In discussing our operating results, the term currency exchange rates refers to the currency exchange rates we use to convert the operating results for countries where the functional currency is not the U.S. dollar into U.S. dollars. We calculate the effect of changes in currency exchange rates as the difference between current period activity translated using the current period's currency exchange rates and the comparable prior year period's currency exchange rates. Additionally, no currency exchange rate fluctuations are calculated for non-USD acquisitions until owned for 12 months. Throughout our discussion, we refer to the results of this calculation as the impact of currency exchange rate fluctuations. Volatility in currency exchange rates may impact the results, including net sales and operating income, of the Company and the Walmart International segment in the future. Each of our segments contributes to the Company's operating results differently. Each, however, has generally maintained a relatively consistent contribution rate to the Company's net sales and operating income in recent years other than minor changes to the contribution rate for the Walmart International segment due to fluctuations in currency exchange rates. We operate in a highly competitive omni-channel retail industry in all of the markets we serve. We face strong sales competition from other discount, department, drug, dollar, variety and specialty stores, warehouse clubs and supermarkets, as well as eCommerce businesses, and companies that offer services in digital advertising, fulfillment and delivery services, health and wellness, and financial services. Many of these competitors are national, regional or international chains or have a national or international omni-channel or eCommerce presence. We compete with a number of companies for attracting and retaining quality employees ("associates"). We, along with other retail companies, are influenced by a number of factors including, but not limited to: catastrophic events, weather and other risks related to climate change, global health epidemics, competitive pressures, consumer disposable income, consumer debt levels and buying patterns, consumer credit availability, disruptions in supply chain and inventory management, cost and availability of goods, currency exchange rate fluctuations, customer preferences, deflation, inflation, fuel and energy prices, general economic conditions, insurance costs, interest rates, labor availability and costs, tax rates, the imposition of tariffs, cybersecurity attacks and unemployment. Further information on the factors that can affect our operating results and on certain risks to our Company and an investment in our securities can be found herein under "Item 5. Other Information." Table of Contents We expect continued uncertainty in our business and the global economy due to inflationary trends, a challenging macro environment, geopolitical conditions, supply chain disruptions, volatility in employment trends and consumer confidence. For a detailed discussion on results of operations by reportable segment, refer to "Results of Operations" below. Company Performance Metrics We are committed to helping customers save money and live better through everyday low prices, supported by everyday low costs. At times, we adjust our business strategies to maintain and strengthen our competitive positions in the countries in which we operate. We define our financial priorities as follows: **Growth** - serve customers through a seamless omni-channel experience; **Margin** - improve our operating income margin through productivity initiatives as well as category and business mix; and **Returns** - improve our Return on Investment through margin improvement and disciplined capital spend. Growth Our objective of prioritizing growth means we will focus on serving customers and members however they want to shop through our omni-channel business model. This includes increasing comparable store and club sales through increasing membership at Sam's Club and through Walmart+, accelerating eCommerce sales growth and expansion of omni-channel initiatives that complement our strategy. Comparable sales is a metric that indicates the performance of our existing stores and clubs by measuring the change in sales for such stores and clubs, including eCommerce sales, for a particular period over the corresponding period in the previous year. The retail industry generally reports comparable sales using the retail calendar (also known as the 4-5-4 calendar). To be consistent with the retail industry, we provide comparable sales using the retail calendar in our quarterly earnings releases. However, when we discuss our comparable sales below, we are referring to our calendar comparable sales calculated using our fiscal calendar, which may result in differences when compared to comparable sales using the retail calendar. We focus on comparable sales in the U.S. as we believe it is a meaningful metric within the context of the U.S. retail market where there is a single currency, one inflationary market and generally consistent store and club formats from year to year. Comparable sales, as well as the impact of fuel, for the three and six months ended July 31, 2024 and 2023, were as follows: **Three Months Ended July 31, Six Months Ended July 31, (Amounts in millions)** 202420232024202320242023A With Fuel Fuel Impact With Fuel Fuel Impact Walmart U.S. 4.2A %5.9A %0.0A % (0.3)% 6.4A %6.7A %0.1A % (0.3)% Sam's Club 4.7A % (0.2)% (0.8)% (5.6)% 4.6A %2.1A % (0.8)% (4.4)% Total U.S. 4.3A %4.9A % (0.1)% (1.2)% 4.6A %5.9A % (0.1)% (1.0)% Comparable sales in the U.S., including fuel, increased 4.3% and 4.6% for the three and six months ended July 31, 2024, respectively, when compared to the same periods in the previous fiscal year. The Walmart U.S. segment had comparable sales growth of 4.2% and 4.6% for the three and six months ended July 31, 2024, respectively, driven by growth in transactions, with strong sales in grocery and health and wellness. The Walmart U.S. segment's eCommerce net sales positively contributed approximately 2.9% to comparable sales for both the three and six months ended July 31, 2024, which was primarily driven by store-fulfilled pickup and delivery. Comparable sales at the Sam's Club segment increased 4.7% and 4.6% for the three and six months ended July 31, 2024, respectively, driven by growth in transactions, including strong sales in grocery and consumables and health and wellness. The Sam's Club segment's eCommerce sales positively contributed approximately 2.2% and 1.9% to comparable sales for the three and six months ended July 31, 2024, respectively, which was primarily driven by club-fulfilled curbside pickup and delivery. Table of Contents Margin Our objective of prioritizing margin focuses on growth with a focus on incremental margin accretion through a combination of productivity improvements, as well as category and business mix. We invest in technology and process improvements to increase productivity, manage inventory and reduce costs, and we operate with discipline by managing expenses and optimizing the efficiency of how we work. Additionally, we focus on our mix of businesses, including the expansion of connected value streams with higher margins, such as advertising and membership income. Our objective is to achieve operating income leverage, which we define as growing operating income at a faster rate than net sales. Three Months Ended July 31, Six Months Ended July 31, (Amounts in millions) 2024202320242023 Net sales \$167,767A \$160,280A \$327,705A \$311,284A Percentage change from comparable period 4.7A %5.9A %5.3A %6.7A % Gross profit as a percentage of net sales 24.4A %24.0A %24.2A %23.8A % Operating, selling, general and administrative expenses as a percentage of net sales 20.6A %20.3A %20.7A %20.3A % Operating income \$7,940A \$7,316A \$14,781A \$13,556A Percentage change from comparable period 8.5A %6.7A %9.0A %11.4A % Operating income as a percentage of net sales 4.7A %4.6A %4.5A %4.4A % Gross profit as a percentage of net sales ("gross profit rate") increased 43 basis points for both the three and six months ended July 31, 2024, respectively, when compared to the same periods in the previous fiscal year. The increases were primarily driven by the Walmart U.S. segment due to managing prices aligned to our competitive price gaps, as well as growth in higher margin businesses globally, partially offset by mix shifts into lower margin merchandise categories. Operating expenses as a percentage of net sales increased 35 and 38 basis points for the three and six months ended July 31, 2024, respectively. The increase for the three months ended July 31, 2024 was primarily driven by higher

result of exceeding planned performance, higher marketing expenses and business reorganization costs of \$0.3 billion incurred during the first quarter of fiscal 2025. Operating income increased \$0.6 billion or 8.5% and \$1.2 billion or 9.0% for the three and six months ended July 31, 2024, respectively, primarily due to the factors described above as well as from strong growth in membership income globally. Returns As we execute our financial framework, we believe our return on capital will improve over time. We measure return on capital with our return on investment and free cash flow metrics. In addition, we provide returns in the form of share repurchases and dividends, which are discussed in the Liquidity and Capital Resources section. Return on Assets and Return on Investment We include Return on Assets ("ROA"), the most directly comparable measure based on our financial statements presented in accordance with generally accepted accounting principles in the U.S. ("GAAP") and Return on Investment ("ROI") as metrics to assess returns on assets. While ROI is considered a non-GAAP financial measure, management believes ROI is a meaningful metric to share with investors because it helps investors assess how effectively Walmart is deploying its assets. Trends in ROI can fluctuate over time as management balances long-term strategic initiatives with possible short-term impacts. ROA was 6.4% and 5.6% for the trailing 12 months ended July 31, 2024 and 2023, respectively. The increase in ROA was primarily due to an increase in consolidated net income during the trailing 12 month period, as a result of higher operating income partially offset by changes in the fair value of our equity and other investments. ROI was 15.1% and 12.8% for the trailing 12 months ended July 31, 2024 and 2023, respectively. The increase in ROI was the result of an increase in operating income, primarily due to lapsing opioid legal charges as well as business reorganization and restructuring charges incurred in the comparative trailing 12 months, as well as improvements in business performance, partially offset by an increase in average invested capital primarily due to higher purchases of property and equipment. We define ROI as operating income plus interest income, depreciation and amortization, and rent expense for the trailing 12 months divided by average invested capital during that period. We consider average invested capital to be the average of our beginning and ending total assets, plus average accumulated depreciation and amortization, less average accounts payable and average accrued liabilities for that period.

Table of Contents Our calculation of ROI is considered a non-GAAP financial measure because we calculate ROI using financial measures that exclude and include amounts that are included and excluded in the most directly comparable GAAP financial measure. For example, we exclude the impact of depreciation and amortization from our reported operating income in calculating the numerator of our calculation of ROI. As mentioned above, we consider ROA to be the financial measure computed in accordance with GAAP most directly comparable to our calculation of ROI. ROI differs from ROA (which is consolidated net income for the period divided by average total assets for the period) because ROI: adjusts operating income to exclude certain expense items and adds interest income; and adjusts total assets for the impact of accumulated depreciation and amortization, accounts payable and accrued liabilities to arrive at total invested capital. Because of the adjustments mentioned above, we believe ROI more accurately measures how we are deploying our key assets and is more meaningful to investors than ROA. Although ROI is a standard financial measure, numerous methods exist for calculating a company's ROI. As a result, the method used by management to calculate our ROI may differ from the methods used by other companies to calculate their ROI. The calculation of ROA and ROI, along with a reconciliation of ROI to the calculation of ROA, the most comparable GAAP financial measure, is as follows:

For the Trailing Twelve Months Ending July 31, (Amounts in millions) 2024/2023 CALCULATION OF RETURN ON ASSETS Numerator Consolidated net income \$16,339 \$13,991 Denominator Average total assets (\$1) \$254,781 A \$251,160 A Return on assets (ROA) 6.4% 5.6% % CALCULATION OF RETURN ON INVESTMENT Numerator Operating income \$28,237 \$21,812 A + Interest income \$519 A 442 A + Depreciation and amortization \$12,440 A 11,318 A + Rent, 2036 A 2,284 A = ROI operating income \$43,502 A \$35,856 A Denominator Average total assets (\$1) \$254,781 A \$251,160 A + Average accumulated depreciation and amortization (1) \$118,077 A 110,921 A - Average accounts payable (1) \$156,646 A 55,384 A - Average accrued liabilities (1) \$28,448 A 26,541 A = Average invested capital \$287,764 A \$280,156 A Return on investment (ROI) 15.1% 12.8% % (1) The average is based on the addition of the account balance at the end of the current period to the account balance at the end of the prior period and dividing by two. A As of July 31, 2024 2024/2023/2022 Certain Balance Sheet Data Total assets \$254,440 A \$255,121 A \$247,199 A Accumulated depreciation and amortization \$120,275 A 115,878 A 105,963 A Accounts payable \$56,716 A 56,576 A 54,191 A Accrued liabilities \$27,656 A 29,239 A 23,843 A A 21 Table of Contents Strategic Capital Allocation Our strategy includes allocating the majority of our capital to higher-return areas focused on automation such as eCommerce, supply chain and store and club investments. The following table provides additional detail regarding our capital expenditures: (Amounts in millions) Six Months Ended July 31, Allocation of Capital Expenditures 2024/2023 Supply chain, customer-facing initiatives, technology and other \$5,976 A \$5,180 A Store and club remodels \$3,189 A 2,974 A New stores and clubs, including expansions and relocations \$127 A 17 A Total U.S. 9,292 A 8,171 A Walmart International 1,215 A 1,045 A Total Capital Expenditures \$10,507 A \$9,216 A Free Cash Flow Free cash flow is considered a non-GAAP financial measure. Management believes, however, that free cash flow, which measures our ability to generate additional cash from our business operations, is an important financial measure for use in evaluating the Company's financial performance. Free cash flow should be considered in addition to, rather than as a substitute for, consolidated net income as a measure of our performance and net cash provided by operating activities as a measure of our liquidity. See Liquidity and Capital Resources for discussions of GAAP metrics including net cash provided by operating activities, net cash used in investing activities and net cash provided by or used in financing activities. We define free cash flow as net cash provided by operating activities in a period minus payments for property and equipment made in that period. Net cash provided by operating activities was \$16.4 billion for the six months ended July 31, 2024, which represents a decrease of \$1.8 billion when compared to the same period in the prior year. The decrease was primarily due to timing of certain payments and increased inventory purchases, partially offset by an increase in cash provided by operating income. Free cash flow for the six months ended July 31, 2024 was \$5.9 billion, which represents a decrease of \$3.1 billion when compared to the same period in the prior year. The decrease in free cash flow was due to the decrease in net cash provided by operating activities described above and an increase of \$1.3 billion in capital expenditures to support our investment strategy. Walmart's definition of free cash flow is limited in that it does not represent residual cash flows available for discretionary expenditures due to the fact that the measure does not deduct the payments required for debt service and other contractual obligations or payments made for business acquisitions. Therefore, we believe it is important to view free cash flow as a measure that provides supplemental information to our Condensed Consolidated Statements of Cash Flows. Although other companies report their free cash flow, numerous methods may exist for calculating a company's free cash flow. As a result, the method used by management to calculate our free cash flow may differ from the methods used by other companies to calculate their free cash flow. The following table sets forth a reconciliation of free cash flow, a non-GAAP financial measure, to net cash provided by operating activities, which we believe to be the GAAP financial measure most directly comparable to free cash flow, as well as information regarding net cash used in investing activities and net cash provided by or used in financing activities.

A Six Months Ended July 31, (Amounts in millions) 2024/2023 Net cash provided by operating activities \$16,357 A \$18,201 A Payments for property and equipment (10,507) (9,216) Free cash flow \$5,850 A \$8,985 A Net cash used in investing activities (1) (\$10,128) (\$9,909) Net cash used in financing activities (6,945) (3,309) (1) "Net cash used in investing activities" includes payments for property and equipment, which is also included in our computation of free cash flow. 22 Table of Contents Results of Operations Consolidated Results of Operations Three Months Ended July 31, Six Months Ended July 31, (Amounts in millions, except unit counts) 2024/2023/2024/2023 Net sales \$167,767 A \$160,280 A \$327,705 A \$311,284 A Percentage change from comparable period 4.7% 5.9% 5.3% 6.6% Total U.S. calendar comparable sales increase 4.3% 4.9% 4.6% 5.9% Membership and other income \$1,568 A \$1,352 A \$3,138 A \$2,649 A Percentage change from comparable period 16.0% (8.5%) 18.5% (4.0%) Total revenues \$169,335 A \$161,632 A \$330,843 A \$313,933 A Percentage change from comparable period 4.8% 5.7% 5.4% 6.6% Gross profit margin as a percentage of net sales 24.4% 24.0% 24.2% 23.8% Operating income \$7,940 A \$7,316 A \$14,781 A \$13,556 A Operating income as a percentage of net sales 4.7% 4.6% 4.5% 4.4% Other (gains) and losses \$1,162 A (\$3,905) \$368 A \$9 (10) Consolidated net income \$4,711 A \$8,053 A \$10,018 A \$9,949 A Unit counts at period end 10,619 A 10,482 A 10,619 A 10,482 A Retail square feet at period end 1,049 A 1,050 A 1,049 A 1,050 A Our total revenues, which are mostly comprised of net sales but also include membership and other income, increased \$7.7 billion or 4.8% and \$17 billion or 5.4% for the three and six months ended July 31, 2024, respectively, when compared to the same periods in the previous fiscal year. The increases were primarily due to strong positive comparable sales in our U.S. segments and international markets driven by growth in transactions, with strength in eCommerce as well as strong sales in grocery and health and wellness. Net sales for the three and six months ended July 31, 2024 were negatively affected by \$0.3 billion and positively affected by \$0.1 billion, respectively, in fluctuations in currency exchange rates. Membership and other income increased \$0.2 billion or 16.0% and \$0.5 billion or 18.5% for the three and six months ended July 31, 2024, respectively, primarily due to strong growth in membership income globally. Gross profit rate increased 43 basis points for both the three and six months ended July 31, 2024, when compared to the same periods in the previous fiscal year. The increases were primarily driven by the Walmart U.S. segment due to managing prices aligned to our competitive price gaps, as well as growth in higher margin businesses globally, partially offset by mix shifts into lower margin merchandise categories. Operating expenses as a percentage of net sales increased 35 and 38 basis points for the three and six months ended July 31, 2024, respectively, when compared to the same periods in the previous fiscal year. The increase for the three months ended July 31, 2024 was primarily driven by higher marketing expenses and higher variable pay as a result of exceeding planned performance. The increase for the six months ended July 31, 2024 was primarily driven by higher variable pay as a result of exceeding planned performance, higher marketing expenses and business reorganization costs of \$0.3 billion incurred during the first quarter of fiscal 2025. Other gains and losses consist of certain non-operating items, such as the change in the fair value of our investments and gains or losses on business dispositions, which by their nature can fluctuate from period to period. The net increases of \$5.1 billion and \$1.3 billion in other losses for the three and six months ended July 31, 2024, respectively, when compared to the same periods in the previous fiscal year, were primarily due to changes in the fair value of our equity and other investments driven by changes in their underlying stock prices. Our effective income tax rate was 24.2% and 24.4% for the three and six months ended July 31, 2024, respectively, compared to 24.9% and 25.8% for the same periods in the previous fiscal year. The decrease in effective tax rate is primarily due to the tax impact on changes in fair value of our investments. Our effective income tax rate may fluctuate from quarter to quarter as a result of factors including changes in our assessment of certain tax contingencies, valuation allowances, changes in tax law, outcomes of administrative audits, the impact of discrete items and the mix and size of earnings among our U.S. operations and international operations, which are subject to statutory rates that may be different than the U.S. statutory rate. As a result of the factors discussed above, consolidated net income decreased \$3.3 billion and increased \$0.1 A billion for the three and six months ended July 31, 2024, respectively, when compared to the same periods in the previous fiscal year. Accordingly, diluted net income per common share attributable to Walmart was \$0.56 and \$1.19 for the three and six months ended July 31, 2024, respectively, which represents a decrease of \$0.41 and an increase of \$0.01, respectively, when compared to the same periods in the previous fiscal year. 23 Table of Contents Walmart U.S. Segment A Three Months Ended July 31, Six Months Ended July 31, (Amounts in millions, except unit counts) 2024/2023/2024/2023 Net sales \$115,347 A \$110,854 A \$224,017 A \$214,755 A Percentage change from comparable period 4.1% 5.4% 4.3% 6.3% % Calendar comparable sales increase 4.2% 5.9% 4.6% 7.6% % Operating income \$6,591 A \$6,114 A \$11,923 A \$11,098 A Operating income as a percentage of net sales 5.7% 5.5% 5.3% 5.2% % Unit counts at period end 4,606 A 4,616 A 4,606 A 4,616 A Retail square feet at period end 698 A 699 A 698 A 699 A Net sales for the Walmart U.S. segment increased \$4.5 billion or 4.1% and \$9.3 billion or 4.3% for the three and six months ended July 31, 2024, respectively, when compared to the same periods in the previous fiscal year. The increases were due to comparable sales of 4.2% and 4.6% for the three and six months ended July 31, 2024, respectively, driven by growth in transactions, with strong sales in grocery and health and wellness. The Walmart U.S. segment's eCommerce sales positively contributed approximately 2.9% to comparable sales for both the three and six months ended July 31, 2024, which was primarily driven by store-fulfilled pickup and delivery. Gross profit rate increased 51 and 48 basis points for the three and six months ended July 31, 2024, respectively, when compared to the same periods in the previous fiscal year. The increases were primarily driven by managing prices aligned to our competitive price gaps and growth in higher margin businesses, partially offset by mix shifts into lower margin merchandise categories. Operating expenses as a percentage of net sales increased 41 and 44 basis points for the three and six months ended July 31, 2024, respectively, when compared to the same periods in the previous fiscal year. The increases were primarily due to increased marketing and depreciation expenses, as well as higher variable pay as a result of exceeding planned performance. Additionally, business reorganization costs of \$0.1 billion incurred during the first quarter had a negative impact for the six months ended July 31, 2024. As a result of the factors discussed above, operating income increased \$0.5 billion and \$0.8 billion for the three and six months ended July 31, 2024, respectively, when compared to the same periods in the previous fiscal year. Walmart International Segment A Three Months Ended July 31, Six Months Ended July 31, (Amounts in millions, except unit counts) 2024/2023/2024/2023 Net sales \$29,567 A \$27,596 A \$59,400 A \$54,200 A Percentage change from comparable period 7.1% 13.3% 9.6% 12.7% % Operating income \$1,360 A \$1,190 A \$2,893 A \$2,354 A Operating income as a percentage of net sales 4.6% 4.3% 4.9% 4.3% % Unit counts at period end 5,414 A 5,267 A 5,414 A 5,267 A Retail square feet at period end 271 A 271 A 271 A 271 A Net sales for the Walmart International segment increased \$2.0 billion or 7.1% and \$5.2 billion or 9.6% for the three and six months ended July 31, 2024, respectively, when compared to the same periods in the previous fiscal year. The increases were primarily due to positive comparable sales in the majority of our international markets led by strength in eCommerce and food and consumables categories. Net sales for the three and six months ended July 31, 2024 were negatively affected by \$0.3 billion and positively affected by \$0.1 billion, respectively, in fluctuations in currency exchange rates. Gross profit rate increased 44 and 38 basis points for the three and six months ended July 31, 2024, respectively, when compared to the same periods in the previous fiscal year. The increases were primarily driven by improved eCommerce margins and growth in higher margin businesses, partially offset by ongoing channel and format mix shifts primarily in China. Operating expenses as a percentage of net sales increased 11 and decreased 18 basis points for three and six months ended July 31, 2024, respectively, when compared to the same periods in the previous fiscal year. The increase for the three months ended July 31, 2024 was primarily due to planned investments in associate wages and new-store operating costs in the Mexico and Central America market, partially offset by operational efficiencies in eCommerce and ongoing format mix shifts. The decrease for the six months ended July 31, 2024 was primarily due to strong sales and disciplined expense management across markets, as well as ongoing format mix shifts primarily in China. As a result of the factors discussed above, operating income increased \$0.2 billion and \$0.5 billion for the three and six months ended July 31, 2024, respectively, when compared to the same periods in the previous fiscal year. 24 Table of Contents Sam's Club Segment A Three Months Ended July 31, Six Months Ended July 31, (Amounts in millions, except unit counts) 2024/2023/2024/2023 Including FuelNet sales \$22,853 A \$21,830 A \$44,288 A \$42,329 A Percentage change from comparable period 4.7% 0.3% 4.6% 1.9% % Calendar comparable sales increase 4.7% 0.2% 4.6% 2.1% % Operating income \$581 A \$521 A \$1,196 A \$979 A Operating income as a percentage of net sales 2.5% 2.4% 2.7% 2.3% % Unit counts at period end 559 A 559 A 559 A 559 A Retail square feet at period end 80 A 80 A 80 A 80 A Excluding Fuel (1) Net sales \$19,980 A \$18,945 A \$38,683 A \$36,708 A Percentage change from comparable period 5.5% 5.3% 5.4% 6.3% % Operating income \$391 A \$392 A \$906 A \$746 A Operating income as a percentage of net sales 2.0% 2.1% 2.3% 2.0% % (1) We believe the "Excluding Fuel" information is useful to investors because it permits investors to understand the effect of the Sam's Club segment's fuel sales on its results of operations, which are impacted by the volatility of fuel prices. Volatility in fuel prices may continue to impact the operating results of the Sam's Club segment in the future. Net sales for the Sam's Club segment increased \$1.0 billion or 4.7% and \$2.0 billion or 4.6% for the three and six months ended July 31, 2024, respectively, when compared to the same periods in the previous fiscal year. The increases were primarily due to comparable sales, including fuel, of 4.7% and 4.6% for the three and six months ended July 31, 2024, respectively, driven by growth in transactions, including strong sales in grocery and consumables and health and wellness. Sam's Club eCommerce sales positively contributed approximately 2.2% and 1.9% to comparable sales for the three and six months ended July 31, 2024, respectively, which was primarily driven by club-fulfilled curbside pickup and delivery. Gross profit rate increased 22 and 39 basis points for the three and six months ended July 31, 2024, respectively, when compared to the same periods in the previous fiscal year. The increase for the three months ended July 31, 2024 was primarily due to improved margins in fuel and lapsing an inflation related LIFO charge in the prior year, partially offset by mix shifts into lower margin merchandise categories. The increase for the six months ended July 31, 2024 was primarily due to lapsing an inflation related LIFO charge in the prior year and improved margins in fuel, partially offset by mix shifts into lower margin merchandise categories. Membership and other income increased 13.5% and 13.9% for the three and six months ended July 31, 2024, respectively, when compared to the same periods in the previous fiscal year. Membership income also benefited from lapsing a prior year promotional offering related to previous membership fee increases. Operating expenses as a percentage of net sales increased 26 and 21 basis points for the three and six months ended July 31, 2024, respectively, when compared to the same periods in the previous fiscal year, primarily due to increased compensation related expenses, including higher variable pay as a result of exceeding our planned performance. As a result of the factors discussed above, operating income increased \$0.1 billion and \$0.2 billion.

billion for the three and six months ended July 31, 2024, respectively, when compared to the same periods in the previous fiscal year. **Liquidity and Capital Resources** The strength and stability of our operations have historically supplied us with a significant source of liquidity. Our cash flows provided by operating activities, supplemented with our long-term debt and short-term borrowings, have been sufficient to fund our operations while allowing us to invest in activities that support the long-term growth of our operations. Generally, some or all of the remaining available cash flow has been used to fund dividends on our common stock and share repurchases. We believe our sources of liquidity will continue to be sufficient to fund operations, finance our global investment activities, pay dividends and fund our share repurchases for at least the next 12 months and for the foreseeable future. **25Table of Contents** **Net Cash Provided by Operating Activities** Six Months Ended July 31, (Amounts in millions) 2024 2023 Net cash provided by operating activities \$16,357 \$18,201 Net cash provided by operating activities was \$16.4 billion as compared to \$18.2 billion for the six months ended July 31, 2024 and 2023, respectively. The decrease was primarily due to timing of certain payments and increased inventory purchases, partially offset by an increase in cash provided by operating income. **Cash Equivalents and Working Capital** Deficit Cash and cash equivalents were \$8.8 billion and \$13.9 billion at July 31, 2024 and 2023, respectively. Our working capital deficit was \$18.8 billion as of July 31, 2024, which increased when compared to the \$17.2 billion working capital deficit as of July 31, 2023, primarily driven by a net decrease in cash and cash equivalents, partially offset by a reduction in accrued liabilities due to payments related to the opioid legal settlement as well as lower short-term debt and commercial paper levels. We generally operate with a working capital deficit due to our efficient use of cash in funding operations, consistent access to the capital markets and returns provided to our shareholders in the form of payments of cash dividends and share repurchases. As of July 31, 2024 and January 31, 2024, cash and cash equivalents of \$3.6 billion and \$3.5 billion, respectively, may not be freely transferable to the U.S. due to local laws or other restrictions or are subject to the approval of the noncontrolling interest shareholders. **Net Cash Used in Investing Activities** Six Months Ended July 31, (Amounts in millions) 2024 2023 Net cash used in investing activities \$(10,128) \$(9,909) Net cash used in investing activities was \$10.1 billion as compared to \$9.9 billion for the six months ended July 31, 2024 and 2023, respectively. The increase of \$0.2 billion for the six months ended July 31, 2024 is primarily the result of an increase in payments for property and equipment, partially offset by the change in other investing activities related to certain short-term investments. **Sale of Investment** The Company's Board of Directors approved the sale of its investment in JD.com, effective on August 20, 2024, with the securities being sold on the same day. The Company received \$3.6 billion in net proceeds which will be classified as cash provided by investing activities in our Condensed Consolidated Statement of Cash Flows for the nine months ending October 31, 2024. See Note 8 to our Condensed Consolidated Financial Statements for further details on the transaction. **Net Cash Used in Financing Activities** Six Months Ended July 31, (Amounts in millions) 2024 2023 Net cash used in financing activities \$(6,945) \$(3,309) Net cash provided by or used in financing activities generally consists of transactions related to our short-term and long-term debt, dividends paid and the repurchase of Company stock. Transactions with noncontrolling interest shareholders are also classified as cash flows provided by or used in financing activities. Net cash used in financing activities was \$6.9 billion and \$3.3 billion for the six months ended July 31, 2024 and 2023, respectively. The increase of \$3.6 billion for the six months ended July 31, 2024 is primarily due to lapping debt issuances in the prior year comparable period and lower short-term borrowings in the current year, partially offset by lapping the purchase of certain non-controlling interest in the prior year comparable period. In April 2024, the Company renewed and extended its existing 364-day revolving credit facility of \$10.0 billion as well as its five-year credit facility of \$5.0 billion. In total, we had committed lines of credit in the U.S. of \$15.0 billion at July 31, 2024, all undrawn. **26Table of Contents** **Long-term Debt** The following table provides the changes in our long-term debt for the six months ended July 31, 2024: (Amounts in millions) **Long-term debt** due within one year **Long-term debt** **Total Balances** as of February 1, 2024 \$3,447 \$36,132 A \$39,579 Repayments of long-term debt \$(2,817) A \$(2,817) **Reclassifications of long-term debt** \$(875) A \$(875) **Other** \$(10) **107** **97** **Balances** as of July 31, 2024 \$1,495 \$35,364 A \$36,859 During the six months ended July 31, 2024, our total outstanding long-term debt decreased \$2.7 billion primarily due to maturities of certain long-term debt. Refer to Note 4 to our Condensed Consolidated Financial Statements for details on the repayments of long-term debt. **Dividends** **Effective February 20, 2024**, the Company approved the fiscal 2025 annual dividend of \$0.83 per share, an increase over the fiscal 2024 annual dividend of \$0.76 per share. For fiscal 2025, the annual dividend was or will be paid in four quarterly installments of \$0.2075 per share, according to the following record and payable dates: **Record Date** March 15, 2024 **Payable Date** April 1, 2024 **May 10, 2024** **May 28, 2024** **August 16, 2024** **September 3, 2024** **December 13, 2024** **January 6, 2025** The dividend installments payable on April 1, 2024 and May 28, 2024 were paid as scheduled. **Company Share Repurchase Program** From time to time, the Company repurchases shares of its common stock under share repurchase programs authorized by the Company's Board of Directors. All repurchases made during the six months ended July 31, 2024 were made under the current \$20 billion share repurchase program approved in November 2022, which has no expiration date or other restrictions limiting the period over which the Company can make repurchases. As of July 31, 2024, authorization for \$14.5 billion of share repurchases remained under the share repurchase program. Any repurchased shares are constructively retired and returned to an unissued status. We regularly review share repurchase activity and consider several factors in determining when to execute share repurchases, including, among other things, current cash needs, capacity for leverage, cost of borrowings, our results of operations and the market price of our common stock. We anticipate that a majority of the ongoing share repurchase program will be funded through the Company's free cash flow. The following table provides, on a settlement date basis, share repurchase information for the six months ended July 31, 2024 and 2023: (Amounts in millions, except per share data) **2024** **2023** **Total number of shares repurchased** 33.3 A 23.9 A **Average price paid per share** \$62.15 A \$49.06 A **Total amount paid for share repurchases** \$2,072 A \$1,171 A **Material Cash Requirements** Material cash requirements from operating activities primarily consist of inventory purchases, employee related costs, taxes, interest and other general operating expenses, which we expect to be primarily satisfied by our cash from operations. Other material cash requirements from known contractual and other obligations include short-term borrowings, long-term debt and related interest payments, leases and purchase obligations. **Capital Resources** We believe our cash flows from operations, current cash position, short-term borrowings and access to capital markets will continue to be sufficient to meet our anticipated cash requirements and contractual obligations, which includes funding seasonal buildups in merchandise inventories and funding our capital expenditures, acquisitions, dividend payments and share repurchases. **27Table of Contents** We have strong commercial paper and long-term debt ratings that have enabled and should continue to enable us to refinance our debt as it becomes due at favorable rates in capital markets. As of July 31, 2024, the ratings assigned to our commercial paper and rated series of our outstanding long-term debt were as follows: **Rating agency** **Commercial paper** **Long-term debt** **Standard & Poor's** A-1+A **Moody's** Investors Service P-1 Aa2 **Fitch Ratings** F1+ **AA** Credit rating agencies review their ratings periodically and, therefore, the credit ratings assigned to us by each agency may be subject to revision at any time. Accordingly, we are not able to predict whether our current credit ratings will remain consistent over time. Factors that could affect our credit ratings include changes in our operating performance, the general economic environment, conditions in the retail industry, our financial position, including our total debt and capitalization, and changes in our business strategy. Any downgrade of our credit ratings by a credit rating agency could increase our future borrowing costs or impair our ability to access capital and credit markets on terms commercially acceptable to us. In addition, any downgrade of our current short-term credit ratings could impair our ability to access the commercial paper markets with the same flexibility that we have experienced historically, potentially requiring us to rely more heavily on more expensive types of debt financing. The credit rating agency ratings are not recommendations to buy, sell or hold our commercial paper or debt securities. Each rating may be subject to revision or withdrawal at any time by the assigning rating organization and should be evaluated independently of any other rating. Moreover, each credit rating is specific to the security to which it applies. **Other Matters** In Note 6 to our Condensed Consolidated Financial Statements, which is captioned "Contingencies" and appears in Part I of this Quarterly Report on Form 10-Q under the caption "Item 1. Financial Statements," we discuss, under the sub-captions "Settlement of Certain Opioid-Related Matters," and "Ongoing Opioid-Related Litigation," as well as the Prescription Opiate Litigation, and other matters, including certain risks arising therefrom. In Note 6, we also discuss, "Asda Equal Value Claims" the Company's indemnification obligation for the Asda Equal Value Claims matter as well as "Money Transfer Agent Services Matters," a United States Federal Trade Commission complaint related to money transfers and the Company's anti-fraud program and a government investigation by the U.S. Attorney's Office for the Middle District of Pennsylvania into the Company's consumer fraud prevention and anti-money laundering compliance related to the Company's money transfer agent services. In Note 6, under "Mexico Antitrust Matter," we also discuss a quasi-judicial administrative process initiated by the ComisiÃ³n Federal de Competencia EconÃ³mica of MÃ©xico against Walmart. In Note 6 we also discuss a show cause notice and requests issued by the Directorate of Enforcement to Flipkart regarding Foreign Direct Investment rules and regulations in India. We reference various legal proceedings related to the Prescription Opiate Litigation, the DOJ Opioid Civil Litigation, Opioids-Related Securities Class Actions, Derivative Litigation and False Claims Act Litigation; Asda Equal Value Claims; Money Transfer Agent Services Litigation; and Mexico Antitrust Matter in Part II of this Quarterly Report on Form 10-Q under the caption "Item 1. Legal Proceedings," under the caption "I. Supplemental Information." We also discuss an item related to the Driver Platform Matters in Part II of this Quarterly Report on Form 10-Q under the caption "Item 1. Legal Proceedings," under the sub-caption "II. Certain Other Matters." We also discuss an environmental matter with the State of California and an environmental matter with the U.S. Environmental Protection Agency in Part II of this Quarterly Report on Form 10-Q under the caption "Item 1. Legal Proceedings," under the sub-caption "III. Environmental Matters." The foregoing matters and other matters described elsewhere in this Quarterly Report on Form 10-Q represent contingent liabilities of the Company that may or may not result in the incurrence of a material liability by the Company upon their final resolution. **Item 3. Quantitative and Qualitative Disclosures About Market Risk** Market risks relating to our operations result primarily from changes in interest rates, currency exchange rates and the fair value of certain equity investments. As of July 31, 2024, there were no material changes to our market risks disclosed in our Annual Report on Form 10-K for the fiscal year ended January 31, 2024. The information concerning market risk set forth in Part II, Item 7A, of our Annual Report on Form 10-K for the fiscal year ended January 31, 2024, as filed with the SEC on March 15, 2024, under the caption "Quantitative and Qualitative Disclosures About Market Risk," is hereby incorporated by reference into this Quarterly Report on Form 10-Q. **28Table of Contents** **Item 4. Controls and Procedures** We maintain disclosure controls and procedures that are designed to provide reasonable assurance that information, which is required to be timely disclosed, is accumulated and communicated to management in a timely fashion. In designing and evaluating such controls and procedures, we recognize that any controls and procedures, no matter how well designed and operated, can provide only reasonable assurance of achieving the desired control objectives. Our management is necessarily required to use judgment in evaluating controls and procedures. Also, we have investments in unconsolidated entities. Since we do not control or manage those entities, our controls and procedures with respect to those entities are substantially more limited than those we maintain with respect to our consolidated subsidiaries. In the ordinary course of business, we review our internal control over financial reporting and make changes to our systems and processes to improve such controls and increase efficiency, while ensuring that we maintain an effective internal control environment. Changes may include such activities as implementing new, more efficient systems, updating existing systems, automating manual processes, standardizing controls globally, migrating certain processes to our shared services organizations and increasing monitoring controls. We are currently upgrading our financial system in stages, beginning in our U.S. and Canadian markets, including our general ledger which was upgraded for these markets during fiscal 2024. Our financial system is a significant component of our internal control over financial reporting. We will continue to implement other components of our new financial system in stages, and each implementation will impact our internal control over financial reporting. An evaluation of the effectiveness of the design and operation of our disclosure controls and procedures as of the end of the period covered by this report was performed under the supervision and with the participation of management, including our Chief Executive Officer and Chief Financial Officer. Based upon that evaluation, our Chief Executive Officer and Chief Financial Officer concluded that our disclosure controls and procedures are effective to provide reasonable assurance that information required to be disclosed by the Company in the reports that it files or submits under the Securities Exchange Act of 1934, as amended, is accumulated and communicated to management, including our Chief Executive Officer and Chief Financial Officer, as appropriate, to allow timely decisions regarding required disclosure and are effective to provide reasonable assurance that such information is recorded, processed, summarized and reported within the time periods specified by the SEC's rules and forms. There has been no significant change in the Company's internal control over financial reporting that occurred during the fiscal quarter ended July 31, 2024, that has materially affected, or is reasonably likely to materially affect, the Company's internal control over financial reporting. **29Table of Contents** **PART II. OTHER INFORMATION** **Item 1. Legal Proceedings** **I. SUPPLEMENTAL INFORMATION:** The Company is involved in legal proceedings arising in the normal course of its business, including litigation, arbitration and other claims, and investigations, inspections, subpoenas, audits, claims, inquiries and similar actions by governmental authorities. We discuss certain legal proceedings in Part I of this Quarterly Report on Form 10-Q under the caption "Item 1. Financial Statements," in Note 6 to our Condensed Consolidated Financial Statements, which is captioned "Contingencies," under the sub-caption "Legal Proceedings." We refer you to that discussion for important information concerning those legal proceedings, including the basis for such actions and, where known, the relief sought. We provide the following additional information concerning those legal proceedings, including the name of the lawsuit, the court in which the lawsuit is pending, and the date on which the petition commencing the lawsuit or appeal was filed, in addition to disclosure of certain other legal matters. **Opioid-Related Litigation:** *In re National Prescription Opiate Litigation* (MDL No. 2804) (the "MDL") is pending in the U.S. District Court for the Northern District of Ohio and includes over 250 cases with claims against the Company as of August 23, 2024. A case involving a judgment entered on claims brought by two counties was appealed to the Sixth Circuit Court of Appeals, which then certified certain questions to the Supreme Court of Ohio where the matter remains pending. In addition, there are more than 25 other opioid-related cases against the Company and its subsidiaries pending in U.S. state and federal courts and Canadian courts as of August 23, 2024. The non-MDL case citations and currently scheduled trial dates, where applicable, are listed on Exhibit 99.1 to this Quarterly Report on Form 10-Q. **DOJ Opioid Civil Litigation:** *United States of America v. Walmart Inc.*, et al., USDC, Dist. of DE, 12/22/20. **Settlement of Certain Opioid-Related Matters:** As described in more detail in Note 6 to our Condensed Consolidated Financial Statements, the Company accrued a liability of approximately \$3.3 billion in fiscal year 2023 for certain opioid-related settlements. As of January 31, 2024, substantially all of the approximately \$3.3 billion accrued liability had been paid. Certain eligible political subdivisions and federally recognized Native American tribes have agreed to join the settlement. **Opioid-Related Derivative Lawsuits:** *Abt v. Alvarez* et al., USDC, Dist. of DE, 2/9/21; *Nguyen v. McMillon* et al., USDC, Dist. of DE, 4/16/21; *Ontario Provincial Council of Carpenters' Pension Trust Fund et al. v. Walton* et al., DE Court of Chancery, 9/27/21. **Opioid-Related Securities Class Actions:** *Stanton v. Walmart Inc.* et al., USDC, Dist. of DE, 1/20/21 and *Martin v. Walmart Inc.* et al., USDC, Dist. of DE, 3/5/21, consolidated into *In re Walmart Inc. Securities Litigation*, USDC, Dist. of DE, 5/11/21; *In re Walmart Inc. Securities Litigation*, USCC, 3d Cir., 4/29/24. **False Claims Act Litigation:** *United States of America ex rel. James Marcilla and Isela Chavez*, USDC, Dist. of N.M., 8/23/19, transferred to USDC Dist. of DE 7/25/24. **ASDA Equal Value Claims:** *Ms S Brierley & Others v ASDA Stores Ltd* (2406372/2008 & Others) (Manchester Employment Tribunal); *Abbas & Others v Asda Stores limited* (KB-2022-003243); and *Abusubih & Others v Asda Stores limited* (KB-2022-003240). **Money Transfer Agent Services Litigation:** *Federal Trade Commission v. Walmart Inc.* (CV-3372), USDC, Dist. of Ill, 6/28/22. **Mexico Antitrust Matter:** *ComisiÃ³n Federal de Competencia EconÃ³mica of MÃ©xico v. Nueva Wal-Mart de MÃ©xico, S.de R.L. de C.V.* (Docket IO-002-2020, consolidated with Docket DE-026-2020, Mexico, 10/6/23. **30Table of Contents** **II. CERTAIN OTHER MATTERS:** **Driver Platform Matters:** The Company has been responding to subpoenas, information requests and investigations from governmental entities regarding the independent contractor classification of drivers and payment and operational practices with respect to the Company's driver platform, as well as defending putative class and representative action civil litigation relating to driver classification and defending other civil litigation and arbitration claims in connection with the driver platform. The Company is unable to predict the outcome of the investigations by the governmental entities or the civil litigation and arbitration matters. While the Company does not currently believe that the outcome of these matters will have a material adverse effect on its business, financial position, results of operations or cash flows, the Company can provide no assurance as to the scope and outcome of these matters and no assurance that its business, financial position, results of operations or cash flows will not be materially adversely affected. **III. ENVIRONMENTAL MATTERS:** **Item 103 of SEC Regulation S-K** requires disclosure of certain environmental matters when a governmental authority is a party to the proceedings and such proceedings involve potential monetary sanctions that the Company reasonably believes will exceed an applied threshold not to exceed \$1 million. In December 2021, the Office of the Attorney General of the State of California filed suit against the Company, bringing enforcement claims regarding Walmart's management of waste consumer products at its California facilities that are alleged to be hazardous. The suit was filed in Superior Court of Alameda County, California, Case No. 21CV004367, *People v. Walmart Inc.* On July 15, 2024, the Company entered into a settlement agreement with the State of California pursuant to which the Company will pay \$7.5 million, maintain current hazardous waste management practices, and cause certain reports to be made.

The settlement requires Court approval. A hearing is scheduled for September 17, 2024. In October 2023, the Company received a Finding of Violation from the U.S. Environmental Protection Agency (the "EPA") alleging violations of the Clean Air Act in connection with the Company's refrigeration leak detection and repair program at certain of its facilities. The Company is evaluating the findings and cooperating with the EPA in its investigation. The EPA may seek to impose monetary and non-monetary penalties for the alleged violations of the Clean Air Act. Due to the fact that this process is in an early stage, the Company is unable to predict the final outcome of this matter. Although the Company does not believe this matter will have a material adverse effect on its business, financial position, results of operations, or cash flows, the Company can provide no assurance that its business, financial position, results of operations or cash flows will not be materially adversely affected. Item 1A. Risk Factors In addition to the other information set forth in this report, you should carefully consider the risk factors disclosed in Part I, Item 1A, under the caption "Risk Factors," of our Annual Report on Form 10-K for the fiscal year ended January 31, 2024, which risks could materially and adversely affect our business, results of operations, financial condition and liquidity. No material change in the risk factors discussed in such Form 10-K has occurred. Such risk factors do not identify all risks that we face because our business operations could also be affected by additional factors that are not presently known to us or that we currently consider to be immaterial to our operations. Our business operations could also be affected by additional factors that apply to all companies operating in the U.S. and globally. Item 2. Unregistered Sales of Equity Securities and Use of Proceeds From time to time, the Company repurchases shares of our common stock under share repurchase programs authorized by the Company's Board of Directors. All repurchases made during the three months ended July 31, 2024 were made under the current \$20 billion share repurchase program approved in November 2022, which has no expiration date or other restrictions limiting the period over which the Company can make repurchases. As of July 31, 2024, authorization for \$14.5 billion of share repurchases remained under the share repurchase program. Any repurchased shares are constructively retired and returned to an unissued status. The Company regularly reviews its share repurchase activity and considers several factors in determining when to execute share repurchases, including, among other things, current cash needs, capacity for leverage, cost of borrowings and the market price of its common stock. Share repurchase activity under our share repurchase program, on a trade date basis, for the three months ended July 31, 2024, was as follows:

Fiscal Period Total Number of Shares Purchased Average Price Paid per Share Total Number of Shares Purchased as Part of Publicly Announced Plans or Programs Approximate Dollar Value of Shares that May Yet Be Purchased Under the Plans or Programs (1) (billions) May 1 - 31, 2024 2024 828,379A \$62.19A 5,828,379A \$15.1A June 1 - 30, 2024 2024 356,393A 67.12A 4,356,393A 14.8A July 1 - 31,

2024 860,317A 69.66A 4,860,317A 14.5A Total 15,045,089A 15,045,089A (1) Represents approximate dollar value of shares that could have been purchased under the plan in effect at the end of the month. 31 Table of Contents Item 5. Other Information Security Trading Plans of Directors and Executive Officers None of the Company's directors or executive officers adopted or terminated a Rule 10b-5-1 trading arrangement or a non-Rule 10b-5-1 trading arrangement, as such terms are defined under Item 408(a) of Regulation S-K, during the Company's fiscal quarter ended July 31, 2024. Cautionary Statement Regarding Forward-Looking Statements This Quarterly Report on Form 10-Q contains statements that Walmart believes are "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. Those forward-looking statements are intended to enjoy the protection of the safe harbor for forward-looking statements provided by that Act as well as protections afforded by other federal securities laws. Forward-looking Statements The forward-looking statements in this report include, among other things: statements in Note 6 to those Condensed Consolidated Financial Statements regarding the possible outcome of, and future effect on Walmart's financial condition and results of operations, of certain litigation and other proceedings to which Walmart is a party, the possible outcome of, and future effect on Walmart's business, of certain other matters to which Walmart is subject, including the Company's ongoing opioid litigation, Walmart's ongoing indemnification obligation for the Asda Equal Value Claims, the Company's Money Transfer Agent Services Matters, the Mexico Antitrust Matter, and the liabilities, losses, expenses and costs that Walmart may incur in connection with such matters; in Part I, Item 2 "Management's Discussion and Analysis of Financial Condition and Results of Operations": statements under the caption "Overview" regarding future changes to our business and our expectations about the potential impacts on our business, financial position, results of operations or cash flows as a result of macroeconomic factors such as geopolitical conditions, supply chain disruptions, volatility in employment trends, and consumer confidence; statements under the caption "Overview" relating to the possible impact of inflationary pressures and volatility in currency exchange rates on the results, including net sales and operating income, of Walmart and the Walmart International segment, as well as our pricing and merchandising strategies in response to cost increases; statements under the caption "Company Performance Metrics - Growth" regarding our strategy to serve customers through a seamless omni-channel experience; statements under the caption "Company Performance Metrics - Margin" regarding our strategy to improve operating income margin through productivity initiatives as well as category and business mix; statements under the caption "Company Performance Metrics - Returns" regarding our belief that returns on capital will improve as we execute on our strategic priorities; statements under the caption "Results of Operations - Consolidated Results of Operations" regarding the possibility of fluctuations in Walmart's effective income tax rate from quarter to quarter and the factors that may cause those fluctuations; a statement under the caption "Results of Operations - Sam's Club Segment" relating to the possible continuing impact of volatility in fuel prices on the future operating results of the Sam's Club segment; a statement under the caption "Liquidity and Capital Resources - Liquidity" that Walmart's sources of liquidity will be adequate to fund its operations, finance its global investment activities, pay dividends and fund share repurchases; a statement under the caption "Liquidity and Capital Resources - Liquidity - Net Cash Provided by (Used in) Financing Activities - Dividends" regarding the payment of annual dividends in fiscal 2025; a statement under the caption "Liquidity and Capital Resources - Liquidity - Net Cash Provided by (Used in) Financing Activities - Company Share Repurchase Program" regarding funding of our share repurchase program; statements under the caption "Liquidity and Capital Resources - Capital Resources" regarding management's expectations regarding the Company's cash flows from operations, current cash position, short-term borrowings and access to capital markets continuing to be sufficient to meet its anticipated cash requirements and contractual obligations, the Company's commercial paper and long-term debt ratings continuing to enable it to refinance its debts at favorable rates, factors that could affect its credit ratings, and the effect that lower credit ratings would have on its access to capital and credit markets and borrowing costs; and statements under the caption "Other Matters" regarding the contingent liabilities of the Company that may or may not result in the incurrence of a material liability by the Company; in Part I, Item 4 "Controls and Procedures": statements regarding the effect of changes to systems and processes on our internal control over financial reporting; and in Part II, Item 1 "Legal Proceedings": statements regarding the effect that possible losses or the range of possible losses that might be incurred in connection with the legal proceedings and other matters discussed therein may have on our financial condition or results of operations. 32 Table of Contents Risks, Factors and Uncertainties Regarding Our Business These forward-looking statements are subject to risks, uncertainties and other factors, domestically and internationally, including: Economic Factors - economic, geopolitical, capital markets and business conditions, trends and events around the world and in the markets in which Walmart operates; currency exchange rate fluctuations; changes in market rates of interest; inflation or deflation, generally and in certain product categories; transportation, energy and utility costs; commodity prices, including the prices of oil and natural gas; changes in market levels of wages; changes in the size of various markets, including eCommerce markets; unemployment levels; consumer confidence, disposable income, credit availability, spending levels, shopping patterns, debt levels, and demand for certain merchandise; trends in consumer shopping habits around the world and in the markets in which Walmart operates; consumer enrollment in health and drug insurance programs and such programs' reimbursement rates and drug formularies; initiatives of competitors, competitors' entry into and expansion in Walmart's markets or lines of business, and competitive pressures. Operating Factors - the amount of Walmart's net sales and operating expenses denominated in U.S. dollar and various foreign currencies; the financial performance of Walmart and each of its segments, including the amount of Walmart's cash flow during various periods; customer transaction and average ticket in Walmart's stores and clubs and on its eCommerce platforms; the mix of merchandise Walmart sells and its customers purchase; the availability of goods from suppliers and the cost of goods acquired from suppliers; the effectiveness of the implementation and operation of Walmart's strategies, plans, programs and initiatives; the financial and operational impacts of our investments in eCommerce, technology, talent, and automation; supply chain disruption and production, labor shortages and increases in labor costs; the impact of acquisitions, divestitures, store or club closures, and other strategic decisions; Walmart's ability to successfully integrate acquired businesses; unexpected changes in Walmart's objectives and plans; the amount of shrinkage Walmart experiences; consumer acceptance of and response to Walmart's stores and clubs, eCommerce platforms, programs, merchandise offerings and delivery methods; Walmart's gross profit margins, including pharmacy margins and margins of other product categories; the selling prices of gasoline and diesel fuel; disruption of seasonal buying patterns in Walmart's markets; disruptions in Walmart's supply chain and inventory management; cybersecurity events affecting Walmart and related costs and impact of any disruption in business; Walmart's labor costs, including healthcare and other benefit costs; Walmart's casualty and accident-related costs and insurance costs; the size of and turnover in Walmart's workforce and the number of associates at various pay levels within that workforce; the availability of necessary personnel to staff Walmart's stores, clubs and other facilities; delays in the opening of new, expanded, relocated or remodeled units; developments in, and the outcome of, legal and regulatory proceedings and investigations to which Walmart is a party or is subject, and the liabilities, obligations and expenses, if any, that Walmart may incur in connection therewith; changes in the credit ratings assigned to the Company's commercial paper and debt securities by credit rating agencies; Walmart's effective tax rate; and unanticipated changes in accounting judgments and estimates. 33 Table of Contents Regulatory and Other Factors - changes in existing, tax, labor and other laws and changes in tax rates, including the enactment of laws and the adoption and interpretation of administrative rules and regulations, including those related to worker classification; the imposition of new taxes on imports, new tariffs and changes in existing tariff rates; the imposition of new trade restrictions and changes in existing trade restrictions; adoption or creation of new, and modification of existing, governmental policies, programs, initiatives and actions in the markets in which Walmart operates and elsewhere and actions with respect to such policies, programs and initiatives; changes in government-funded benefit programs or changes in levels of other public assistance payments; changes in currency control laws; one or more prolonged federal government shutdowns; the timing of federal income tax refunds; natural disasters, changes in climate, catastrophic events and global health epidemics or pandemics; and changes in generally accepted accounting principles in the United States. Other Risk Factors: No Duty to Update This Quarterly Report on Form 10-Q should be read in conjunction with Walmart's Annual Report on Form 10-K for the fiscal year ended January 31, 2024 and all of Walmart's subsequent other filings with the Securities and Exchange Commission. Walmart urges investors to consider all of the risks, uncertainties and other factors disclosed in these filings carefully in evaluating the forward-looking statements contained in this Quarterly Report on Form 10-Q. The Company cannot assure you that the results or developments anticipated by the Company and reflected or implied by any forward-looking statement contained in this Quarterly Report on Form 10-Q will be realized or, even if substantially realized, that those results or developments will result in the forecasted or expected consequences for the Company or affect the Company, its operations or its financial performance as the Company has forecasted or expected. As a result of the matters discussed above and other matters, including changes in facts, assumptions not being realized or other factors, the actual results relating to the subject matter of any forward-looking statement in this Quarterly Report on Form 10-Q may differ materially from the anticipated results expressed or implied in that forward-looking statement. The forward-looking statements included in this Quarterly Report on Form 10-Q are made only as of the date of this report, and Walmart undertakes no obligation to update any such statements to reflect subsequent events or circumstances. 34 Table of Contents Item 6. Exhibits The following documents are filed as an exhibit to this Quarterly Report on Form 10-Q: Exhibit 3.1(a) Restated Certificate of Incorporation of the Company dated February 1, 2018 is incorporated herein by reference to Exhibit 3.1 to the Report on Form 8-K filed by the Company on February 1, 2018; Exhibit 3.1(b) Certificate of Amendment to the Restated Certificate of Incorporation of the Company, effective February 23, 2024 is incorporated herein by reference to Exhibit 3.1 to the Report on Form 8-K filed by the Company on February 23, 2024; Exhibit 3.2 Amended and Restated Bylaws of the Company dated November 10, 2022 are incorporated herein by reference to Exhibit 3.1 to the Report on Form 8-K filed by the Company on November 16, 2022; Exhibit 31.1* Chief Executive Officer Section 302 Certification; Exhibit 31.2* Chief Financial Officer Section 302 Certification; Exhibit 32.1* Chief Executive Officer Section 906 Certification; Exhibit 32.2* Chief Financial Officer Section 906 Certification; Exhibit 99.1* Opioids-Related Litigation Case Citations and Currently Scheduled Trial Dates; Exhibit A 101.INS* Inline XBRL Instance Document; Exhibit A 101.SCH* Inline XBRL Taxonomy Extension Schema Document; Exhibit A 101.CAL* Inline XBRL Taxonomy Extension Calculation Linkbase Document; Exhibit A 101.DEF* Inline XBRL Taxonomy Extension Definition Linkbase Document; Exhibit A 101.LAB* Inline XBRL Taxonomy Extension Label Linkbase Document; Exhibit A 101.PRE* Inline XBRL Taxonomy Extension Presentation Linkbase Document; Exhibit A 104 The cover page from the Company's Quarterly Report on Form 10-Q for the quarter ended July 31, 2024, formatted in Inline XBRL (included in Exhibit 101)* Filed herewith as an Exhibit. 35 Table of Contents SIGNATURES Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

A WALMART INC. Date: August 30, 2024 By: /s/ C. Douglas McMillon President and Chief Executive Officer (Principal Executive Officer) Date: August 30, 2024 By: /s/ John David Rainey John David Rainey Executive Vice President and Chief Financial Officer (Principal Financial Officer) Date: August 30, 2024 By: /s/ David M. Chojnowski David M. Chojnowski Senior Vice President and Controller (Principal Accounting Officer) Date: August 30, 2024 By: /s/ C. Douglas McMillon C. Douglas McMillon, certify that: 1. A A A I have reviewed this Quarterly Report on Form 10-Q of Walmart Inc. (the "registrant"); 2. A A A Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report; 3. A A A Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report; 4. A A A The registrant's other certifying officer and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the registrant and have:

a) A A A designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared; b) A A A designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles; c) A A A evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report, based on such evaluation; and d) A A A disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting. 5. A A A The registrant's other certifying officer and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the registrant's auditors and the Audit Committee of registrant's Board of Directors: a) A A A All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize and report financial information; and b) A A A Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting. A Date: August 30, 2024 By: /s/ C. Douglas McMillon C. Douglas McMillon President and Chief Executive Officer Date: August 30, 2024 By: /s/ John David Rainey John David Rainey, certify that: 1. A A A I have reviewed this Quarterly Report on Form 10-Q of Walmart Inc. (the "registrant"); 2. A A A Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report; 3. A A A Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report; 4. A A A The registrant's other certifying officer and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the registrant and have: a) A A A designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared; b) A A A designed such internal control over financial

