

# 3 for 1 Stock Split February 23<sup>rd</sup>, 2024

## General FAQs

### 1. Why was the decision made to split the stock?

A: Over time, as our company has grown, our stock price has gone up—which is good—but it has also become more expensive to acquire. We've reached the point where we believe that more people could choose to own our stock and benefit from our company's success if the per share price were at a lower price point. Given our growth and our plans for the future, we felt it was a good time to split the stock

### 2. Tell us about Walmart's stock purchase plan for associates.

A: As part of its benefits provided to its associates, Walmart has offered its associates a stock purchase plan for almost 30 years, which allows eligible associates to buy stock conveniently through payroll deductions and provides a 15% company match on the first \$1,800 each year. More than 400,000 associates are participating in the plan. Given our growth and our plans for the future, we want to make it easier for our associates to become owners of Walmart and participate in the growth for years to come. As Sam said, "we're all in this together. That's the secret."

### 3. How was the timing determined for the stock split? Why now?

A: It is part of Walmart's ongoing review of optimal trading and spread levels and our desire for associates and individuals to feel that purchasing shares is easily within reach.

### 4. When is this stock split effective?

A: The stock split will become effective, and shares will be distributed as of the close of business on Friday, Feb. 23, 2024, for shareholders of record at the close of business on Thursday, Feb. 22, 2024. Walmart's common stock will begin trading on a post-split basis at the market open on Monday, Feb. 26, 2024, under the Company's existing trading symbol "WMT." Investors will see the stock price be lower by approximately 1/3 in value when trading opens on Monday, Feb. 26, while the number of shares outstanding will increase by 3x. The stock split and final ratio were approved by Walmart's board.

### 5. How does a stock split work?

A: The board has decided to split the stock 3 for 1. So, if you own 10 shares of WMT as of Feb. 22, at close of trading on Feb. 23, you will receive an additional 20 shares, for a total of 30 shares once the stock split is effective. The price of each of the original 10 shares will be 1/3 of the closing value on Friday, Feb. 23 and the 20 additional shares will be issued at the 1/3 of closing value price. This will result in 30 shares at the new price which is 1/3 of the prior vs. 10 shares at the prior price which was 3x higher. Shareholders will see the new price of WMT stock when the markets open on Feb. 26.

### 6. How many times has Walmart split its stock?

A: This isn't the first time we've done this. This will be the 12th time we've split the stock in our history to keep the price of our shares at an accessible price so that everyone who wanted to take part in our success could afford to buy in. All prior stock splits were a 2 for 1 ratio. The most recent stock split was a 2 for 1 split in March 1999.

2:1 Stock Splits	Shares ×	Basis per Share =	Value on Split Basis	Pre-Split Price	Post-Split Price
On the Offering	100	\$16.50	\$1,650		
May 1971	200	\$8.25	\$1,650	\$47.00	\$23.50
March 1972	400	\$4.125	\$1,650	\$47.50	\$23.75
August 1975	800	\$2.0625	\$1,650	\$23.00	\$11.50
Nov. 1980	1,600	\$1.03125	\$1,650	\$50.00	\$25.00
June 1982	3,200	\$0.515625	\$1,650	\$49.875	\$24.94
June 1983	6,400	\$0.257813	\$1,650	\$81.625	\$40.81
Sept. 1985	12,800	\$0.128906	\$1,650	\$49.75	\$24.88
June 1987	25,600	\$0.064453	\$1,650	\$66.625	\$33.31
June 1990	51,200	\$0.032227	\$1,650	\$62.50	\$31.25
Feb. 1993	102,400	\$0.016113	\$1,650	\$63.625	\$31.81
March 1999	204,800	\$0.008057	\$1,650	\$89.75	\$44.88

### 7. Why is Walmart doing 3 for 1 stock split when all prior splits had been 2 for 1?

A: We've reached the point where we believe that more people could choose to own our stock and benefit from our company's success if the per share price were at a lower price point. Given our current stock price, we felt 3 for 1 made the stock price even more accessible.

### 8. How does a stock split affect share price?

A: The share price is reduced proportionally to the split. For a 3 for 1 split, the share price is reduced by two thirds.

### 9. What is the record date?

A: The record date is Thursday, Feb. 22, 2024. If you are a shareholder of Walmart Inc. when the market closes on the record date, you will be entitled to receive the additional split shares.

### 10. What is the effective date?

A: The effective date for the additional shares is Friday, Feb. 23, 2024. New shares will automatically be deposited into your account in book entry form and be available for you to access thereafter.

### 11. What is the ex-split date?

A: The ex-split date is the day the market price adjusts. When the market opens on Monday, Feb. 26, 2024, Walmart will begin trading at the new split-adjusted price.

**12. Are there tax implications of the stock split?**

A: Generally, there are no tax implications, but individual shareholders should consult local tax advisors for any questions.

**13. Are there any other tax considerations?**

A: Please consult your tax advisor or broker with specific questions.

**14. How does a stock split affect the calculation of EPS (Earnings Per Share) or other “per share” measures?**

A: When the stock splits on a 3 for 1 basis, the number of shares outstanding is increased by a multiple of 3. Earnings per share are therefore divided by the new share count (3x the prior count). To illustrate, if EPS were previously \$3.00/share and there were 100 shares outstanding or a market capitalization of \$300, the new EPS would be \$1.00/share on 300 shares outstanding with a similar market capitalization of \$300. Other per share measures are computed using a similar logic.

**15. What happens if someone sold shares before the record date?**

A: If someone sold shares before the record date, this person would not be entitled to receive the additional split shares.

**16. What happens if you purchase Walmart stock before the record date on Feb. 22, 2024?**

A: A shareholder will be entitled to the stock split as long as the share is bought by the record date, Feb. 22, 2024.