

Walgreens Boots Alliance Fiscal 2022 Q3 Earnings

Strong Execution Across Segments; Results Broadly In Line with Expectations

"WBA delivered strong execution across operating segments and against very robust growth last year. Third quarter results were broadly in line with our expectations, demonstrating the resilience of our business through our deep community connections and relevance to consumers. Walgreens Health achieved 65 percent pro forma sales growth with progress on several fronts, including adding Buckeye Health Plan as a strategic partner, already exceeding our 2022 target for covered lives, and launching our clinical trials business. With our decision to conclude the Boots strategic review, I firmly believe that our strategic actions are working to deliver long-term shareholder value"

Selected Financial Results

Chief Executive Officer Roz Brewer

For complete Q3 fiscal 2022 results, announced on June 30, 2022, please click here. The following selected results are for WBA continuing operations

Sales

in Q3, down 2.8% year-on-year on a constant currency basis

Free cash flow

in Q3, a \$187 million decrease compared with the year-ago quarter

Adjusted EPS

in Q3, down 28.9% year-on-year on a constant

Reported EPS

currency basis

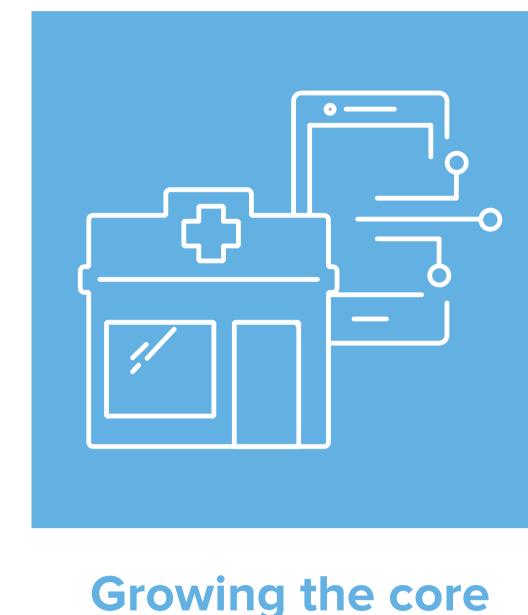
in Q3, a \$0.94 decrease

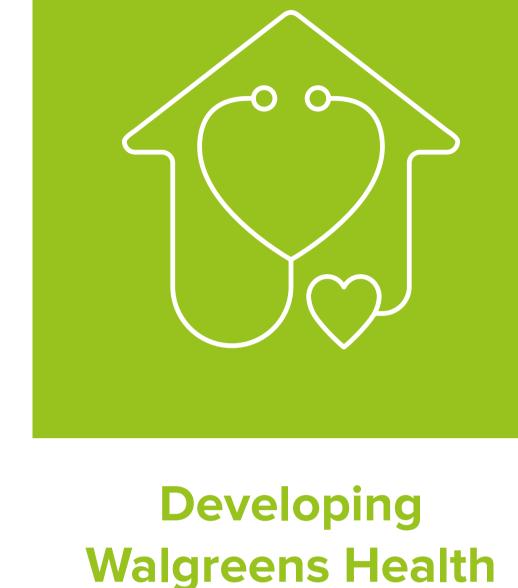
compared with the year-ago quarter

Outlook

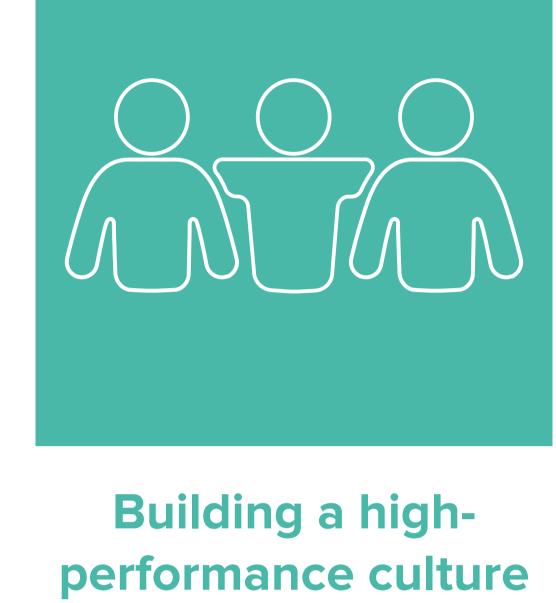
Maintaining full year adjusted EPS guidance of low-single digit growth, as year-to-date performance is tracking broadly in line with expectations

Strategic Priorities









and winning team

against COVID-19 Walgreens is lapping peak COVID-19 vaccination volumes from the year-ago quarter

WBA continues to help protect local communities

COVID-19 vaccinations COVID-19 tests boosters

To date Walgreens has

4.7 million COVID-19 vaccinations in Q3

administered more than

vaccinations, including

67 million COVID-19

Walgreens has administered more than

tests to date, including 3.9 million COVID-19 tests in Q3 Transformational Cost Management Program

32 million COVID-19

More than 16 million* boosters administered

to date, including

3.8 million COVID-19 boosters in Q3 *The 16M+ boosters are included in the Walgreens 67M+ total for COVID-19 vaccinations to date

expected to deliver \$3.5 billion in annual cost savings by fiscal 2024, up from \$3.3 billion previously Annual cost savings

Business Updates

Transformational Cost Management Program now

over 99M by the end of Q3, up 14M members from Q4 Fiscal Year 2021

Grew myWalgreens members to

consumer-centric model to

400,000 covered lives

Telagreens Health Launched clinical trials business, leveraging WBA's

improve access and diversity Announced strategic partnership with Buckeye Health Plan, with over

pick-up orders

Established 56 Walgreens Health Corners to date, on track toward 100 by end of CY22

U.S. digital sales growth of 25% in Q3, on top of 95%

in the year-ago period, driven by 2.8M same day

The Walgreens Health segment had third quarter sales of \$596M

More than **60,000**

consumer conversations

conducted by Walgreens

Health Corner Advisors in Q3

covered lives by end of CY22, with access to 2.3M patients Rollout of VillageMD continues with 120 co-located clinics now open, on track toward

200 by end of CY22

Exceeded 2M target for

Recently opened fourth automated microfulfillment center, supporting approximately 1,100 stores total with more locations being added as these facilities become fully operational America'

Be well connected

Well Connected,

program for mental health

the Company's team member

Introduced Be

and wellbeing

Reached nearly 500,000 customer orders for innovative digital healthcare

With you. For life.

Best Retailer Newsweek Newsweek identified Walgreens as one of

America's Best



FURIUNE Roz Brewer named one of the top 10 most

inspirational CEOs by

Fortune Magazine



Celebrated Red Nose Day for the eighth consecutive year as the exclusive retailer of the nationwide campaign to help end the cycle of child poverty and ensure a healthy future for all children. Red Nose Day has raised \$275 million since

Marketing Officer, Luke Rauch as Chief Merchandising

Officer, and **Bala Visalatha** as Chief Product Officer

launching in the U.S. in 2015, positively impacting the lives of 30 million children, and Walgreens has raised more than **\$140 million** for Red Nose Day since 2015

This message contains selected results from WBA's fiscal quarter ended May 31, 2022 and is not intended to be a substitute for a comprehensive review of the company's earnings release, linked above and available in the Investor Relations section of walgreensbootsalliance.com, and the company's filings with the U.S. Securities and Exchange Commission, which can be found at www.SEC.gov. Cautionary Note Regarding Forward-Looking Statements: All statements in this message that are not historical are forward-looking statements made pursuant to the safe harbor provisions of the Private Securities Litigation Reform Act of 1995. These forward-looking statements are not guarantees

WBA reports earnings according to generally accepted accounting principles (GAAP). The company's adjusted results are non-GAAP financial measures that exclude the impact of certain items affecting comparability and that supplement GAAP results. Please refer to the "Supplemental Information (Unaudited) Regarding Non-GAAP Financial Measures" in the press release for more information including reconciliations to the most directly comparable GAAP financial measures.

Free cash flow is a non-GAAP financial measure. WBA net cash provided by operating activities was \$1.6 billion in the third quarter of fiscal 2022,

of future performance and are subject to risks, uncertainties and assumptions, known or unknown, that could cause actual results to vary materially

and speak only as of the date they are made. The company does not undertake, and expressly disclaims, any duty or obligation to update publicly any

down \$125 million from the third quarter of fiscal 2021.

forward-looking statement after the date of this message.