Palo Alto Networks Public Country-by-Country Reporting

The Palo Alto Networks Public Country-by-Country Report (“Public CbC Report” or ”Report”) covers the fiscal year 2025 (1 August 2024 through 31 July 2025, “FY25”) and is based on the standard European Commission template prescribed under Implementing Regulation (EU) 2024/2952.

This Report includes 2 chapters. The first chapter is the Palo Alto Networks Public CbC Report itself, covering the prescribed Section 1 General Information, Section 2 Overview of Information on a Country-by-Country Basis, Section 3 List of All Constituent Entities and Activities, Section 4 Omitted Information, and Section 5 Explanation for Material Discrepancies.

Chapter 2 provides reader guidance for the Public CbC Report.

1. Palo Alto Networks FY25 Public Country-by-Country Report

Section 1 – General Information

Name of the ultimate parent undertaking	Palo Alto Networks, Inc.
Country where the ultimate parent undertaking is resident for tax purposes	United States of America
Financial year concerned - start	1st August
Financial year concerned - end	31st July
Currency used	USD (US Dollar)
Are the following items reported based on the instructions included in Council Directive 2011/16/EU (DAC4)?	Yes

Section 2 – Overview of Information on a Country-by-Country Basis

Tax Jurisdiction	Code	Total Revenue (USD)	Profit (loss) before income tax (USD)	Income tax paid (cash basis) (USD)	Income tax accrued (current year) (USD)	Accumulated earnings (USD)	Number of employees
Austria	AT	7,684,744	472,744	1,143,068	245,330	612,244	21
Belgium	BE	19,166,082	879,430	428,808	393,297	6,381,492	44
Czech Republic	CZ	3,844,249	241,116	88,613	66,694	789,599	17
Denmark	DK	13,630,318	1,106,728	253,988	186,291	2,679,397	37
Finland	FI	11,111,641	644,377	118,877	150,447	2,186,410	35
France	FR	203,393,250	4,209,836	2,587,863	1,819,010	0	244
Germany	DE	87,758,713	4,225,755	2,133,937	1,621,825	16,649,970	299
Greece	GR	1,750,640	51,896	23,105	28,465	24,972	7
Ireland	IE	7,558,589	425,216	144,013	83,363	1,617,342	30
Italy	IT	22,656,828	1,233,589	925,118	732,953	3,677,828	80
Norway	NO	8,498,175	252,877	140,360	89,045	1,745,845	28
Poland	PL	23,447,931	1,144,763	542,859	484,425	2,369,370	92
Portugal	PT	5,511,836	306,091	205,109	227,709	234,942	19
Russia	RU	36,763	-6,589	1,954	2,134	72,081	0
Spain	ES	59,104,081	4,134,255	1,422,355	1,094,131	9,824,875	226
Sweden	SE	14,543,112	829,054	283,545	171,805	0	38
The Netherlands	NL	2,554,305,105	79,042,106	43,537,497	43,165,982	74,151,424	420
Turkiye	TR	8,176,682	-1,018,909	314,873	321,041	-1,105,830	39
Hungary	HU	1,040,475	53,973	8,050	5,990	137,028	6
All other tax jurisdictions (aggregated basis)		10,734,786,430	1,650,485,095	491,844,444	550,886,469	2,683,720,684	14,386

Section 3 – List of All Constituent Entities and Activities

Tax Jurisdiction	Code	Name of the constituent entity	Main economic activity(ies)
Austria	AT	PALO ALTO NETWORKS (AUSTRIA) GMBH	Sales Marketing or Distribution
Austria	AT	PAN GEO BV Austria Branch	Sales Marketing or Distribution
Belgium	BE	PALO ALTO NETWORKS BELGIUM BVBA	Sales Marketing or Distribution
Czech Republic	CZ	PALO ALTO NETWORKS (CZECH REPUBLIC) SRO	Sales Marketing or Distribution
Denmark	DK	PALO ALTO NETWORKS DENMARK APS	Sales Marketing or Distribution
Finland	FI	PALO ALTO NETWORKS FINLAND OY	Sales Marketing or Distribution
France	FR	PALO ALTO NETWORKS (NETHERLANDS) BV FRENCH BRANCH	Sales Marketing or Distribution
Germany	DE	PALO ALTO NETWORKS GMBH (GERMANY)	Sales Marketing or Distribution
Germany	DE	PROTECT AI GERMANY GMBH	Sales Marketing or Distribution
Greece	GR	PALO ALTO NETWORKS GREECE SINGLE PERSON PRIVATE LIMITED COMPANY	Sales Marketing or Distribution
Ireland	IE	PALO ALTO SECURITY LIMITED	Sales Marketing or Distribution
Italy	IT	PALO ALTO NETWORKS ITALY SRL	Sales Marketing or Distribution
Norway	NO	PALO ALTO NETWORKS AS (NORWAY)	Sales Marketing or Distribution
Poland	PL	PALO ALTO NETWORKS (POLAND) SP.Z.O.O.	Sales Marketing or Distribution
Portugal	PT	PANW (PORTUGAL) UNIPESSOAL, LDA	Sales Marketing or Distribution
Russia	RU	PALO ALTO NETWORKS (RUSSIA) LLC	Dormant
Spain	ES	PALO ALTO NETWORKS (IBERIA) SL	Sales Marketing or Distribution
Sweden	SE	PALO ALTO NETWORKS (UK) LTD. SWEDEN BRANCH	Sales Marketing or Distribution
The Netherlands	NL	PALO ALTO NETWORKS (NETHERLANDS) BV	Sales Marketing or Distribution
The Netherlands	NL	PALO ALTO NETWORKS HOLDING B.V.	Holding Shares or Other Equity Instruments
The Netherlands	NL	PALO ALTO NETWORKS (GEO) B.V.	Sales Marketing or Distribution
The Netherlands	NL	PALO ALTO NETWORKS (EU) B.V.	Sales Marketing or Distribution
Turkiye	TR	PAN TURKEY SIBER GUVENLIK DESTEK HIZMETLERI LIMITED SIRKET	Sales Marketing or Distribution
Hungary	HU	PALO ALTO NETWORKS (HUNGARY) KFT	Sales Marketing or Distribution

Section 4 – Omitted Information

N/A. No information has been omitted from this report.

Section 5 – Explanation for Material Discrepancies

N/A.

No material discrepancies have been identified that require additional explanation beyond those addressed in the Framework section of this report.

2. Reader guidance

2.1. Legal Framework

This Public CbC Report is published in accordance with Chapter 10a of Directive 2013/34/EU of the European Parliament and of the Council, as amended by Directive 2021/2101/EU (the "Public CbCR Directive").

The Palo Alto Networks Group ("Palo Alto Networks" or "the Group") exceeds the EUR 750 million consolidated revenue threshold for financial years ending 31 July 2024 and 31 July 2025 and has qualifying (medium-sized or large) subsidiaries in the EU.

The reporting period covered by this Public CbC Report is 1 August 2024 through 31 July 2025.

In accordance with Article 48d of Public CbCR Directive, this Public CbC Report will be filed centrally by Palo Alto Networks (Netherlands) BV, Beethovenstraat 539, 1083 HK Amsterdam, the Netherlands, as designated filing hub governed under the laws of the Netherlands, and will be published on the Dutch Commercial Business Register (Kamer van Koophandel). In addition, it will also be made freely accessible on the Group's website per 31 July 2026.

2.2. Sources of Information

The information disclosed in this report is sourced from the Country-by-Country Report (CbCR) prepared in accordance with Article 8aa of Council Directive 2011/16/EU.

Palo Alto Networks uses its US GAAP consolidated group reporting system as main data source for its CbCR, however the specific rules for CbCR financial information reporting can differ from US GAAP accounting significantly. In addition, and in line with CbCR rules, reliance is also placed on local accounting standards for specific items and jurisdictions (i.e., the UK and France) where they better reflect local economic and tax realities.

All amounts are reported in US Dollars (USD), which is the functional currency of the ultimate parent entity of the Group.

2.3. Palo Alto Networks Tax Strategy Statement

The Public CbC Report provides transparency to the general public on Palo Alto Networks' approach to tax. To help place the content of the Report in context, it is useful to consider our tax strategy statement. This Palo Alto Networks tax strategy statement is also being publicly disclosed in the UK and Australia under their respective transparency rules.

Specifically, this tax strategy statement describes:

1. Our approach to tax risk management and governance arrangements in relation to tax rules and regulations;
2. The attitude of the Group towards tax planning;
3. The level of risk in relation to taxation that the Group is prepared to accept;
4. Our approach to working with tax authorities; and
5. Alignment of our approach to tax with the Group's business and sustainability objectives.

1. Approach to Tax Risk Management and Governance

Palo Alto Networks believes every corporation has a responsibility to pay all the taxes it owes and is committed to comply with all relevant tax rules, regulations, reporting, and disclosure requirements in all jurisdictions where we operate. Ultimate responsibility for our tax strategy rests with the Chief Financial Officer (CFO), with day-to-day management delegated to the VP of Global Tax. The Audit Committee of the Board of Directors provides regular oversight of tax matters. To achieve our compliance objectives, we invest in regular training for our teams to maintain our technical knowledge and focus on raising awareness of tax requirements across the broader organization.

2. Attitude Towards Tax Planning

We recognize that we have a responsibility to pay the required amount of tax in each of the jurisdictions in which we operate. Tax decisions within the Group are driven by our commercial operations and business objectives. Profit allocation is aligned with economic activities and value creation, and Palo Alto Networks does not engage in artificial arrangements that lack commercial substance to reduce our tax liability. Where appropriate for our business, we will seek to apply government-sponsored tax incentives and reliefs in the manner intended by the relevant legislation. We also seek to comply with all relevant laws, including the OECD's arm's-length standard for transfer pricing, ensuring that profit allocation is strictly aligned with economic activities and value creation.

3. Level of Risk in Relation to Taxation that the Group is Prepared to Accept

Given the complexity of global tax laws, uncertainties may inevitably arise. We do not have prescribed levels of acceptable tax risk but evaluate it continuously on a case-by-case basis. We are committed to taking only tax positions that are reasonable and defensible under the law, and we avoid entering into transactions that carry reputational risk. All material and complex positions taken in tax returns are adequately reviewed and documented. Furthermore, we routinely seek advice from external professional advisors where the application of tax law is complex, uncertain, or requires specialist knowledge to ensure full compliance. Should tax risks arise, we account for such risks in accordance with applicable accounting standards.

4. Approach to Working with Tax Authorities

Palo Alto Networks is committed to building and maintaining an open, professional, transparent, and collaborative engagement with tax authorities worldwide. Where there is material uncertainty, the Company may proactively engage with tax authorities to discuss the matter and achieve certainty on tax positions. Our engagement includes providing timely responses to information requests, managing compliance and audit defense, and, where appropriate, seeking Advance Pricing Agreements. When queries or disputes arise, we aim to address them efficiently and constructively and in a timely manner.

5. Transparency and Sustainability

Our approach to tax supports the commercial and investment objectives of our business while respecting our broader commitment to responsible business conduct and our contribution to the communities in which we operate. Our tax planning is strictly aligned with our commercial objectives, legal obligations, our commercial substance, long-term value creation, stakeholder trust, and rigorously protecting our corporate reputation.

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