

SUPPLEMENTAL FINANCIAL DATA AND GAAP TO NON-GAAP RECONCILIATIONS

Second Quarter 2017

August 2, 2017

Fidelity National Information Services, Inc.
Earnings Release Supplemental Financial Information
August 2, 2017

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| Exhibit A | Condensed Consolidated Statements of Earnings - Unaudited for the three and six months ended June 30, 2017 and 2016 |
| Exhibit B | Condensed Consolidated Balance Sheets - Unaudited as of June 30, 2017 and December 31, 2016 |
| Exhibit C | Condensed Consolidated Statements of Cash Flows - Unaudited for the six months ended June 30, 2017 and 2016 |
| Exhibit D | Supplemental Non-GAAP Financial Information - Unaudited for the three and six months ended June 30, 2017 and 2016 |
| Exhibit E | Supplemental GAAP to Non-GAAP Reconciliation - Unaudited for the three and six months ended June 30, 2017 and 2016 |

FIDELITY NATIONAL INFORMATION SERVICES, INC.
CONDENSED CONSOLIDATED STATEMENTS OF EARNINGS — UNAUDITED
(In millions, except per share data)

Exhibit A

	Three months ended		Six months ended	
	June 30,		June 30,	
	2017	2016	2017	2016
Processing and services revenues	\$ 2,341	\$ 2,305	\$ 4,596	\$ 4,486
Cost of revenues	1,612	1,600	3,195	3,153
Gross profit	729	705	1,401	1,333
Selling, general and administrative expenses	370	422	783	866
Operating income	359	283	618	467
Other income (expense):				
Interest expense, net	(91)	(93)	(183)	(186)
Other income (expense), net	4	(1)	60	(2)
Total other income (expense), net	(87)	(94)	(123)	(188)
Earnings from continuing operations before income taxes	272	189	495	279
Provision for income taxes	132	66	211	97
Earnings from continuing operations, net of tax	140	123	284	182
Earnings (loss) from discontinued operations, net of tax	—	1	—	1
Net earnings	140	124	284	183
Net earnings attributable to noncontrolling interest	(8)	(3)	(14)	(7)
Net earnings attributable to FIS common stockholders	<u>\$ 132</u>	<u>\$ 121</u>	<u>\$ 270</u>	<u>\$ 176</u>
Net earnings per share-basic from continuing operations attributable to FIS common stockholders	\$ 0.40	\$ 0.37	\$ 0.82	\$ 0.54
Net earnings (loss) per share-basic from discontinued operations attributable to FIS common stockholders	—	—	—	—
Net earnings per share-basic attributable to FIS common stockholders	<u>\$ 0.40</u>	<u>\$ 0.37</u>	<u>\$ 0.82</u>	<u>\$ 0.54</u>
Weighted average shares outstanding-basic	330	325	329	325
Net earnings per share-diluted from continuing operations attributable to FIS common stockholders	\$ 0.40	\$ 0.36	\$ 0.81	\$ 0.53
Net earnings (loss) per share-diluted from discontinued operations attributable to FIS common stockholders	—	—	—	—
Net earnings per share-diluted attributable to FIS common stockholders	<u>\$ 0.40</u>	<u>\$ 0.37</u>	<u>\$ 0.81</u>	<u>\$ 0.54</u>
Weighted average shares outstanding-diluted	334	329	334	328
Amounts attributable to FIS common stockholders:				
Net earnings from continuing operations	\$ 132	\$ 120	\$ 270	\$ 175
Net earnings (loss) from discontinued operations	—	1	—	1
Net earnings attributable to FIS common stockholders	<u>\$ 132</u>	<u>\$ 121</u>	<u>\$ 270</u>	<u>\$ 176</u>

Amounts in table may not sum due to rounding.

FIDELITY NATIONAL INFORMATION SERVICES, INC.
CONDENSED CONSOLIDATED BALANCE SHEETS — UNAUDITED
(In millions, except per share data)

Exhibit B

	June 30,	December 31,
	2017	2016
Assets		
Current assets:		
Cash and cash equivalents	\$ 786	\$ 683
Settlement deposits	433	520
Trade receivables, net	1,456	1,639
Settlement receivables	199	175
Other receivables	164	65
Prepaid expenses and other current assets	271	236
Deferred income taxes	—	101
Assets held for sale	753	863
Total current assets	4,062	4,282
Property and equipment, net	584	626
Goodwill	13,645	14,178
Intangible assets, net	4,250	4,664
Computer software, net	1,706	1,608
Deferred contract costs, net	329	310
Other noncurrent assets	394	363
Total assets	\$ 24,970	\$ 26,031
Liabilities and Equity		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 969	\$ 1,146
Settlement payables	632	714
Deferred revenues	707	680
Current portion of long-term debt	297	332
Liabilities held for sale	124	279
Total current liabilities	2,729	3,151
Long-term debt, excluding current portion	9,415	10,146
Deferred income taxes	2,372	2,484
Deferred revenues	22	19
Other long-term liabilities	427	386
Total liabilities	14,965	16,186
Equity:		
FIS stockholders' equity:		
Preferred stock \$0.01 par value	—	—
Common stock \$0.01 par value	4	4
Additional paid in capital	10,447	10,380
Retained earnings	3,377	3,299
Accumulated other comprehensive earnings (loss)	(385)	(331)
Treasury stock, at cost	(3,552)	(3,611)
Total FIS stockholders' equity	9,891	9,741
Noncontrolling interest	114	104
Total equity	10,005	9,845
Total liabilities and equity	\$ 24,970	\$ 26,031

FIDELITY NATIONAL INFORMATION SERVICES, INC.
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS — UNAUDITED
(In millions)

Exhibit C

	Six months ended June 30,	
	2017	2016
Cash flows from operating activities:		
Net earnings	\$ 284	\$ 183
Adjustments to reconcile net earnings to net cash provided by operating activities:		
Depreciation and amortization	685	584
Amortization of debt issue costs	17	9
Gain on sale of business	(88)	—
Stock-based compensation	61	68
Deferred income taxes	(132)	(82)
Excess income tax benefit from exercise of stock options	—	(19)
Other operating activities, net	—	(2)
Net changes in assets and liabilities, net of effects from acquisitions and foreign currency:		
Trade receivables	45	118
Settlement activity	(19)	2
Prepaid expenses and other assets	(52)	(54)
Deferred contract costs	(70)	(61)
Deferred revenue	9	132
Accounts payable, accrued liabilities and other liabilities	(212)	(58)
Net cash provided by operating activities	528	820
Cash flows from investing activities:		
Additions to property and equipment	(69)	(70)
Additions to computer software	(228)	(223)
Proceeds from sale of business	846	—
Other investing activities, net	(3)	(3)
Net cash provided by (used in) investing activities	546	(296)
Cash flows from financing activities:		
Borrowings	3,698	2,727
Repayment of borrowings and capital lease obligations	(4,557)	(3,060)
Excess income tax benefit from exercise of stock options	—	19
Proceeds from exercise of stock options	109	68
Treasury stock activity	(43)	(26)
Dividends paid	(192)	(171)
Other financing activities, net	(5)	(18)
Net cash used in financing activities	(990)	(461)
Effect of foreign currency exchange rate changes on cash	19	20
Net increase in cash and cash equivalents	103	83
Cash and cash equivalents, at beginning of period	683	682
Cash and cash equivalents, at end of period	\$ 786	\$ 765

FIDELITY NATIONAL INFORMATION SERVICES, INC.
SUPPLEMENTAL NON-GAAP FINANCIAL INFORMATION — UNAUDITED
(In millions)

Exhibit D

	Three months ended June 30, 2017			
	Integrated Financial Solutions	Global Financial Solutions	Corporate and Other	Consolidated
Processing and services revenue	\$ 1,181	\$ 1,076	\$ 84	\$ 2,341
Non-GAAP adjustments:				
Acquisition deferred revenue adjustment (1)	—	—	2	2
Adjusted processing and services revenue	\$ 1,181	\$ 1,076	\$ 86	\$ 2,343

	Six months ended June 30, 2017			
	Integrated Financial Solutions	Global Financial Solutions	Corporate and Other	Consolidated
Processing and services revenue	\$ 2,310	\$ 2,095	\$ 191	\$ 4,596
Non-GAAP adjustments:				
Acquisition deferred revenue adjustment (1)	—	—	5	5
Adjusted processing and services revenue	\$ 2,310	\$ 2,095	\$ 196	\$ 4,601

	Three months ended June 30, 2016			
	Integrated Financial Solutions	Global Financial Solutions	Corporate and Other	Consolidated
Processing and services revenue	\$ 1,152	\$ 1,048	\$ 105	\$ 2,305
Non-GAAP adjustments:				
Acquisition deferred revenue adjustment (1)	—	—	59	59
Adjusted processing and services revenue	1,152	1,048	164	2,364

	Six months ended June 30, 2016			
	Integrated Financial Solutions	Global Financial Solutions	Corporate and Other	Consolidated
Processing and services revenue	\$ 2,264	\$ 2,038	\$ 184	\$ 4,486
Non-GAAP adjustments:				
Acquisition deferred revenue adjustment (1)	—	—	140	140
Adjusted processing and services revenue	2,264	2,038	324	4,626

(1) See note (3) to Exhibit E.

FIDELITY NATIONAL INFORMATION SERVICES, INC.
SUPPLEMENTAL NON-GAAP ORGANIC REVENUE GROWTH — UNAUDITED
(In millions)

Exhibit D (continued)

	Three months ended June 30,						
	2017			2016			
	Adjusted	Constant		Adjusted	In Year	Adjusted	Organic
	Revenue (1)	FX	Currency Revenue	Revenue (1)	Adjustments (2)	Base	Growth (3)
Integrated Financial Solutions	\$ 1,181	\$ 1	\$ 1,182	\$ 1,152	\$ —	\$ 1,152	2.6 %
Global Financial Solutions	1,076	8	1,084	1,048	(4)	1,044	3.9 %
Corporate and Other	86	—	86	164	(60)	104	(17.8)%
Total	\$ 2,343	\$ 9	\$ 2,352	\$ 2,364	\$ (64)	\$ 2,300	2.3 %

	Six months ended June 30,						
	2017			2016			
	Adjusted	Constant		Adjusted	In Year	Adjusted	Organic
	Revenue (1)	FX	Currency Revenue	Revenue (1)	Adjustments (2)	Base	Growth (3)
Integrated Financial Solutions	\$ 2,310	\$ 2	\$ 2,312	\$ 2,264	\$ —	\$ 2,264	2.1 %
Global Financial Solutions	2,095	8	2,103	2,038	(5)	2,033	3.5 %
Corporate and Other	196	1	197	324	(100)	224	(12.0)%
Total	\$ 4,601	\$ 11	\$ 4,612	\$ 4,626	\$ (105)	\$ 4,521	2.0 %

(1) See Note (3) to Exhibit E.

(2) In year adjustments primarily include removing revenue from the PS&E divestiture, as well as removing revenue from other businesses divested by FIS.

(3) Organic growth percentages are calculated utilizing more precise amounts than the rounding to millions included in the tables above.

FIDELITY NATIONAL INFORMATION SERVICES, INC.
SUPPLEMENTAL NON-GAAP CASH FLOW MEASURES — UNAUDITED
(In millions)

Exhibit D (continued)

	Three months ended June 30, 2017	Six months ended June 30, 2017
Net cash provided by operating activities	\$ 74	\$ 528
Non-GAAP adjustments:		
Acquisition, integration and severance payments (2)	46	62
Tax payments on divestitures (3)	312	312
Debt financing activities (4)	2	13
Settlement activity	(17)	19
Adjusted cash flows from operations	417	934
Capital expenditures	(142)	(297)
Free cash flow	\$ 275	\$ 637

	Three months ended June 30, 2016	Six months ended June 30, 2016
Net cash provided by operating activities	\$ 435	\$ 820
Non-GAAP adjustments:		
Capco acquisition related payments (1)	—	20
Acquisition, integration and severance payments (2)	26	84
Settlement activity	(22)	(2)
Adjusted cash flows from operations	439	922
Capital expenditures	(148)	(293)
Free cash flow	\$ 291	\$ 629

Free cash flow reflects adjusted cash flow from operations less capital expenditures. Free cash flow does not represent our residual cash flow available for discretionary expenditures, since we have mandatory debt service requirements and other non-discretionary expenditures that are not deducted from the measure.

- (1) Adjusted cash flow from operations and free cash flow for the six months ended June 30, 2016 excludes payments for contingent purchase price and the New Hires and Promotions Incentive Plan associated with the 2010 acquisition of Capco. In accordance with the accounting guidance, contingent purchase price payments are included in financing activities on the Condensed Consolidated Statements of Cash Flows only to the extent they represent the original liability established at the acquisition date. Payments related to subsequent adjustments to the contingent purchase price are included in the net cash provided by operating activities.
- (2) Adjusted cash flow from operations and free cash flow for the three and six months ended June 30, 2017 and 2016 excludes cash payments for certain acquisition, integration and severance expenses, net of related tax impact. The related tax impact totaled \$36 million and \$14 million for the three months and \$45 million and \$42 million for the six months ended June 30, 2017 and 2016, respectively.
- (3) Adjusted cash flow from operations excludes the second quarter tax payment related to the gain on the sale of PS&E and other divestitures, which were recognized during the first and second quarters of 2017.
- (4) Adjusted cash flow from operations and free cash flow for the three months ended June 30, 2017 excludes cash payments of \$2 million, net of related tax impact of \$2 million for certain financing activities. Adjusted cash flow from operations and free cash flow for the six months ended June 30, 2017 is also adjusted for the \$11 million one time bond premium payment, net of related tax impact of \$7 million, on the redemption of our senior notes due March 2022.

FIDELITY NATIONAL INFORMATION SERVICES, INC.
SUPPLEMENTAL GAAP TO NON-GAAP RECONCILIATION — UNAUDITED
(In millions)

Exhibit E

	Three months ended		Six months ended	
	June 30,		June 30,	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Net earnings from continuing operations attributable to FIS	\$ 132	\$ 120	\$ 270	\$ 175
Provision for income taxes	132	66	211	97
Interest expense, net	91	93	183	186
Other, net	<u>4</u>	<u>4</u>	<u>(46)</u>	<u>9</u>
Operating income, as reported	359	283	618	467
FIS depreciation and amortization from continuing operations, excluding purchase accounting amortization	163	144	320	283
FIS non-GAAP adjustments:				
Purchase accounting amortization (1)	183	147	366	301
Acquisition, integration and severance (2)	39	63	119	142
Acquisition deferred revenue adjustment (3)	<u>2</u>	<u>59</u>	<u>5</u>	<u>140</u>
Adjusted EBITDA	<u>\$ 746</u>	<u>\$ 696</u>	<u>\$ 1,428</u>	<u>\$ 1,333</u>

(1) See note (1) to Exhibit E.

(2) See note (2) to Exhibit E.

(3) See note (3) to Exhibit E.

FIDELITY NATIONAL INFORMATION SERVICES, INC.
SUPPLEMENTAL GAAP TO NON-GAAP RECONCILIATION — UNAUDITED
(In millions)

Exhibit E (continued)

	Three months ended		Six months ended	
	June 30,		June 30,	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Earnings from continuing operations before income taxes	\$ 272	\$ 189	\$ 495	\$ 279
Provision for income taxes	132	66	211	97
Net earnings attributable to noncontrolling interest	<u>(8)</u>	<u>(3)</u>	<u>(14)</u>	<u>(7)</u>
Net earnings from continuing operations attributable to FIS	132	120	270	175
FIS non-GAAP adjustments:				
Purchase accounting amortization (1)	183	147	366	301
Acquisition, integration and severance (2)	39	63	119	142
Acquisition deferred revenue adjustment (3)	2	59	5	140
Gain on sale of business (4)	(3)	—	(88)	—
Debt financing activities (5)	4	—	29	—
Provision for income taxes on non-GAAP adjustments	<u>(15)</u>	<u>(94)</u>	<u>(73)</u>	<u>(204)</u>
Total non-GAAP adjustments	<u>210</u>	<u>175</u>	<u>358</u>	<u>379</u>
Adjusted net earnings (loss) from continuing operations, net of tax	<u>\$ 342</u>	<u>\$ 295</u>	<u>\$ 628</u>	<u>\$ 554</u>
Net earnings per share - diluted from continuing operations attributable to FIS common stockholders	\$ 0.40	\$ 0.36	\$ 0.81	\$ 0.53
FIS non-GAAP adjustments:				
Purchase accounting amortization (1)	0.55	0.45	1.10	0.92
Acquisition, integration and severance (2)	0.12	0.19	0.36	0.43
Acquisition deferred revenue adjustment (3)	0.01	0.18	0.01	0.43
Gain on sale of businesses (4)	(0.01)	—	(0.26)	—
Debt financing activities (5)	0.01	—	0.09	—
Provision for income taxes on non-GAAP adjustments	<u>(0.04)</u>	<u>(0.29)</u>	<u>(0.22)</u>	<u>(0.62)</u>
Adjusted net earnings (loss) per share - diluted from continuing operations attributable to FIS common stockholders	<u>\$ 1.02</u>	<u>\$ 0.90</u>	<u>\$ 1.88</u>	<u>\$ 1.69</u>
Weighted average shares outstanding-diluted	<u>334</u>	<u>329</u>	<u>334</u>	<u>328</u>

Amounts in table may not sum due to rounding.

- (1) See note (1) to Exhibit E.
- (2) See note (2) to Exhibit E.
- (3) See note (3) to Exhibit E.
- (4) See note (4) to Exhibit E.
- (5) See note (5) to Exhibit E.

FIDELITY NATIONAL INFORMATION SERVICES, INC.
SUPPLEMENTAL GAAP TO NON-GAAP RECONCILIATION — UNAUDITED
(In millions)

Notes to Unaudited - Supplemental GAAP to Non-GAAP Reconciliation for the three and six months ended June 30, 2017 and 2016.

The adjustments are as follows:

- (1) This item represents purchase price amortization expense on all intangible assets acquired through various Company acquisitions, including customer relationships, contract value, trademarks and tradenames, and non-compete agreements. Beginning with the November 2015 acquisition of SunGard, this column also includes the amortization associated with purchase price adjustments to technology assets acquired.
- (2) This item represents certain costs and other transactions which management deems non-operational primarily related to integration and severance activity from the SunGard acquisition.
- (3) This item represents the impact of the purchase accounting adjustment to reduce SunGard's deferred revenues to estimated fair value, determined as fulfillment cost plus a normal profit margin. The deferred revenue adjustment represents revenue that would have been recognized in the normal course of business by SunGard under GAAP if the acquisition had not occurred, but was not recognized due to GAAP purchase accounting requirements.
- (4) This item represents the pre-tax gain on the sale of the Public Sector and Education ("PS&E") businesses and other divestitures.
- (5) This item represents the write-off of certain previously capitalized debt issuance costs, the payment of an \$18 million bond premium associated with the early redemption of our senior notes due March 2022 during March 2017 and other costs related to debt refinancing.