



# Supplemental Financial Data and GAAP to Non-GAAP Reconciliations

---

Fourth Quarter and Full Year 2019

Fidelity National Information Services, Inc.  
Earnings Release Supplemental Financial Information  
February 13, 2020

- Exhibit A      Condensed Consolidated Statements of Earnings - Unaudited for the three months and years ended December 31, 2019 and 2018
  
- Exhibit B      Condensed Consolidated Balance Sheets - Unaudited as of December 31, 2019 and 2018
  
- Exhibit C      Condensed Consolidated Statements of Cash Flows - Unaudited for the years ended December 31, 2019 and 2018
  
- Exhibit D      Supplemental Non-GAAP Financial Information - Unaudited for the three months and years ended December 31, 2019 and 2018
  
- Exhibit E      Supplemental GAAP to Non-GAAP Reconciliations - Unaudited for the three months and years ended December 31, 2019 and 2018
  
- Exhibit F      Supplemental GAAP to Non-GAAP Reconciliations on Guidance - Unaudited for the year ended December 31, 2020

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

**Exhibit A**

	Three months ended		Years ended	
	December 31,		December 31,	
	2019	2018	2019	2018
Revenue	\$ 3,341	\$ 2,167	\$ 10,333	\$ 8,423
Cost of revenue	1,986	1,377	6,610	5,569
Gross profit	1,355	790	3,723	2,854
Selling, general and administrative expenses	1,232	321	2,667	1,301
Asset impairments	—	—	87	95
Operating income	123	469	969	1,458
Other income (expense):				
Interest expense, net	(95)	(72)	(337)	(297)
Other income (expense), net	(211)	3	(219)	(57)
Total other income (expense), net	(306)	(69)	(556)	(354)
Earnings (loss) before income taxes and equity method investment earnings (loss)	(183)	400	413	1,104
Provision (benefit) for income taxes	(19)	85	100	208
Equity method investment earnings (loss)	7	(4)	(10)	(15)
Net earnings (loss)	(157)	311	303	881
Net (earnings) loss attributable to noncontrolling interest	(1)	(12)	(5)	(35)
Net earnings (loss) attributable to FIS common stockholders	\$ (158)	\$ 299	\$ 298	\$ 846
Net earnings (loss) per share-basic attributable to FIS common stockholders	\$ (0.26)	\$ 0.92	\$ 0.67	\$ 2.58
Weighted average shares outstanding-basic	614	326	445	328
Net earnings (loss) per share-diluted attributable to FIS common stockholders	\$ (0.26)	\$ 0.91	\$ 0.66	\$ 2.55
Weighted average shares outstanding-diluted	614	329	451	332

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

**Exhibit B**

	December 31,	
	2019	2018
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	\$ 1,152	\$ 703
Settlement deposits and merchant float	2,882	700
Trade receivables, net	3,242	1,472
Contract assets	124	123
Settlement receivables	647	281
Other receivables	337	166
Prepaid expenses and other current assets	308	288
Total current assets	<u>8,692</u>	<u>3,733</u>
Property and equipment, net	900	587
Goodwill	52,242	13,545
Intangible assets, net	15,798	3,132
Software, net	3,204	1,795
Other noncurrent assets	2,303	503
Deferred contract costs, net	667	475
Total assets	<u>\$ 83,806</u>	<u>\$ 23,770</u>
<b>Liabilities and Equity</b>		
Current liabilities:		
Accounts payable, accrued and other liabilities	\$ 2,374	\$ 1,099
Settlement payables	4,228	972
Deferred revenue	817	739
Short-term borrowings	2,823	267
Current portion of long-term debt	140	48
Total current liabilities	<u>10,382</u>	<u>3,125</u>
Long-term debt, excluding current portion	17,229	8,670
Deferred income taxes	4,281	1,360
Other noncurrent liabilities	2,406	326
Deferred revenue	52	67
Total liabilities	<u>34,350</u>	<u>13,548</u>
Equity:		
FIS stockholders' equity:		
Preferred stock \$0.01 par value	—	—
Common stock \$0.01 par value	6	4
Additional paid in capital	45,358	10,800
Retained earnings	4,161	4,528
Accumulated other comprehensive earnings (loss)	(33)	(430)
Treasury stock, at cost	(52)	(4,687)
Total FIS stockholders' equity	<u>49,440</u>	<u>10,215</u>
Noncontrolling interest	16	7
Total equity	<u>49,456</u>	<u>10,222</u>
Total liabilities and equity	<u>\$ 83,806</u>	<u>\$ 23,770</u>

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

Exhibit C

	Years ended December 31,	
	2019	2018
<b>Cash flows from operating activities:</b>		
Net earnings	\$ 303	\$ 881
Adjustments to reconcile net earnings to net cash provided by operating activities:		
Depreciation and amortization	2,444	1,420
Amortization of debt issue costs	24	17
Acquisition-related financing foreign exchange	(125)	—
Asset impairments	87	95
Loss on sale of businesses, investments and other	18	50
Loss on extinguishment of debt	217	1
Stock-based compensation	402	84
Deferred income taxes	(109)	(116)
Net changes in assets and liabilities, net of effects from acquisitions and foreign currency:		
Trade and other receivables	(161)	78
Contract assets	17	(20)
Settlement activity	(165)	9
Prepaid expenses and other assets	(129)	4
Deferred contract costs	(379)	(248)
Deferred revenue	40	(100)
Accounts payable, accrued liabilities and other liabilities	(74)	(162)
Net cash provided by operating activities	<u>2,410</u>	<u>1,993</u>
<b>Cash flows from investing activities:</b>		
Additions to property and equipment	(200)	(127)
Additions to software	(628)	(495)
Acquisitions, net of cash acquired	(6,632)	—
Net proceeds from sale of businesses and investments	49	(16)
Other investing activities, net	(90)	(30)
Net cash provided by (used in) investing activities	<u>(7,501)</u>	<u>(668)</u>
<b>Cash flows from financing activities:</b>		
Borrowings	33,352	26,371
Repayment of borrowings and other financing obligations	(24,672)	(26,148)
Debt issuance costs	(101)	(30)
Proceeds from exercise of stock options	161	288
Treasury stock activity	(453)	(1,255)
Dividends paid	(656)	(421)
Distribution to Brazilian Venture partner	—	(26)
Other financing activities, net	(50)	(15)
Net cash provided by (used in) financing activities	<u>7,581</u>	<u>(1,236)</u>
Effect of foreign currency exchange rate changes on cash	18	(51)
Net increase (decrease) in cash and cash equivalents	2,508	38
Cash and cash equivalents, at beginning of period	703	665
Cash and cash equivalents, at end of period	<u>\$ 3,211</u>	<u>\$ 703</u>

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

**Exhibit D**

	Year ended December 31, 2018				
	Merchant Solutions	Banking Solutions	Capital Market Solutions	Corporate and Other	Consolidated
Revenue	\$ 276	\$ 5,712	\$ 2,391	\$ 44	\$ 8,423
Non-GAAP adjustments:					
Acquisition deferred revenue adjustment (1)	—	—	—	4	4
Adjusted revenue	\$ 276	\$ 5,712	\$ 2,391	\$ 48	\$ 8,427

(1) See note (4) to Exhibit E.

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

**Exhibit D (continued)**

	Three months ended December 31,							
	2019			2018				
	Revenue	FX	Constant	Revenue	Revenue	In Year	Adjusted	Organic
			Currency					
Merchant Solutions	\$ 1,116	\$ 2	\$ 1,118	\$ 71	\$ 949	\$ 1,020	10%	
Banking Solutions	1,556	4	1,561	1,474	19	1,493	5%	
Capital Market Solutions	669	1	670	622	—	622	8%	
<b>Total</b>	<b>\$ 3,341</b>	<b>\$ 7</b>	<b>\$ 3,348</b>	<b>\$ 2,167</b>	<b>\$ 968</b>	<b>\$ 3,135</b>	<b>7%</b>	

	Years ended December 31,							
	2019			2018				
	Revenue	FX	Constant	Revenue	Adjusted	In Year	Adjusted	Organic
			Currency					
Merchant Solutions	\$ 2,013	\$ 13	\$ 2,025	\$ 276	\$ 1,575	\$ 1,851	9%	
Banking Solutions	5,873	37	5,910	5,712	(112)	5,600	6%	
Capital Market Solutions	2,447	20	2,467	2,391	(1)	2,390	3%	
Corporate and Other	—	—	—	48	(48)	—	—%	
<b>Total</b>	<b>\$ 10,333</b>	<b>\$ 70</b>	<b>\$ 10,403</b>	<b>\$ 8,427</b>	<b>\$ 1,414</b>	<b>\$ 9,841</b>	<b>6%</b>	

Amounts in table may not sum or calculate due to rounding.

- (1) In year adjustments primarily include adding revenue from the Worldpay acquisition and removing revenue from the Certegy Check Services business unit in North America, the Reliance Trust Company of Delaware and the Kingstar divestitures and the unwinding of the Brazilian Venture.

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

**Exhibit D (continued)**

	Three months ended December 31, 2019	Year ended December 31, 2019
Net cash provided by operating activities	\$ 670	\$ 2,410
Non-GAAP adjustments:		
Acquisition, integration and other payments (1)	96	356
Tax payments on divestitures (2)	—	10
Settlement activity	330	165
Adjusted cash flows from operations	1,096	2,941
Capital expenditures	(284)	(828)
Free cash flow	<u>\$ 812</u>	<u>\$ 2,113</u>
	Three months ended December 31, 2018	Year ended December 31, 2018
Net cash provided by operating activities	\$ 705	\$ 1,993
Non-GAAP adjustments:		
Acquisition, integration and other payments (1)	19	96
Tax payments on divestitures (2)	—	24
Settlement activity	(15)	(9)
Adjusted cash flows from operations	709	2,104
Capital expenditures	(158)	(622)
Free cash flow	<u>\$ 551</u>	<u>\$ 1,482</u>

Free cash flow reflects adjusted cash flows from operations less capital expenditures. Free cash flow does not represent our residual cash flows 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 flows from operations and free cash flow for the three months and years ended December 31, 2019 and 2018 exclude cash payments for certain acquisition, integration and other costs, net of related tax impact. The related tax impact totaled \$22 million and \$3 million for the three months and \$73 million and \$22 million for years ended December 31, 2019 and 2018, respectively.
- (2) Adjusted cash flows from operations and free cash flow exclude tax payments made in 2019 related to the sale of Reliance Trust Company of Delaware and the unwinding of the Brazilian Venture recognized during 2018. Adjusted cash flows from operations and free cash flow exclude tax payments made in 2018 related to the sale of Capco consulting business and risk and compliance consulting business recognized during 2017.



**FIDELITY NATIONAL INFORMATION SERVICES, INC.**  
**SUPPLEMENTAL GAAP TO NON-GAAP RECONCILIATIONS — UNAUDITED**  
(In millions, except per share amounts)

**Exhibit E**

	Three months ended		Years ended	
	December 31,		December 31,	
	2019	2018	2019	2018
Net earnings (loss) attributable to FIS common stockholders	\$ (158)	\$ 299	\$ 298	\$ 846
Provision (benefit) for income taxes	(19)	85	100	208
Interest expense, net	95	72	337	297
Other, net	205	13	234	107
Operating income, as reported	123	469	969	1,458
Depreciation and amortization, excluding purchase accounting amortization	217	178	809	688
Non-GAAP adjustments:				
Purchase accounting amortization (1)	740	183	1,635	732
Acquisition, integration and other costs (2)	410	34	704	156
Asset impairments (3)	—	—	87	95
Acquisition deferred revenue adjustment (4)	—	—	—	4
Adjusted EBITDA	<u>\$ 1,490</u>	<u>\$ 864</u>	<u>\$ 4,204</u>	<u>\$ 3,133</u>

See notes to Exhibit E.

**FIDELITY NATIONAL INFORMATION SERVICES, INC.**  
**SUPPLEMENTAL GAAP TO NON-GAAP RECONCILIATIONS — UNAUDITED**  
(In millions, except per share amounts)

**Exhibit E (continued)**

	Three months ended		Years ended	
	December 31,		December 31,	
	2019	2018	2019	2018
Earnings (loss) before income taxes and equity method investment earnings (loss)	\$ (183)	\$ 400	\$ 413	\$ 1,104
Provision (benefit) for income taxes	(19)	85	100	208
Equity method investment earnings (loss)	7	(4)	(10)	(15)
Net (earnings) loss attributable to noncontrolling interest	(1)	(12)	(5)	(35)
Net earnings (loss) attributable to FIS common stockholders	(158)	299	298	846
Non-GAAP adjustments:				
Purchase accounting amortization (1)	740	183	1,635	732
Acquisition, integration and other costs (2)	410	34	768	156
Asset impairments (3)	—	—	87	95
Acquisition deferred revenue adjustment (4)	—	—	—	4
Loss (gain) on sale of businesses and investments (5)	—	3	6	56
Debt financing activities (6)	—	—	98	1
Non-operating (income) expense (7)	211	—	47	—
Equity method investment (earnings) loss (8)	(7)	4	10	15
(Provision) benefit for income taxes on non-GAAP adjustments	(219)	3	(419)	(168)
Total non-GAAP adjustments	1,135	227	2,232	891
Adjusted net earnings, net of tax	\$ 977	\$ 526	\$ 2,530	\$ 1,737
Net earnings (loss) per share-diluted attributable to FIS common stockholders	\$ (0.26)	\$ 0.91	\$ 0.66	\$ 2.55
Non-GAAP adjustments:				
Purchase accounting amortization (1)	1.19	0.56	3.63	2.20
Acquisition, integration and other costs (2)	0.66	0.10	1.70	0.47
Asset impairments (3)	—	—	0.19	0.29
Acquisition deferred revenue adjustment (4)	—	—	—	0.01
Loss (gain) on sale of businesses and investments (5)	—	0.01	0.01	0.17
Debt financing activities (6)	—	—	0.22	—
Non-operating (income) expense (7)	0.34	—	0.10	—
Equity method investment (earnings) loss (8)	(0.01)	0.01	0.02	0.05
(Provision) benefit for income taxes on non-GAAP adjustments	(0.35)	0.01	(0.93)	(0.51)
Adjusted net earnings per share-diluted attributable to FIS common stockholders	\$ 1.57	\$ 1.60	\$ 5.61	\$ 5.23
Weighted average shares outstanding-diluted (9)	623	329	451	332

Amounts in table may not sum or calculate due to rounding.

See notes to Exhibit E.

**FIDELITY NATIONAL INFORMATION SERVICES, INC.**  
**SUPPLEMENTAL GAAP TO NON-GAAP RECONCILIATIONS — UNAUDITED**  
**(In millions, except per share amounts)**

**Exhibit E (continued)**

**Notes to Unaudited - Supplemental GAAP to Non-GAAP Reconciliations for the three months and years ended December 31, 2019 and 2018.**

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 technology assets. The Company has excluded the impact of this amortization expense as such amounts can be significantly impacted by the timing and/or size of acquisitions. Although the Company excludes these amounts from its non-GAAP expenses, the Company believes that it is important for investors to understand that such intangible assets contribute to revenue generation. Amortization of assets that relate to past acquisitions will recur in future periods until such assets have been fully amortized. Any future acquisitions may result in the amortization of future assets.
- (2) This item represents acquisition and integration costs primarily related to the acquisition of Worldpay and certain other costs including those associated with data center consolidation activities of \$20 million for the three months and \$70 million for the year ended December 31, 2019, respectively. For the 2018 periods, this item represents acquisition and integration costs primarily related to the SunGard acquisition and certain other costs including those associated with data center consolidation activities of \$17 million for the three months and \$26 million for the year ended December 31, 2018.
- (3) For the year ended December 31, 2019, this item primarily represents asset impairments for certain software resulting from the Company's net realizable value analysis. For the year ended December 31, 2018, this item represents asset impairments for assets held for sale prior to being transferred to Banco Bradesco upon closing of the agreement to unwind the Brazilian Venture as well as impairments of the goodwill and contract intangible asset associated with the Brazilian Venture.
- (4) 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. The year ended December 31, 2018 was the final year impacted by this purchase accounting adjustment.
- (5) This item represents the net pre-tax loss (gain) on sale of businesses and investments during the three months ended December 31, 2018 and the years ended December 31, 2019 and 2018.
- (6) This item primarily represents the non-cash foreign currency loss on non-hedged Euro- and Pound Sterling-denominated notes during the three months ended June 30, 2019 to finance the Worldpay acquisition. For the year ended December 31, 2018, this item represents the write-off of previously capitalized debt issuance costs and the payment of a bond premium associated with the early redemption of our senior notes due October 2018 during June 2018.
- (7) Non-operating income (expense) primarily consists of other income and expense items outside of the Company's operating activities. For the three months ended December 31, 2019, this item primarily represents a pre-tax charge of approximately \$217 million in tender premiums and fees as well as the write-off of previously capitalized debt issuance costs on the early redemption of approximately \$3.0 billion in aggregate principal of our senior notes. The year ended December 31, 2019 also includes the non-cash foreign currency gain on non-hedged Euro- and Pound Sterling-denominated notes to finance the Worldpay acquisition.
- (8) This item represents our equity method investment earnings or loss and is predominantly due to our equity ownership interest in Cardinal Holdings, LP.
- (9) For the three months ended December 31, 2019, Adjusted net earnings is a gain, while the corresponding GAAP amount for the period is a loss. As a result, in calculating Adjusted net earnings per share-diluted for this period, the weighted average shares outstanding-diluted amount of approximately 623 million shares that we use in the calculation includes approximately 9 million shares that in accordance with GAAP are excluded from the calculation of the GAAP Net loss per share-diluted for the period, due to their anti-dilutive impact.

**FIDELITY NATIONAL INFORMATION SERVICES, INC.**  
**SUPPLEMENTAL GAAP TO NON-GAAP RECONCILIATIONS ON GUIDANCE — UNAUDITED**

**Exhibit F**

	Three months Ended March 31, 2020		Year ended December 31, 2020	
	<u>Low</u>	<u>High</u>	<u>Low</u>	<u>High</u>
Net earnings per share-diluted attributable to FIS common stockholders	\$ (0.15)	\$ —	\$ 0.50	\$ 1.30
Estimated adjustments (1)	1.45	1.34	5.67	5.05
Adjusted net earnings per share-diluted attributable to FIS common stockholders	<u>\$ 1.30</u>	<u>\$ 1.34</u>	<u>\$ 6.17</u>	<u>\$ 6.35</u>

- (1) Estimated adjustments include purchase accounting amortization, acquisition, integration and other costs, equity method investment earnings (loss) and other items, net of tax impact.