



SUPPLEMENTAL FINANCIAL DATA AND GAAP TO NON-GAAP RECONCILIATIONS

Third Quarter 2016

November 1, 2016



Fidelity National Information Services, Inc.
Earnings Release Supplemental Financial Information
November 1, 2016

- Exhibit A Condensed Consolidated Statements of Earnings - Unaudited for the three and nine months ended September 30, 2016 and 2015

- Exhibit B Condensed Consolidated Balance Sheets - Unaudited as of September 30, 2016 and December 31, 2015

- Exhibit C Condensed Consolidated Statements of Cash Flows - Unaudited for the nine months ended September 30, 2016 and 2015

- Exhibit D Supplemental Non-GAAP Financial Information - Unaudited for the three and nine months ended September 30, 2016 and 2015

- Exhibit E Supplemental GAAP to Non-GAAP Reconciliation - Unaudited for the three and nine months ended September 30, 2016 and 2015

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

Exhibit A

	Three months ended September 30,		Nine months ended September 30,	
	2016	2015	2016	2015
Processing and services revenues	\$ 2,309	\$ 1,579	\$ 6,795	\$ 4,721
Cost of revenues	1,527	1,022	4,680	3,162
Gross profit	782	557	2,115	1,559
Selling, general and administrative expenses	384	219	1,250	719
Operating income	398	338	865	840
Other income (expense):				
Interest expense, net	(98)	(36)	(284)	(109)
Other income (expense), net	(6)	(20)	(8)	130
Total other income (expense), net	(104)	(56)	(292)	21
Earnings from continuing operations before income taxes	294	282	573	861
Provision for income taxes	103	100	200	314
Earnings from continuing operations, net of tax	191	182	373	547
Earnings (loss) from discontinued operations, net of tax	—	(2)	1	(7)
Net earnings	191	180	374	540
Net earnings attributable to noncontrolling interest	(6)	(5)	(13)	(14)
Net earnings attributable to FIS common stockholders	\$ 185	\$ 175	\$ 361	\$ 526
Net earnings per share-basic from continuing operations attributable to FIS common stockholders	\$ 0.57	\$ 0.63	\$ 1.11	\$ 1.89
Net earnings (loss) per share-basic from discontinued operations attributable to FIS common stockholders	—	(0.01)	—	(0.02)
Net earnings per share-basic attributable to FIS common stockholders	\$ 0.57	\$ 0.62	\$ 1.11	\$ 1.87
Weighted average shares outstanding-basic	326	280	325	282
Net earnings per share-diluted from continuing operations attributable to FIS common stockholders	\$ 0.56	\$ 0.62	\$ 1.09	\$ 1.87
Net earnings (loss) per share-diluted from discontinued operations attributable to FIS common stockholders	—	(0.01)	—	(0.02)
Net earnings per share-diluted attributable to FIS common stockholders	\$ 0.56	\$ 0.62	\$ 1.10	\$ 1.85
Weighted average shares outstanding-diluted	330	284	329	285
Amounts attributable to FIS common stockholders:				
Net earnings from continuing operations	\$ 185	\$ 177	\$ 360	\$ 533
Net earnings (loss) from discontinued operations	—	(2)	1	(7)
Net earnings attributable to FIS common stockholders	\$ 185	\$ 175	\$ 361	\$ 526

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

	September 30, 2016	December 31, 2015
Assets		
Current assets:		
Cash and cash equivalents	\$ 701	\$ 682
Settlement deposits	467	371
Trade receivables, net	1,649	1,731
Settlement receivables	230	162
Other receivables	104	197
Prepaid expenses and other current assets	290	266
Deferred income taxes	82	100
Total current assets	3,523	3,509
Property and equipment, net	604	611
Goodwill	14,569	14,745
Intangible assets, net	5,146	5,159
Computer software, net	1,639	1,584
Deferred contract costs, net	293	253
Other noncurrent assets	360	339
Total assets	\$ 26,134	\$ 26,200
Liabilities and Equity		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 1,169	\$ 1,196
Settlement payables	699	538
Deferred revenues	752	615
Current portion of long-term debt	317	15
Total current liabilities	2,937	2,364
Long-term debt, excluding current portion	10,470	11,429
Deferred income taxes	2,629	2,658
Deferred revenues	17	30
Other long-term liabilities	325	312
Total liabilities	16,378	16,793
Equity:		
FIS stockholders' equity:		
Preferred stock \$0.01 par value	—	—
Common stock \$0.01 par value	4	4
Additional paid in capital	10,334	10,210
Retained earnings	3,177	3,073
Accumulated other comprehensive earnings (loss)	(240)	(279)
Treasury stock, at cost	(3,614)	(3,687)
Total FIS stockholders' equity	9,661	9,321
Noncontrolling interest	95	86
Total equity	9,756	9,407
Total liabilities and equity	\$ 26,134	\$ 26,200

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

Exhibit C

	Nine months ended September 30,	
	2016	2015
Cash flows from operating activities:		
Net earnings	\$ 374	\$ 540
Adjustments to reconcile net earnings to net cash provided by operating activities:		
Depreciation and amortization	876	464
Amortization of debt issue costs	14	7
Gain on sale of assets	—	(150)
Stock-based compensation	101	59
Deferred income taxes	(125)	(41)
Excess income tax benefit from exercise of stock options	(26)	(21)
Other operating activities, net	—	4
Net changes in assets and liabilities, net of effects from acquisitions and foreign currency:		
Trade receivables	126	(34)
Settlement activity	(4)	7
Prepaid expenses and other assets	(32)	(19)
Deferred contract costs	(94)	(85)
Deferred revenue	121	(4)
Accounts payable, accrued liabilities and other liabilities	11	(29)
Net cash provided by operating activities	1,342	698
Cash flows from investing activities:		
Additions to property and equipment	(110)	(106)
Additions to computer software	(336)	(200)
Proceeds from sale of assets	—	241
Acquisitions, net of cash acquired, and equity investments	—	(17)
Other investing activities, net	(4)	—
Net cash used in investing activities	(450)	(82)
Cash flows from financing activities:		
Borrowings	5,763	4,662
Repayment of borrowings and capital lease obligations	(6,429)	(4,762)
Debt issuance costs	(20)	(3)
Excess income tax benefit from exercise of stock options	26	21
Proceeds from exercise of stock options	88	46
Treasury stock activity	(27)	(308)
Dividends paid	(255)	(220)
Distributions to Brazilian venture partner	(20)	(24)
Other financing activities, net	(17)	(24)
Net cash used in financing activities	(891)	(612)
Effect of foreign currency exchange rate changes on cash	18	(55)
Net increase (decrease) in cash and cash equivalents	19	(51)
Cash and cash equivalents, at beginning of period	682	493
Cash and cash equivalents, at end of period	\$ 701	\$ 442

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

Exhibit D

	Three months ended September 30, 2016			
	Integrated Financial Solutions	Global Financial Solutions	Corporate and Other	Consolidated
Processing and services revenue	\$ 1,124	\$ 1,068	\$ 117	\$ 2,309
Non-GAAP adjustments:				
Acquisition deferred revenue adjustment (1)	—	—	37	37
Adjusted processing and services revenue	<u>\$ 1,124</u>	<u>\$ 1,068</u>	<u>\$ 154</u>	<u>\$ 2,346</u>

	Nine months ended September 30, 2016			
	Integrated Financial Solutions	Global Financial Solutions	Corporate and Other	Consolidated
Processing and services revenue	\$ 3,407	\$ 3,106	\$ 282	\$ 6,795
Non-GAAP adjustments:				
Acquisition deferred revenue adjustment (1)	—	—	177	177
Adjusted processing and services revenue	<u>\$ 3,407</u>	<u>\$ 3,106</u>	<u>\$ 459</u>	<u>\$ 6,972</u>

	Three months ended September 30, 2015			
	Integrated Financial Solutions	Global Financial Solutions	Corporate and Other	Consolidated
Adjusted EBITDA	\$ 404	\$ 141	\$ (16)	\$ 529
Historical SunGard operating income, as adjusted (2)	42	137	(33)	146
Historical SunGard depreciation and amortization from continuing operations, as adjusted (2)	7	25	5	37
Adjusted combined EBITDA	<u>\$ 453</u>	<u>\$ 303</u>	<u>\$ (44)</u>	<u>\$ 712</u>

	Nine months ended September 30, 2015			
	Integrated Financial Solutions	Global Financial Solutions	Corporate and Other	Consolidated
Adjusted EBITDA	\$ 1,144	\$ 339	\$ (76)	\$ 1,407
Historical SunGard operating income, as adjusted (2)	120	379	(95)	404
Historical SunGard depreciation and amortization from continuing operations, as adjusted (2)	19	72	16	107
Adjusted combined EBITDA	<u>\$ 1,283</u>	<u>\$ 790</u>	<u>\$ (155)</u>	<u>\$ 1,918</u>

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

(2) See note (7) to Exhibit E.

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

Exhibit D (continued)

	Three months ended September 30,							
	2016			2015				
			Constant			In Year	Adjusted	Organic
	Revenue (1)	FX	Currency Revenue	Revenue	Adjustments (2)	Base	Growth (3)	
Integrated Financial Solutions	\$ 1,124	\$ 1	\$ 1,125	\$ 944	\$ 138	\$ 1,082	4.1 %	
Global Financial Solutions	1,068	14	1,082	539	496	1,035	4.5 %	
Corporate and Other	154	1	155	96	62	158	(1.9)%	
Total	\$ 2,346	\$ 16	\$ 2,362	\$ 1,579	\$ 696	\$ 2,275	3.8 %	

	Nine months ended September 30,							
	2016			2015				
			Constant			In Year	Adjusted	Organic
	Revenue (1)	FX	Currency Revenue	Revenue	Adjustments (2)	Base	Growth (3)	
Integrated Financial Solutions	\$ 3,407	\$ 3	\$ 3,410	\$ 2,803	\$ 417	\$ 3,220	5.9 %	
Global Financial Solutions	3,106	75	3,181	1,606	1,454	3,060	3.9 %	
Corporate and Other	459	2	461	312	158	470	(1.9)%	
Total	\$ 6,972	\$ 80	\$ 7,052	\$ 4,721	\$ 2,029	\$ 6,750	4.5 %	

- (1) As adjusted. See Note (3) to Exhibit E.
- (2) In year adjustments primarily include pre-acquisition SunGard revenues, and also include pre-acquisition revenues from other FIS acquisitions, as well as removing revenue from 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 September 30, 2016	Nine months ended September 30, 2016
Net cash provided by operating activities	\$ 522	\$ 1,342
Non-GAAP adjustments:		
Capco acquisition related payments (1)	—	20
Acquisition, integration and severance payments (2)	51	135
Settlement activity	6	4
Adjusted cash flows from operations	<u>579</u>	<u>1,501</u>
Capital expenditures	(153)	(446)
Free cash flow	<u>\$ 426</u>	<u>\$ 1,055</u>

	Three months ended September 30, 2015	Nine months ended September 30, 2015
Net cash provided by operating activities	\$ 255	\$ 698
Non-GAAP adjustments:		
Capco acquisition related payments (1)	5	36
Acquisition, integration and severance payments (2)	21	35
Tax payment for Gaming sale (3)	66	66
Settlement activity	(37)	(7)
Adjusted cash flows from operations	<u>310</u>	<u>828</u>
Capital expenditures	(87)	(306)
Free cash flow	<u>\$ 223</u>	<u>\$ 522</u>

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 three and nine months ended September 30, 2016 and 2015 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 nine months ended September 30, 2016 and 2015 excludes cash payments for certain acquisition, integration and severance expenses, net of related tax impact. The related tax impact totaled \$27 million and \$11 million for the three months and \$70 million and \$18 million for the nine months ended September 30, 2016 and 2015, respectively.
- (3) Adjusted cash flow from operations excludes the third quarter tax payment related to the gain on the sale of check warranty contracts in the gaming industry, which was recognized during the second quarter.

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

Exhibit E

	Three months ended		Nine months ended	
	September 30,		September 30,	
	2016	2015	2016	2015
Net earnings from continuing operations attributable to FIS	\$ 185	\$ 177	\$ 360	\$ 533
Provision for income taxes	103	100	200	314
Interest expense, net	98	36	284	109
Other, net	12	25	21	(116)
	<u>398</u>	<u>338</u>	<u>865</u>	<u>840</u>
Operating income, as reported				
FIS depreciation and amortization from continuing operations	148	105	431	313
FIS non-GAAP adjustments:				
Purchase accounting amortization (1)	144	50	445	150
Acquisition, integration and severance (2)	39	36	181	59
Acquisition deferred revenue adjustment (3)	37	—	177	—
Global restructure (4)	—	—	—	45
Adjusted EBITDA	<u>\$ 766</u>	<u>529</u>	<u>\$ 2,099</u>	<u>1,407</u>
Historical SunGard operating income, as adjusted (5)		146		404
Historical SunGard depreciation and amortization from continuing operations, as adjusted (5)		37		107
Adjusted combined EBITDA		<u>\$ 712</u>		<u>\$ 1,918</u>

- (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 (7) to Exhibit E.

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

Exhibit E (continued)

	Three months ended		Nine months ended	
	September 30,		September 30,	
	2016	2015	2016	2015
Earnings from continuing operations before income taxes	\$ 294	\$ 282	\$ 573	\$ 861
Provision for income taxes	103	100	200	314
Net earnings attributable to noncontrolling interest	(6)	(5)	(13)	(14)
Net earnings from continuing operations attributable to FIS	<u>185</u>	<u>177</u>	<u>360</u>	<u>533</u>
FIS non-GAAP adjustments:				
Purchase accounting amortization (1)	144	50	445	150
Acquisition, integration and severance (2)	39	53	181	76
Acquisition deferred revenue adjustment (3)	37	—	177	—
Global restructure (4)	—	—	—	45
Refinancing (5)	4	—	4	—
Sale of gaming contracts (6)	—	1	—	(139)
Provision for income taxes on non-GAAP adjustments	(78)	(26)	(282)	(13)
Total non-GAAP adjustments	<u>146</u>	<u>78</u>	<u>525</u>	<u>119</u>
Adjusted net earnings (loss) from continuing operations, net of tax	<u>\$ 330</u>	<u>\$ 255</u>	<u>\$ 885</u>	<u>\$ 652</u>
Net earnings per share - diluted from continuing operations attributable to FIS common stockholders	\$ 0.56	\$ 0.62	\$ 1.09	\$ 1.87
FIS non-GAAP adjustments:				
Purchase accounting amortization (1)	0.44	0.18	1.35	0.53
Acquisition, integration and severance (2)	0.12	0.19	0.55	0.27
Acquisition deferred revenue adjustment (3)	0.11	—	0.54	—
Global restructure (4)	—	—	—	0.16
Refinancing (5)	0.01	—	0.01	—
Sale of gaming contracts (6)	—	—	—	(0.49)
Provision for income taxes on non-GAAP adjustments	(0.24)	(0.09)	(0.86)	(0.05)
Adjusted net earnings (loss) per share - diluted from continuing operations attributable to FIS common stockholders	<u>\$ 1.00</u>	<u>\$ 0.90</u>	<u>\$ 2.69</u>	<u>\$ 2.29</u>
Weighted average shares outstanding-diluted	<u>330</u>	<u>284</u>	<u>329</u>	<u>285</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.
- (6) See note (6) 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 nine months ended September 30, 2016 and 2015.

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. The allocation of purchase price for SunGard to assets and liabilities as of September 30, 2016 is provisional and may be adjusted in future periods. The financial statements will not be retrospectively adjusted for any adjustments to provisional amounts that occur in subsequent periods. Rather, we will recognize any adjustments in the reporting period in which the adjustment is determined. We are also required to record, in the same period's financial statements, the effect on earnings of changes in depreciation, amortization, or other income effects, if any, as a result of any change to the provisional amounts, calculated as if the accounting had been completed at the acquisition date.
- (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) Global Restructure represents severance costs incurred during the first quarter of 2015 in connection with the reorganization and streamlining of operations in our Global Financial Solutions segment.
- (5) This item represents the write-off of certain previously capitalized debt issuance costs and the payment associated with the early termination of certain interest rate swaps resulting from the repayment of amounts due under our credit facilities during the third quarter of 2016.
- (6) This item represents the gain on the sale of check warranty contracts and other assets in the gaming industry. The sale did not meet the standard necessary to be reported as discontinued operations and, therefore, the gain and related prior period earnings remain reported within earnings from continuing operations.
- (7) The adjusted financial information excludes amortization of purchased intangible assets, as well as the impact from the acquisition deferred revenue adjustment arising from the SunGard Acquisition as those impacts would be eliminated in the preparation of adjusted combined information. It also excludes (i) revenues and cost of revenues from businesses disposed of by SunGard in 2015 and (ii) SunGard's historical expense prior to its acquisition by FIS for amortization of purchased intangibles acquired by SunGard.