



Supplemental Financial Data and GAAP to Non-GAAP Reconciliations

Fourth Quarter and Full Year 2020

Fidelity National Information Services, Inc.
Earnings Release Supplemental Financial Information
February 9, 2021

- Exhibit A Condensed Consolidated Statements of Earnings - Unaudited for the three months and years ended December 31, 2020 and 2019

- Exhibit B Condensed Consolidated Balance Sheets - Unaudited as of December 31, 2020 and 2019

- Exhibit C Condensed Consolidated Statements of Cash Flows - Unaudited for the years ended December 31, 2020 and 2019

- Exhibit D Supplemental Non-GAAP Financial Information - Unaudited for the three months and years ended December 31, 2020 and 2019

- Exhibit E Supplemental GAAP to Non-GAAP Reconciliations - Unaudited for the three months and years ended December 31, 2020 and 2019

- Exhibit F Supplemental GAAP to Non-GAAP Reconciliations on Guidance - Unaudited for the three months ended March 31, 2021 and year ended December 31, 2021

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,	
	2020	2019	2020	2019
Revenue	\$ 3,316	\$ 3,341	\$ 12,552	\$ 10,333
Cost of revenue	2,110	1,986	8,348	6,610
Gross profit	1,206	1,355	4,204	3,723
Selling, general and administrative expenses	903	1,232	3,516	2,667
Asset impairments	136	—	136	87
Operating income	167	123	552	969
Other income (expense):				
Interest expense, net	(82)	(95)	(334)	(337)
Other income (expense), net	17	(211)	48	(219)
Total other income (expense), net	(65)	(306)	(286)	(556)
Earnings (loss) before income taxes and equity method investment earnings (loss)	102	(183)	266	413
Provision (benefit) for income taxes	2	(19)	96	100
Equity method investment earnings (loss)	2	7	(6)	(10)
Net earnings (loss)	102	(157)	164	303
Net (earnings) loss attributable to noncontrolling interest	1	(1)	(6)	(5)
Net earnings (loss) attributable to FIS common stockholders	\$ 103	\$ (158)	\$ 158	\$ 298
Net earnings (loss) per share-basic attributable to FIS common stockholders	\$ 0.17	\$ (0.26)	\$ 0.26	\$ 0.67
Weighted average shares outstanding-basic	621	614	619	445
Net earnings (loss) per share-diluted attributable to FIS common stockholders	\$ 0.16	\$ (0.26)	\$ 0.25	\$ 0.66
Weighted average shares outstanding-diluted	628	614	627	451

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

Exhibit B

	December 31,	
	2020	2019
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 1,959	\$ 1,152
Settlement deposits and merchant float	3,252	2,882
Trade receivables, net	3,314	3,242
Contract assets	140	124
Settlement receivables	662	647
Other receivables	317	337
Prepaid expenses and other current assets	254	308
Total current assets	9,898	8,692
Property and equipment, net	887	900
Goodwill	53,268	52,242
Intangible assets, net	13,928	15,798
Software, net	3,370	3,204
Other noncurrent assets	1,574	2,303
Deferred contract costs, net	917	667
Total assets	\$ 83,842	\$ 83,806
LIABILITIES, REDEEMABLE NONCONTROLLING INTEREST AND EQUITY		
Current liabilities:		
Accounts payable, accrued and other liabilities	\$ 2,482	\$ 2,374
Settlement payables	4,934	4,228
Deferred revenue	881	817
Short-term borrowings	2,750	2,823
Current portion of long-term debt	1,314	140
Total current liabilities	12,361	10,382
Long-term debt, excluding current portion	15,951	17,229
Deferred income taxes	4,017	4,281
Other noncurrent liabilities	1,967	2,406
Deferred revenue	59	52
Total liabilities	34,355	34,350
Redeemable noncontrolling interest	174	—
Equity:		
FIS stockholders' equity:		
Preferred stock \$0.01 par value	—	—
Common stock \$0.01 par value	6	6
Additional paid in capital	45,947	45,358
Retained earnings	3,440	4,161
Accumulated other comprehensive earnings (loss)	57	(33)
Treasury stock, at cost	(150)	(52)
Total FIS stockholders' equity	49,300	49,440
Noncontrolling interest	13	16
Total equity	49,313	49,456
Total liabilities, redeemable noncontrolling interest and equity	\$ 83,842	\$ 83,806

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

Exhibit C

	Years ended December 31,	
	2020	2019
Cash flows from operating activities:		
Net earnings	\$ 164	\$ 303
Adjustments to reconcile net earnings to net cash provided by operating activities:		
Depreciation and amortization	3,714	2,444
Amortization of debt issue costs	31	24
Acquisition-related financing foreign exchange	—	(125)
Asset impairments	136	87
Loss (gain) on sale of businesses, investments and other	9	18
Loss on extinguishment of debt	—	217
Stock-based compensation	283	402
Deferred income taxes	(206)	(109)
Net changes in assets and liabilities, net of effects from acquisitions and foreign currency:		
Trade and other receivables	(75)	(161)
Contract assets	(14)	17
Settlement activity	862	(165)
Prepaid expenses and other assets	(264)	(129)
Deferred contract costs	(473)	(379)
Deferred revenue	58	40
Accounts payable, accrued liabilities and other liabilities	217	(74)
Net cash provided by operating activities	<u>4,442</u>	<u>2,410</u>
Cash flows from investing activities:		
Additions to property and equipment	(263)	(200)
Additions to software	(866)	(628)
Acquisitions, net of cash acquired	(469)	(6,632)
Net proceeds from sale of businesses and investments	—	49
Other investing activities, net	684	(90)
Net cash provided by (used in) investing activities	<u>(914)</u>	<u>(7,501)</u>
Cash flows from financing activities:		
Borrowings	47,695	33,352
Repayment of borrowings and other financing obligations	(49,067)	(24,672)
Debt issuance costs	—	(101)
Proceeds from stock issued under stock-based compensation plans	332	161
Treasury stock activity	(112)	(453)
Dividends paid	(868)	(656)
Other financing activities, net	(731)	(50)
Net cash provided by (used in) financing activities	<u>(2,751)</u>	<u>7,581</u>
Effect of foreign currency exchange rate changes on cash	42	18
Net increase (decrease) in cash and cash equivalents	<u>819</u>	<u>2,508</u>
Cash and cash equivalents, beginning of period	3,211	703
Cash and cash equivalents, end of period	<u>\$ 4,030</u>	<u>\$ 3,211</u>

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

Exhibit D

Three months ended December 31,

	2020			2019			
	Revenue	FX	Constant	Revenue	In Year	Adjusted	Organic
			Currency				
			Revenue	Adjustments (1)	Base	Growth (2)	
Merchant Solutions	\$ 1,003	\$ (7)	\$ 997	\$ 1,090	\$ —	\$ 1,090	(9)%
Banking Solutions	1,551	3	1,554	1,480	—	1,480	5 %
Capital Market Solutions	663	(7)	656	626	10	636	3 %
Corporate and Other	99	—	99	145	—	145	
Total	\$ 3,316	\$ (11)	\$ 3,305	\$ 3,341	\$ 10	\$ 3,352	0 %

Years ended December 31,

	2020			2019			
	Revenue	FX	Constant	Revenue	In Year	Adjusted	Organic
			Currency				
			Revenue	Adjustments (1)	Base	Growth (2)	
Merchant Solutions	\$ 3,767	\$ (9)	\$ 3,758	\$ 1,942	\$ 2,171	\$ 4,113	(9)%
Banking Solutions	5,944	32	5,976	5,592	200	5,792	3 %
Capital Market Solutions	2,440	(5)	2,435	2,318	68	2,385	2 %
Corporate and Other	401	2	403	481	—	481	
Total	\$ 12,552	\$ 20	\$ 12,572	\$ 10,333	\$ 2,439	\$ 12,772	(1)%

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

- (1) In year adjustments primarily include adding revenue from the Worldpay acquisition and Virtus acquisition.
- (2) Organic growth excludes the impact of foreign currency exchange rates in the current period, acquisition or divestiture impact from the prior period and Corporate and Other revenue from the current and prior period.

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

Exhibit D (continued)

	Three months ended December 31, 2020	Year ended December 31, 2020
Net cash provided by operating activities	\$ 1,417	\$ 4,442
Non-GAAP adjustments:		
Acquisition, integration and other payments (1)	109	545
Settlement activity	(268)	(862)
Adjusted cash flows from operations	1,258	4,125
Capital expenditures (2)	(281)	(1,088)
Free cash flow	<u>\$ 977</u>	<u>\$ 3,037</u>

	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 (3)	—	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>

Free cash flow reflects adjusted cash flows from operations less capital expenditures (additions to property and equipment and additions to software, excluding capital spend related to the construction of our new headquarters). 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, 2020 and 2019 exclude cash payments for certain acquisition, integration and other costs (see Note 2 to Exhibit E), net of related tax impact. The related tax impact totaled \$15 million and \$22 million for the three months and \$85 million and \$73 million for years ended December 31, 2020 and 2019, respectively.
- (2) Capital expenditures for free cash flow for the three months and year ended December 31, 2020 exclude \$11 million and \$41 million, respectively, in capital spend related to the construction of our new headquarters.
- (3) 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.

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,	
	2020	2019	2020	2019
Net earnings (loss) attributable to FIS common stockholders	\$ 103	\$ (158)	\$ 158	\$ 298
Provision (benefit) for income taxes	2	(19)	96	100
Interest expense, net	82	95	334	337
Other, net	(20)	205	(36)	234
Operating income, as reported	167	123	552	969
Depreciation and amortization, excluding purchase accounting amortization	258	217	964	809
Non-GAAP adjustments:				
Purchase accounting amortization (1)	694	740	2,750	1,635
Acquisition, integration and other costs (2)	243	410	858	704
Asset impairments (3)	136	—	136	87
Adjusted EBITDA	<u>\$ 1,498</u>	<u>\$ 1,490</u>	<u>\$ 5,260</u>	<u>\$ 4,204</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,	
	2020	2019	2020	2019
Earnings (loss) before income taxes and equity method investment earnings (loss)	\$ 102	\$ (183)	\$ 266	\$ 413
(Provision) benefit for income taxes	(2)	19	(96)	(100)
Equity method investment earnings (loss)	2	7	(6)	(10)
Net (earnings) loss attributable to noncontrolling interest	1	(1)	(6)	(5)
Net earnings (loss) attributable to FIS common stockholders	103	(158)	158	298
Non-GAAP adjustments:				
Purchase accounting amortization (1)	694	740	2,750	1,635
Acquisition, integration and other costs (2)	201	410	822	768
Asset impairments (3)	136	—	136	87
Loss (gain) on sale of businesses and investments (4)	—	—	—	6
Debt financing activities (5)	—	—	—	98
Non-operating (income) expense (6)	(17)	211	(48)	47
Equity method investment (earnings) loss (7)	(2)	(7)	6	10
Tax rate change (8)	—	—	103	—
(Provision) benefit for income taxes on non-GAAP adjustments	(99)	(219)	(504)	(419)
Total non-GAAP adjustments	913	1,135	3,265	2,232
Adjusted net earnings	<u>\$ 1,016</u>	<u>\$ 977</u>	<u>\$ 3,423</u>	<u>\$ 2,530</u>
Net earnings (loss) per share-diluted attributable to FIS common stockholders	\$ 0.16	\$ (0.26)	\$ 0.25	\$ 0.66
Non-GAAP adjustments:				
Purchase accounting amortization (1)	1.11	1.19	4.39	3.63
Acquisition, integration and other costs (2)	0.32	0.66	1.31	1.70
Asset impairments (3)	0.22	—	0.22	0.19
Loss (gain) on sale of businesses and investments (4)	—	—	—	0.01
Debt financing activities (5)	—	—	—	0.22
Non-operating (income) expense (6)	(0.03)	0.34	(0.08)	0.10
Equity method investment (earnings) loss (7)	—	(0.01)	0.01	0.02
Tax rate change (8)	—	—	0.16	—
(Provision) benefit for income taxes on non-GAAP adjustments	(0.16)	(0.35)	(0.80)	(0.93)
Adjusted net earnings per share-diluted attributable to FIS common stockholders	<u>\$ 1.62</u>	<u>\$ 1.57</u>	<u>\$ 5.46</u>	<u>\$ 5.61</u>
Weighted average shares outstanding-diluted (9)	<u>628</u>	<u>623</u>	<u>627</u>	<u>451</u>

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, 2020 and 2019.

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 \$28 million and \$20 million for the three months and \$88 million and \$70 million for the years ended December 31, 2020 and 2019, respectively, and incremental charges directly related to COVID-19 of \$15 million and \$71 million for the three months and year ended December 31, 2020, respectively.
- (3) For the three months and year ended December 31, 2020, this item primarily represents impairment of goodwill related to certain non-strategic businesses in the Corporate and Other segment and certain long-lived assets related to reducing office space. For the year ended December 31, 2019, this item primarily represents impairment of certain software assets resulting from the Company's net realizable value analysis.
- (4) This item represents the net pre-tax loss (gain) on sale of businesses and investments during the year ended December 31, 2019.
- (5) This item primarily represents the non-cash foreign currency impact of non-hedged Euro- and Pound Sterling-denominated notes issued during the three months ended June 30, 2019 to finance the Worldpay acquisition.
- (6) Non-operating (income) expense primarily consists of other income and expense items outside of the Company's operating activities. For the three months and year ended December 31, 2020, this item primarily represents the fair value adjustment on certain non-operating assets and liabilities and foreign currency transaction remeasurement gains and losses. The year ended December 31, 2020 also includes the pending settlement of the Reliance Trust claims described in our Commitments and Contingencies note in our annual report on Form 10-K. 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.
- (7) This item represents our equity method investment earnings or loss and is predominantly due to our equity ownership interest in Cardinal Holdings, LP.
- (8) This item represents the one-time net remeasurement of certain deferred tax liabilities due to the increase in the U.K. corporate statutory tax rate from 17% to 19% enacted on July 22, 2020.
- (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		Year ended	
	March 31, 2021		December 31, 2021	
	<u>Low</u>	<u>High</u>	<u>Low</u>	<u>High</u>
Net earnings per share-diluted attributable to FIS common stockholders	\$ (0.20)	\$ (0.05)	\$ 1.50	\$ 1.95
Estimated adjustments (1)	1.40	1.30	4.70	4.45
Adjusted net earnings per share-diluted attributable to FIS common stockholders	<u>\$ 1.20</u>	<u>\$ 1.25</u>	<u>\$ 6.20</u>	<u>\$ 6.40</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.