



Supplemental Financial Data and GAAP to Non-GAAP Reconciliation

Second Quarter 2023

Fidelity National Information Services, Inc.
Earnings Release Supplemental Financial Information
August 2, 2023

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| Exhibit A | Condensed Consolidated Statements of Earnings (Loss) - Unaudited for the three and six months ended June 30, 2023 and 2022 |
| Exhibit B | Condensed Consolidated Balance Sheets - Unaudited as of June 30, 2023, and December 31, 2022 |
| Exhibit C | Condensed Consolidated Statements of Cash Flows - Unaudited for the six months ended June 30, 2023 and 2022 |
| Exhibit D | Supplemental Non-GAAP Financial Information - Unaudited for the three and six months ended June 30, 2023 and 2022 |
| Exhibit E | Supplemental GAAP to Non-GAAP Reconciliations - Unaudited for the three and six months ended June 30, 2023 and 2022 |

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

Exhibit A

	Three months ended June 30,		Six months ended June 30,	
	2023	2022	2023	2022
Revenue	\$ 3,746	\$ 3,719	\$ 7,256	\$ 7,210
Cost of revenue	2,188	2,234	4,356	4,475
Gross profit	1,558	1,485	2,900	2,735
Selling, general, and administrative expenses	1,033	1,082	2,037	2,117
Asset impairments	6,841	29	6,841	87
Operating income (loss)	(6,316)	374	(5,978)	531
Other income (expense):				
Interest expense, net	(153)	(47)	(291)	(90)
Other income (expense), net	(53)	30	(63)	92
Total other income (expense), net	(206)	(17)	(354)	2
Earnings (loss) before income taxes	(6,522)	357	(6,332)	533
Provision (benefit) for income taxes	72	77	121	132
Net earnings (loss)	(6,594)	280	(6,453)	401
Net (earnings) loss attributable to noncontrolling interest	(2)	(3)	(3)	(4)
Net earnings (loss) attributable to FIS common stockholders	\$ (6,596)	\$ 277	\$ (6,456)	\$ 397
Net earnings (loss) per share-basic attributable to FIS common stockholders	\$ (11.14)	\$ 0.46	\$ (10.91)	\$ 0.65
Weighted average shares outstanding-basic	592	608	592	609
Net earnings (loss) per share-diluted attributable to FIS common stockholders	\$ (11.14)	\$ 0.45	\$ (10.91)	\$ 0.65
Weighted average shares outstanding-diluted	592	611	592	612

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

Exhibit B

	<u>June 30,</u> <u>2023</u>	<u>December 31,</u> <u>2022</u>
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 1,982	\$ 2,188
Settlement assets	4,100	5,855
Trade receivables, net	3,402	3,699
Other receivables	493	493
Prepaid expenses and other current assets	<u>673</u>	<u>583</u>
Total current assets	10,650	12,818
Property and equipment, net	829	862
Goodwill	27,681	34,276
Intangible assets, net	8,084	8,956
Software, net	3,268	3,238
Other noncurrent assets	1,938	2,048
Deferred contract costs, net	<u>1,124</u>	<u>1,080</u>
Total assets	<u>\$ 53,574</u>	<u>\$ 63,278</u>
LIABILITIES, REDEEMABLE NONCONTROLLING INTEREST AND EQUITY		
Current liabilities:		
Accounts payable, accrued and other liabilities	\$ 2,646	\$ 2,754
Settlement payables	5,050	6,752
Deferred revenue	818	788
Short-term borrowings	5,144	3,797
Current portion of long-term debt	<u>785</u>	<u>2,133</u>
Total current liabilities	14,443	16,224
Long-term debt, excluding current portion	13,589	14,207
Deferred income taxes	3,376	3,550
Other noncurrent liabilities	<u>1,893</u>	<u>1,891</u>
Total liabilities	<u>33,301</u>	<u>35,872</u>
Redeemable noncontrolling interest	<u>—</u>	<u>180</u>
Equity:		
FIS stockholders' equity:		
Preferred stock \$0.01 par value	—	—
Common stock \$0.01 par value	6	6
Additional paid in capital	46,846	46,735
(Accumulated deficit) retained earnings	(22,048)	(14,971)
Accumulated other comprehensive earnings (loss)	(331)	(360)
Treasury stock, at cost	<u>(4,207)</u>	<u>(4,192)</u>
Total FIS stockholders' equity	20,266	27,218
Noncontrolling interest	<u>7</u>	<u>8</u>
Total equity	<u>20,273</u>	<u>27,226</u>
Total liabilities, redeemable noncontrolling interest and equity	<u>\$ 53,574</u>	<u>\$ 63,278</u>

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

Exhibit C

	Six months ended June 30,	
	2023	2022
Cash flows from operating activities:		
Net earnings (loss)	\$ (6,453)	\$ 401
Adjustment to reconcile net earnings to net cash provided by operating activities:		
Depreciation and amortization	1,782	1,988
Amortization of debt issuance costs	15	15
Asset impairments	6,841	87
Loss (gain) on sale of businesses, investments and other	(2)	(5)
Stock-based compensation	64	145
Deferred income taxes	(177)	(386)
Net changes in assets and liabilities, net of effects from acquisitions and foreign currency:		
Trade and other receivables	311	114
Settlement activity	(242)	(106)
Prepaid expenses and other assets	(139)	(250)
Deferred contract costs	(217)	(190)
Deferred revenue	5	(30)
Accounts payable, accrued liabilities and other liabilities	(69)	137
Net cash provided by operating activities	<u>1,719</u>	<u>1,920</u>
Cash flows from investing activities:		
Additions to property and equipment	(79)	(173)
Additions to software	(467)	(579)
Settlement of net investment hedge cross-currency interest rate swaps	(17)	645
Other investing activities, net	(28)	(22)
Net cash provided by (used in) investing activities	<u>(591)</u>	<u>(129)</u>
Cash flows from financing activities:		
Borrowings	43,750	30,789
Repayment of borrowings and other financing obligations	(44,541)	(31,358)
Debt issuance costs	(2)	—
Net proceeds from stock issued under stock-based compensation plans	40	15
Treasury stock activity	(15)	(378)
Dividends paid	(618)	(574)
Payments on tax receivable agreement	(128)	(92)
Purchase of noncontrolling interest	(173)	—
Other financing activities, net	(10)	(4)
Net cash provided by (used in) financing activities	<u>(1,697)</u>	<u>(1,602)</u>
Effect of foreign currency exchange rate changes on cash	<u>117</u>	<u>(392)</u>
Net increase (decrease) in cash, cash equivalents and restricted cash	(452)	(203)
Cash, cash equivalents and restricted cash, beginning of period	<u>4,813</u>	<u>4,283</u>
Cash, cash equivalents and restricted cash, end of period	<u>\$ 4,361</u>	<u>\$ 4,080</u>

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

Exhibit D

	Three months ended June 30,						
	2023			2022			
	Revenue	FX	Constant Currency Revenue	Revenue	Acquisition & Divestiture Adjustment	Adjusted Base	Organic Growth (1)
Banking Solutions	\$ 1,702	\$ 2	\$ 1,704	\$ 1,678	\$ —	\$ 1,678	2 %
Merchant Solutions	1,312	(1)	1,311	1,302	—	1,302	1 %
Capital Market Solutions	672	2	674	632	—	632	7 %
Corporate and Other	60	—	60	107	—	107	N/A
Total (1)	\$ 3,746	\$ 3	\$ 3,749	\$ 3,719	\$ —	\$ 3,719	2 %

	Six months ended June 30,						
	2023			2022			
	Revenue	FX	Constant Currency Revenue	Revenue	Acquisition & Divestiture Adjustment	Adjusted Base	Organic Growth
Banking Solutions	\$ 3,387	\$ 10	\$ 3,397	\$ 3,337	\$ —	\$ 3,337	2 %
Merchant Solutions	2,416	24	2,440	2,414	—	2,414	1 %
Capital Market Solutions	1,335	13	1,347	1,259	—	1,259	7 %
Corporate and Other	118	1	119	200	—	200	N/A
Total (1)	\$ 7,256	\$ 48	\$ 7,304	\$ 7,210	\$ —	\$ 7,210	3 %

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

(1) Total organic growth excludes Corporate and Other.

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

Exhibit D (continued)

	Three months ended June 30, 2023	Six months ended June 30, 2023
Net cash provided by operating activities	\$ 1,087	\$ 1,719
Non-GAAP adjustments:		
Acquisition, integration and other payments (1)	81	179
Settlement activity	52	242
Adjusted cash flows from operations	1,220	2,140
Capital expenditures (2)	(267)	(546)
Free cash flow	<u>\$ 953</u>	<u>\$ 1,594</u>

	Three months ended June 30, 2022	Six months ended June 30, 2022
Net cash provided by operating activities	\$ 1,024	\$ 1,920
Non-GAAP adjustments:		
Acquisition, integration and other payments (1)	145	282
Settlement activity	(56)	106
Adjusted cash flows from operations	1,113	2,308
Capital expenditures (2)	(307)	(715)
Free cash flow	<u>\$ 806</u>	<u>\$ 1,593</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 and six months ended June 30, 2023 and 2022, 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 \$13 million and \$26 million for the three months and \$29 million and \$50 million for the six months ended June 30, 2023 and 2022, respectively.
- (2) Capital expenditures for free cash flow exclude capital spend related to the construction of our new headquarters totaling \$33 million and \$37 million for the three and six months ended June 30, 2022, respectively.

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

Exhibit E

	Three months ended June 30,		Six months ended June 30,	
	2023	2022	2023	2022
Net earnings (loss) attributable to FIS common stockholders	\$ (6,596)	\$ 277	\$ (6,456)	\$ 397
Provision (benefit) for income taxes	72	77	121	132
Interest expense, net	153	47	291	90
Other, net	55	(27)	66	(88)
Operating income (loss), as reported	(6,316)	374	(5,978)	531
Depreciation and amortization, excluding purchase accounting amortization	338	347	686	710
Non-GAAP adjustments:				
Purchase accounting amortization (1)	548	628	1,096	1,278
Acquisition, integration and other costs (2)	140	221	265	410
Asset impairments (3)	6,841	29	6,841	87
Adjusted EBITDA	<u>\$ 1,551</u>	<u>\$ 1,599</u>	<u>\$ 2,910</u>	<u>\$ 3,016</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 June 30,		Six months ended June 30,	
	2023	2022	2023	2022
Earnings (loss) before income taxes	\$ (6,522)	\$ 357	\$ (6,332)	\$ 533
(Provision) benefit for income taxes	(72)	(77)	(121)	(132)
Net (earnings) loss attributable to noncontrolling interest	(2)	(3)	(3)	(4)
Net earnings (loss) attributable to FIS common stockholders	(6,596)	277	(6,456)	397
Non-GAAP adjustments:				
Purchase accounting amortization (1)	548	628	1,096	1,278
Acquisition, integration and other costs (2)	153	263	297	504
Asset impairments (3)	6,841	29	6,841	87
Non-operating (income) expense (4)	53	(30)	63	(92)
(Provision) benefit for income taxes on non-GAAP adjustments	(78)	(111)	(153)	(214)
Total non-GAAP adjustments	7,517	779	8,144	1,563
Adjusted net earnings	\$ 921	\$ 1,056	\$ 1,688	\$ 1,960
Net earnings per share-diluted attributable to FIS common stockholders				
	\$ (11.10)	\$ 0.45	\$ (10.89)	\$ 0.65
Non-GAAP adjustments:				
Purchase accounting amortization (1)	0.92	1.03	1.85	2.09
Acquisition, integration and other costs (2)	0.26	0.43	0.50	0.82
Asset impairments (3)	11.52	0.05	11.54	0.14
Non-operating (income) expense (4)	0.09	(0.05)	0.11	(0.15)
(Provision) benefit for income taxes on non-GAAP adjustments	(0.13)	(0.18)	(0.26)	(0.35)
Adjusted net earnings per share-diluted attributable to FIS common stockholders	\$ 1.55	\$ 1.73	\$ 2.84	\$ 3.20
Weighted average shares outstanding-diluted (5)	594	611	593	612

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 and six months ended June 30, 2023 and 2022.

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, technology assets, trademarks and trade names. This item also includes \$17 million and \$43 million for the three and six months ended June 30, 2022, of incremental amortization expense associated with shortened estimated useful lives and accelerated amortization methods for certain acquired software driven by the Company's platform modernization. The Company has excluded the impact of purchase price 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 costs comprised of the following:

	Three months ended		Six months ended	
	June 30,		June 30,	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Acquisition and integration	\$ 9	\$ 30	\$ 16	\$ 75
Enterprise transformation, including Future Forward and platform modernization	78	80	153	160
Severance and other termination expenses	23	36	51	47
Planned separation of the Worldpay Merchant Solutions business	20	—	31	—
Incremental stock compensation directly attributable to specific programs	6	41	6	65
Other, including divestiture-related expenses and enterprise cost control and other initiatives	4	34	8	63
Subtotal	140	221	265	410
Accelerated amortization (a)	13	42	32	94
Total	<u>\$ 153</u>	<u>\$ 263</u>	<u>\$ 297</u>	<u>\$ 504</u>

Amounts in table may not sum due to rounding.

- (a) For purposes of calculating Adjusted net earnings, this item includes incremental amortization expense associated with shortened estimated useful lives and accelerated amortization methods for certain software and deferred contract cost assets driven by the Company's platform modernization. The incremental amortization expenses are included in the Depreciation and amortization, excluding purchase accounting amortization line item within the Adjusted EBITDA reconciliation.
- (3) For the three and six months ended June 30, 2023, this item includes a \$6.8 billion impairment of goodwill related to the Merchant Solutions reporting unit due to its estimated fair value being less than its carrying value based on the price, including estimated selling price adjustments and fair value of contingent consideration, at which the Company has agreed to sell a majority stake in the unit. For the three months ended June 30, 2022, this item includes \$26 million

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

related to impairment of a non-strategic business. For the six months ended June 30, 2022, this item also includes impairment of real estate-related assets as a result of office space reductions.

- (4) Non-operating (income) expense primarily consists of other income and expense items outside of the Company's operating activities, including fair value adjustments on certain non-operating assets and liabilities and foreign currency transaction remeasurement gains and losses. For the three and six months ended June 30, 2023, this item also includes \$32 million of impairment on an equity security investment which the Company agreed to sell for less than its carrying value subsequent to June 30, 2023.

- (5) For the three and six months ended June 30, 2023, Adjusted net earnings is a gain, while the corresponding GAAP amount for these periods is a loss. As a result, in calculating Adjusted net earnings per share-diluted for these periods, the weighted average shares outstanding-diluted amount of approximately 594 million and 593 million shares used in the calculation includes approximately 2 million and 1 million shares for the three months and six months ended June 30, 2023, respectively, that in accordance with GAAP are excluded from the calculation of the GAAP Net loss per share-diluted for the periods, due to their anti-dilutive impact.