



# SUPPLEMENTAL FINANCIAL DATA AND GAAP TO NON-GAAP RECONCILIATIONS

Fourth Quarter and Full Year 2016

February 7, 2017



Fidelity National Information Services, Inc.  
Earnings Release Supplemental Financial Information  
February 7, 2017

- Exhibit A      Condensed Consolidated Statements of Earnings - Unaudited for the three months and years ended December 31, 2016 and 2015
  
- Exhibit B      Condensed Consolidated Balance Sheets - Unaudited as of December 31, 2016 and 2015
  
- Exhibit C      Condensed Consolidated Statements of Cash Flows - Unaudited for the years ended December 31, 2016 and 2015
  
- Exhibit D      Supplemental Non-GAAP Financial Information - Unaudited for the three months and years ended December 31, 2016 and 2015
  
- Exhibit E      Supplemental GAAP to Non-GAAP Reconciliation - Unaudited for the three months and years ended December 31, 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 December 31,		Years ended December 31,	
	2016	2015	2016	2015
Processing and services revenues	\$ 2,445	\$ 1,875	\$ 9,241	\$ 6,596
Cost of revenues	1,553	1,233	6,233	4,395
Gross profit	892	642	3,008	2,201
Selling, general and administrative expenses	460	383	1,710	1,102
Operating income	432	259	1,298	1,099
Other income (expense):				
Interest expense, net	(99)	(75)	(383)	(183)
Other income (expense), net	—	(8)	(9)	121
Total other income (expense), net	(99)	(83)	(392)	(62)
Earnings from continuing operations before income taxes	333	176	906	1,037
Provision for income taxes	117	65	317	379
Earnings from continuing operations, net of tax	216	111	589	658
Earnings (loss) from discontinued operations, net of tax	—	—	1	(7)
Net earnings	216	111	590	651
Net earnings attributable to noncontrolling interest	(9)	(6)	(22)	(19)
Net earnings attributable to FIS common stockholders	\$ 207	\$ 105	\$ 568	\$ 632
Net earnings per share-basic from continuing operations attributable to FIS common stockholders	\$ 0.63	\$ 0.36	\$ 1.74	\$ 2.24
Net earnings (loss) per share-basic from discontinued operations attributable to FIS common stockholders	—	—	—	(0.03)
Net earnings per share-basic attributable to FIS common stockholders	\$ 0.63	\$ 0.36	\$ 1.74	\$ 2.22
Weighted average shares outstanding-basic	327	296	326	285
Net earnings per share-diluted from continuing operations attributable to FIS common stockholders	\$ 0.63	\$ 0.35	\$ 1.72	\$ 2.21
Net earnings (loss) per share-diluted from discontinued operations attributable to FIS common stockholders	—	—	—	(0.03)
Net earnings per share-diluted attributable to FIS common stockholders	\$ 0.63	\$ 0.35	\$ 1.72	\$ 2.19
Weighted average shares outstanding-diluted	331	299	330	289
<b>Amounts attributable to FIS common stockholders:</b>				
Net earnings from continuing operations	\$ 207	\$ 105	\$ 567	\$ 639
Net earnings (loss) from discontinued operations	—	—	1	(7)
Net earnings attributable to FIS common stockholders	\$ 207	\$ 105	\$ 568	\$ 632

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**

	December 31,	
	2016	2015
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	\$ 683	\$ 682
Settlement deposits	520	371
Trade receivables, net	1,639	1,731
Settlement receivables	175	162
Other receivables	65	197
Prepaid expenses and other current assets	236	266
Deferred income taxes	101	100
Assets held for sale	863	—
Total current assets	4,282	3,509
Property and equipment, net	626	611
Goodwill	14,178	14,745
Intangible assets, net	4,664	5,159
Computer software, net	1,608	1,584
Deferred contract costs, net	310	253
Other noncurrent assets	363	339
Total assets	\$ 26,031	\$ 26,200
<b>Liabilities and Equity</b>		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 1,146	\$ 1,196
Settlement payables	714	538
Deferred revenues	680	615
Current portion of long-term debt	332	15
Liabilities held for sale	279	—
Total current liabilities	3,151	2,364
Long-term debt, excluding current portion	10,146	11,429
Deferred income taxes	2,484	2,658
Deferred revenues	19	30
Other long-term liabilities	386	312
Total liabilities	16,186	16,793
Equity:		
FIS stockholders' equity:		
Preferred stock \$0.01 par value	—	—
Common stock \$0.01 par value	4	4
Additional paid in capital	10,380	10,210
Retained earnings	3,299	3,073
Accumulated other comprehensive earnings (loss)	(331)	(279)
Treasury stock, at cost	(3,611)	(3,687)
Total FIS stockholders' equity	9,741	9,321
Noncontrolling interest	104	86
Total equity	9,845	9,407
Total liabilities and equity	\$ 26,031	\$ 26,200

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

**Exhibit C**

	Years ended December 31,	
	2016	2015
<b>Cash flows from operating activities:</b>		
Net earnings	\$ 590	\$ 651
Adjustments to reconcile net earnings to net cash provided by operating activities:		
Depreciation and amortization	1,174	669
Amortization of debt issue costs	19	11
Gain on sale of assets	—	(149)
Stock-based compensation	137	98
Deferred income taxes	(164)	48
Excess income tax benefit from exercise of stock options	(32)	(29)
Other operating activities, net	(2)	4
Net changes in assets and liabilities, net of effects from acquisitions and foreign currency:		
Trade receivables	57	(103)
Settlement activity	15	5
Prepaid expenses and other assets	(8)	(46)
Deferred contract costs	(138)	(120)
Deferred revenue	182	63
Accounts payable, accrued liabilities and other liabilities	95	29
Net cash provided by operating activities	1,925	1,131
<b>Cash flows from investing activities:</b>		
Additions to property and equipment	(145)	(133)
Additions to computer software	(471)	(282)
Proceeds from sale of assets	—	241
Acquisitions, net of cash acquired, and equity investments	—	(1,720)
Other investing activities, net	(3)	(4)
Net cash used in investing activities	(619)	(1,898)
<b>Cash flows from financing activities:</b>		
Borrowings	7,745	13,216
Repayment of borrowings and capital lease obligations	(8,749)	(11,561)
Debt issuance costs	(25)	(37)
Excess income tax benefit from exercise of stock options	32	29
Proceeds from exercise of stock options	112	57
Treasury stock activity	(40)	(320)
Dividends paid	(341)	(305)
Distributions to Brazilian venture partner	(20)	(24)
Other financing activities, net	(23)	(40)
Net cash (used in) provided by financing activities	(1,309)	1,015
Effect of foreign currency exchange rate changes on cash	4	(59)
Net increase (decrease) in cash and cash equivalents	1	189
Cash and cash equivalents, at beginning of period	682	493
Cash and cash equivalents, at end of period	\$ 683	\$ 682

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

**Exhibit D**

	Three months ended December 31, 2016			
	Integrated Financial Solutions	Global Financial Solutions	Corporate and Other	Consolidated
Processing and services revenue	\$ 1,158	\$ 1,143	\$ 144	\$ 2,445
Non-GAAP adjustments:				
Acquisition deferred revenue adjustment (1)	—	—	15	15
Adjusted processing and services revenue	<u>\$ 1,158</u>	<u>\$ 1,143</u>	<u>\$ 159</u>	<u>\$ 2,460</u>

	Year ended December 31, 2016			
	Integrated Financial Solutions	Global Financial Solutions	Corporate and Other	Consolidated
Processing and services revenue	\$ 4,566	\$ 4,250	\$ 425	\$ 9,241
Non-GAAP adjustments:				
Acquisition deferred revenue adjustment (1)	—	—	192	192
Adjusted processing and services revenue	<u>\$ 4,566</u>	<u>\$ 4,250</u>	<u>\$ 617</u>	<u>\$ 9,433</u>

	Three months ended December 31, 2015			
	Integrated Financial Solutions	Global Financial Solutions	Corporate and Other	Consolidated
Processing and services revenue	\$ 1,043	\$ 754	\$ 78	\$ 1,875
Non-GAAP adjustments:				
Acquisition deferred revenue adjustment (1)	—	—	48	48
Adjusted processing and services revenue	1,043	754	126	1,923
Historical SunGard revenue as adjusted (2)	88	325	32	445
Adjusted combined processing and services revenue	<u>\$ 1,131</u>	<u>\$ 1,079</u>	<u>\$ 158</u>	<u>\$ 2,368</u>
Adjusted EBITDA	\$ 424	\$ 214	\$ (13)	\$ 625
Historical SunGard operating income, as adjusted (2)	26	82	(24)	84
Historical SunGard depreciation and amortization from continuing operations, as adjusted (2)	5	17	3	25
Adjusted combined EBITDA	<u>\$ 455</u>	<u>\$ 313</u>	<u>\$ (34)</u>	<u>\$ 734</u>

	Year ended December 31, 2015			
	Integrated Financial Solutions	Global Financial Solutions	Corporate and Other	Consolidated
Processing and services revenue	\$ 3,846	\$ 2,360	\$ 390	\$ 6,596
Non-GAAP adjustments:				
Acquisition deferred revenue adjustment (1)	—	—	48	48
Adjusted processing and services revenue	3,846	2,360	438	6,644
Historical SunGard revenue as adjusted (2)	496	1,780	213	2,489
Adjusted combined processing and services revenue	<u>\$ 4,342</u>	<u>\$ 4,140</u>	<u>\$ 651</u>	<u>\$ 9,133</u>
Adjusted EBITDA	\$ 1,568	\$ 553	\$ (89)	\$ 2,032
Historical SunGard operating income, as adjusted (2)	146	461	(119)	488
Historical SunGard depreciation and amortization from continuing operations, as adjusted (2)	24	89	19	132
Adjusted combined EBITDA	<u>\$ 1,738</u>	<u>\$ 1,103</u>	<u>\$ (189)</u>	<u>\$ 2,652</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 December 31,						
	2016			2015			
	Adjusted	Constant		Adjusted	In Year	Adjusted	Organic
	Revenue (1)	FX	Currency Revenue	Revenue (1)	Adjustments (2)	Base	Growth (3)
Integrated Financial Solutions	\$ 1,158	\$ 2	\$ 1,160	\$ 1,043	\$ 89	\$ 1,132	2.5%
Global Financial Solutions	1,143	17	1,160	754	323	1,077	7.7%
Corporate and Other	159	1	160	126	32	158	1.3%
<b>Total</b>	<b>\$ 2,460</b>	<b>\$ 20</b>	<b>\$ 2,480</b>	<b>\$ 1,923</b>	<b>\$ 444</b>	<b>\$ 2,367</b>	<b>4.8%</b>

	Years ended December 31,						
	2016			2015			
	Adjusted	Constant		Adjusted	In Year	Adjusted	Organic
	Revenue (1)	FX	Currency Revenue	Revenue (1)	Adjustments (2)	Base	Growth (3)
Integrated Financial Solutions	\$ 4,566	\$ 5	\$ 4,571	\$ 3,846	\$ 506	\$ 4,352	5.0 %
Global Financial Solutions	4,250	92	4,342	2,360	1,776	4,136	5.0 %
Corporate and Other	617	3	620	438	191	629	(1.4)%
<b>Total</b>	<b>\$ 9,433</b>	<b>\$ 100</b>	<b>\$ 9,533</b>	<b>\$ 6,644</b>	<b>\$ 2,473</b>	<b>\$ 9,117</b>	<b>4.6 %</b>

- (1) 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 December 31, 2016	Year ended December 31, 2016
Net cash provided by operating activities	\$ 583	\$ 1,925
Non-GAAP adjustments:		
Capco acquisition related payments (1)	6	27
Acquisition, integration and severance payments (2)	33	168
Settlement activity	(18)	(15)
Adjusted cash flows from operations	<u>604</u>	<u>2,105</u>
Capital expenditures	(169)	(616)
Free cash flow	<u>\$ 435</u>	<u>\$ 1,489</u>

	Three months ended December 31, 2015	Year ended December 31, 2015
Net cash provided by operating activities	\$ 434	\$ 1,131
Non-GAAP adjustments:		
Capco acquisition related payments (1)	—	36
Acquisition, integration and severance payments (2)	45	80
Tax payment for Gaming sale (3)	22	88
Settlement activity	2	(5)
Adjusted cash flows from operations	<u>503</u>	<u>1,330</u>
Capital expenditures	(109)	(415)
Free cash flow	<u>\$ 394</u>	<u>\$ 915</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 months and year ended December 31, 2016 and and year ended December 31, 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 months and years ended December 31, 2016 and 2015 excludes cash payments for certain acquisition, integration and severance expenses, net of related tax impact. The related tax impact totaled \$18 million and \$18 million for the three months and \$88 million and \$35 million for the years ended December 31, 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		Years ended	
	December 31,		December 31,	
	2016	2015	2016	2015
Net earnings from continuing operations attributable to FIS	\$ 207	\$ 105	\$ 567	\$ 639
Provision for income taxes	117	65	317	379
Interest expense, net	99	75	383	183
Other, net	9	14	31	(102)
	<u>432</u>	<u>259</u>	<u>1,298</u>	<u>1,099</u>
Operating income, as reported				
FIS depreciation and amortization from continuing operations	153	118	584	431
FIS non-GAAP adjustments:				
Purchase accounting amortization (1)	146	88	590	238
Acquisition, integration and severance (2)	100	112	281	171
Acquisition deferred revenue adjustment (3)	15	48	192	48
Global restructure (4)	—	—	—	45
Adjusted EBITDA	<u>\$ 846</u>	<u>625</u>	<u>\$ 2,945</u>	<u>2,032</u>
Historical SunGard operating income, as adjusted (5)		84		488
Historical SunGard depreciation and amortization from continuing operations, as adjusted (5)		25		132
Adjusted combined EBITDA		<u>\$ 734</u>		<u>\$ 2,652</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		Years ended	
	December 31,		December 31,	
	2016	2015	2016	2015
Earnings from continuing operations before income taxes	\$ 333	\$ 176	\$ 906	\$ 1,037
Provision for income taxes	117	65	317	379
Net earnings attributable to noncontrolling interest	(9)	(6)	(22)	(19)
Net earnings from continuing operations attributable to FIS	<u>207</u>	<u>105</u>	<u>567</u>	<u>639</u>
FIS non-GAAP adjustments:				
Purchase accounting amortization (1)	146	88	590	238
Acquisition, integration and severance (2)	100	115	281	191
Acquisition deferred revenue adjustment (3)	15	48	192	48
Global restructure (4)	—	—	—	45
Refinancing (5)	—	—	4	—
Sale of gaming contracts (6)	—	—	—	(139)
Provision for income taxes on non-GAAP adjustments	(91)	(78)	(373)	(92)
Total non-GAAP adjustments	<u>170</u>	<u>173</u>	<u>694</u>	<u>291</u>
Adjusted net earnings (loss) from continuing operations, net of tax	<u>\$ 377</u>	<u>\$ 278</u>	<u>\$ 1,261</u>	<u>\$ 930</u>
Net earnings per share - diluted from continuing operations attributable to FIS common stockholders	\$ 0.63	\$ 0.35	\$ 1.72	\$ 2.21
FIS non-GAAP adjustments:				
Purchase accounting amortization (1)	0.44	0.29	1.79	0.82
Acquisition, integration and severance (2)	0.30	0.38	0.85	0.66
Acquisition deferred revenue adjustment (3)	0.05	0.16	0.58	0.17
Global restructure (4)	—	—	—	0.16
Refinancing (5)	—	—	0.01	—
Sale of gaming contracts (6)	—	—	—	(0.48)
Provision for income taxes on non-GAAP adjustments	(0.27)	(0.26)	(1.13)	(0.32)
Adjusted net earnings (loss) per share - diluted from continuing operations attributable to FIS common stockholders	<u>\$ 1.14</u>	<u>\$ 0.93</u>	<u>\$ 3.82</u>	<u>\$ 3.22</u>
Weighted average shares outstanding-diluted	<u>331</u>	<u>299</u>	<u>330</u>	<u>289</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 months and years ended December 31, 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. As of December 31, 2016, the allocation of purchase price for SunGard to assets and liabilities is final and no adjustment in future periods is expected.
- (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 of SunGard 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.