



**CA Technologies**  
**Supplemental Financial Information**  
**Reconciliation of Select GAAP Measures to Non-GAAP Measures**  
**Adjusted For the Discontinued Operations Associated With the**  
**Sale of CA ERwin Data Modeling and CA arcserve data protection Businesses**  
(unaudited)

(in millions, except per share amounts and where otherwise noted)

Reconciliation of GAAP Results to Non-GAAP Results											
	Q1-13	Q2-13	Q3-13	Q4-13	FY 2013	Q1-14	Q2-14	Q3-14	Q4-14	FY 2014	Q1-15
Total Revenue	\$ 1,111	\$ 1,116	\$ 1,158	\$ 1,119	\$ 4,504	\$ 1,095	\$ 1,105	\$ 1,128	\$ 1,084	\$ 4,412	\$ 1,069
GAAP Net Income	\$ 240	\$ 222	\$ 251	\$ 242	\$ 955	\$ 335	\$ 240	\$ 232	\$ 107	\$ 914	\$ 217
GAAP Income From Discontinued Operations, Net of Income Taxes	—	(8)	(10)	(9)	(7)	(34)	(5)	(9)	(7)	(6)	(5)
GAAP Income From Continuing Operations	\$ 232	\$ 212	\$ 242	\$ 236	\$ 921	\$ 330	\$ 231	\$ 225	\$ 101	\$ 887	\$ 212
GAAP Income Tax Expense (Benefit)	123	99	101	16	339	(122)	101	81	69	129	87
Interest Expense, Net	11	10	12	11	44	11	13	15	15	54	14
GAAP Income From Continuing Operations Before Interest and Income Taxes	\$ 366	\$ 321	\$ 355	\$ 262	\$ 1,304	\$ 219	\$ 345	\$ 321	\$ 185	\$ 1,070	\$ 313
GAAP Operating Margin (% of revenue)	33%	29%	31%	23%	29%	20%	31%	28%	17%	24%	29%
Non-GAAP Operating Adjustments:											
Purchased Software Amortization <sup>(1)</sup>	27	27	25	83	162	28	31	28	29	116	28
Other Intangibles Amortization	14	13	14	13	54	14	15	19	12	60	15
Software Development Costs Capitalized	(33)	(40)	(42)	(37)	(152)	(23)	(8)	(1)	(1)	(33)	-
Internally Developed Software Products Amortization	34	37	37	35	143	38	38	41	38	155	39
Share-based Compensation	23	20	18	16	77	20	20	23	18	81	20
Other (Gains) Expenses, Net <sup>(2)</sup>	(6)	8	-	(2)	-	115	7	9	39	170	12
Total Non-GAAP Operating Adjustment	\$ 59	\$ 65	\$ 52	\$ 108	\$ 284	\$ 192	\$ 103	\$ 119	\$ 135	\$ 549	\$ 114
Non-GAAP Income From Continuing Operations Before Interest and Income Taxes	\$ 425	\$ 386	\$ 407	\$ 370	\$ 1,588	\$ 411	\$ 448	\$ 440	\$ 320	\$ 1,619	\$ 427
Non-GAAP Operating Margin (% of revenue)	38%	35%	35%	33%	35%	38%	41%	39%	30%	37%	40%
Interest Expense, Net	11	10	12	11	44	11	13	15	15	54	14
Non-GAAP Income From Continuing Operations Before Income Taxes	\$ 414	\$ 376	\$ 395	\$ 359	\$ 1,544	\$ 400	\$ 435	\$ 425	\$ 305	\$ 1,565	\$ 413
GAAP Income Tax Expense (Benefit)	123	99	101	16	339	(122)	101	81	69	129	87
GAAP Effective Tax Rate <sup>(3)</sup>	34.6%	31.8%	29.4%	6.4%	26.9%	-58.7%	30.4%	26.5%	40.6%	12.7%	29.1%
Non-GAAP Adjustment to Income Tax Expense <sup>(4)</sup>	3	18	19	37	77	177	(41)	(22)	(44)	70	37
Non-GAAP Income Tax Expense (Benefit)	126	117	120	53	416	55	60	59	25	199	124
Non-GAAP Effective Tax Rate <sup>(5)</sup>	30.4%	31.1%	30.4%	14.8%	26.9%	13.8%	13.8%	13.9%	8.2%	12.7%	30.0%
Non-GAAP Income From Continuing Operations	\$ 288	\$ 259	\$ 275	\$ 306	\$ 1,128	\$ 345	\$ 375	\$ 366	\$ 280	\$ 1,366	\$ 289
GAAP Diluted EPS From Continuing Operations	\$ 0.49	\$ 0.46	\$ 0.53	\$ 0.52	\$ 1.99	\$ 0.72	\$ 0.51	\$ 0.50	\$ 0.23	\$ 1.96	\$ 0.48
y/y change	14%	0%	2%	21%	9%	47%	11%	-6%	-56%	-2%	-33%
y/y change - Constant Currency <sup>(6)</sup>	12%	13%	4%	21%	12%	47%	9%	-8%	-52%	-2%	-34%
Non-GAAP Diluted EPS From Continuing Operations	\$ 0.61	\$ 0.56	\$ 0.60	\$ 0.67	\$ 2.44	\$ 0.76	\$ 0.83	\$ 0.81	\$ 0.62	\$ 3.02	\$ 0.65
y/y change	22%	19%	-3%	24%	15%	25%	48%	35%	-7%	24%	-14%
y/y change - Constant Currency <sup>(6)</sup>	26%	23%	-3%	30%	18%	25%	48%	33%	-3%	25%	-15%
Diluted Weighted Average Shares Used in Computation	467	459	453	450	457	451	450	448	444	448	441

Reconciliation of GAAP to Non-GAAP Operating Expenses											
	Q1-13	Q2-13	Q3-13	Q4-13	FY 2013	Q1-14	Q2-14	Q3-14	Q4-14	FY 2014	Q1-15
Costs of Licensing and Maintenance	66	67	70	72	275	68	71	77	80	296	72
Cost of Professional Services	86	88	92	88	354	88	88	88	89	353	81
Amortization of Capitalized Software Costs	61	64	62	118	305	66	69	69	67	271	67
Selling and Marketing	292	304	317	312	1,225	269	248	281	306	1,104	246
General and Administrative	110	98	96	101	405	91	91	95	118	395	92
Product Development and Enhancements	125	121	118	119	483	132	142	144	156	574	150
Depreciation and Amortization of Other Intangible Assets	41	40	39	38	158	36	37	40	31	144	34
Other (Gains) Expenses, Net <sup>(8)</sup>	(36)	13	9	9	(5)	126	14	13	52	205	14
Total GAAP Expenses Before Interest and Income Taxes	\$ 745	\$ 795	\$ 803	\$ 857	\$ 3,200	\$ 876	\$ 760	\$ 807	\$ 899	\$ 3,342	\$ 756
Non-GAAP Operating Adjustments:											
Purchased Software Amortization <sup>(1)</sup>	27	27	25	83	162	28	31	28	29	116	28
Other Intangibles Amortization	14	13	14	13	54	14	15	19	12	60	15
Software Development Costs Capitalized	(33)	(40)	(42)	(37)	(152)	(23)	(8)	(1)	(1)	(33)	-
Internally Developed Software Products Amortization	34	37	37	35	143	38	38	41	38	155	39
Share-based Compensation	23	20	18	16	77	20	20	23	18	81	20
Other (Gains) Expenses, Net <sup>(2)</sup>	(6)	8	-	(2)	-	115	7	9	39	170	12
Total Non-GAAP Operating Adjustments	\$ 59	\$ 65	\$ 52	\$ 108	\$ 284	\$ 192	\$ 103	\$ 119	\$ 135	\$ 549	\$ 114
Total Non-GAAP Operating Expense	\$ 686	\$ 730	\$ 751	\$ 749	\$ 2,916	\$ 684	\$ 657	\$ 688	\$ 764	\$ 2,793	\$ 642

Reconciliation of GAAP to Non-GAAP Earnings Per Share											
	Q1-13	Q2-13	Q3-13	Q4-13	FY 2013	Q1-14	Q2-14	Q3-14	Q4-14	FY 2014	Q1-15
GAAP Diluted EPS From Continuing Operations	\$ 0.49	\$ 0.46	\$ 0.53	\$ 0.52	\$ 1.99	\$ 0.72	\$ 0.51	\$ 0.50	\$ 0.23	\$ 1.96	\$ 0.48
Non-GAAP Adjustments, Net of Taxes:											
Purchased Software Amortization <sup>(1)</sup>	0.04	0.04	0.04	0.17	0.26	0.10	0.05	0.04	0.04	0.22	0.04
Other Intangibles Amortization	0.02	0.02	0.02	0.03	0.08	0.05	0.02	0.03	0.01	0.11	0.03
Software Development Costs Capitalized	(0.05)	(0.06)	(0.07)	(0.08)	(0.24)	(0.08)	(0.01)	-	-	(0.06)	-
Internally Developed Software Products Amortization	0.05	0.05	0.06	0.07	0.23	0.13	0.06	0.06	0.05	0.30	0.06
Share-based Compensation	0.03	0.03	0.03	0.03	0.12	0.07	0.03	0.04	0.02	0.16	0.03
Other (Gains) Expenses, Net <sup>(2)</sup>	(0.01)	0.01	-	(1)	-	0.40	0.01	0.02	0.05	0.33	0.02
Non-GAAP Effective Tax Rate Adjustments <sup>(7)</sup>	0.04	0.01	(0.01)	(0.07)	-	(0.63)	0.16	0.12	0.22	-	(0.01)
Non-GAAP Diluted EPS From Continuing Operations	\$ 0.61	\$ 0.56	\$ 0.60	\$ 0.67	\$ 2.44	\$ 0.76	\$ 0.83	\$ 0.81	\$ 0.62	\$ 3.02	\$ 0.65

GAAP Cash Flow From Continuing Operations											
	Q1-13	Q2-13	Q3-13	Q4-13	FY 2013	Q1-14	Q2-14	Q3-14	Q4-14	FY 2014	Q1-15
GAAP Cash Flow From Continuing Operations	\$ 172	\$ 75	\$ 553	\$ 559	\$ 1,359	\$ 3	\$ 73	\$ 419	\$ 478	\$ 973	\$ 166
Adjustments: <sup>(8)</sup>											
Restructuring & Other Payments	3	3	7	2	15	4	1	2	1	8	1
Capitalized Software Development	(33)	(40)	(42)	(41)	(156)	(25)	(10)	(4)	(1)	(40)	-
FY2014 Rebalancing Payments	-	-	-	-	-	20	39	19	27	105	30
Non-GAAP Adjusted Cash Flow From Continuing Operations	\$ 142	\$ 38	\$ 518	\$ 520	\$ 1,218	\$ 2	\$ 103	\$ 436	\$ 505	\$ 1,046	\$ 197

**Footnotes:**

- (1) Purchased software amortization includes an impairment of \$55 million relating to purchased software products, for the three and twelve month periods ending March 31, 2013.
- (2) Non-GAAP adjustment consists of charges relating to the FY2014 Board approved rebalancing initiative (the Fiscal 2014 Plan) and certain other gains and losses, which include gains and losses since inception of hedges that mature within the quarter, but exclude gains and losses of hedges that do not mature within the quarter.
- (3) The effective tax rate on GAAP and non-GAAP income from continuing operations is the Company's provision for income taxes expressed as a percentage of GAAP and non-GAAP income from continuing operations before income taxes, respectively. The non-GAAP effective tax rate is equal to the full year GAAP effective tax rate. On an interim basis, the effective tax rates are determined based on an estimated effective full year tax rate after the adjustments for the impacts of certain discrete items (such as changes in tax rates, reconciliations of tax returns to tax provisions and resolutions of tax contingencies).
- (4) The full year non-GAAP income tax expense is different from GAAP income tax expense because of the difference in non-GAAP income from continuing operations before income taxes. On an interim basis, this difference would also include a difference in the impact of discrete and permanent items where for GAAP purposes the effect is recorded in the period such items arise, but for non-GAAP such items are recorded pro rata to the fiscal year's remaining reporting periods.
- (5) Constant currency information is presented to provide a framework for assessing how the Company's underlying businesses performed excluding the effect of foreign currency rate fluctuations. To present this information, current and comparative prior period results for entities reporting in currencies other than US dollars are converted into US dollars at the exchange rate in effect on the last day of the prior fiscal year (i.e., March 31, 2014, March 31, 2013 and March 31, 2012, respectively). Constant currency excludes the impacts from the Company's hedging program.
- (6) Other (gains) expenses, net includes approximately \$168 million of charges relating to the FY2014 Board approved rebalancing initiative (the Fiscal 2014 Plan) for the twelve month period ending March 31, 2014.
- (7) The non-GAAP effective tax rate is equal to the full year GAAP effective tax rate, therefore no adjustment is required on an annual basis. On an interim basis, the difference in non-GAAP income tax expense and GAAP income tax expense relates to the difference in non-GAAP income from continuing operations before income taxes, and includes a difference in the impact of discrete and permanent items where for GAAP purposes the effect is recorded in the period such items arise but for non-GAAP purposes such items are recorded pro rata to the fiscal year's remaining reporting periods.
- (8) All adjustments are reflected on a pre-tax basis.