

FIRST DATA CORPORATION
RECONCILIATION OF NON-GAAP MEASURES
(Unaudited)
(\$ in millions)

Management believes the following non-GAAP measures provide meaningful supplemental information to assist investors in understanding our financial results and to better analyze trends in our underlying business. These non-GAAP financial measures should not be considered in isolation or as a substitute for the most comparable GAAP financial measures. The non-GAAP financial measures reflect an additional way of viewing aspects of our operations that, when viewed with our GAAP results and the reconciliation to the corresponding GAAP financial measures, provide a more complete understanding of our business. Investors are strongly encouraged to review our financial statements and publicly-filed reports in their entirety and not to rely on any single financial measure. A reconciliation of the non-GAAP measures to the most directly comparable GAAP financial measures is included below.

Non-GAAP measures for the company's domestic segments exclude revenue earned from reimbursements of pass-through costs such as debit network fees and postage. Non-GAAP measures for the company's international segment exclude acquisitions less than a year old, divestitures and foreign exchange impact from revenue. Non-GAAP measures for the company's international and domestic segments also exclude purchase accounting adjustments, comprised principally of increased amortization expense, related to the Transaction.

For the purpose of analyzing the company's liquidity an "Adjusted EBITDA" metric is used. "Adjusted EBITDA" is different than "Consolidated EBITDA" (or "Debt Covenant EBITDA") as defined in the Credit Agreement dated September 24, 2007 ("Senior Secured Credit Facilities") among the company, the lenders or other entities that are a party thereto from time to time and Credit Suisse, Cayman Islands Branch, as Administrative Agent and Collateral Agent. The differences primarily relate to adjustments for cost savings projected to be achieved within twelve months, minority interest, losses on equity method investments, certain non capitalized acquisition expenses, and depreciation, amortization and income taxes within the company's equity method investments. Management believes that these non-GAAP measures provide insight into the company's financial results and trends.

The financial information presented for the quarter ended March 31, 2008 is presented for two periods: Predecessor and Successor, which primarily relate to the periods preceding the Transaction and periods succeeding the Transaction, respectively.

	Successor	Predecessor	
	Three months ended	Three months ended	
	March 31, 2008	March 31, 2007	Change
(Loss) income from continuing operations	\$ (221.7)	\$ 171.7	NM
Interest expense, net (1)	508.7	26.5	
Income tax (benefit) expense	(130.5)	37.4	
Depreciation and amortization	368.4	180.8	
EBITDA	<u>524.9</u>	<u>416.4</u>	
Stock based compensation (2)	4.4	27.8	
Other items (3)	43.2	18.7	
Debt repayment (4)	-	(1.4)	
Pretax equivalency adjustment (5)	-	60.3	
Official check and money order EBITDA (6)	(34.1)	(4.5)	
Cost of data center, technology and other savings initiatives (7)	32.3	8.0	
Transaction related fees	3.0	5.0	
Purchase accounting (8)	6.2	-	
Sponsor's annual management fee	5.0	-	
Pre-acquisition EBITDA of acquired businesses (9)	0.7	12.4	
Adjusted EBITDA	<u>\$ 585.6</u>	<u>\$ 542.7</u>	8%

	Successor	Predecessor	
	Three months ended	Three months ended	
	March 31, 2008	March 31, 2007	Change
<u>Merchant Services</u>			
Revenue	\$ 925.8	\$ 845.0	10%
Purchase accounting adjustments	0.8	-	
Revenue excluding purchase accounting adjustments	<u>\$ 926.6</u>	<u>\$ 845.0</u>	10%
Operating profit	\$ 72.9	\$ 195.1	-63%
Purchase accounting adjustments	138.3	-	
Operating profit excluding purchase accounting adjustments	<u>\$ 211.2</u>	<u>\$ 195.1</u>	8%
Profit margin	7.9%	23.1%	
Revenue	\$ 925.8	\$ 845.0	10%
Reimbursable debit network fees (DNF)	(289.7)	(228.9)	
Revenue excluding DNF	<u>\$ 636.1</u>	<u>\$ 616.1</u>	3%
Revenue	\$ 925.8	\$ 845.0	10%
Purchase accounting adjustments	0.8	-	
DNF	(289.7)	(228.9)	
Revenue excluding purchase accounting adjustments and DNF	<u>\$ 636.9</u>	<u>\$ 616.1</u>	3%
Operating profit	\$ 72.9	\$ 195.1	-63%
Purchase accounting adjustments	138.3	-	
Operating profit excluding purchase accounting adjustments	<u>\$ 211.2</u>	<u>\$ 195.1</u>	8%
Profit margin excluding purchase accounting adjustments and DNF	33.2%	31.7%	

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	<u>Successor</u>		<u>Predecessor</u>		<u>Change</u>
	Three months ended March 31, 2008		Three months ended March 31, 2007		
<u>Financial Services</u>					
Revenue	\$	705.5	\$	695.4	1%
Purchase accounting adjustments		(6.8)		-	
Revenue excluding purchase accounting adjustments	\$	698.7	\$	695.4	0%
Operating profit	\$	102.5	\$	144.9	-29%
Purchase accounting adjustments		36.8		-	
Operating profit excluding purchase accounting adjustments	\$	139.3	\$	144.9	-4%
Profit margin		14.5%		20.8%	
Profit margin excluding purchase accounting adjustments		19.9%		20.8%	
Revenue	\$	705.5	\$	695.4	1%
Purchase accounting adjustments		(6.8)		-	
Reimbursable postage and other		(183.0)		(177.4)	
Revenue excluding purchase accounting adjustments and reimbursable postage and other	\$	515.7	\$	518.0	0%
Operating profit	\$	102.5	\$	144.9	-29%
Purchase accounting adjustments		36.8		-	
Operating profit excluding purchase accounting adjustments	\$	139.3	\$	144.9	-4%
Profit margin excluding purchase accounting adjustments and reimbursable postage and other		27.0%		28.0%	
<u>International</u>					
Revenue	\$	444.6	\$	360.7	23%
Purchase accounting adjustments		(1.3)		-	
Revenue excluding purchase accounting adjustments	\$	443.3	\$	360.7	23%
Operating profit	\$	21.3	\$	34.2	-38%
Purchase accounting adjustments		1.8		-	
Operating profit excluding purchase accounting adjustments	\$	23.1	\$	34.2	-32%
Profit margin		4.8%		9.5%	
Profit margin excluding purchase accounting adjustments		5.2%		9.5%	
<u>Organic Revenue Constant Currency</u>					
Revenue	\$	444.6	\$	360.7	23%
Acquisitions less than a year old		(36.1)		-	
Divestitures		-		(0.5)	
Foreign exchange impact (10)		(29.6)		-	
Organic revenue on a constant currency basis	\$	378.9	\$	360.2	5%
<u>Organic Revenue Constant Currency Excluding Purchase Accounting</u>					
Revenue	\$	444.6	\$	360.7	23%
Purchase accounting adjustments		(1.3)		-	
Acquisitions less than a year old		(36.1)		-	
Divestitures		-		(0.5)	
Foreign exchange impact (10)		(29.6)		-	
Organic revenue on a constant currency basis excluding purchase accounting adjustments	\$	377.6	\$	360.2	5%

- (1) Includes interest expense and interest income.
- (2) Stock based compensation recognized as expense and related payroll taxes.
- (3) Other items include items such as net restructuring, impairments, investment gains and losses, derivative financial instruments gains and losses, net divestiture gains and foreign exchange gains and losses (operating and non operating).
- (4) Gain resulting from the early repayment of long-term debt.
- (5) Represents an adjustment to reflect Integrated Payment Systems segment operating results as if the underlying investments were held in taxable securities rather than the tax-exempt variable rate demand notes in which they were actually held through 2007. The adjustment was no longer necessary after December 31, 2007 since the company invested in taxable securities in 2008.
- (6) Represents an adjustment to exclude the official check and money order business from EBITDA due to the company's announcement to wind down these businesses.
- (7) Represents implementation costs associated with initiatives to reduce operating expenses including items such as platform and data center consolidation initiatives in the International segment, expense related to the reorganization of global application development resources, expense associated with domestic data center consolidation initiatives and planned workforce reduction expenses, all of which are considered one-time projects (excludes costs accrued in purchase accounting).
- (8) Represents the effect of purchase accounting on EBITDA which is primarily the result of revenue recognition adjustments.
- (9) Reflects the EBITDA of companies acquired after January 1, 2007 through March 31, 2008 as if these companies had been acquired on January 1, 2007.
- (10) Foreign exchange impact represents the difference between actual 2008 revenue and 2008 revenue calculated using 2007 exchange rates.

NM= Not Meaningful