

\$59.5 million, and other liabilities of \$21.8 million.

For the year ended December 31, 2014, cash used by operating activities was \$109.4 million, as a result of a net loss of \$154.1 million, offset by non-cash items consisting of share-based compensation expense of \$36.1 million, provision for transaction losses of \$18.5 million, and depreciation and amortization of intangible assets of \$18.6 million. Additional cash provided from changes in our operating assets and liabilities included increases in settlements receivable of \$50.4 million, merchant cash advance receivable of \$31.7 million, charge-offs and recoveries to accrued transaction losses of \$17.5 million, and other current assets of \$14.2 million, were offset by an increase in customers payable of \$53.0 million, other liabilities of \$23.3 million, and accrued expenses of \$8.1 million.

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For the year ended December 31, 2013, cash used by operating activities was \$60.6 million, as a result of a net loss of \$104.5 million, offset by non-cash items consisting of share-based compensation expense of \$14.7 million, provision for transaction losses of \$15.1 million, and depreciation and amortization of intangible assets of \$8.3 million. Additional cash provided from changes in our operating assets and liabilities, including increases in customers payable of \$21.1 million, other liabilities of \$14.3 million, and accrued expenses of \$9.9 million, were offset by an increase in settlements receivable of \$27.7 million, and charge-offs and recoveries to accrued transaction losses of \$13.6 million.

For the year ended December 31, 2012, cash used by operating activities was \$42.9 million, as a result of a net loss of \$85.2 million, offset by non-cash items consisting of share-based compensation expense of \$8.1 million, provision for transaction losses of \$10.5 million, and depreciation and amortization of intangible assets of \$3.6 million. Additional cash provided from changes in our operating assets and liabilities, including increases in customers payable of \$47.1 million, was partially offset by a change in settlements receivable of \$19.9 million, and charge-offs and recoveries to accrued transaction losses \$7.3 million.

### ***Cash Flows from Investing Activities***

Cash flows used in investing activities primarily relate to capital expenditures to support our growth, changes in restricted cash, and business acquisitions.

For the nine months ended September 30, 2015, cash used in investing activities was \$35.3 million primarily as a result of capital expenditures of \$30.5 million and business acquisitions of \$4.5 million.

For the nine months ended September 30, 2014, cash used in investing activities was \$13.3 million as a result of capital expenditures of \$21.3 million and an increase in restricted cash of \$3.4 million, partially offset by \$11.7 million of net cash acquired through business acquisitions. The positive cash flow effect from business acquisitions in the period reflects the cash balance obtained as a result of our acquisition of Caviar.

For the year ended December 31, 2014, cash used in investing activities was \$24.6 million as a result of capital expenditures of \$28.8 million and an increase in restricted cash of \$7.1 million, which were partially offset by business acquisitions net of cash acquired of \$11.7 million from our acquisition of Caviar.

For the year ended December 31, 2013, cash used in investing activities was \$10.8 million as a result of capital expenditures of \$47.9 million and business acquisitions of \$2.9 million, which were partially offset by a reduction restricted cash of \$40.0 million.

For the year ended December 31, 2012, cash used in investing activities was \$47.8 million as a result of capital expenditures of \$13.0 million and an increase in restricted cash of \$34.8 million.

### ***Cash Flows from Financing Activities***

Cash flows provided by financing activities primarily relate to proceeds from our issuance of convertible preferred stock, proceeds from long-term debt under our revolving credit facility and proceeds from the exercise of stock options.

For the nine months ended September 30, 2015, cash used in financing activities was \$17.8 million as a result of principal payments on long-term debt under our revolving credit facility of \$30.0 million, offset in part by proceeds from the exercise of stock options of \$12.2 million.