

\$21.8 million, primarily related to the internal development of software to support our products and services.

Net cash used in investing activities in 2013 includes acquisitions of \$32.1 million, which include Twoo, and capital expenditures of \$19.8 million primarily related to the internal development of software to support our products and services.

Net cash used in investing activities in 2012 includes acquisitions of \$59.5 million, primarily related to Tutor.com and Date Hookup, and capital expenditures of \$19.9 million primarily related to the internal development of software to support our products and services.

Cash flows used in financing activities

Net cash provided by financing activities in the nine months ended September 30, 2015 includes net cash transfers of \$75.9 million from IAC and \$31.3 million in excess tax benefits from stock-based awards, partially offset by \$5.5 million in contingent consideration payments. The net cash transfers include a \$155.0 million capital contribution to partially fund the PlentyOfFish acquisition, partially offset by cash transfers to IAC of \$79.1 million that relate to IAC's centrally managed U.S. treasury management function.

Net cash provided by financing activities in the nine months ended September 30, 2014 includes \$119.1 million in proceeds from the issuance of related party debt, the return of \$12.4 million of funds held in escrow related to the Meetic tender offer and \$5.3 million in excess tax benefits from stock-based awards, partially offset by cash transfers of \$80.8 million to IAC, \$30.3 million for the purchase of noncontrolling interests and \$7.4 million in contingent consideration payments related to the 2013 Twoo acquisition.

Net cash used in financing activities in 2014 includes cash transfers of \$108.1 million to IAC, \$33.2 million for the purchase of noncontrolling interests in Tinder and Meetic and a \$7.4 million contingent consideration payment related to the 2013 Twoo acquisition, partially offset by \$111.6 million in proceeds from the issuance of related party debt, the return of \$12.4 million of funds held in escrow related to the Meetic tender offer and \$5.3 million in excess tax benefits from stock based awards.

Net cash used in financing activities in 2013 includes \$71.5 million held in escrow related to the Meetic tender offer and \$52.6 million for the purchase of noncontrolling interests in Meetic, partially offset by \$10.8 million in excess tax benefits from stock-based awards and cash transfers of \$9.7 million from IAC.

Net cash used in financing activities in 2012 includes cash transfers of \$53.4 million to IAC, partially offset by \$8.4 million in excess tax benefits from stock-based awards.

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Contractual obligations and contingencies

Our principal commitments consist of obligations under related party debt and operating leases for equipment and office space. The following table summarizes our contractual obligations as of September 30, 2015.

	Payments due by period				Total (in thousands)
	Less than 1 year	1 to 3 years	3 to 5 years	More than 5 years	
Long-term debt—related party(1)(2)	\$ 8,565	\$ 17,129	\$ 17,129	\$ 206,319	\$ 249,142
Operating leases(3)	12,938	16,684	5,826	6,250	41,698
Purchase obligations(4)	2,004	8	8	—	2,020
Total contractual obligations(5)	\$ 23,507	\$ 33,821	\$ 22,963	\$ 212,569	\$ 292,860

(1) Long-term debt—related party consists of \$79.0 million in notes payable in three installments of \$26.3 million each due on September 1, 2021, 2023 and 2026, a €53 million (\$59.4 million at September 30, 2015) note due December 15, 2021 and a \$47.0 million note due December 15, 2021, all of which will be repaid in connection with this offering. We and certain of our domestic subsidiaries are also guarantors of IAC's senior notes and IAC's credit facility. Prior to the closing of this offering, we will no longer be a restricted subsidiary of IAC for purposes of its debt facilities, nor will we guarantee any debt of IAC. See "Management's discussion and analysis of financial condition and results of operations—Liquidity and capital resources." The amounts in the table above are inclusive of interest.

(2) Pro forma long-term debt information is provided below.

(3) We lease office space, data center facilities and equipment used in connection with our operations under various operating leases, many of which contain escalation clauses. In addition, future minimum lease payments include our allocable share of an IAC data center lease.

(4) Purchase obligations primarily include advertising commitments, which commitments are reducible or terminable such that these commitments can never exceed associated revenue by a meaningful amount.

(5) We have excluded \$10.1 million in unrecognized tax benefits and related interest from the table above as we are unable to make a reasonably reliable estimate of the period in which these liabilities might be paid. For additional information on income taxes, see Note 3 to our audited combined financial statements included elsewhere in this prospectus.

In addition to what is included in the table above, as of September 30, 2015, we may be required to pay, in connection with our acquisitions, up to an additional \$170.3 million of cash consideration based on the combination of earnings performance and user growth at the businesses acquired. A substantial portion of the \$170.3 million maximum liability (\$81.7 million) relates to the contingent consideration arrangement entered into in connection with one acquisition, which has its final measurement period at the end of 2015. Based on current forecasts and the fact that the relevant measurement period for that acquisition is nearly completed, the Company believes that it will not have to make any further payments with respect to this acquisition. The Company has other contingent consideration arrangements for which it has accrued \$28.6 million as of September 30, 2015.

We also had \$0.3 million of surety bonds outstanding as of September 30, 2015 that could potentially require performance by the Company in the event of demands by third parties or contingent events.