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FIRST DATA CORPORATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
(Unaudited)

(in millions)	Six months ended June 30, 2014				
	FDC Parent Company	Guarantor Subsidiaries	Non-Guarantor Subsidiaries	Consolidation Adjustments	Consolidated
CASH FLOWS FROM OPERATING ACTIVITIES					
Net (loss) income	\$ (235)	\$ 382	\$ 243	\$ (532)	\$ (142)
Adjustments to reconcile to net cash (used in) provided by operating activities:					
Depreciation and amortization (including amortization netted against equity earnings in affiliates and revenues)	5	344	233	—	582
Charges (gains) related to other operating expenses and other income (expense)	9	(84)	2	—	(73)
Other non-cash and non-operating items, net	(346)	(201)	(23)	532	(38)
(Decrease) increase in cash resulting from changes in operating assets and liabilities, excluding the effects of acquisitions and dispositions	(337)	429	(32)	—	60
Net cash (used in) provided by operating activities	(904)	870	423	—	389
CASH FLOWS FROM INVESTING ACTIVITIES					
Proceeds from dispositions, net of expenses paid	—	259	—	—	259
Additions to property and equipment	(1)	(57)	(75)	—	(133)
Payments to secure customer service contracts, including outlays for conversion, and capitalized systems development costs	—	(78)	(33)	—	(111)
Proceeds from sale of property and equipment	—	2	—	—	2
Distributions and dividends from subsidiaries	75	116	—	(191)	—
Net cash provided by (used in) investing activities	74	242	(108)	(191)	17
CASH FLOWS FROM FINANCING ACTIVITIES					
Short-term borrowings, net	—	—	12	—	12
Proceeds from issuance of long-term debt	845	—	—	—	845
Debt modification payments and related financing costs, net	(97)	—	—	—	(97)
Principal payments on long-term debt	(845)	(35)	(3)	—	(883)
Distributions and dividends paid to noncontrolling interests and redeemable noncontrolling interest	—	—	(26)	(110)	(136)
Distributions paid to equity holders	—	—	(227)	227	—
Capital transactions, net	(19)	(44)	(30)	74	(19)
Intercompany	1,105	(1,026)	(79)	—	—
Net cash provided by (used in) financing activities	989	(1,105)	(353)	191	(278)
Effect of exchange rate changes on cash and cash equivalents	—	(8)	3	—	(5)
Change in cash and cash equivalents	159	(1)	(35)	—	123
Cash and cash equivalents at beginning of period	36	33	356	—	425
Cash and cash equivalents at end of period	\$ 195	\$ 32	\$ 321	\$ —	\$ 548