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Fidelity National Information Services, Inc.
Form 10-Q
May 06, 2011
Table of Contents

UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

Form 10-Q

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES
EXCHANGE ACT OF 1934
For the quarterly period ended March 31, 2011

Or
 TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES
EXCHANGE ACT OF 1934
For the transition period from _____ to _____
Commission File No. 001-16427

Fidelity National Information Services, Inc.
(Exact name of registrant as specified in its charter)
Georgia
(State or other jurisdiction
of incorporation or organization)

37-1490331
(I.R.S. Employer Identification No.)

601 Riverside Avenue
Jacksonville, Florida
(Address of principal executive offices)
(904) 854-5000
(Registrant's telephone number, including area code)

32204
(Zip Code)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. YES NO

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). YES NO

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer or a smaller reporting company. See the definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act. (Check one):

Large accelerated filer Accelerated filer Non-accelerated filer
(Do not check if a smaller reporting company)

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act) YES NO

As of April 30, 2011, 305,789,211 shares of the Registrant's Common Stock were outstanding.

FORM 10-Q
QUARTERLY REPORT
Quarter Ended March 31, 2011
INDEX

	Page
<u>Part I: FINANCIAL INFORMATION</u>	
<u>Item 1. Condensed Consolidated Financial Statements (unaudited)</u>	
<u>A. Condensed Consolidated Balance Sheets as of March 31, 2011 and December 31, 2010</u>	<u>2</u>
<u>B. Condensed Consolidated Statements of Earnings for the three-month periods ended March 31, 2011 and 2010</u>	<u>3</u>
<u>C. Condensed Consolidated Statement of Equity and Comprehensive Earnings for the three-month period ended March 31, 2011</u>	<u>4</u>
<u>D. Condensed Consolidated Statements of Cash Flows for the three-month periods ended March 31, 2011 and 2010</u>	<u>5</u>
<u>E. Notes to Condensed Consolidated Financial Statements</u>	<u>6</u>
<u>Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations</u>	<u>19</u>
<u>Item 3. Quantitative and Qualitative Disclosure About Market Risk</u>	<u>26</u>
<u>Item 4. Controls and Procedures</u>	<u>28</u>
<u>Part II: OTHER INFORMATION</u>	
<u>Item 1. Legal Proceedings</u>	<u>29</u>
<u>Item 1A. Risk Factors</u>	<u>29</u>
<u>Item 2. Unregistered Sales of Equity Securities and Use of Proceeds</u>	<u>30</u>
<u>Item 6. Exhibits</u>	<u>30</u>
EX-31.1	
EX-31.2	
EX-32.1	
EX-32.2	
EX-101 INSTANCE DOCUMENT	
EX-101 SCHEMA DOCUMENT	
EX-101 CALCULATION LINKBASE DOCUMENT	
EX-101 LABELS LINKBASE DOCUMENT	
EX-101 PRESENTATION LINKBASE DOCUMENT	
EX-101 DEFINITION LINKBASE DOCUMENT	

Table of ContentsFIDELITY NATIONAL INFORMATION SERVICES, INC.
AND SUBSIDIARIES

Condensed Consolidated Balance Sheets

(In millions, except per share amounts)

(Unaudited)

	March 31, 2011	December 31, 2010
ASSETS		
Current assets:		
Cash and cash equivalents	\$384.1	\$338.0
Settlement deposits	32.9	35.9
Trade receivables, net of allowance for doubtful accounts of \$31.5 and \$33.1 at March 31, 2011 and December 31, 2010, respectively	864.1	856.1
Settlement receivables	80.4	157.3
Other receivables	36.1	38.7
Receivable from related parties	33.5	33.5
Prepaid expenses and other current assets	148.1	138.0
Deferred income taxes	65.5	58.1
Assets held for sale	—	17.4
Total current assets	1,644.7	1,673.0
Property and equipment, net	383.9	390.0
Goodwill	8,568.4	8,550.0
Intangible assets, net	2,147.6	2,202.9
Computer software, net	920.1	909.0
Deferred contract costs	259.8	254.2
Other noncurrent assets	189.8	197.2
Total assets	\$14,114.3	\$14,176.3
LIABILITIES AND EQUITY		
Current liabilities:		
Accounts payable and accrued liabilities	\$591.6	\$591.8
Settlement payables	119.0	140.6
Current portion of long-term debt	577.0	256.9
Deferred revenues	282.7	268.6
Liabilities held for sale	—	42.5
Total current liabilities	1,570.3	1,300.4
Deferred revenues	81.5	86.3
Deferred income taxes	884.9	859.3
Long-term debt, excluding current portion	4,435.2	4,935.2
Due to Brazilian venture partners	49.9	47.9
Other long-term liabilities	362.0	385.6
Total liabilities	7,383.8	7,614.7
Equity:		
FIS stockholders' equity:		
Preferred stock, \$0.01 par value, 200 shares authorized, none issued and outstanding at March 31, 2011 and December 31, 2010	—	—
	3.8	3.8

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Common stock, \$0.01 par value, 600 shares authorized, 382.7 shares issued at March 31, 2011 and December 31, 2010, respectively		
Additional paid in capital	7,191.3	7,199.7
Retained earnings	1,548.8	1,471.2
Accumulated other comprehensive earnings	105.0	87.9
Treasury stock, \$0.01 par value, 77.9 and 80.8 shares at March 31, 2011 and December 31, 2010, respectively, at cost	(2,279.2) (2,359.4
Total FIS stockholders' equity	6,569.7	6,403.2
Noncontrolling interest	160.8	158.4
Total equity	6,730.5	6,561.6
Total liabilities and equity	\$14,114.3	\$14,176.3

See accompanying notes to unaudited condensed consolidated financial statements.

Table of ContentsFIDELITY NATIONAL INFORMATION SERVICES, INC.
AND SUBSIDIARIES

Condensed Consolidated Statements of Earnings

(In millions, except per share data)

(Unaudited)

	Three-month periods ended March 31,	
	2011	2010
Processing and services revenues (for related party activity, see note 2)	\$1,383.4	\$1,235.0
Cost of revenues (for related party activity, see note 2)	996.0	890.4
Gross profit	387.4	344.6
Selling, general, and administrative expenses (for related party activity, see note 2)	173.5	157.2
Operating income	213.9	187.4
Other income (expense):		
Interest expense, net	(68.0) (28.2
Other income (expense), net	3.3	(5.3
Total other income (expense)	(64.7) (33.5
Earnings from continuing operations before income taxes	149.2	153.9
Provision for income taxes	52.3	56.9
Earnings from continuing operations, net of tax	96.9	97.0
Earnings (loss) from discontinued operations, net of tax	(3.3) (3.5
Net earnings	93.6	93.5
Net (earnings) loss attributable to noncontrolling interest		