



(In millions, except per share data and percentages)

Non-GAAP Financial Measures (Unaudited)	1Q16	2Q16	3Q16	4Q16	FY 2016	1Q17	2Q17	3Q17	4Q17	FY 2017	1Q18	FY 2018
<i>* See Reconciliations of GAAP To Non-GAAP Financial Measures on Page 2.</i>												
<b>Non-GAAP Net revenues:</b>												
Systems	\$ 337.6	\$ 342.5	\$ 292.1	\$ 264.3	\$ 1,236.3	\$ 265.4	\$ 285.7	\$ 266.0	\$ 268.4	\$ 1,085.5	\$ 243.1	\$ 243.1
Services	176.0	189.9	200.5	203.3	769.8	191.2	188.2	200.9	208.1	788.4	193.7	193.7
Total Non-GAAP net revenues	\$ 513.6	\$ 532.4	\$ 492.6	\$ 467.6	\$ 2,006.1	\$ 456.6	\$ 473.9	\$ 466.9	\$ 476.5	\$ 1,873.9	\$ 436.8	\$ 436.8
<b>Non-GAAP Gross margins:</b>												
Systems	\$ 146.4	\$ 145.0	\$ 120.8	\$ 92.9	\$ 504.9	\$ 100.6	\$ 110.6	\$ 100.7	\$ 101.3	\$ 413.2	\$ 89.5	\$ 89.5
As % of Systems revenues	43.4%	42.3%	41.4%	35.1%	40.8%	37.9%	38.7%	37.9%	37.7%	38.1%	36.8%	36.8%
Services	73.6	81.0	87.2	91.8	333.8	77.2	76.7	89.3	96.1	339.3	90.4	90.4
As % of Services revenues	41.8%	42.7%	43.5%	45.2%	43.4%	40.4%	40.7%	44.4%	46.2%	43.0%	46.7%	46.7%
Total Non-GAAP Gross margins	\$ 220.0	\$ 226.0	\$ 208.0	\$ 184.7	\$ 838.7	\$ 177.8	\$ 187.3	\$ 190.0	\$ 197.4	\$ 752.5	\$ 179.9	\$ 179.9
As % of Non-GAAP revenues	42.8%	42.4%	42.2%	39.5%	41.8%	38.9%	39.5%	40.7%	41.4%	40.2%	41.2%	41.2%
<b>Non-GAAP Operating income</b>	\$ 72.2	\$ 72.2	\$ 64.9	\$ 48.7	\$ 258.1	\$ 38.1	\$ 48.9	\$ 58.3	\$ 66.3	\$ 211.6	\$ 46.4	\$ 46.4
Non-GAAP Operating income as % of Non-GAAP net revenues	14.1%	13.6%	13.2%	10.4%	12.9%	8.3%	10.3%	12.5%	13.9%	11.3%	10.6%	10.6%
<b>Non-GAAP Interest and Other income (expense), net</b>	\$ (8.6)	\$ (10.6)	\$ (9.5)	\$ (9.8)	\$ (38.5)	\$ (10.5)	\$ (9.0)	\$ (10.3)	\$ (6.9)	\$ (36.7)	\$ (13.2)	\$ (13.2)
<b>Non-GAAP Income tax provision</b>	\$ 9.2	\$ 8.9	\$ 8.0	\$ 5.7	\$ 31.8	\$ 4.0	\$ 5.8	\$ 7.0	\$ 8.6	\$ 25.4	\$ 6.6	\$ 6.6
Non-GAAP Tax rate	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%	0.1%	20.0%	20.0%
<b>Non-GAAP Net income attributable to VeriFone Systems, Inc. stockholders</b>	\$ 53.7	\$ 51.9	\$ 46.3	\$ 33.1	\$ 185.0	\$ 23.2	\$ 33.3	\$ 40.4	\$ 50.2	\$ 147.1	\$ 26.0	\$ 26.0
Non-GAAP Net Income income attributable to VeriFone Systems, Inc. stockholders as % of Non-GAAP net revenues	10.5%	9.7%	9.4%	7.1%	9.2%	5.1%	7.0%	8.7%	10.5%	7.8%	6.0%	6.0%
<b>Non-GAAP Net income per share attributable to VeriFone Systems, Inc. stockholders</b>												
Basic	\$0.48	\$0.47	\$0.42	\$0.30	\$1.67	\$0.21	\$0.30	\$0.36	\$0.45	\$1.31	\$0.23	\$0.23
Diluted	\$0.48	\$0.47	\$0.42	\$0.30	\$1.66	\$0.21	\$0.30	\$0.36	\$0.44	\$1.31	\$0.23	\$0.23
Year over Year Growth - Diluted EPS	9.1%	6.8%	(10.6%)	(38.8%)	(9.3%)	(56.3%)	(36.2%)	(14.3%)	46.7%	(21.1%)	9.5%	9.5%
<b>Shares used in computing net income per share:</b>												
Basic	111.3	110.3	110.7	111.1	110.8	111.4	111.7	112.0	112.3	111.8	111.6	111.6
Diluted	112.4	111.3	111.4	111.4	111.6	111.7	112.3	112.6	113.1	112.5	112.2	112.2
<b>Year over Year Growth - Net Revenue</b>	5.5%	8.6%	(3.4%)	(9.1%)	0.2%	(11.1%)	(11.0%)	(5.2%)	1.9%	300.7%	(4.3%)	(4.3%)
Year over Year Growth - Systems Revenue	7.7%	5.6%	(12.3%)	(22.0%)	(5.6%)	(21.4%)	(16.6%)	(8.9%)	1.6%	(12.2%)	(8.4%)	(8.4%)
Year over Year Growth - Services Revenue	1.4%	14.4%	13.3%	16.0%	11.3%	8.6%	(0.9%)	0.2%	2.4%	2.4%	1.3%	1.3%

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VeriFone's quarterly earnings releases as filed with the Securities and Exchange Commission ("SEC") as well as its quarterly reports on Form 10-Q and annual reports on Form 10-K are available on the SEC's website. With respect to any non-GAAP financial measures presented in the information, reconciliations of non-GAAP to GAAP financial measures may be found on page 2 hereof as well as in VeriFone's quarterly earnings release as filed with the SEC. Management uses non-GAAP financial measures only in addition to and in conjunction with results presented in accordance with GAAP. Management believes that these non-GAAP financial measures help it to evaluate VeriFone's performance and to compare VeriFone's current results with those for prior periods as well as with the results of peer companies. These non-GAAP financial measures contain limitations and should be considered as a supplement to, and not as a substitute for, or superior to, disclosures made in accordance with GAAP.



(In millions, except per share data and percentages)

Reconciliations of GAAP to Non-GAAP Financial Measures												
	1Q16	2Q16	3Q16	4Q16	FY 2016	1Q17	2Q17	3Q17	4Q17	FY 2017	1Q18	FY 2018
<b>GAAP Net revenues - Systems</b>	\$ 337.6	\$ 342.4	\$ 292.1	\$ 264.3	\$ 1,236.3	\$ 265.4	\$ 285.7	\$ 266.0	\$ 268.4	\$ 1,085.5	\$ 243.1	\$ 243.1
Acquisition, divestiture & restructure related	-	-	-	-	-	-	-	-	-	-	-	-
Other charges and income	-	-	-	-	-	-	-	-	-	-	-	-
Non-GAAP Net revenues - Systems	337.6	342.5	292.1	264.3	1,236.3	265.4	285.7	266.0	268.4	1,085.5	243.1	243.1
<b>GAAP Net revenues - Services</b>	<b>175.9</b>	<b>183.8</b>	<b>196.1</b>	<b>199.9</b>	<b>755.8</b>	<b>188.5</b>	<b>188.0</b>	<b>200.9</b>	<b>208.1</b>	<b>785.5</b>	<b>193.7</b>	<b>193.7</b>
Acquisition, divestiture & restructure related	0.1	6.1	4.5	3.4	14.0	2.7	0.2	-	-	2.9	-	-
Non-GAAP Net revenues - Services	176.0	189.9	200.5	203.3	769.8	191.2	188.2	200.9	208.1	788.4	193.7	193.7
<b>GAAP Gross margins - Systems</b>	<b>142.8</b>	<b>142.0</b>	<b>116.4</b>	<b>91.0</b>	<b>492.0</b>	<b>99.0</b>	<b>109.5</b>	<b>88.2</b>	<b>100.3</b>	<b>397.0</b>	<b>88.7</b>	<b>88.7</b>
Acquisition, divestiture & restructure related	3.1	2.2	3.5	1.4	10.2	1.0	0.4	11.7	0.1	13.2	-	-
Stock-based compensation	0.5	0.5	0.6	0.5	2.1	0.6	0.7	0.8	0.9	3.0	0.8	0.8
Other charges and income	-	0.3	0.3	-	0.6	-	-	-	-	-	-	-
Non-GAAP Gross margins - Systems	146.4	145.0	120.8	92.9	504.9	100.6	110.6	100.7	101.3	413.2	89.5	89.5
<b>GAAP Gross margins - Services</b>	<b>72.5</b>	<b>68.4</b>	<b>74.7</b>	<b>86.5</b>	<b>302.3</b>	<b>72.4</b>	<b>63.3</b>	<b>86.3</b>	<b>94.1</b>	<b>316.1</b>	<b>89.4</b>	<b>89.4</b>
Acquisition, divestiture & restructure related	0.8	6.0	8.7	4.4	19.9	4.5	13.0	2.6	1.5	21.6	1.1	1.1
Stock-based compensation	0.3	0.3	0.3	0.3	1.2	0.3	0.4	0.4	0.5	1.6	0.4	0.4
Other charges and income	-	6.3	3.5	0.6	10.4	-	-	-	-	-	(0.5)	(0.5)
Non-GAAP Gross margins - Services	73.6	81.0	87.2	91.8	333.8	77.2	76.7	89.3	96.1	339.3	90.4	90.4
<b>GAAP Operating Income (loss)</b>	<b>36.2</b>	<b>19.8</b>	<b>(22.3)</b>	<b>(0.9)</b>	<b>32.8</b>	<b>(4.4)</b>	<b>(81.4)</b>	<b>(50.2)</b>	<b>23.7</b>	<b>(112.3)</b>	<b>16.7</b>	<b>16.7</b>
Acquisition, divestiture & restructure related	25.5	32.4	71.2	38.3	167.6	25.4	118.7	97.1	25.1	266.3	15.5	15.5
Stock-based compensation	10.5	11.5	10.8	9.4	42.3	9.6	11.2	9.3	9.8	39.9	9.9	9.9
Other charges and income	-	8.4	5.2	1.9	15.4	7.5	0.4	2.1	7.7	17.7	4.3	4.3
Non-GAAP Operating Income	72.2	72.2	64.9	48.7	258.1	38.1	48.9	58.3	66.3	211.6	46.4	46.4
<b>GAAP Interest and Other income (expense), net</b>	<b>(10.5)</b>	<b>(13.4)</b>	<b>(8.9)</b>	<b>1.8</b>	<b>(31.0)</b>	<b>(10.4)</b>	<b>0.6</b>	<b>(10.3)</b>	<b>(10.4)</b>	<b>(30.5)</b>	<b>(10.0)</b>	<b>(10.0)</b>
Acquisition, divestiture & restructure related	(0.7)	1.7	(0.6)	(11.6)	(11.2)	(0.1)	-	1.7	3.5	5.1	(3.7)	(3.7)
Other charges and income	2.6	1.1	-	-	3.7	-	(9.6)	(1.7)	-	(11.3)	0.5	0.5
Non-GAAP Interest & Other income (Expense), net	(8.6)	(10.6)	(9.5)	(9.8)	(38.5)	(10.5)	(9.0)	(10.3)	(6.9)	(36.7)	(13.2)	(13.2)
<b>GAAP Income tax provision (benefit)</b>	<b>2.0</b>	<b>3.1</b>	<b>0.3</b>	<b>6.2</b>	<b>11.5</b>	<b>2.9</b>	<b>8.9</b>	<b>10.3</b>	<b>10.4</b>	<b>32.5</b>	<b>(0.5)</b>	<b>(0.5)</b>
Income tax effect of non-GAAP exclusion and adjustment to cash basis tax rate	7.2	5.8	7.7	(0.5)	20.3	1.1	(3.1)	(3.3)	(1.8)	(7.1)	7.1	7.1
Non-GAAP Income tax provision	9.2	8.9	8.0	5.7	31.8	4.0	5.8	7.0	8.6	25.4	6.6	6.6
<b>GAAP Net income (loss) attributable to VeriFone Systems, Inc. stockholders</b>	<b>23.5</b>	<b>2.9</b>	<b>(31.1)</b>	<b>(4.5)</b>	<b>(9.3)</b>	<b>(16.6)</b>	<b>(89.3)</b>	<b>(71.0)</b>	<b>3.1</b>	<b>(173.8)</b>	<b>7.3</b>	<b>7.3</b>
Acquisition, divestiture & restructure related	24.8	34.1	70.6	26.7	156.0	32.8	119.1	98.9	28.6	279.4	11.1	11.1
Stock-based compensation	10.5	11.6	10.8	9.4	42.3	9.6	11.2	9.3	9.8	39.9	9.9	9.9
Other charges and income	2.5	9.5	5.2	1.9	19.4	-	(9.6)	0.4	7.7	(1.5)	4.8	4.8
Income tax effect of non-GAAP exclusions and adjustments to cash basis tax rate	(7.2)	(5.8)	(7.7)	0.5	(20.3)	(1.1)	3.1	3.3	1.8	7.1	(7.1)	(7.1)
Net Income (loss) attributable to noncontrolling interest	(0.4)	(0.4)	(1.5)	(0.9)	(3.2)	(1.5)	(1.2)	(0.4)	(0.8)	(3.9)	-	-
Non-GAAP Net income (loss) attributable to VeriFone Systems, Inc. stockholders	\$ 53.7	\$ 51.9	\$ 46.3	\$ 33.1	\$ 185.0	\$ 23.2	\$ 33.3	\$ 40.4	\$ 50.2	\$ 147.1	\$ 26.0	\$ 26.0



(In millions, except per share data and percentages)

Non-GAAP Financial Measures (Unaudited) Adjusted to Exclude China and Taxi Divestitures									
<i>* See Reconciliation of Adjusted Non-GAAP Financial Measures on Page 4.</i>									
	4Q16	FY 2016	1Q17	2Q17	3Q17	4Q17	FY 2017	1Q18	FY 2018
<b>Non-GAAP Net revenues:</b>									
Systems	\$ 261.7	\$ 1,221.6	\$ 261.4	\$ 282.7	\$ 262.5	\$ 268.4	\$ 1,075.0	\$ 243.1	\$ 243.1
Services	171.6	644.8	163.8	161.8	174.0	181.7	681.3	181.5	181.5
Total Non-GAAP net revenues	\$ 433.3	\$ 1,866.4	\$ 425.2	\$ 444.5	\$ 436.5	\$ 450.1	\$ 1,756.3	\$ 424.6	\$ 424.6
<b>Non-GAAP Gross margins:</b>									
Systems	\$ 93.4	\$ 504.1	\$ 100.9	\$ 110.8	\$ 101.0	\$ 101.3	\$ 414.0	\$ 89.5	\$ 89.5
As % of Systems revenues	35.7%	41.3%	38.6%	39.2%	38.5%	37.7%	38.5%	36.8%	36.8%
Services	84.0	308.0	74.1	76.6	83.8	89.9	324.4	87.1	87.1
As % of Services revenues	49.0%	47.8%	45.2%	47.3%	48.2%	49.5%	47.6%	48.0%	48.0%
Total Non-GAAP Gross margins	\$ 177.4	\$ 812.1	\$ 175.0	\$ 187.4	\$ 184.8	\$ 191.2	\$ 738.4	\$ 176.6	\$ 176.6
As % of Non-GAAP revenues	40.9%	43.5%	41.2%	42.2%	42.3%	42.5%	42.0%	41.6%	41.6%
<b>Non-GAAP Operating income</b>									
Non-GAAP Operating income as % of Non-GAAP net revenues	\$ 50.7	\$ 269.0	\$ 43.1	\$ 56.6	\$ 59.3	\$ 64.3	\$ 223.3	\$ 45.7	\$ 45.7
	11.7%	14.4%	10.1%	12.7%	13.6%	14.3%	12.7%	10.8%	10.8%
<b>Non-GAAP Interest and Other income (expense), net</b>									
	\$ (9.8)	\$ (38.5)	\$ (10.5)	\$ (9.0)	\$ (10.3)	\$ (6.9)	\$ (36.7)	\$ (13.2)	\$ (13.2)
<b>Non-GAAP Income tax provision</b>									
Non-GAAP Tax rate	\$ 6.0	\$ 33.4	\$ 4.7	\$ 6.9	\$ 7.1	\$ 8.3	\$ 27.1	\$ 6.5	\$ 6.5
	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%	20.0%	20.0%
<b>Non-GAAP Net income attributable to VeriFone Systems, Inc. stockholders</b>									
Non-GAAP Net Income income attributable to VeriFone Systems, Inc. stockholders as % of Non-GAAP net revenues	\$ 34.8	\$ 195.0	\$ 27.5	\$ 39.9	\$ 41.3	\$ 48.5	\$ 157.2	\$ 25.4	\$ 25.4
	8.0%	10.4%	6.5%	9.0%	9.5%	10.8%	9.0%	6.0%	6.0%
<b>Non-GAAP Net income per share attributable to VeriFone Systems, Inc. stockholders</b>									
Basic	\$0.31	\$1.76	\$0.25	\$0.36	\$0.37	\$0.43	\$1.41	\$0.23	\$0.23
Diluted	\$0.31	\$1.75	\$0.25	\$0.36	\$0.37	\$0.43	\$1.40	\$0.23	\$0.23
Year over Year Growth - Diluted EPS							37.3%	(20.0%)	(8.0%)
<b>Shares used in computing net income per share:</b>									
Basic	111.1	110.8	111.4	111.7	112.0	112.3	111.8	111.6	111.6
Diluted	111.4	111.6	111.7	112.3	112.6	113.1	112.5	112.2	112.2
<b>Year over Year Growth - Net Revenue</b>									
Year over Year Growth - Systems Revenue							3.9%	(5.9%)	(0.1%)
Year over Year Growth - Systems Revenue							2.6%	(12.0%)	(7.0%)
Year over Year Growth - Services Revenue							5.9%	5.7%	10.8%



(In millions)

Reconciliation of Adjusted Non-GAAP Financial Measures (Adjusted to Exclude China and Taxi Divestitures)	4Q16	FY 2016	1Q17	2Q17	3Q17	4Q17	FY 2017	1Q18	FY 2018
Non-GAAP Net revenues - Systems <i>(from Reconciliation Non-GAAP tab)</i>	264.3	1,236.3	265.4	285.7	266.0	268.4	1,085.5	243.1	243.1
Net revenues - Systems from divested businesses	2.6	14.7	4.0	3.0	3.5	—	10.5	-	-
Adjusted Non-GAAP Net revenues - Systems	261.7	1,221.6	261.4	282.7	262.5	268.4	1,075.0	243.1	243.1
Non-GAAP Net revenues - Services <i>(from Reconciliation Non-GAAP tab)</i>	203.3	769.8	191.2	188.2	200.9	208.1	788.4	193.7	193.7
Net revenues - Services from divested businesses	31.7	125.0	27.4	26.4	26.9	26.4	107.1	12.2	12.2
Adjusted Non-GAAP Net revenues - Services	171.6	644.8	163.8	161.8	174.0	181.7	681.3	181.5	181.5
Adjusted Non-GAAP Net revenues	433.3	1,866.4	425.2	444.5	436.5	450.1	1,756.3	424.6	424.6
Non-GAAP Gross margins - Systems <i>(from Reconciliation Non-GAAP tab)</i>	92.9	504.9	100.6	110.6	100.7	101.3	413.2	89.5	89.5
Gross margins - Systems from divested businesses	(0.5)	0.8	(0.3)	(0.2)	(0.3)	—	(0.8)	-	-
Adjusted Non-GAAP Gross margins - Systems	93.4	504.1	100.9	110.8	101.0	101.3	414.0	89.5	89.5
Non-GAAP Gross margins - Services <i>(from Reconciliation Non-GAAP tab)</i>	91.8	333.8	77.2	76.7	89.3	96.1	339.3	90.4	90.4
Gross margins - Services from divested businesses	7.8	25.8	3.1	0.1	5.5	6.2	14.9	3.3	3.3
Adjusted Non-GAAP Gross margins - Services	84.0	308.0	74.1	76.6	83.8	89.9	324.4	87.1	87.1
Adjusted Non-GAAP Gross margins	177.4	812.1	175.0	187.4	184.8	191.2	738.4	176.6	176.6
Non-GAAP Operating Income (loss) <i>(from Reconciliation Non-GAAP tab)</i>	48.7	258.1	38.1	48.9	58.3	66.3	211.6	46.4	46.4
Operating Income (loss) from divested businesses	(2.0)	(10.9)	(5.0)	(7.7)	(1.0)	2.0	(11.7)	0.7	0.7
Adjusted Non-GAAP Operating Income	50.7	269.0	43.1	56.6	59.3	64.3	223.3	45.7	45.7
Non-GAAP net income (loss) attributable to VeriFone Systems, Inc. stockholders <i>(from Reconciliation Non-GAAP tab)</i>	33.1	185.0	23.2	33.3	40.4	50.2	147.1	26.0	26.0
Net income (loss) attributable to VeriFone Systems, Inc. stockholders from divested businesses	(1.7)	(10.0)	(4.3)	(6.6)	(0.9)	1.7	(10.1)	0.6	0.6
Adjusted net income (loss) attributable to VeriFone Systems, Inc. stockholders	34.8	195.0	27.5	39.9	41.3	48.5	157.2	25.4	25.4
Non-GAAP Net income per share attributable to VeriFone Systems, Inc. stockholders <i>(from page 1)</i>	\$0.30	\$1.66	\$0.21	\$0.30	\$0.36	\$0.44	\$1.31	\$0.23	\$0.23
Net income (loss) per share attributable to VeriFone Systems, Inc. stockholders from divested businesses	(\$0.01)	(\$0.09)	(\$0.04)	(\$0.06)	(\$0.01)	\$0.01	(\$0.09)	\$0.00	\$0.00
Adjusted net income (loss) per share attributable to VeriFone Systems, Inc. stockholders	\$0.31	\$1.75	\$0.25	\$0.36	\$0.37	\$0.43	\$1.40	\$0.23	\$0.23