



2nd Quarter FY 2018 Earnings Presentation

November 7, 2017

Pro forma combined company financial information

In an effort to provide investors with additional information, we are disclosing certain unaudited pro forma combined company financial information of DXC for the three and six months of fiscal 2017 (“pro forma combined company” information) as supplemental information herein. The following discussion includes comparisons of our unaudited results of operations for the three and six months of fiscal 2018 to our pro forma combined company results. The pro forma combined company results are based on the historical quarterly statements of operations of each of CSC and the Enterprise Services Business of Hewlett Packard Enterprise Company (“HPES”), giving effect to the merger as if it had been consummated on April 2, 2016. CSC reported its results based on a fiscal year convention that comprised four thirteen-week quarters, while HPES reported its results on a fiscal year basis ended October 31. As a consequence of CSC and HPES having different fiscal year-end dates, the pro forma combined company results include the historical unaudited condensed combined statements of operations of CSC for the three and six months ended September 30, 2016 and of HPES for the three and six months ended July 31, 2016.

The historical financial information of HPES was “carved-out” from the combined statement of operations of HPE and reflects assumptions and allocations made by HPE and only includes revenue and costs directly attributable to HPES and an allocation of expenses related to certain HPE corporate functions and does not necessarily include all expenses that would have been incurred by HPES had it been a separate, stand-alone entity and therefore, does not necessarily reflect what HPES’ results of operations would have been had HPES operated as a stand-alone company during the period presented. Actual costs that may have been incurred if HPES had been a stand-alone company would depend on a number of factors, including the chosen organizational structure, functions outsourced or performed by employees and strategic decisions made in areas such as information technology and infrastructure.

The pro forma combined company results have been prepared using the acquisition method of accounting with CSC considered the accounting acquirer of HPES. These pro forma combined company results include historical results, reflecting preliminary purchase accounting adjustments and aligning our accounting policies for consolidated results and reportable segments. These adjustments give effect to pro forma events that were (i) directly attributable to the merger of CSC and HPES, (ii) factually supportable, and (iii) expected to have a continuing impact on the consolidated results of operations of DXC. The pro forma combined company results do not reflect the costs of integration activities or benefits that may result from realization of synergies. No assurances of the timing or the amount of cost synergies, or the costs necessary to achieve those cost synergies, can be provided.

The adjustments to historical results included were based upon currently available information and assumptions that management of DXC believes to be reasonable. The pro forma combined company results are provided for illustrative and informational purposes only and are not intended to represent or be indicative of what DXC’s results of operations would have been had the merger occurred on April 2, 2016, and should not be taken as being indicative of DXC’s future consolidated financial results. The pro forma combined company results should be read in conjunction with Exhibit 99.2 of the previously filed Form 8-K/A that was filed on June 14, 2017, including the accompanying notes.

Non-GAAP financial measures

We present non-GAAP financial measures of performance which are derived from the unaudited condensed consolidated statements of operations and unaudited pro forma combined company statement of operations of DXC. These non-GAAP financial measures include earnings before interest and taxes (“EBIT”), adjusted EBIT, adjusted EBIT margin, non-GAAP income before income taxes, non-GAAP net income, non-GAAP EPS and adjusted free cash flow.

We present these non-GAAP financial measures to provide investors with meaningful supplemental financial information, in addition to the financial information presented on a GAAP basis. Non-GAAP financial measures exclude certain items from GAAP results which DXC management believes are not indicative of core operating performance. DXC management believes these non-GAAP measures provide investors supplemental information about the financial performance of DXC exclusive of the impacts of corporate wide strategic decisions. DXC management believes that adjusting for these items provides investors with additional measures to evaluate the financial performance of our core business operations on a comparable basis from period to period. DXC management believes the non-GAAP measures provided are also considered important measures by financial analysts covering DXC as equity research analysts continue to publish estimates and research notes based on our non-GAAP commentary, including our guidance around non-GAAP EPS.

There are limitations to the use of the non-GAAP financial measures presented in this presentation. One of the limitations is that they do not reflect complete financial results. We compensate for this limitation by providing a reconciliation between our non-GAAP financial measures and the respective most directly comparable financial measure calculated and presented in accordance with GAAP or on a pro forma combined company basis. Additionally, other companies, including companies in our industry, may calculate non-GAAP financial measures differently than we do, limiting the usefulness of those measures for comparative purposes between companies.

Selected references are made on a “constant currency basis” (cc) so that certain financial results can be viewed without the impact of fluctuations in foreign currency rates, thereby providing comparisons of operating performance from period to period. Financial results on a “constant currency basis” are non-GAAP measures calculated by translating current period activity into U.S. dollars using the comparable prior period’s currency conversion rates. This approach is used for all results where the functional currency is not the U.S. dollar.

Forward-looking statements

All statements and assumptions contained in this presentation that do not directly and exclusively relate to historical facts constitute “forward-looking statements.” These statements represent current expectations and beliefs, and no assurance can be given that the results described in such statements will be achieved.

Such statements are subject to numerous assumptions, risks, uncertainties and other factors that could cause actual results to differ materially from those described in such statements, many of which are outside of our control. For a written description of these factors, see the section titled “Risk Factors” in CSC’s Form 10-K for the fiscal year ended March 31, 2017, and DXC’s Form 10-Q for the quarter ended June 30, 2017 filed on August 9, 2017 and any updating information in subsequent SEC filings, including DXC’s upcoming Form 10-Q for the quarter ended September 30, 2017.

No assurance can be given that any goal or plan set forth in any forward-looking statement can or will be achieved, and readers are cautioned not to place undue reliance on such statements which speak only as of the date they are made. We do not undertake any obligation to update or release any revisions to any forward-looking statement or to report any events or circumstances after the date of this presentation or to reflect the occurrence of unanticipated events except as required by law.



2nd Quarter FY 2018 Earnings Presentation

Mike Lawrie
Chairman, President and
Chief Executive Officer

Key messages

Q2 FY18 non-GAAP EPS⁽¹⁾ of \$1.93⁽²⁾

Revenue down 3.5%⁽³⁾ YoY in cc and flat sequentially; book-to-bill of 1.0x

Strong digital momentum, with revenue up 23%⁽³⁾ YoY

Achieving key merger integration milestones

Raising FY18 non-GAAP EPS⁽¹⁾ target to \$7.25 – \$7.75⁽²⁾

¹ Excludes restructuring costs, transaction and integration-related costs, and amortization of acquired intangible assets

² Includes benefit from the reclassification of HPES operating leases to capitalized leases and the corresponding adjustment of the related assets to fair value

³ Adjusted for the impact of purchase price accounting (PPA) on revenue in the second quarter of FY18



2nd Quarter FY 2018 Earnings Presentation

Paul Saleh
Executive Vice President
and Chief Financial Officer

Financial presentation

- Pro forma results conform with the methodology used in the Form S-4

	Fiscal 2017			
	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
CSC	July 1, 2016	September 30, 2016	December 30, 2016	March 31, 2017
HPES	April 30, 2016	July 31, 2016	October 31, 2016	January 31, 2017

- Prior year pro forma non-GAAP results assume a flat quarterly tax rate of about 27.5%
- FY18 results reflect revenue adjustments for purchase price accounting, whereas the prior year pro forma does not
- Non-GAAP results exclude restructuring costs, transaction and integration-related costs, and amortization of acquired intangible assets

Reconciliation of non-GAAP results

	Q2 FY18				
(in millions except EPS)	GAAP	Restructuring costs	Transaction and integration-related costs	Amortization of acquired intangible assets	Non-GAAP results
Income before income taxes	387	192	66	169	814
Income tax expense	122	46	23	57	248
Net income	265	146	43	112	566
Diluted EPS*	\$ 0.88	0.50	0.15	0.39	\$ 1.93

	YTD FY18				
(in millions except EPS)	GAAP	Restructuring costs	Transaction and integration-related costs	Amortization of acquired intangible assets	Non-GAAP results
Income before income taxes	572	382	190	289	1,433
Income tax expense	134	91	64	103	392
Net income	438	291	126	186	1,041
Diluted EPS*	\$ 1.43	1.01	0.44	0.64	\$ 3.52

*EPS and per-share values of certain items may not sum to non-GAAP EPS due to rounding

2nd quarter results

	Q2		YTD	
	FY18	Pro forma combined company FY17	FY18	Pro forma combined company FY17
Revenue (\$M)	\$ 6,163	\$ 6,355	\$ 12,076	\$ 12,773
– YoY Growth - GAAP	(3.0%)		(5.5%)	
- adjusted for PPA ⁽¹⁾	(2.7%)		(4.4%)	
- cc, adjusted for PPA ⁽¹⁾	(3.5%)		(3.9%)	
– QtQ Growth - GAAP	4.2%		—	
- adjusted for PPA ⁽¹⁾	2.5%		—	
Adjusted EBIT (\$M)	876	380	1,555	690
Adjusted EBIT Margin (%)	14.2%	6.0%	12.9%	5.4%
Adjusted Net Income (\$M) ⁽¹⁾⁽²⁾	566	225	1,041	401
Non-GAAP EPS ⁽¹⁾⁽²⁾⁽³⁾	\$ 1.93	\$ 0.76	\$ 3.52	\$ 1.37
Bookings (\$B)	\$ 5.9	\$ 5.5	\$ 12.2	\$ 11.5

¹ Adjusted for the impact of purchase price accounting (PPA) on revenue of \$21 million in the second quarter of FY18 and \$140 million on a year-to-date basis

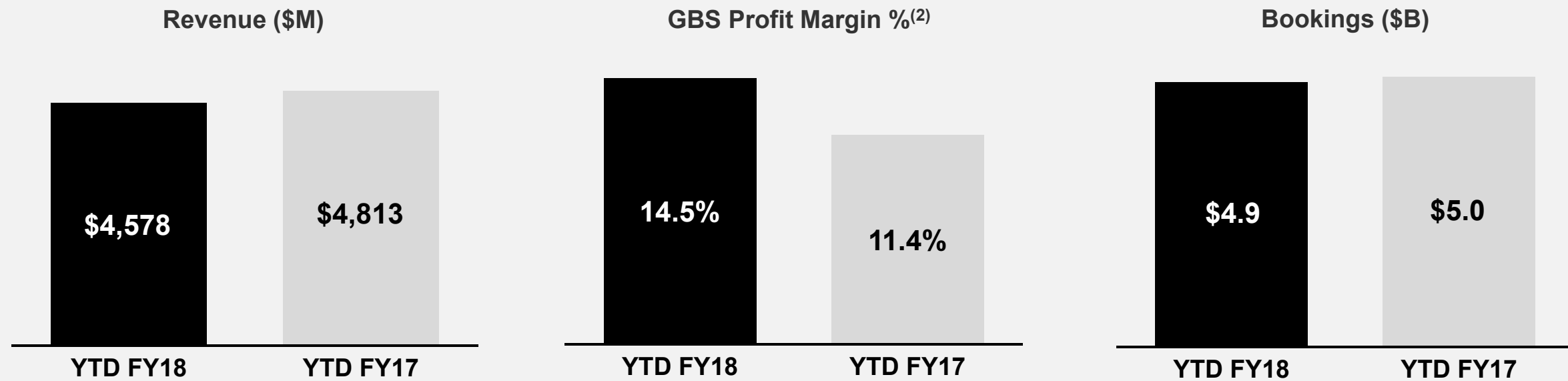
² Excludes restructuring costs, transaction and integration-related costs, amortization of acquired intangible assets, pension and OPEB actuarial and settlement losses, certain overhead costs, and tax adjustment

³ Includes cumulative benefit of \$75 million of Net Income or \$0.26 per share from the reclassification of HPES operating leases to capitalized leases and the corresponding adjustment of the related assets to fair value

Global Business Services (GBS)

	Q2 FY18		Pro forma combined company Q2 FY17		YTD FY18		Pro forma combined company YTD FY17	
Revenue (\$M)	\$	2,311	\$	2,392	\$	4,578	\$	4,813
– YoY growth - GAAP		(3.4%)				(4.9%)		
- adjusted for PPA ⁽¹⁾		(3.2%)				(4.3%)		
- cc, adjusted for PPA ⁽¹⁾		(4.3%)				(4.0%)		
– QtQ growth - GAAP		1.9%				—		
- adjusted for PPA ⁽¹⁾		1.2%				—		
GBS Profit (\$M) ⁽²⁾		380		265		662		551
GBS Profit Margin (%) ⁽²⁾		16.4%		11.1%		14.5%		11.4%
Bookings (\$B)	\$	2.5	\$	3.1	\$	4.9	\$	5.0

Year-to-Date



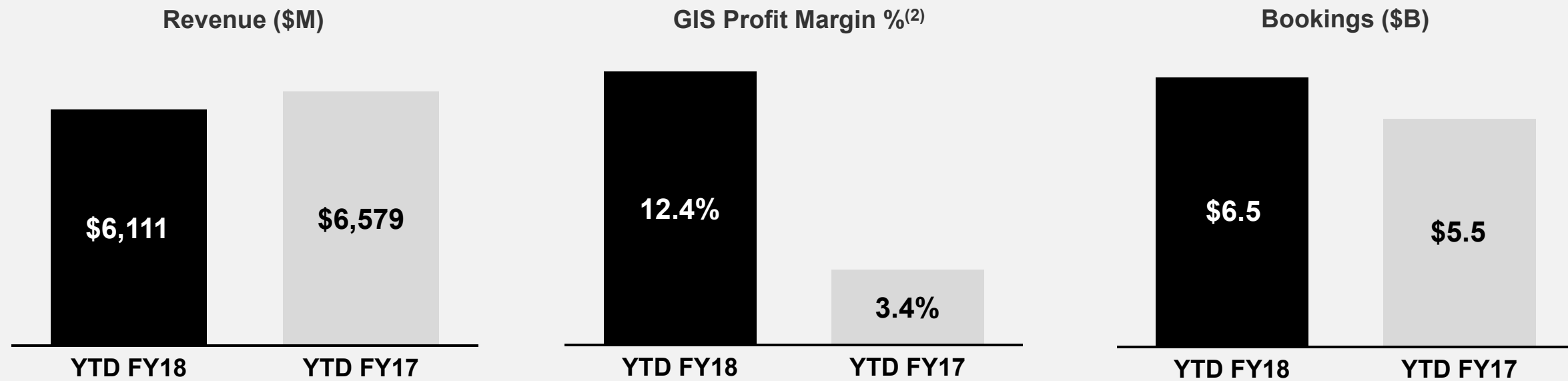
¹ Adjusted for the impact of purchase price accounting (PPA) on revenue of \$5 million in the second quarter of FY18 and \$26 million on a year-to-date basis

² Includes cumulative benefit of \$2 million of GBS segment profit from the reclassification of HPES operating leases to capitalized leases and the corresponding adjustment of the related assets to fair value in the second quarter of FY18 and on a year-to-date basis

Global Infrastructure Services (GIS)

	Q2 FY18	Pro forma combined company Q2 FY17	YTD FY18	Pro forma combined company YTD FY17
Revenue (\$M)	\$ 3,142	\$ 3,289	\$ 6,111	\$ 6,579
– YoY growth - GAAP	(4.5%)		(7.1%)	
- adjusted for PPA ⁽¹⁾	(4.0%)		(5.5%)	
- cc, adjusted for PPA ⁽¹⁾	(4.8%)		(4.7%)	
– QtQ growth - GAAP	5.8%		—	
- adjusted for PPA ⁽¹⁾	3.1%		—	
GIS Profit (\$M) ⁽²⁾	469	156	759	223
GIS Profit Margin (%) ⁽²⁾	14.9%	4.7%	12.4%	3.4%
Bookings (\$B)	\$ 2.8	\$ 2.1	\$ 6.5	\$ 5.5

Year-to-Date



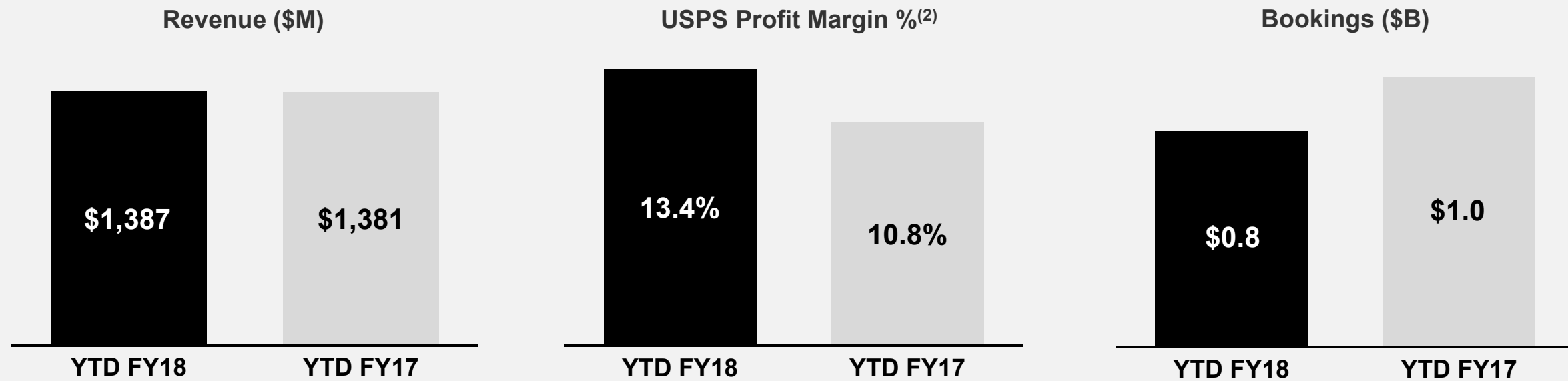
¹ Adjusted for the impact of purchase price accounting (PPA) on revenue of \$15 million in the second quarter of FY18 and \$108 million on a year-to-date basis

² Includes cumulative benefit of \$86 million of GIS segment profit from the reclassification of HPES operating leases to capitalized leases and the corresponding adjustment of the related assets to fair value in the second quarter of FY18 and on a year-to-date basis

U.S. Public Sector (USPS)

	Q2 FY18	Pro forma combined company Q2 FY17	YTD FY18	Pro forma combined company YTD FY17
Revenue (\$M)	\$ 710	\$ 674	\$ 1,387	\$ 1,381
- YoY growth - GAAP	5.3%		0.4%	
- adjusted for PPA ⁽¹⁾	5.5%		0.9%	
- QtQ growth - GAAP	4.8%		—	
- adjusted for PPA ⁽¹⁾	4.2%		—	
USPS Profit (\$M) ⁽²⁾	109	68	186	149
USPS Profit Margin (%) ⁽²⁾	15.4%	10.1%	13.4%	10.8%
Bookings (\$B)	\$ 0.6	\$ 0.3	\$ 0.8	\$ 1.0

Year to Date



Financial highlights

Cash Flow Performance

- ▶ Adjusted Free Cash Flow
- ▶ Cap Ex — Including Capital Leases
- ▶ *Cap Ex as a % of Revenue*

Q2 FY18	YTD FY18
\$589M	\$1,184M
\$553M	\$808M
9.0%	6.7%

Capital to Shareholders

- ▶ Cash Dividends
- ▶ Share Repurchases

Q2 FY18	YTD FY18
\$51M	\$72M
\$47M 592K shares	\$66M 842K shares

Capital Structure

- ▶ Cash and Cash Equivalents
- ▶ Net Debt-to-Total Capitalization

Q2 FY18
\$2.7B
27.8%

FY 2018 targets

Revenue

\$24.0B – \$24.5B

Non-GAAP EPS⁽¹⁾⁽²⁾

\$7.25 – \$7.75

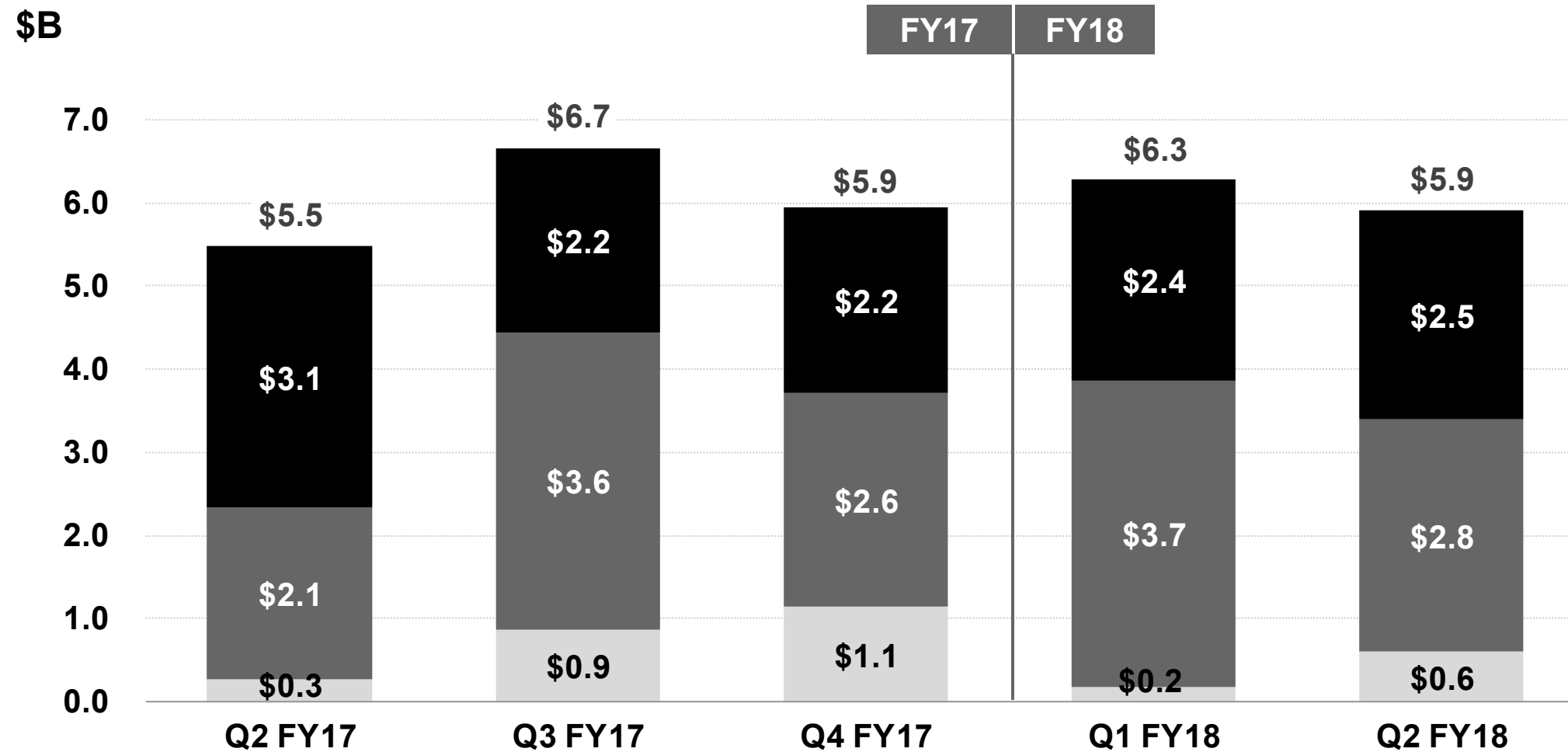
Adjusted Free Cash Flow

90% of Adj. Net Income⁽¹⁾⁽²⁾

¹ Includes cumulative benefit from the reclassification of HPES operating leases to capitalized leases and the corresponding adjustment of the related assets to fair value

² Excludes restructuring costs, transaction and integration-related costs, and amortization of acquired intangible assets

Bookings*



GBS Global Business Services

GIS Global Infrastructure Services

USPS U.S. Public Sector

*The summation of the quarter bookings number may not equal the full-year number, due to rounding



2nd Quarter FY 2018 Earnings Presentation

Supplemental Information

Segment profitability impact of lease reclassifications of HPES operating leases and corresponding adjustment of those assets to fair value

(in millions)	Segment profitability (as reported)	Lease reclassification impact	Segment profitability excluding impact of lease reclassifications
GBS profit	380	2	378
GIS profit	469	86	383
USPS profit	109	32	77
All other profit (loss)	(82)	1	(83)
Adjusted EBIT	876	121	755
GBS profit margin	16.4%	0.1%	16.4%
GIS profit margin	14.9%	2.7%	12.2%
USPS profit margin	15.4%	4.5%	10.8%
Adjusted EBIT margin	14.2%	2.0%	12.3%

Non-GAAP reconciliations

Adjusted EBIT

(in millions)	Q2 FY18	Pro forma combined company Q2 FY17	YTD FY18	Pro forma combined company YTD FY17
Net income (loss)	\$ 265	\$ (123)	\$ 438	\$ (404)
Income tax expense (benefit)	122	(108)	134	(149)
Interest income	(16)	(20)	(32)	(41)
Interest expense	78	89	154	177
EBIT	449	(162)	694	(417)
Restructuring costs	192	301	382	432
Transaction and integration-related costs	66	70	190	156
Amortization of acquired intangible assets	169	120	289	233
Pension and OPEB actuarial and settlement losses	-	-	-	198
Certain overhead costs	-	51	-	88
Adjusted EBIT	\$ 876	\$ 380	\$ 1,555	\$ 690

	Q2 FY18	Pro forma combined company Q2 FY17	YTD FY18	Pro forma combined company YTD FY17
Adjusted EBIT margin	14.2%	6.0%	12.9%	5.4%
EBIT margin	7.3%	(2.5%)	5.7%	(3.3%)

Non-GAAP reconciliations

Segment profit

(in millions)	Q2 FY18	Pro forma combined company Q2 FY17	YTD FY18	Pro forma combined company YTD FY17
Profit				
GBS profit	\$ 380	\$ 265	\$ 662	\$ 551
GIS profit	469	156	759	223
USPS profit	109	68	186	149
All other profit (loss)	(82)	(160)	(52)	(321)
Interest income	16	20	32	41
Interest expense	(78)	(89)	(154)	(177)
Restructuring costs	(192)	(301)	(382)	(432)
Transaction and integration-related costs	(66)	(70)	(190)	(156)
Amortization of acquired intangible assets	(169)	(120)	(289)	(233)
Pension and OPEB actuarial and settlement losses	-	-	-	(198)
Income (loss) before income taxes	\$ 387	\$ (231)	\$ 572	\$ (553)
Segment profit margins	Q2 FY18	Pro forma combined company Q2 FY17	YTD FY18	Pro forma combined company YTD FY17
GBS	16.4%	11.1%	14.5%	11.4%
GIS	14.9%	4.7%	12.4%	3.4%
USPS	15.4%	10.1%	13.4%	10.8%

Q2 FY18 non-GAAP results

(in millions except EPS)	GAAP	Restructuring costs	Transaction and integration-related costs	Amortization of acquired intangible assets	Non-GAAP results
Costs of services (excludes depreciation and amortization and restructuring costs)	\$ 4,312	\$ -	\$ -	\$ -	\$ 4,312
Selling, general and administrative (excludes depreciation and amortization and restructuring costs)	672	-	(66)	-	606
Income before income taxes	387	192	66	169	814
Income tax expense	122	46	23	57	248
Income from continuing operations	265	146	43	112	566
Less: net income attributable to noncontrolling interest, net of tax	9	-	-	-	9
Net income attributable to DXC common stockholders	\$ 256	\$ 146	\$ 43	\$ 112	\$ 557
Effective tax rate	31.5%				30.5%
Basic EPS*	\$ 0.90	\$ 0.51	\$ 0.15	\$ 0.39	\$ 1.96
Diluted EPS*	\$ 0.88	\$ 0.50	\$ 0.15	\$ 0.39	\$ 1.93
Weighted average common shares outstanding for:					
Basic EPS	284.87	284.87	284.87	284.87	284.87
Diluted EPS	289.29	289.29	289.29	289.29	289.29

*EPS and per-share values of certain items may not sum to non-GAAP EPS due to rounding

YTD FY18 non-GAAP results

(in millions except EPS)	GAAP	Restructuring costs	Transaction and integration-related costs	Amortization of acquired intangible assets	Non-GAAP results
Costs of services (excludes depreciation and amortization and restructuring costs)	\$ 9,100	\$ -	\$ -	\$ -	\$ 9,100
Selling, general and administrative (excludes depreciation and amortization and restructuring costs)	1,082	-	(190)	-	892
Income before income taxes	572	382	190	289	1,433
Income tax expense	134	91	64	103	392
Income from continuing operations	438	291	126	186	1,041
Less: net income attributable to noncontrolling interest, net of tax	23	-	-	-	23
Net income attributable to DXC common stockholders	\$ 415	\$ 291	\$ 126	\$ 186	\$ 1,018
Effective tax rate	23.4%				27.4%
Basic EPS*	\$ 1.46	\$ 1.02	\$ 0.44	\$ 0.65	\$ 3.58
Diluted EPS*	\$ 1.43	\$ 1.01	\$ 0.44	\$ 0.64	\$ 3.52
Weighted average common shares outstanding for:					
Basic EPS	284.35	284.35	284.35	284.35	284.35
Diluted EPS	289.38	289.38	289.38	289.38	289.38

*EPS and per-share values of certain items may not sum to non-GAAP EPS due to rounding

Q2 FY17 non-GAAP results

(in millions except EPS)	Pro forma combined company	Restructuring costs	Transaction and integration-related costs	Amortization of acquired intangible assets	Certain overhead costs	Tax adjustment	Non-GAAP results
Costs of services (excludes depreciation and amortization and restructuring costs)	\$ 5,008	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,008
Selling, general and administrative (excludes depreciation and amortization and restructuring costs)	660	-	(70)	-	(51)	-	539
(Loss) income before taxes	(231)	301	70	120	51	-	311
Income tax (benefit) expense	(108)	-	-	-	-	194	86
Net (loss) income	(123)	301	70	120	51	(194)	225
Less: net income attributable to noncontrolling interest, net of tax	7	-	-	-	-	-	7
Net (loss) income attributable to DXC common stockholders	\$ (130)	\$ 301	\$ 70	\$ 120	\$ 51	\$ (194)	\$ 218
Effective tax rate	46.8%						27.7%
Basic EPS*	\$ (0.46)	\$ 1.06	\$ 0.25	\$ 0.42	\$ 0.18	\$ (0.69)	\$ 0.77
Diluted EPS*	\$ (0.46)	\$ 1.05	\$ 0.24	\$ 0.42	\$ 0.18	\$ (0.68)	\$ 0.76
Weighted average common shares outstanding for:							
Basic EPS	283.16	283.16	283.16	283.16	283.16	283.16	283.16
Diluted EPS	283.16	286.41	286.41	286.41	286.41	286.41	286.41

*EPS and per-share values of certain items may not sum to non-GAAP EPS due to rounding

YTD FY17 non-GAAP results

(in millions except EPS)	Pro forma combined company	Restructuring costs	Transaction and integration-related costs	Amortization of acquired intangible assets	Pension and OPEB actuarial and settlement losses	Certain overhead costs	Tax adjustment	Non-GAAP results
Costs of services (excludes depreciation and amortization and restructuring costs)	\$ 10,278	\$ -	\$ -	\$ -	\$ (150)	\$ -	\$ -	\$ 10,128
Selling, general and administrative (excludes depreciation and amortization and restructuring costs)	1,370	-	(156)	-	(48)	(88)	-	1,078
(Loss) income before taxes	(553)	432	156	233	198	88	-	554
Income tax (benefit) expense	(149)	-	-	-	-	-	302	153
Net (loss) income	(404)	432	156	233	198	88	(302)	401
Less: net income attributable to noncontrolling interest, net of tax	9	-	-	-	-	-	-	9
Net (loss) income attributable to DXC common stockholders	\$ (413)	\$ 432	\$ 156	\$ 233	\$ 198	\$ 88	\$ (302)	\$ 392
Effective tax rate	26.9%							27.6%
Basic EPS*	\$ (1.46)	\$ 1.53	\$ 0.55	\$ 0.82	\$ 0.70	\$ 0.31	\$ (1.07)	\$ 1.38
Diluted EPS*	\$ (1.46)	\$ 1.51	\$ 0.54	\$ 0.81	\$ 0.69	\$ 0.31	\$ (1.05)	\$ 1.37
Weighted average common shares outstanding for:								
Basic EPS	283.16	283.16	283.16	283.16	283.16	283.16	283.16	283.16
Diluted EPS	283.16	286.54	286.54	286.54	286.54	286.54	286.54	286.54

*EPS and per-share values of certain items may not sum to non-GAAP EPS due to rounding

Adjusted free cash flow

(in millions)	Q2 FY18	YTD FY18
Net cash provided by operating activities	\$ 1,009	\$ 1,543
Net cash used in investing activities	(422)	437
Acquisitions, net of cash acquired	152	(822)
Payments on capital leases and other long-term asset financings	(318)	(443)
Payments on separation and other transaction costs	63	143
Payments on restructuring costs	162	393
Sale of accounts receivables, net DPP	30	20
Sale of USPS accounts receivables	(87)	(87)
Adjusted free cash flow	\$ 589	\$ 1,184

Non-GAAP and other definitions

Segment profit: Segment revenue less costs of services, segment selling, general, and administrative, and depreciation and amortization (excluding amortization of acquired intangible assets)

Segment profit margin: Segment profit as a percentage of revenue

Earnings before interest and taxes (EBIT): Net income (loss) less income from discontinued operations, net of taxes, interest expense, interest income, and income tax expense (benefit)

EBIT margin: EBIT as a percentage of revenue

Adjusted EBIT: EBIT excluding restructuring costs, transaction and integration-related costs, amortization expense related to acquired intangible assets, pension and OPEB actuarial and settlement losses, and certain overhead costs

Adjusted EBIT margin: Adjusted segment EBIT as a percentage of revenue

Adjusted free cash flow: Equal to the sum of (1) operating cash flows, (2) investing cash flows, excluding business acquisitions, dispositions and investments (including short-term investments and purchase or sale of available for sale securities), and (3) payments on capital leases and other long-term asset financings. Adjusted free cash flow is further adjusted for certain cash flow items, such as (i) payments for transaction and integration-related costs, (ii) restructuring payments, (iii) cash receipts from the sale of accounts receivables

Capital expenditure: Equal to sum of purchases of property, equipment, and software, and payments on outsourcing contracts, less proceeds from sales of assets and purchases made through our lease credit facility

Net debt: Total debt, less cash and cash equivalents

Net debt-to-total capitalization: Calculated as the ratio of net debt to total capitalization

