

The background of the slide is a long-exposure photograph of a city street at night. On the left, a classical building with large columns is illuminated with a warm yellow light. On the right, modern skyscrapers are lit up with blue and white lights. In the foreground, light trails from cars create bright white and yellow streaks across the dark road. A teal-colored horizontal band is overlaid on the middle of the image, containing the title and speaker information.

Faster Payments:

Improvement Opportunities and Alternative Paths

Peter Gordon, Senior Vice President

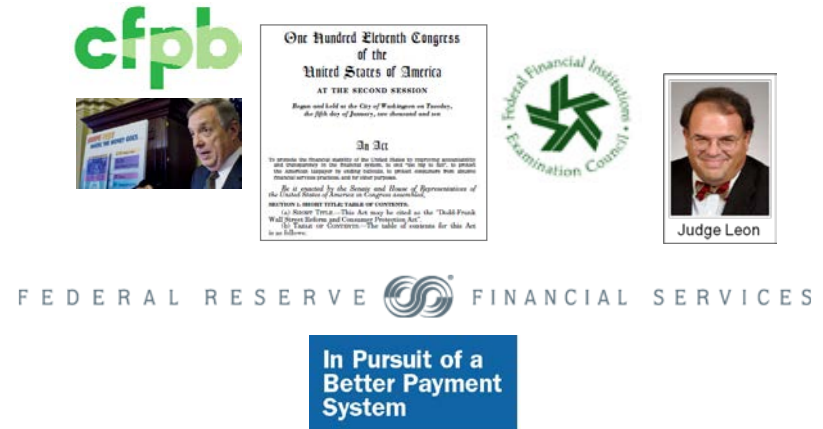
September 24, 2013

Market dynamics are driving the PayNet model

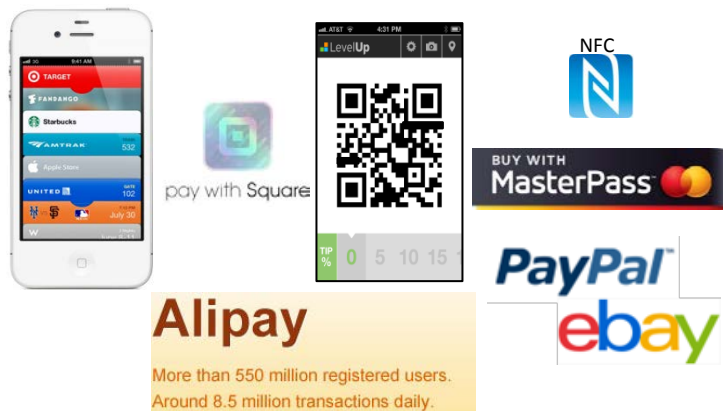
1. Card Models are under attack and business models are changing



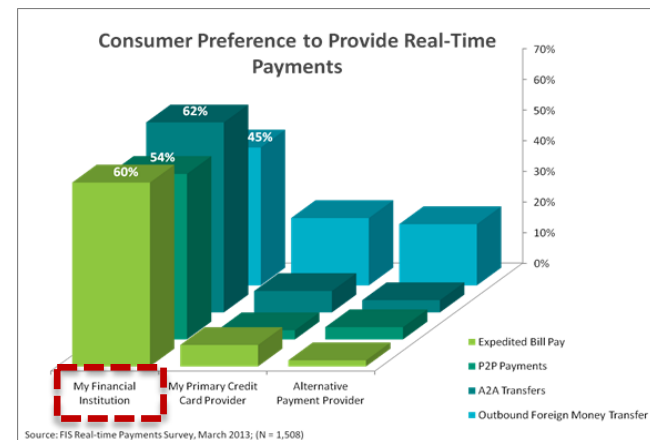
2. Regulatory intervention is remaking the face of commerce



3. Mobile and digital technology has changed life as we know it



4. Consumers want real-time payment options from their financial institutions



PayNet Overview

PayNet is a new money movement platform developed by FIS¹

- Enables real-time access to accounts without requiring card information
- Facilitates both debits and credits
- Operates under the good funds model (all transactions are authorized)
- Originators pay “account access” fees to receivers (similar to debit card business model)
- Vision for global coverage of non-card model



Why PayNet: Value Proposition

- Low cost of entry
- Income generation
- Lower fraud
- Customer loyalty and retention
- Enhanced customer experience:
 - Real-time
 - Non-card
 - Global

¹ FIS™ is the world's largest global provider dedicated to banking and payments technologies. FIS is ranked 434 on the Fortune 500 and is a member of Standard & Poor's 500® Index. FIS has also been named the No. 1 overall financial technology provider in the annual FinTech 100 rankings.

PayNet Overview

The PayNet Strategic Value Proposition Aligns to:

- ✓ The digitization of eCommerce and money movement, without a card
- ✓ The real-time globalization of payment models; the U.S. has been lagging
- ✓ Consumers expectations of real time payments in these new models
- ✓ Banks' interests and infrastructure instead of non-bank market entrants

PayNet combines the best features of ACH and EFT into one real time network



ACH Benefits

- ✓ R/T and account number
- ∅ Batch processing
- ∅ Negative acknowledgement only
- ∅ Both parties pay



EFT Strengths

- ∅ BIN / PAN numbering scheme
- ✓ Real time processing
- ✓ Instant acknowledgement
- ✓ Originators pay, receivers get paid

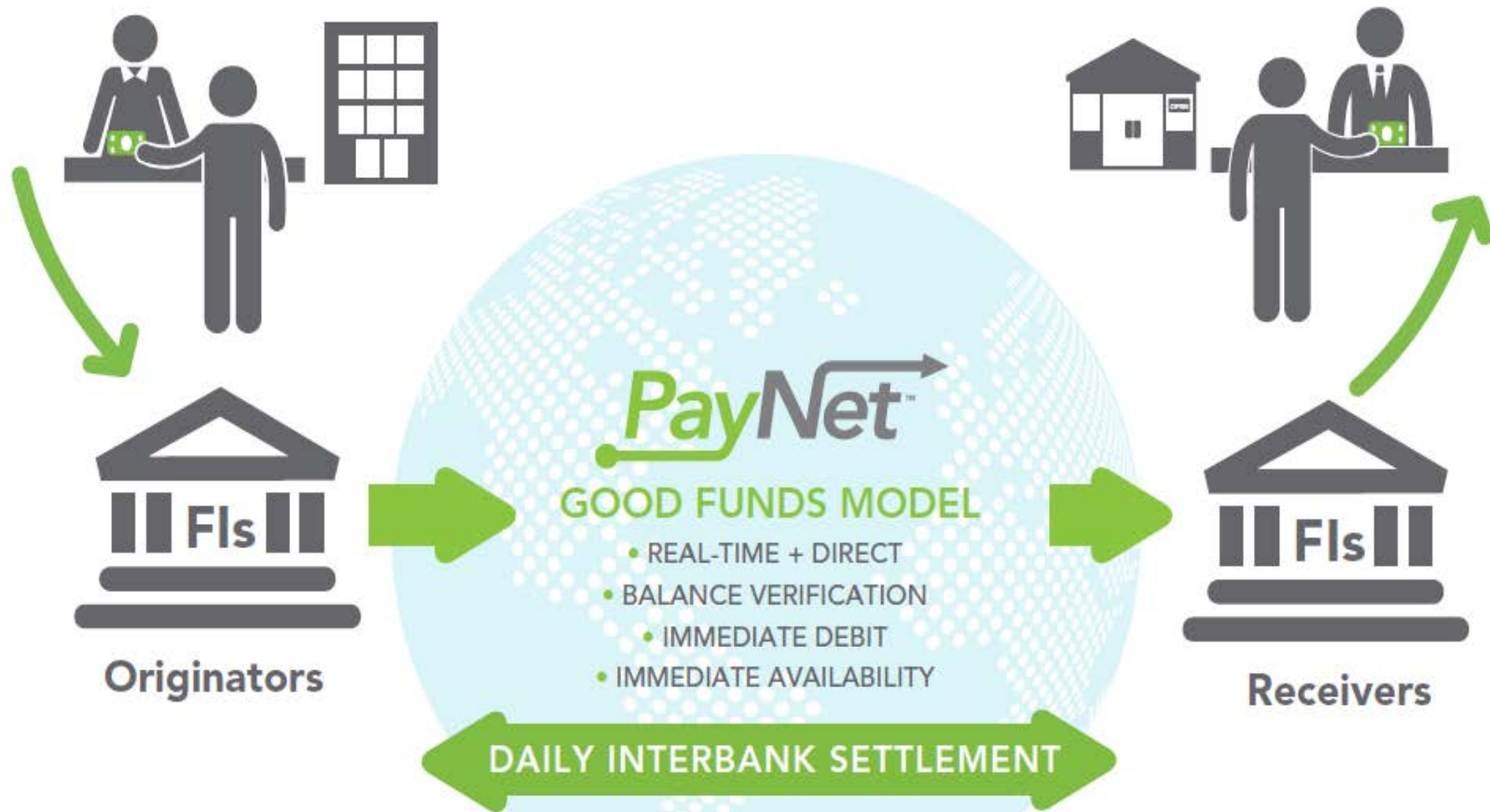


PayNet Strengths

- ✓ Generates revenue
- ✓ Reduces fraud losses
- ✓ Low cost of entry
- ✓ Low cost of operations

Real-time inquiry, validation and/or movement of funds in a non-card environment

How PayNet Works

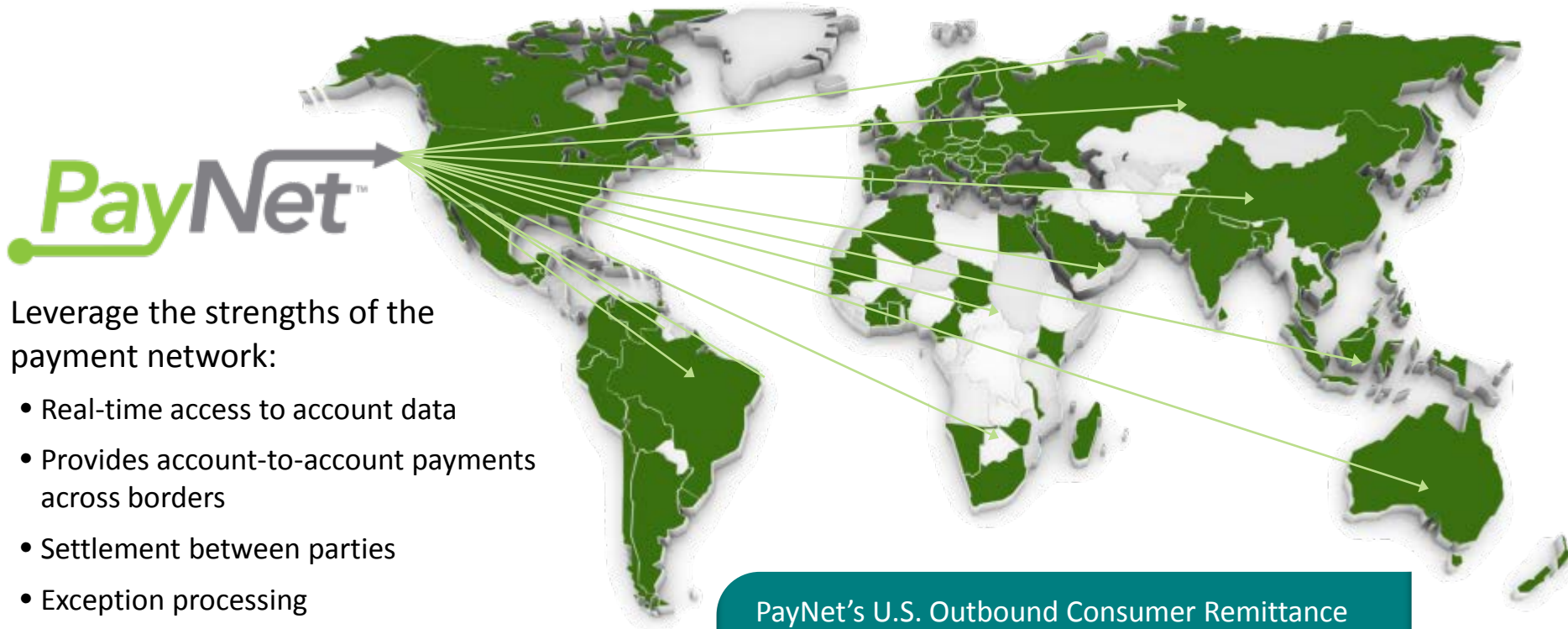


Network operates under the good funds model, with connectivity to institutions' core banking systems

PayNet Global Money Movement Strategy



Consumers want a bank-centric alternative that provides low rates and greater security



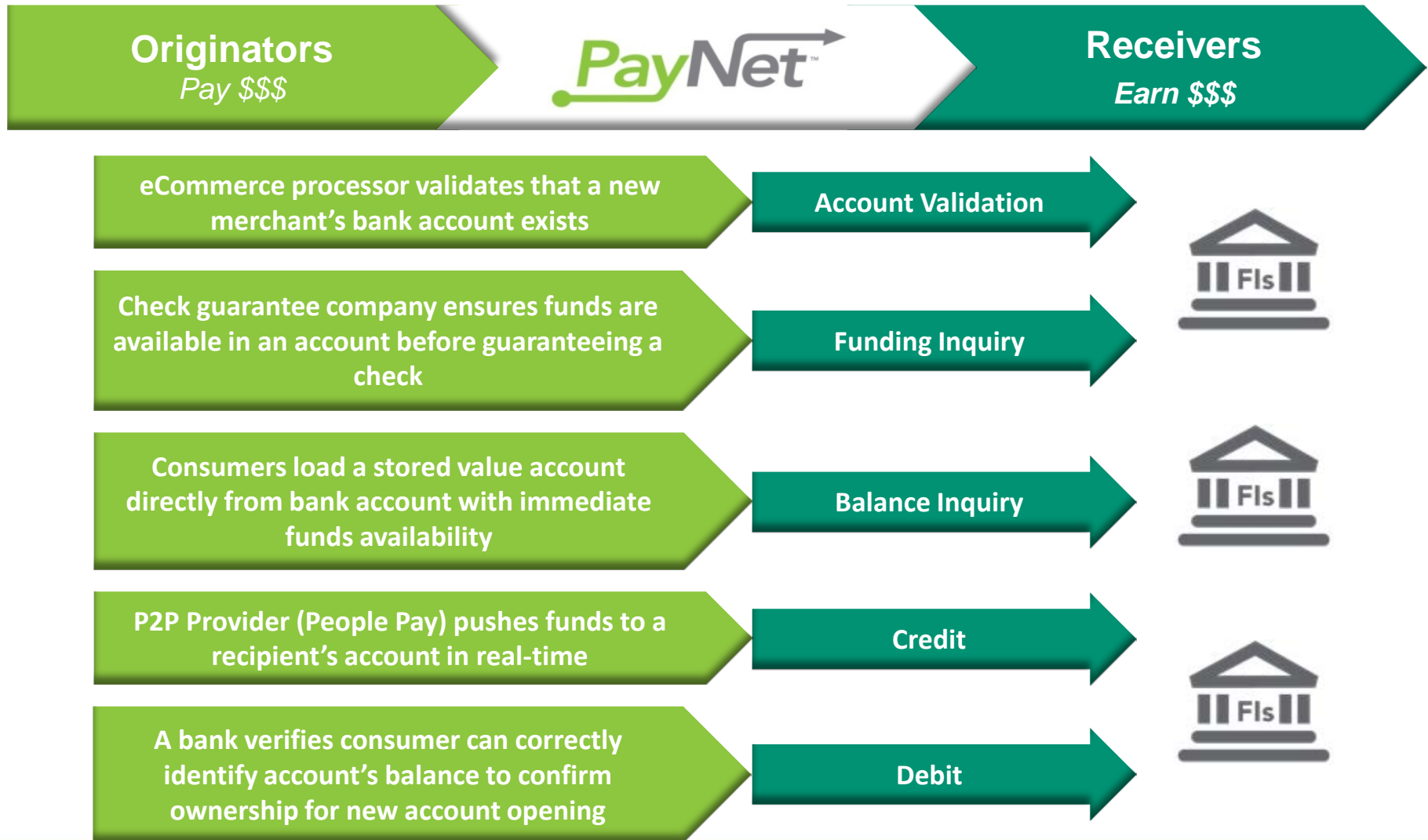
Leverage the strengths of the payment network:

- Real-time access to account data
- Provides account-to-account payments across borders
- Settlement between parties
- Exception processing
- Interchange processing
- Operating rules provide transaction governance and adhere to Dodd-Frank 1073 and Reg. E

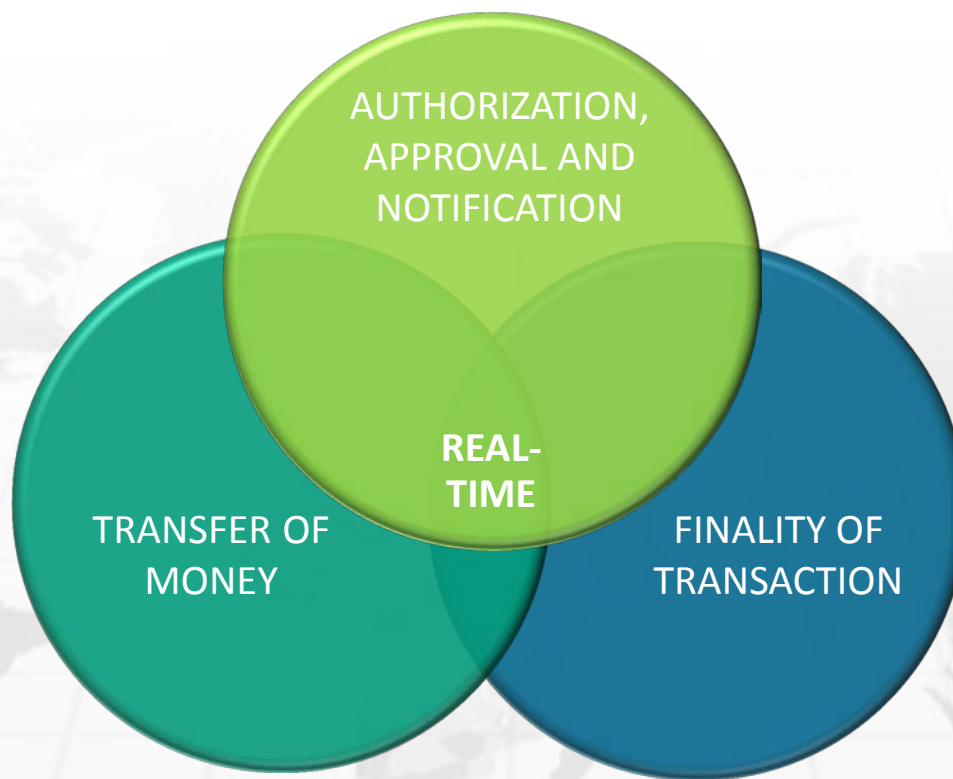
PayNet's U.S. Outbound Consumer Remittance Solution planned reach in 2014 to:

- 14 European Countries
- 17 Central and South American Countries
- 15 Asian and African Countries

PayNet Domestics Network Transaction Examples



PayNet Operating Rules Create the Foundation for the First Non-Card Based Real-Time Network



PayNet's “Egg” Strategy Addresses the Originator Market

Early wins must focus on market perception as well as value to the originator

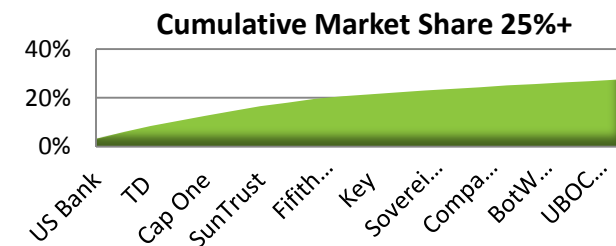
- ✓ 5 Categories of Originators are being targeted: P2P, Ecommerce, Commercial, Fin Serve, Retail (MPOS).
- ✓ FIS has already held discussions with ALL of the brands represented below
- ✓ Several brands have indicated they will move as PayNet approaches critical mass of DDA coverage*



***20%+ DDA coverage is the tipping point for PayNet Originators**

PayNet's "Chicken" Strategy to achieve 40% DDA Coverage by EOY 2014

- **ANCHOR BANKS**: Two of the top four U.S. banks give 20% - 40%
- **FIS CORES**: FIS' 1,800 Core Customers adds 10%+
- **NYCE MANDATE**: Adding non-FIS core participants (2,400 FIs) adds 10%+
- **SECOND NETWORK**: Interconnecting to a moderate network adds 10%+
- **SECOND WAVE**: Top Regional Banks targeted beginning in 2014 adds 10%+



PayNet Summary

New global money movement platform developed by Fidelity National Information Services (FIS Global)

- Enables real-time access to accounts without requiring card information
- Facilitates both debits and credits
- Operates under the good funds model (all transactions are authorized)
- Originators pay “account access” fees to Receivers
(similar to debit card business model)
- Vision for global coverage of a non-card model

Value Proposition

- Income generation
- Lower fraud
- Customer loyalty and retention
- Better customer experience: **Real-Time, Non-Card and Global**



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Thank You

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