

# Certegy Card Services Limited

## Report and Accounts

31 December 2007

*Registered Number : 3517639*

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COMPANIES HOUSE

# Certegy Card Services Limited

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Registered No. 3517639

## **DIRECTORS**

Michael Gravelle  
David Riley  
Mark Davey  
Ronald Cook  
Jeffrey Carbiener

Resigned 5 June 2007  
Resigned 5 June 2007  
Appointed 5 June 2007  
Appointed 5 June 2007  
Appointed 5 June 2007

## **SECRETARY**

David Mott  
Tricorn House  
51/53 Hagley Road  
Edgbaston  
Birmingham  
B16 8TU

## **AUDITORS**

KPMG LLP  
2 Cornwall Street  
Birmingham  
B3 2DL

## **BANK**

Barclays Plc,  
PO Box 190  
Barclays House  
East Parade  
Leeds  
LS1 2UX

## **SOLICITORS**

DLA  
Victoria Square House  
Victoria Square  
Birmingham  
B2 4DL

## **REGISTERED OFFICE**

Tricorn House  
51/53 Hagley Road  
Edgbaston  
Birmingham  
B16 8TU

# Certegy Card Services Limited

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## DIRECTORS' REPORT

The directors present their report and financial statements for the year ended 31 December 2007.

### **PRINCIPAL ACTIVITY AND REVIEW OF THE BUSINESS**

The company's principal activity during the year continued to be the processing of store cards and related services.

### **BUSINESS REVIEW**

Increased scrutiny of storecard operators following OFT report, House of Commons Select Committee questioning & associated press coverage has impacted volumes detrimentally during the year. Increased interest rate pressure during 2007 will also impact the retail sales outlook which is likely to lead to a further drop in volumes.

### **PRINCIPAL RISKS AND UNCERTAINTIES**

We are exposed to a number of risks and have established a structured approach to manage and mitigate the risk where possible.

Risks are managed under the following headings:

- **Business environment risk:**

- We recognise the benefit that is derived from conducting business in an ethically and socially responsible manner. This approach extends to the supply of services and the provision of a safe and healthy place of work and investment in technologies. A failure in any of these areas could damage the Company's reputation and disrupt the business.

- **Financial risk:**

- Our customers are generally subsidiaries of large financial organisations & the likelihood of the company being subject to financial risk from the inability of our customers to pay is considered by the directors to be relatively low.

- **Operational risk:**

- Our strategy is to simplify external supply chains through strategic relationships with fewer but stronger suppliers to ensure consistency of services provided, primarily with technology and communications.
- With respect to security of consumer's personal data, we have been introducing policies and technology to safeguard and prevent theft of consumer data
- Exposure to operational issues which generate service penalties and/or claims from a customer associated with direct losses from operational errors is mitigated by strengthening the controls within our operational environment on an ongoing basis and also ensuring that these issues are considered & met when significant changes are made to the software & associated operational procedures.

### **FUTURE DEVELOPMENTS**

We continue to strive to drive down costs to improve efficiency & have been reviewing all major contracts & renegotiating where applicable & we expect to see benefits from these activities during 2008 & into future years.

As a card processor & a holder of personal card data we are subject to the compliance regime of the Payment Cards Industry and resulting increased security requirements. Card Services received the PCI Compliance as of December 2007.

# Certegy Card Services Limited

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## DIRECTORS' REPORT

### KEY PERFORMANCE INDICATORS

Key performance indicators used to manage the business are the number of accounts, both resident and active, the number of transactions, the number of applications processed and also the usage of third party products such as Falcon and Triad.

### RESULTS AND DIVIDENDS

The loss for the year, after taxation, was £3,134,790, (2006: loss of £6,038,085). The directors do not recommend the payment of an ordinary dividend (2006: £Nil).

### DIRECTORS AND THEIR INTERESTS

The directors who served during the year were as follows:

Michael Gravelle	Resigned 5 June 2007
David Riley	Resigned 5 June 2007
Mark Davey	Appointed 5 June 2007
Ronald Cook	Appointed 5 June 2007
Jeffrey Carbiener	Appointed 5 June 2007

There are no other interest disclosure requirements within section 234 of the Companies Act 1985.

### EMPLOYEE INVOLVEMENT

The company places considerable value on the involvement of its employees and has continued its previous practice of keeping them informed on matters affecting them as employees and on the various factors affecting the performance of the company. This is achieved through formal and informal meetings.

### EMPLOYMENT OF DISABLED PERSONS

Applications for employment by disabled persons are always fully considered, bearing in mind the aptitudes of the applicant concerned. In the event of members of staff becoming disabled every effort is made to ensure that their employment with the company continues and that appropriate training is arranged. It is the policy of the company that the training, career development and promotion of disabled persons should, as far as is possible, be identical with that of other employees.

### DISCLOSURE OF INFORMATION TO AUDITORS

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditors are unaware; and each director has taken all the steps that he ought to have taken as a director to make himself aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

# Certegy Card Services Limited

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## DIRECTORS' REPORT

### AUDITORS

KPMG LLP were re-appointed as auditors, in accordance with Section 384 of the Companies Act 1985, as of May 2007.

By order of the Board

7 December 2008

Director



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MARK DAVEY

## Certegy Card Services Limited

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### STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE DIRECTORS' REPORT AND THE FINANCIAL STATEMENTS

The directors are responsible for preparing the directors' report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice).

The financial statements are required by law to give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities.

# Certegy Card Services Limited

KPMG LLP  
2 Cornwall Street  
Birmingham  
B3 2DL

## Independent auditor's report to the members of Certegy Card Services Limited

We have audited the financial statements of Certegy Card Services Limited for the year ended 31 December 2007 which comprise the profit and loss account, the balance sheet, the statement of total recognised gains and losses and the related notes. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the Company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

### Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the financial statements in accordance with applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities on page 5.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the Directors' Report is consistent with the financial statements.

In addition, we report to you if, in our opinion, the Company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

### Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

### Opinion

In our opinion:

- the financial statements give a true and fair view, in accordance with UK Generally Accepted Accounting Practice, of the state of the Company's affairs as at 31 December 2007 and of its loss for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Directors' Report is consistent with the financial statements.



KPMG LLP

7 December 2008

Chartered Accountants

Registered Auditor

## Certegy Card Services Limited

### PROFIT AND LOSS ACCOUNT for the year ended 31 December 2007

	Notes	2007	2006
		£	£
<b>TURNOVER</b>	2	21,375,523	23,241,834
Cost of sales		<u>(10,168,838)</u>	<u>(9,920,825)</u>
<b>GROSS PROFIT</b>		11,206,685	13,321,009
Administrative expenses (including exceptional cost in 2006: £3,900,000)		<u>(14,170,593)</u>	<u>(19,367,007)</u>
<b>OPERATING LOSS</b>	3	(2,963,908)	(6,045,998)
Bank interest receivable		27,664	12,096
Interest payable and similar charges	6	<u>(198,546)</u>	<u>(4,183)</u>
<b>LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		(3,134,790)	(6,038,085)
<b>TAX ON LOSS ON ORDINARY ACTIVITIES</b>	7	<u>-</u>	<u>-</u>
<b>LOSS FOR THE FINANCIAL YEAR, RETAINED AND TRANSFERRED TO RESERVES</b>	15	<u>(3,134,790)</u>	<u>(6,038,085)</u>

There are no recognised gains or losses for the current financial year and preceding financial year, other than the gains or losses shown above.

The results above relate to continuing activities.



# Certegy Card Services Limited

## BALANCE SHEET at 31 December 2007

	Notes	2007 £	2006 £
<b>FIXED ASSETS</b>			
Tangible assets	8	<u>3,281,180</u>	<u>4,508,137</u>
<b>CURRENT ASSETS</b>			
Stocks	9	502,035	398,033
Debtors	10	5,888,481	6,926,766
Cash at bank and in hand		<u>813,734</u>	<u>1,061,895</u>
		7,204,250	8,386,694
<b>CREDITORS: Amounts falling due within one year</b>	11	<u>(5,725,755)</u>	<u>(4,698,048)</u>
<b>NET CURRENT ASSETS</b>		<u>1,478,495</u>	<u>3,688,646</u>
<b>Total assets less current liabilities</b>		4,759,675	8,196,783
<b>Creditors: Amounts falling due after more than one year</b>	12	(18,785,202)	(17,435,202)
<b>Provision for liabilities and charges</b>	13	<u>(2,246,812)</u>	<u>(3,900,000)</u>
<b>NET LIABILITIES</b>		<u>(16,272,339)</u>	<u>(13,138,419)</u>
<b>CAPITAL AND RESERVES</b>			
Called -up share capital	14	1,000	1,000
Capital contribution	15	4,295,488	4,295,488
Profit and loss account	15	<u>(20,568,827)</u>	<u>(17,434,907)</u>
<b>EQUITY SHAREHOLDERS' DEFICIT</b>	15	<u>(16,272,339)</u>	<u>(13,138,419)</u>

These financial statements were approved by the Board of Directors on 7 December 2008.

Signed on behalf of the Board of Directors



Director

MARK DAVEY

The accompanying notes are an integral part of these statements

# Certegy Card Services Limited

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## NOTES TO THE ACCOUNTS at 31 December 2007

### 1. ACCOUNTING POLICIES

#### ***Basis of Preparation***

The accounts are prepared under the historical cost convention and in accordance with applicable accounting standards.

The company has net liabilities of £16,272,339. Fidelity National Information Services Inc. , the company's ultimate parent undertaking, had indicated that it will provide or procure such funds as are necessary to enable the company to settle all external liabilities as they fall due. Accordingly the accounts have been prepared on a going concern basis.

Under the provisions of FRS1 "Cash flow statements (Revised 1996)", the company has not prepared a cash flow statement, because its ultimate parent company, Fidelity National Information Services Inc, has prepared consolidated financial statements, which contains a cash flow statement and which are publicly available.

#### ***Tangible fixed assets***

Fixed assets are shown at cost, net of depreciation and any provision for impairment.

Costs of software developed to enable the company to provide services to third parties are capitalised. These costs include internal staff time, charges from other group companies and third party invoices.

#### ***Depreciation***

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost or valuation, less estimated residual value based on prices prevailing at the date of acquisition or revaluation, of each asset evenly over its expected useful life, as follows:

Office equipment	-	over 3 to 10 years
Software development costs	-	over 3 to 8 years

#### ***Stocks***

Stocks are stated at the lower of cost incurred in bringing each product to its present location and condition, and net realisable value as follows:

Raw materials, consumables and goods for resale	-	purchase cost on a first-in, first-out basis.
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Net realisable value is based on estimated selling price less any further costs expected to be incurred to completion and disposal.

The stock includes card, statements, letters etc, which are used in the management of the store card processing.

# Certegy Card Services Limited

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## NOTES TO THE ACCOUNTS at 31 December 2007

### 1. ACCOUNTING POLICIES (continued)

#### ***Deferred Taxation***

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

#### ***Foreign currencies***

Transactions in foreign currencies are initially recorded at the rate ruling at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the balance sheet date.

All differences are taken to the profit and loss account.

#### ***Pensions***

The company is part of the Certegy Retirement Savings Plan defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

#### ***Share based payments***

Share based incentive arrangements are provided to certain employees under share option schemes of Fidelity National Information Services Inc. Share options granted to the employee since 7 November 2002 are valued at the date of grant using an appropriate option pricing model and are charged to operating profit over the vesting periods of the schemes. The amount recognised as an expense is adjusted to reflect the actual number of shares expected to vest, taking account of employees who forfeited their options.

# Certegy Card Services Limited

## NOTES TO THE ACCOUNTS at 31 December 2007

### 2. TURNOVER

Turnover, which is stated net of value added tax, represents amounts invoiced to third parties.

Turnover is attributable to sales and services in the normal course of business.

An analysis of turnover by geographical market is given below:

	2007 £	2006 £
United Kingdom	12,814,286	15,501,648
Europe	2,557,798	1,846,251
United States of America	6,003,439	5,893,935
	<u>21,375,523</u>	<u>23,241,834</u>

### 3. OPERATING LOSS

This is stated after charging/(crediting):

	2007 £	2006 £
Exceptional contract losses (note 13)	-	3,900,000
Auditors' remuneration - audit	29,600	27,000
Auditors' remuneration – payable to previous auditors	-	15,000
Exchange gain	(12,166)	(8,940)
Depreciation of owned fixed assets	1,952,436	1,963,869
Operating lease rentals – plant and machinery	308,780	302,314
Operating lease rentals – land and buildings	400,083	400,083
	<u>1,952,436</u>	<u>1,963,869</u>

### 4. DIRECTORS' EMOLUMENTS

	2007 £	2006 £
Emoluments	<u>195,628</u>	<u>136,288</u>
Company contributions paid to money purchase pension schemes	<u>7,886</u>	<u>6,814</u>

One director was a member of the pension schemes (2006: One)

The number of directors who exercised share options during the year was nil. (2006: 4)

### 5. STAFF COSTS

	2007 £	2006 £
Wages and salaries	8,224,006	8,021,331
Social security costs	792,277	781,733
Pension costs	254,597	258,543
Share Based Payments (Note 18)	870	54,796
	<u>9,271,750</u>	<u>9,116,403</u>

# Certegy Card Services Limited

## NOTES TO THE ACCOUNTS at 31 December 2007

### 5. STAFF COSTS (CONTINUED)

The average weekly number of employees during the year was as follows:

	2007 No.	2006 No.
Operations	298	280
Administration	28	34
	<u>326</u>	<u>314</u>

### 6. INTEREST PAYABLE AND SIMILAR CHARGES

	2007 £	2006 £
Bank charges	3,879	4,183
Unwind of Discount	194,667	-
	<u>198,546</u>	<u>4,183</u>

### 7. TAX ON LOSS ON ORDINARY ACTIVITIES

#### a) Analysis of charge in period

	2007 £	2006 £
Current tax		
UK Corporation tax	-	-

#### b) Factors affecting tax charge for period

	2007 £	2006 £
Loss on ordinary activities before tax	<u>(3,134,790)</u>	<u>(6,038,085)</u>
Tax at 30% thereon (2006: 30%)	(940,437)	(1,811,425)
Effects of:		
Expenses not deductible for tax purposes	5,015	6,477
Share option deductions	-	(26,465)
Capital allowances in excess of depreciation	(11,279)	(134,259)
Movement in short term timing differences	(20,154)	27,181
Group relief surrendered free of charge	966,855	1,938,491
Corporation Tax charge for the period	<u>-</u>	<u>-</u>

NOTES TO THE ACCOUNTS  
at 31 December 2007

**c) Factors that may affect future tax charges**

At 31 December 2007 the company has tax losses of approximately £0.6m (2006: £0.6m) carried forward for offset against future taxable profits of the company. The movement in the tax losses relates primarily to an adjustment in respect of prior years, resulting from the disclaimer of capital allowances. It has been announced that the corporate tax rate applicable to the company will change from 30% to 28% from 1 April 2008.

**d) Deferred tax**

As at 31 December 2007 the company had an unrecognised deferred tax asset of £996,042 (2006: £1,096,430). A deferred tax asset has not been recognised as it is not regarded as more likely than not that suitable taxable profits will arise in the short term against which these losses can be offset.

# Certegy Card Services Limited

## NOTES TO THE ACCOUNTS at 31 December 2007

### 8. TANGIBLE FIXED ASSETS

	Software development costs £	Office equipment £	Total £
<b>Cost</b>			
At 1 January 2007	13,735,343	3,871,606	17,606,949
Additions	<u>418,598</u>	<u>306,881</u>	<u>725,479</u>
At 31 December 2007	<u>14,153,941</u>	<u>4,178,487</u>	<u>18,332,428</u>
<b>Depreciation</b>			
At 1 January 2007	10,283,022	2,815,790	13,098,812
Charge	<u>1,364,182</u>	<u>588,254</u>	<u>1,952,436</u>
At 31 December 2007	<u>11,647,204</u>	<u>3,404,044</u>	<u>15,051,248</u>
<b>Net book value</b>			
At 31 December 2007	<u>2,506,737</u>	<u>774,443</u>	<u>3,281,180</u>
At 31 December 2006	<u>3,452,321</u>	<u>1,055,816</u>	<u>4,508,137</u>

### 9. STOCKS

	2007 £	2006 £
Stocks of stationery and cards	<u>502,035</u>	<u>398,033</u>

### 10. DEBTORS

	2007 £	2006 £
Trade debtors	3,362,816	4,100,224
Other debtors	805,209	765,105
Prepayments and accrued income	1,550,576	1,787,907
Other taxes and social security costs	-	208,543
Amounts owed by group undertakings	169,880	64,987
	<u>5,888,481</u>	<u>6,926,766</u>

# Certegy Card Services Limited

## NOTES TO THE ACCOUNTS at 31 December 2007

### 11. CREDITORS: amounts falling due within one year

	2007 £	2006 £
Trade creditors	126,247	46,769
Other taxes and social security costs	511,803	217,936
Amounts owed to group undertakings	3,393,889	2,625,577
Other creditors	39,266	34,349
Accruals	1,654,550	1,773,417
	<u>5,725,755</u>	<u>4,698,048</u>

### 12. CREDITORS: amounts falling due after more than one year

	2007 £	2006 £
Loans from parent undertakings	<u>18,785,202</u>	<u>17,435,202</u>

None of the loans from the parent undertaking are interest bearing (2006 - £Nil).

### 13. PROVISIONS FOR LIABILITIES AND CHARGES

	2007 £	2006 £
Contract Losses at 1 January	3,900,000	-
Profit & Loss account charge	-	3,900,000
Utilised	(1,847,855)	-
Unwind of discount	194,667	-
	<u>2,246,812</u>	<u>3,900,000</u>

The obligations of the company to provide services under various contractual arrangements are reassessed and, where required, the company makes provision against contract losses. The provision will be utilised as the service is delivered in accordance with the contract terms.

### 14. SHARE CAPITAL

*Authorised, allotted, called up and not paid*

	2007 £	2006 £
510 A ordinary shares of £1 each	510	510
490 B ordinary shares of £1 each	490	490
	<u>1,000</u>	<u>1,000</u>

The two classes of shares rank *pari passu* in all respects.



# Certegy Card Services Limited

## NOTES TO THE ACCOUNTS at 31 December 2007

### 15. RECONCILIATION OF SHAREHOLDERS' DEFICIT AND MOVEMENTS ON RESERVES

	Share capital £	Capital contribution £	Profit and loss account £	Total £
At 1 January 2006	1,000	4,295,488	(11,451,618)	(7,155,130)
Retained loss for the year	-	-	(6,038,085)	(6,038,085)
Contribution from Parent – Share Based payment	-	-	54,796	54,796
At 1 January 2007	1,000	4,295,488	(17,434,907)	(13,138,419)
Retained loss for the year	-	-	(3,134,790)	(3,133,920)
Contribution from Parent – Share Based payment	-	-	870	-
At 31 December 2007	1,000	4,295,488	(20,568,827)	(16,272,339)

### 16. CAPITAL COMMITMENTS

Capital commitments as at 31 December 2007 totalled £nil (2006: £nil).

### 17. PENSION COMMITMENTS

The company is a member of the Certegy Retirement Savings Plan. This is a defined contribution scheme, which represents the main scheme of the group and is funded by contributions from the employer and the employee, for the benefit of individual members.

The pension charge for the year was £254,597(2006: £258,543) and the year-end accrual for pension costs is £38,003(2006: £36,367).

### 18. SHARE BASED PAYMENTS

The ultimate parent Fidelity National Information Services (formerly Certegy Inc) grants options over shares to employees under share option schemes. Where grants were made after 7 November 2002 they have been accounted for in accordance with FRS 20: Share based payments. All options have been valued at the date of grant using an appropriate options pricing model.

The options were granted under different schemes with vesting periods of either 3 or 4 years, with the shares vesting gradually over the period. The exercise price is not less than the market price at the date of grant.

The options were valued using the Black-Scholes-Merton model applying the following principal assumptions:

Grant date	20 Dec 07	17 Mar 05
Exercise price	\$42.56	\$32.44
Number of Employees	1	3
Shares under option	7,500	8,098
Vesting period (years)	3	3
Expected volatility	25%	25%
Option life (years)	7	7
Expected life (years)	5.8	4.6-7
Risk free rate	3.5%	3.7-4.4%
Expected dividends expressed as a dividend yield	0.5%	0.5%

# Certegy Card Services Limited

## NOTES TO THE ACCOUNTS at 31 December 2007

A reconciliation of the option movements is set out below:

	2007 Number	2007 Weighted average exercise price	2006 Number	2006 Weighted average exercise price
Outstanding at 1 January	9,192	\$31.28	24,524	\$29.66
Granted	7,500	\$42.56	-	-
Forfeited	-	-	-	-
Exercised	(1,094)	\$22.72	(15,332)	-\$28.69
	<u>15,598</u>	<u>\$37.30</u>	<u>9,192</u>	<u>\$31.28</u>
Outstanding at 31 December				
Exercisable at 31 December	<u>8,098</u>	<u>\$32.44</u>	<u>9,192</u>	<u>\$31.28</u>

Following the merger of the company's ultimate parent undertaking with Fidelity National Information Services on 1 February 2006, all unvested options vested at that date.

For options outstanding at the year end, the range of exercise prices and the average remaining lives were as follows:

	Weighted Average exercise price \$	2007 Number of shares	Average remaining contractual life
\$30-\$40	32.44	8,098	4.2
\$40-\$50	42.56	7,500	7.0
	Weighted Average exercise price \$	2006 Number of shares	Average remaining contractual life
\$20-\$30	22.72	1,094	6.2
\$30-\$40	32.44	8,098	5.2

# Certegy Card Services Limited

## NOTES TO THE ACCOUNTS at 31 December 2007

### 19. OTHER FINANCIAL COMMITMENTS

At 31 December 2007 the company had annual commitments under non-cancellable operating leases as set out below:

	Land and Buildings		Other	
	2007	2006	2007	2006
	£	£	£	£
Operating lease which expire				
- within 1 year	81,251	-	16,214	8,508
- within 2 – 5 years	-	325,002	3,078	25,935
- in more than 5 years	75,081	75,081	-	-
	<u>156,332</u>	<u>400,083</u>	<u>19,292</u>	<u>34,443</u>

### 20. IMMEDIATE PARENT UNDERTAKING AND RELATED PARTY DISCLOSURES

The immediate parent company is Certegy Limited, a company registered in England and Wales.

The smallest and largest group in which the results of the company are consolidated is that headed by the ultimate parent company, Fidelity National Information Services Inc, a company incorporated in the USA. The consolidated financial statements of the group are available from Fidelity National Information Services Inc, 601 Riverside Avenue, Jacksonville, Florida 32204.

As a subsidiary undertaking of Fidelity National Information Services Inc., Certegy Card Services Ltd has taken advantage of the exemption in FRS 8 'Related Party Disclosures' not to disclose transactions with other members of the group headed by Fidelity National Information Services Inc.