

**CyberSource Corporation**  
**GAAP Condensed Consolidated Statements of Operations**  
(In thousands, except per share data)  
(Unaudited)

	<b>Three Months Ended</b>	
	<b>March 31,</b>	
	<b>2009</b>	<b>2008</b>
Revenues	\$ 60,491	\$ 53,420
Cost of revenues	<u>27,981</u>	<u>25,828</u>
Gross profit	32,510	27,592
Operating expenses:		
Product development	6,454	5,247
Sales and marketing	17,554	16,630
General and administrative	<u>6,980</u>	<u>5,502</u>
Total operating expenses	<u>30,988</u>	<u>27,379</u>
Income from operations	1,522	213
Other income (loss), net	(18)	147
Interest income	<u>133</u>	<u>394</u>
Income before income taxes	1,637	754
Income tax provision	<u>627</u>	<u>221</u>
Net income	<u>\$ 1,010</u>	<u>\$ 533</u>
Basic net income per share	<u>\$ 0.01</u>	<u>\$ 0.01</u>
Diluted net income per share	<u>\$ 0.01</u>	<u>\$ 0.01</u>
Weighted average number of shares used in computing basic net income per share	<u>68,983</u>	<u>68,789</u>
Weighted average number of shares used in computing diluted net income per share	<u>70,905</u>	<u>71,336</u>
Non-GAAP Financial Metrics:		
Gross profit	\$ 35,505	\$ 30,370
Operating expenses	\$ 22,451	\$ 19,307
Net income	\$ 12,580	\$ 11,514
Basic net income per share	\$ 0.18	\$ 0.17
Diluted net income per share	\$ 0.18	\$ 0.16

**CyberSource Corporation**  
**Reconciliation of GAAP to Non-GAAP Financial Measures**  
(In thousands, except per share data)  
(Unaudited)

	<b>Three Months Ended</b>	
	<b>March 31,</b>	
	<b>2009</b>	<b>2008</b>
GAAP gross profit	\$ 32,510	\$ 27,592
Add FAS123R expense	401	340
Add depreciation expense	1,237	988
Add amortization of intangible assets	1,357	1,450
Non-GAAP gross profit	<u>\$ 35,505</u>	<u>\$ 30,370</u>
GAAP operating expenses	\$ 30,988	\$ 27,379
Less FAS123R expense	(1,859)	(1,852)
Less depreciation expense	(463)	(373)
Less amortization of intangible assets	(5,283)	(5,718)
Less restructuring charges	(932)	(129)
Non-GAAP operating expenses	<u>\$ 22,451</u>	<u>\$ 19,307</u>
GAAP net income	\$ 1,010	\$ 533
Add FAS123R expense	2,260	2,192
Add non-cash tax provision	38	131
Add depreciation expense	1,700	1,361
Add amortization of intangible assets	6,640	7,168
Add restructuring charges	932	129
Non-GAAP net income	<u>\$ 12,580</u>	<u>\$ 11,514</u>
GAAP basic net income per share	\$ 0.01	\$ 0.01
Add FAS123R expense	0.03	0.03
Add non-cash tax provision	-	-
Add depreciation expense	0.03	0.02
Add amortization of intangible assets	0.10	0.11
Add restructuring charges	0.01	-
Non-GAAP basic net income per share	<u>\$ 0.18</u>	<u>\$ 0.17</u>
GAAP diluted net income per share	\$ 0.01	\$ 0.01
Add FAS123R expense	0.03	0.03
Add non-cash tax provision	-	-
Add depreciation expense	0.03	0.02
Add amortization of intangible assets	0.10	0.10
Add restructuring charges	0.01	-
Non-GAAP diluted net income per share	<u>\$ 0.18</u>	<u>\$ 0.16</u>

**CyberSource Corporation**  
**Condensed Consolidated Balance Sheets**  
(In thousands)  
(Unaudited)

	<b>March 31, 2009</b>	<b>December 31, 2008</b>
	<hr/>	<hr/>
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	\$ 79,188	\$ 73,292
Accounts receivable, net	18,458	18,251
Prepaid expenses and other current assets	6,486	5,310
Deferred income taxes	2,635	2,635
Total current assets	<hr/> 106,767	<hr/> 99,488
Property and equipment, net	16,939	16,188
Intangible assets, net	123,003	129,643
Goodwill	289,278	289,278
Non-current deferred income taxes	20,549	20,512
Other non-current assets	2,733	2,539
Restricted cash	1,516	1,548
Total assets	<hr/> <hr/> \$ 560,785	<hr/> <hr/> \$ 559,196
<b>Liabilities and Stockholders' Equity</b>		
Current liabilities:		
Accounts payable	\$ 872	\$ 588
Funds due to merchants	12,029	12,162
Other accrued liabilities	14,534	18,272
Deferred revenue	5,045	4,519
Accrued restructuring	1,178	847
Total current liabilities	<hr/> 33,658	<hr/> 36,388
Deferred revenue, less current portion	998	996
Other non-current liabilities	1,099	1,099
Accrued restructuring, less current portion	1,184	832
Other non-current tax liabilities	1,957	1,928
Total liabilities	<hr/> 38,896	<hr/> 41,243
Total stockholders' equity	521,889	517,953
Total liabilities and stockholders' equity	<hr/> <hr/> \$ 560,785	<hr/> <hr/> \$ 559,196

**CyberSource Corporation**  
**Consolidated Statements of Cash Flows**  
(In thousands, except per share data)  
(Unaudited)

	<b>Three Months Ended</b>	
	<b>March 31,</b>	
	<u><b>2009</b></u>	<u><b>2008</b></u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Net income	\$ 1,010	\$ 533
Adjustments to reconcile net income to net cash provided by operating activities:		
Amortization expense	6,640	7,168
Depreciation expense	1,700	1,361
Income on investment in joint venture	(110)	(50)
Stock-based compensation	2,260	2,192
Changes in operating assets and liabilities:		
Accounts receivable	(207)	685
Prepaid expenses and other current assets	(1,176)	46
Deferred income taxes	(37)	227
Other non-current assets	(52)	26
Accounts payable	284	592
Accrued liabilities	(3,055)	(2,566)
Funds due to merchants	(133)	847
Deferred revenues	528	569
Other non-current tax liabilities	29	42
Net cash provided by operating activities	<u>7,681</u>	<u>11,672</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchases of property and equipment	(2,451)	(3,101)
Net cash used in investing activities	<u>(2,451)</u>	<u>(3,101)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Proceeds from issuance of common stock	867	1,701
Tax benefit from employee stock options	47	-
Net cash provided by financing activities	<u>914</u>	<u>1,701</u>
Effect of exchange rate changes on cash	(248)	20
Increase in cash and cash equivalents	5,896	10,292
Cash and cash equivalents at beginning of period	73,292	40,393
Cash and cash equivalents at end of period	<u>\$ 79,188</u>	<u>\$ 50,685</u>