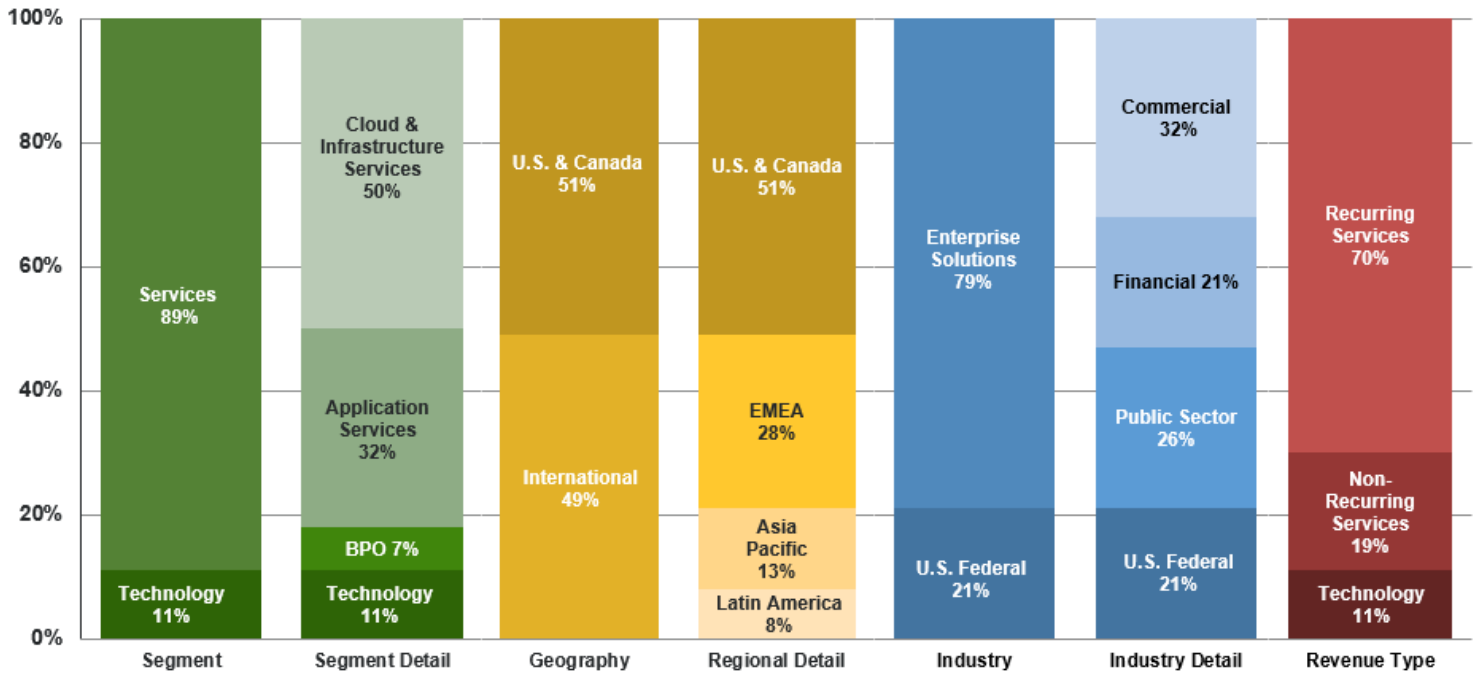


(\$ millions, except per share data)

Condensed Consolidated Statements of Income (Unaudited)	Three Months Ended March 31			1Q16 Business Highlights
	2016	2015	% Change	
Revenue	666.8	721.2	(7.5%)	<ul style="list-style-type: none"> • Non-GAAP operating profit margin of 2.9% before cost reduction charges and pension expense, a 320 basis point improvement from the prior year. • Diluted loss per share of (\$0.80) versus (\$0.87) in 1Q15. • Non-GAAP diluted EPS of \$0.11 before cost reduction charges and pension expense versus a non-GAAP diluted loss per share of (\$0.32) in 1Q15. • Free cash flow improved by \$90M year-over-year; adjusted free cash flow before cost reduction payments and pension contributions increased \$100M year-over-year. • \$25M in annualized savings from cost reduction actions achieved during the quarter. • Cost reductions support 200 bps year-over-year improvement in Services operating margin and 1,290 bps increase in Technology operating margin. • 6th consecutive quarter of year-over-year growth for the U.S. Federal business
Cost of revenue	568.3	604.2	(5.9%)	
Selling, general and administrative	110.1	128.8	(14.5%)	
Research and development	16.0	18.2	(12.1%)	
Operating loss	(27.6)	(30.0)	(8.0%)	
Interest expense	4.4	2.6	69.2%	
Other income (expense), net	(1.2)	4.9	NM	
Loss before income taxes	(33.2)	(27.7)	19.9%	
Provision for income taxes	5.5	13.3	(58.6%)	
Consolidated net loss	(38.7)	(41.0)	(5.6%)	
Net income attributable to non-controlling interests	1.2	2.2	(45.5%)	
Net loss attributable to Unisys Corporation	(39.9)	(43.2)	(7.6%)	
Loss per common share (Diluted)	(\$0.80)	(\$0.87)	(8.0%)	
Diluted shares for per share computation (thousands)	50,004	49,821	0.4%	
Condensed Consolidated Balance Sheets (Unaudited)	March 31			
	2016	2015	% Change	
Cash and cash equivalents	513.8	402.0	27.8%	
Accounts and notes receivable, net	520.8	484.8	7.4%	
Inventories	46.5	60.3	(22.9%)	
Prepaid expense and other current assets	125.9	142.4	(11.6%)	
Total current assets	1,207.0	1,089.5	10.8%	
Properties, net	152.1	167.3	(9.1%)	
Outsourcing assets, net	190.1	160.1	18.7%	
Marketable software, net	136.5	144.5	(5.6%)	
Prepaid postretirement assets	57.4	21.4	NM	
Deferred income taxes	133.3	137.5	(3.1%)	
Goodwill	179.4	179.6	(0.2%)	
Other long-term assets	209.3	197.4	6.1%	
Total non-current assets	1,058.1	1,007.8	5.0%	
Total assets	2,265.1	2,097.3	8.0%	
Current maturities of long-term debt and notes payable	76.8	2.2	NM	
Accounts payable	216.0	230.3	(6.2%)	
Deferred revenue	343.5	316.6	8.5%	
Other accrued liabilities	309.2	283.7	9.0%	
Total current liabilities	945.5	832.8	13.5%	
Long-term debt	388.2	218.9	77.4%	
Long-term postretirement liabilities	2,070.4	2,272.1	(8.9%)	
Long-term deferred revenue	131.4	109.7	19.7%	
Other long-term liabilities	83.9	85.1	(1.4%)	
Total non-current liabilities	2,673.9	2,685.8	(0.4%)	
Total deficit	(1,354.3)	(1,421.3)	(4.7%)	
Total liabilities and equity	2,265.1	2,097.3	8.0%	
Condensed Consolidated Statements of Cash Flows (Unaudited)	Three Months Ended March 31			
	2016	2015		
Net cash provided by operating activities	24.2	(43.3)		
Proceeds from/purchases of investments, net	(2.8)	26.7		
Investment in marketable software	(14.3)	(16.7)		
Capital additions of properties	(6.6)	(13.9)		
Capital additions of outsourcing assets	(15.1)	(26.7)		
Other	(0.6)	1.5		
Net cash used for investing activities	(39.4)	(29.1)		
Proceeds from issuance of long-term debt	190.0	0.0		
Payments for capped call transactions	(24.3)	0.0		
Issuance costs relating to long-term debt	(6.2)	0.0		
Payments of long-term debt	(0.7)	(0.3)		
Proceeds from exercise of stock options	0.0	3.5		
Net cash provided by (used for) financing activities	158.8	3.2		
Effect of exchange rate changes on cash and cash equivalents	5.0	(23.1)		
Decrease in cash and cash equivalents	148.6	(92.3)		
Cash and cash equivalents, beginning of period	365.2	494.3		
Cash and cash equivalents, end of period	513.8	402.0		



Segment	1Q16	1Q15	Change	%	In Constant Currency
Services	\$595.1	\$639.0	(\$43.9)	(6.9%)	(1.5%)
Technology	\$71.7	\$82.2	(\$10.5)	(12.8%)	(10.3%)
Total	\$666.8	\$721.2	(\$54.4)	(7.5%)	(2.6%)
Segment Detail	1Q16	1Q15	Change	%	In Constant Currency
Cloud & Infrastructure Services	\$335.8	\$378.5	(\$42.7)	(11.3%)	(6.6%)
Application Services	\$210.6	\$202.4	\$8.2	4.1%	10.4%
BPO Services	\$48.7	\$58.1	(\$9.4)	(16.2%)	(9.7%)
Technology	\$71.7	\$82.2	(\$10.5)	(12.8%)	(10.3%)
Total	\$666.8	\$721.2	(\$54.4)	(7.5%)	(2.6%)
Geography	1Q16	1Q15	Change	%	In Constant Currency
U.S. & Canada	\$338.6	\$351.8	(\$13.2)	(3.7%)	(3.5%)
International	\$328.2	\$369.4	(\$41.2)	(11.2%)	(1.6%)
Total	\$666.8	\$721.2	(\$54.4)	(7.5%)	(2.6%)
Regional Detail	1Q16	1Q15	Change	%	In Constant Currency
U.S. & Canada	\$338.6	\$351.8	(\$13.2)	(3.7%)	(3.5%)
EMEA	\$188.5	\$216.6	(\$28.1)	(13.0%)	(7.8%)
Asia Pacific	\$83.5	\$82.5	\$1.0	1.2%	9.1%
Latin America	\$56.2	\$70.3	(\$14.1)	(20.1%)	7.8%
Total	\$666.8	\$721.2	(\$54.4)	(7.5%)	(2.6%)
Industry	1Q16	1Q15	Change	%	In Constant Currency
Enterprise Solutions	\$528.0	\$589.5	(\$61.5)	(10.4%)	(4.4%)
U.S. Federal	\$138.8	\$131.7	\$7.1	5.4%	5.4%
Total	\$666.8	\$721.2	(\$54.4)	(7.5%)	(2.6%)
Industry Detail	1Q16	1Q15	Change	%	In Constant Currency
U.S. Federal	\$138.8	\$131.7	\$7.1	5.4%	5.4%
Public Sector	\$175.8	\$179.9	(\$4.1)	(2.3%)	2.4%
Commercial	\$212.8	\$238.9	(\$26.1)	(10.9%)	(6.1%)
Financial	\$139.4	\$170.7	(\$31.3)	(18.3%)	(9.3%)
Total	\$666.8	\$721.2	(\$54.4)	(7.5%)	(2.6%)
Revenue Type	1Q16	1Q15	Change	%	
Recurring Services	\$467.6	\$487.1	(\$19.5)	(4.0%)	
Non-Recurring Services	\$127.5	\$151.9	(\$24.4)	(16.1%)	
Technology	\$71.7	\$82.2	(\$10.5)	(12.8%)	
Total	\$666.8	\$721.2	(\$54.4)	(7.5%)	