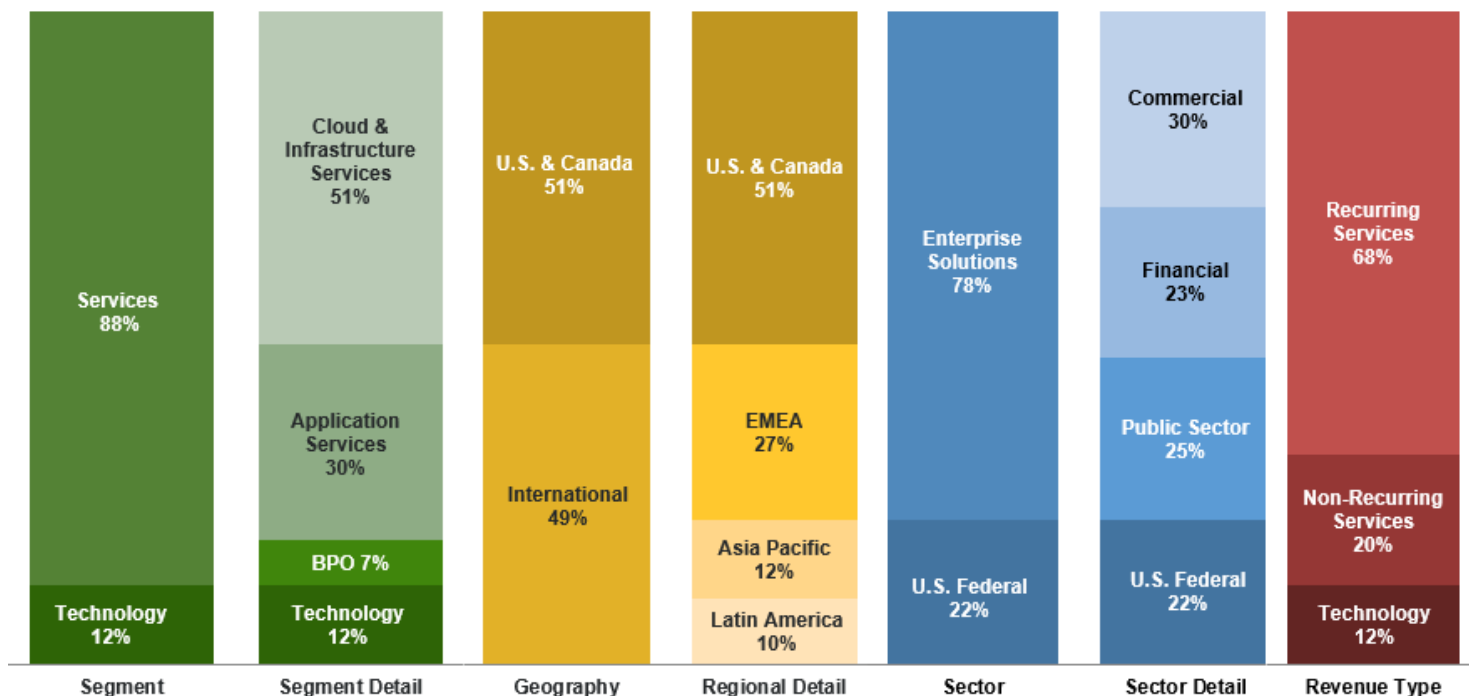


| Condensed Consolidated Statements of Income (Unaudited) | Three Months Ended March 31 | | | 1Q17 Business Highlights |
|----------------------------------------------------------------------------------------|-----------------------------|---------------------|----------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| | 2017 | 2016 | % Change | |
| Revenue | 664.5 | 666.8 | (0.3%) | <ul style="list-style-type: none"> Operating profit margin was (0.4) percent, up 370 basis points year over year Non-GAAP operating profit margin⁽²⁾ was 6 percent, up 340 basis points year over year Revenue was roughly flat year over year at \$665 million versus \$667 million in the prior year Net loss attributable to Unisys was \$(33) million, relative to \$(40) million in the prior-year period Adjusted EBITDA⁽²⁾ was \$84 million, an increase of 41 percent year over year; Adjusted EBITDA margin was 13 percent, an increase of 370 basis points year over year Diluted loss per share of \$(0.65) versus \$(0.80) in the prior-year period; Non-GAAP diluted earnings per share⁽²⁾ of \$0.30 versus \$0.11 in the prior-year period |
| Cost of revenue | 544.3 | 568.3 | (4.2%) | |
| Selling, general and administrative | 109.1 | 110.1 | (0.9%) | |
| Research and development | 13.8 | 16.0 | (13.8%) | |
| Operating profit (loss) | (2.7) | (27.6) | NM | |
| Interest expense | 5.7 | 4.4 | 29.5% | |
| Other income (expense), net | (8.4) | (1.2) | NM | |
| Income (loss) before income taxes | (16.8) | (33.2) | (49.4%) | |
| Provision for income taxes | 12.9 | 5.5 | 134.5% | |
| Consolidated net income (loss) | (29.7) | (38.7) | (23.3%) | |
| Net income attributable to non-controlling interests | 3.0 | 1.2 | 150.0% | |
| Net income (loss) attributable to Unisys Corporation | (32.7) | (39.9) | NM | |
| Earnings (loss) per common share (Diluted) | (\$0.65) | (\$0.80) | NM | |
| Diluted shares for per share computation (thousands) | 50,256 | 50,004 | 0.5% | |
| Condensed Consolidated Balance Sheets (Unaudited) | March 31 | | % Change | <ul style="list-style-type: none"> Adjusted EBITDA⁽²⁾ was \$84 million, an increase of 41 percent year over year; Adjusted EBITDA margin was 13 percent, an increase of 370 basis points year over year Diluted loss per share of \$(0.65) versus \$(0.80) in the prior-year period; Non-GAAP diluted earnings per share⁽²⁾ of \$0.30 versus \$0.11 in the prior-year period |
| | 2017 | 2016 ⁽¹⁾ | | |
| Cash and cash equivalents | 302.0 | 513.8 | (41.2%) | |
| Accounts and notes receivable, net | 504.9 | 520.8 | (3.1%) | |
| Inventories | 29.4 | 46.5 | (36.8%) | |
| Prepaid expense and other current assets | 121.8 | 125.9 | (3.3%) | |
| Total current assets | 958.1 | 1,207.0 | (20.6%) | |
| Properties, net | 153.3 | 152.1 | 0.8% | |
| Outsourcing assets, net | 164.8 | 190.1 | (13.3%) | |
| Marketable software, net | 135.1 | 136.5 | (1.0%) | |
| Prepaid postretirement assets | 36.7 | 57.4 | (36.0%) | |
| Deferred income taxes | 144.0 | 133.3 | 8.0% | |
| Goodwill | 179.5 | 179.3 | 0.1% | |
| Restricted cash | 33.5 | 33.8 | (0.8%) | |
| Other long-term assets | 157.3 | 175.6 | (10.5%) | |
| Total non-current assets | 1,004.2 | 1,058.1 | (5.1%) | |
| Total assets | 1,962.3 | 2,265.1 | (13.4%) | |
| Current maturities of long-term debt and notes payable | 106.3 | 76.8 | 38.4% | |
| Accounts payable | 200.1 | 216.0 | (7.4%) | |
| Deferred revenue | 333.3 | 343.6 | (3.0%) | |
| Other accrued liabilities | 299.1 | 309.1 | (3.3%) | |
| Total current liabilities | 938.8 | 945.5 | (0.7%) | |
| Long-term debt | 195.1 | 388.2 | (49.7%) | |
| Long-term postretirement liabilities | 2,258.5 | 2,070.4 | 9.1% | |
| Long-term deferred revenue | 110.6 | 131.4 | (15.8%) | |
| Other long-term liabilities | 86.0 | 83.9 | 2.3% | |
| Total non-current liabilities | 2,650.2 | 2,673.9 | (0.9%) | |
| Total deficit | (1,626.7) | (1,354.3) | 20.1% | |
| Total liabilities and equity | 1,962.3 | 2,265.1 | (13.4%) | |
| Condensed Consolidated Statements of Cash Flows (Unaudited) | Three Months Ended March 31 | | | |
| | 2017 | 2016 ⁽¹⁾ | | |
| Net cash provided by (used for) operating activities | (41.0) | 25.9 | | |
| Proceeds from/purchases of investments, net | 7.4 | (2.8) | | |
| Investment in marketable software | (13.8) | (14.3) | | |
| Capital additions of properties | (8.5) | (6.6) | | |
| Capital additions of outsourcing assets | (12.9) | (15.1) | | |
| Other | (0.3) | (0.2) | | |
| Net cash used for investing activities | (28.1) | (39.0) | | |
| Proceeds from issuance of long-term debt | 0.0 | 190.0 | | |
| Payments of capped call transaction | 0.0 | (24.3) | | |
| Issuance costs relating to long-term debt | 0.0 | (6.2) | | |
| Payments of long-term debt | (0.7) | (0.7) | | |
| Other | (2.1) | (0.4) | | |
| Net cash provided by (used for) financing activities | (2.8) | 158.4 | | |
| Effect of exchange rate changes on cash, cash equivalents & restricted cash | 6.3 | 5.5 | | |
| Increase (decrease) in cash, cash equivalents & restricted cash | (65.6) | 150.8 | | |
| Cash, cash equivalents & restricted cash, beginning of period | 401.1 | 396.8 | | |
| Cash, cash equivalents & restricted cash, end of period | 335.5 | 547.6 | | |

⁽¹⁾ Certain amounts have been reclassified to conform with the 2017 presentation

⁽²⁾ Refer to the Company's definitions and GAAP to Non-GAAP Reconciliations included in the 1Q'17 Earnings Release (<http://www.unisys.com/investor-relations/financials-filings/quarterly-financials>) and Slides (<http://www.unisys.com/investor-relations/news-events/presentations-webcasts>).



| Segment | 1Q17 | 1Q16 | Change | % | In Constant Currency |
|---------------------------------|----------------|----------------|----------------|---------------|----------------------|
| Services | \$585.3 | \$595.1 | (\$9.8) | (1.6%) | (1.5%) |
| Technology | \$79.2 | \$71.7 | \$7.5 | 10.4% | 7.1% |
| Total | \$664.5 | \$666.8 | (\$2.3) | (0.3%) | (0.6%) |
| Segment Detail | 1Q17 | 1Q16 | Change | % | In Constant Currency |
| Cloud & Infrastructure Services | \$335.4 | \$335.8 | (\$0.4) | (0.1%) | (0.7%) |
| Application Services | \$201.4 | \$210.6 | (\$9.2) | (4.3%) | (5.0%) |
| BPO Services | \$48.5 | \$48.7 | (\$0.2) | (0.4%) | 8.5% |
| Technology | \$79.2 | \$71.7 | \$7.5 | 10.4% | 7.1% |
| Total | \$664.5 | \$666.8 | (\$2.3) | (0.3%) | (0.6%) |
| Geography | 1Q17 | 1Q16 | Change | % | In Constant Currency |
| U.S. & Canada | \$342.0 | \$338.6 | \$3.4 | 1.0% | 0.9% |
| International | \$322.5 | \$328.2 | (\$5.7) | (1.7%) | (2.1%) |
| Total | \$664.5 | \$666.8 | (\$2.3) | (0.3%) | (0.6%) |
| Regional Detail | 1Q17 | 1Q16 | Change | % | In Constant Currency |
| U.S. & Canada | \$342.0 | \$338.6 | \$3.4 | 1.0% | 0.9% |
| EMEA | \$178.8 | \$188.5 | (\$9.7) | (5.1%) | 0.6% |
| Asia Pacific | \$81.3 | \$83.5 | (\$2.2) | (2.6%) | (4.9%) |
| Latin America | \$62.4 | \$56.2 | \$6.2 | 11.0% | (5.6%) |
| Total | \$664.5 | \$666.8 | (\$2.3) | (0.3%) | (0.6%) |
| Sector | 1Q17 | 1Q16 | Change | % | In Constant Currency |
| Enterprise Solutions | \$516.8 | \$528.0 | (\$11.2) | (2.1%) | (2.4%) |
| U.S. Federal | \$147.7 | \$138.8 | \$8.9 | 6.5% | 6.5% |
| Total | \$664.5 | \$666.8 | (\$2.3) | (0.3%) | (0.6%) |
| Sector Detail | 1Q17 | 1Q16 | Change | % | In Constant Currency |
| U.S. Federal | \$147.7 | \$138.8 | \$8.9 | 6.5% | 6.5% |
| Public Sector | \$161.5 | \$177.8 | (\$16.3) | (9.2%) | (10.7%) |
| Commercial | \$200.7 | \$209.3 | (\$8.6) | (4.1%) | (2.1%) |
| Financial | \$154.6 | \$140.9 | \$13.7 | 9.7% | 7.7% |
| Total | \$664.5 | \$666.8 | (\$2.3) | (0.3%) | (0.6%) |
| Revenue Type | 1Q17 | 1Q16 | Change | % | |
| Recurring Services | \$453.3 | \$468.5 | (\$15.2) | (3.2%) | |
| Non-Recurring Services | \$132.0 | \$126.6 | \$5.4 | 4.3% | |
| Technology | \$79.2 | \$71.7 | \$7.5 | 10.4% | |
| Total | \$664.5 | \$666.8 | (\$2.3) | (0.3%) | |