

Travelport Redefining Travel Commerce -Second Quarter 2014 Results

4 August 2014

ATLANTA, Aug. 4, 2014 /PRNewswire/ -- Travelport is a leading travel commerce platform providing distribution, technology, payment and other solutions for the \$7 trillion global travel and tourism industry.

Gordon Wilson, President and CEO of Travelport, commented:

"The first half of 2014 has been a significant one for Travelport. We have not only demonstrated continued financial growth and strong operating performance, but we have also made a number of targeted strategic investments in Beyond Air to extend this growth, specifically in all of the payments, corporate travel and hotel distribution aspects of our Travel Commerce Platform. Additionally, we entered into a new long-term agreement with Delta Air Lines for the provision of hosting services for two of their critical airline operating systems. From a capital structure perspective, we have concluded deleveraging transactions of almost \$1 billion through a series of debt for equity deals and the sale of the majority of our shares in Orbitz Worldwide. Our business is now even stronger and we remain firmly on track to deliver our strategic goals."

2014 Key Point Summary

- Year-to-date 2014 growth of +4% for Net Revenue and +6% for Adjusted EBITDA
- Travel Commerce Platform
 - Over 50 airlines have now signed for Travelport's industry leading Rich Content & Branding in addition to our merchandising capabilities
 - Expanded our Beyond Air capabilities through strategic investments:
 - Hospitality – purchased Hotelzon, a European based provider of corporate hotel booking technology
 - Corporate Travel – purchased 49% of Locomote, an Australian based corporate travel procurement and management platform
 - Payments – purchased a further 16% of eNett, our B2B payments company, taking our share from 57% to 73% in a transaction valuing the company at approximately \$450 million
- Technology Services
 - Signed a new long term agreement with Delta Air Lines to host their core reservations and operations systems
- Capital Structure
 - Successfully completed deleveraging transactions amounting to \$937 million year-to-date August 4, 2014, including debt for equity exchanges and the sale of substantially all of our

shares in Orbitz Worldwide

- On a proforma basis, Net Debt at June 30, 2014 would have been \$2.5 billion with a Total Leverage Ratio of 4.9x⁽¹⁾
- Launched a comprehensive debt refinancing transaction for our remaining debt

(1) Proforma is calculated using June 30, 2014 Net Debt adjusted for the July 2014 Debt-for-Equity and Orbitz deleveraging transactions. The Total Leverage Ratio is calculated using Total Debt divided by the previous twelve months' Adjusted EBITDA as defined under our Senior Secured Credit Agreement.

Financial Highlights

Second Quarter 2014

| <u>(in \$ millions)</u> | Q2 2014 | Q2 2013 | \$ Change | % Change |
|--|----------------|----------------|------------------|-----------------|
| Net Revenue | 551 | 537 | 14 | 3 |
| Operating Income | 60 | 56 | 4 | 7 |
| Income (Loss) before income taxes and share of earnings in equity method investments | 16 | (97) | 113 | * |
| Adjusted Net Loss | (9) | (15) | 6 | 34 |
| Adjusted EBITDA | 146 | 139 | 7 | 5 |

* Not meaningful

Travelport's Net Revenue of \$551 million for the second quarter of 2014 was \$14 million (3%) higher than the second quarter of 2013, and Adjusted EBITDA of \$146 million was \$7 million (5%) higher than the second quarter of 2013.

Travelport RevPas increased 2% to \$5.75.

YTD 2014

| <u>(in \$ millions)</u> | YTD 2014 | YTD 2013 | \$ Change | % Change |
|--|-----------------|-----------------|------------------|-----------------|
| Net Revenue | 1,123 | 1,085 | 38 | 4 |
| Operating Income | 135 | 125 | 10 | 8 |
| Income (Loss) before income taxes and share of earnings in equity method investments | 3 | (98) | 101 | * |
| Adjusted Net Loss | (6) | (1) | (5) | * |
| Adjusted EBITDA | 297 | 280 | 17 | 6 |

* Not meaningful

Travelport's Net Revenue of \$1,123 million for year-to-date 2014 was \$38 million (4%) higher than 2013 and Adjusted EBITDA of \$297 million was \$17 million (6%) higher than 2013.

Travelport RevPas increased 2% to \$5.68.

Travelport's net debt was reduced in the first half of 2014 by \$247 million to \$3,093 million as of June 30, 2014, comprised of \$3,256 million in debt less \$163 million in cash, cash equivalents and cash held as collateral.

In March 2014, we completed a \$135 million debt for equity exchange transaction.

In June 2014, we completed \$182 million of debt for equity exchange transactions and sold 8.6 million Orbitz Worldwide shares for net proceeds of \$54 million.

In July 2014, we completed \$254 million of debt for equity exchange transactions and received net proceeds of \$312 million from the sale of 39 million Orbitz Worldwide shares.

Travelport generated \$42 million in net cash from operating activities for the six months ended June 30, 2014 compared to net cash from operating activities of \$12 million for the six months ended June 30, 2013.

Conference Call

The Company's second quarter 2014 earnings conference call will be held on August 4, 2014 beginning at 11.00am. (EDT). Details for this conference call as well as the earnings presentation are available through the Investor Center section of the Company's website (www.travelport.com/investors/Financial-Calendar), where pre-registration for the call is required.

A recording of the call will be made available within 24 hours in the Financial/Operating Data section of the Investor Centre on the Company's website.

TRAVELPORT LIMITED

CONSOLIDATED CONDENSED STATEMENTS OF OPERATIONS

(unaudited)

| | Three Months Ended June 30, 2014 |
|---|---|
| (in \$ millions) | |
| Net revenue | \$ 551 |
| Costs and expenses | |
| Cost of revenue | 337 |
| Selling, general and administrative | 97 |
| Depreciation and amortization | 57 |
| Total costs and expenses | 491 |
| Operating income | 60 |
| Interest expense, net | (87) |
| Loss on early extinguishment of debt | (9) |
| Gain on sale of shares of Orbitz Worldwide | 52 |
| Income (Loss) before income taxes and share of earnings in equity method investments | \$ 16 |

TRAVELPORT LIMITED

CONSOLIDATED CONDENSED BALANCE SHEETS

(unaudited)

| (in \$ millions) | June 30, 2014 | December 31, 2013 |
|-------------------------|--------------------------|------------------------------|
|-------------------------|--------------------------|------------------------------|

Assets

Current assets:

| | | |
|--|-----------------|-----------------|
| Cash and cash equivalents | \$ 93 | \$ 154 |
| Accounts receivable (net of allowances for doubtful accounts of \$13 and \$13) | 215 | 177 |
| Deferred income taxes | 1 | 1 |
| Other current assets | 112 | 134 |
| Total current assets | 421 | 466 |
| Property and equipment, net | 413 | 428 |
| Goodwill | 1,000 | 986 |
| Trademarks and tradenames | 314 | 314 |
| Other intangible assets, net | 669 | 671 |
| Cash held as collateral | 70 | 79 |
| Deferred income tax | 5 | 5 |
| Other non-current assets | 124 | 139 |
| Total assets | \$ 3,016 | \$ 3,088 |

Liabilities and equity

Current liabilities:

| | | |
|--|-------|-------|
| Accounts payable | \$ 58 | \$ 72 |
| Accrued expenses and other current liabilities | 555 | 540 |
| Deferred income taxes | 24 | 24 |
| Current portion of long-term debt | 46 | 45 |
| Total current liabilities | 683 | 681 |
| Long-term debt | 3,210 | 3,528 |
| Deferred income taxes | 24 | 18 |
| Other non-current liabilities | 168 | 172 |
| Total liabilities | 4,085 | 4,399 |
| Commitments and contingencies | | |

| | | |
|---|-----------------|-----------------|
| Shareholders' equity (deficit): | | |
| Total shareholders' equity (deficit) | (1,088) | (1,330) |
| Equity attributable to non-controlling interest in subsidiaries | 19 | 19 |
| Total equity (deficit) | (1,069) | (1,311) |
| Total liabilities and equity | \$ 3,016 | \$ 3,088 |

TRAVELPORT LIMITED

CONSOLIDATED CONDENSED STATEMENT OF CASH FLOWS

(unaudited)

| | Six Months E |
|---|----------------------|
| (in \$ millions) | June 30, 2014 |
| Operating activities | |
| Income (Loss) before income taxes and equity in earnings (losses) of investment in Orbitz Worldwide | \$ 3 |
| Adjustments to reconcile net loss to net cash provided by operating activities: | |
| Depreciation and amortization | 113 |
| Amortization of customer loyalty payments | 37 |
| Gain on sale of shares of Orbitz Worldwide | (52) |
| Amortization of debt finance costs | 6 |
| Accrual of repayment fee and amortization of debt discount | 5 |
| Loss on early extinguishment of debt | 14 |
| Payment-in-kind interest | 12 |
| Equity-based compensation | 9 |
| Pension liability contribution | (3) |
| Customer loyalty payments | (45) |

| | |
|--|-------------|
| Changes in assets and liabilities: | |
| Accounts receivable | (38) |
| Other current assets | 9 |
| Accounts payable, accrued expenses and other current liabilities | (22) |
| Other | (6) |
| Net cash provided by operating activities | 42 |
| Investing activities | |
| Property and equipment additions | (54) |
| Proceeds from sale of shares of Orbitz Worldwide | 54 |
| Purchase of non-controlling interest in a subsidiary | (65) |
| Business acquired, net of cash | (10) |
| Purchase of equity method investment | (10) |
| Other | - |
| Net cash used in investing activities | (85) |
| Financing activities | |
| Proceeds from revolver borrowings | 50 |
| Repayment of revolver borrowings | (50) |
| Repayment of capital lease obligations | (15) |
| Release of cash provided as collateral | 9 |
| Repayment of term loans | (8) |
| Payment related to early extinguishment of debt | (3) |
| Proceeds from term loans | - |
| Repurchase of Senior Notes | - |
| Cash provided as collateral | - |
| Debt finance costs | - |
| Distribution to a parent company | - |
| Other | (1) |
| Net cash (used in) provided by financing activities | (18) |

| | |
|---|--------------|
| Effect of changes in exchange rate on cash and cash equivalents | - |
| Net (decrease) increase in cash and cash equivalents | (61) |
| Cash and cash equivalents at beginning of period | 154 |
| Cash and cash equivalents at end of period | \$ 93 |

Supplementary disclosures of cash flow information

| | |
|---|-----|
| Interest payments | 150 |
| Income tax payments, net | 13 |
| Non-cash exchange of senior subordinated notes for equity of a parent company | 257 |
| Non-cash exchange of senior exchange notes for equity of a parent company | 60 |
| Non-cash capital lease additions | 6 |
| Non-cash distribution to a parent company | - |
| Exchange of senior priority secured notes for Tranche 2 Loans | - |
| Exchange of senior notes due 2014 and 2016 for new senior notes due 2016 | - |

TRAVELPORT LIMITED**NON-GAAP MEASURES***(in \$ millions and unaudited)*

| <i>Reconciliation of Income (Loss) before income taxes and share of earnings (losses) in equity method investments to Travelport Adjusted Net Loss and Adjusted EBITDA</i> | Three Months Ended June 30 | |
|---|-----------------------------------|---------------|
| | 2014 | 201 |
| Income (loss) before income taxes and share of earnings (losses) in equity method investments | \$ 16 | \$ (9) |
| Adjustments: | | |
| Amortization of intangible assets | 20 | 20 |
| Loss on early extinguishment of debt | 9 | 49 |
| Gain on sale of shares in Orbitz Worldwide | (52) | - |
| Equity-based compensation | 8 | 2 |
| Corporate and restructuring costs | 3 | 3 |
| Litigation and related costs | - | 2 |
| Other (*) | (13) | 6 |
| Adjusted Net Loss | (9) | (15) |
| Adjustments: | | |
| Depreciation and amortization of property and equipment | 37 | 29 |
| Amortization of customer loyalty payments | 19 | 15 |
| Interest expense, net | 87 | 104 |
| Provision for income taxes | 12 | 6 |
| Adjusted EBITDA | \$ 146 | \$ 13 |

(*) Other includes income taxes, share of earnings (losses) in equity method investments, unrealized gains (losses) on exchange derivatives and revaluation gains (losses) on euro denominated debt

Reconciliation of Travelport Adjusted EBITDA to Net Cash Provided by Operating Activities

| | Three Months | |
|--|-----------------------|---------------|
| | Ended June 30, | |
| | 2014 | 2013 |
| Adjusted EBITDA | \$ 146 | \$ 139 |
| Less: | | |
| Interest payments | (93) | (57) |
| Tax payments | (6) | (7) |
| Customer loyalty payments | (19) | (24) |
| Changes in trading working capital | 7 | 9 |
| Changes in accounts payable and employee related | (11) | (13) |
| Pensions | (3) | - |
| Changes in other assets and liabilities | 1 | 9 |
| Other adjusting items (*) | (3) | (23) |
| Net cash provided by (used in) operating activities | 19 | 33 |
| Add: other adjusting items (*) | 3 | 23 |
| Less: capital expenditures on property and equipment additions | (28) | (23) |
| Less: repayment of capital lease obligations | (8) | (4) |
| Adjusted free cash flow | (14) | 29 |
| Add: interest payments | 93 | 57 |
| Unlevered Adjusted Free Cash Flow | \$ 79 | \$ 86 |

(*) Other adjusting items relate to payments for costs included within operating income, but excluded from A \$9 million and \$17 million of corporate costs payments during the six months ended June 30, 2014 and 2013 of legal and related costs payments for the six months ended June 30, 2013.

TRAVELPORT LIMITED

OPERATING STATISTICS AND DEFINITIONS

(unaudited)

Net revenue is comprised of:

| | Three Months Ended June 30, | | | Six Months Ended June 30, | | |
|--------------------------|-----------------------------|---------------|-----------------|---------------------------|-----------------|------------|
| (in \$ millions) | 2014 | 2013 | % Change | 2014 | 2013 | % C |
| Air | \$ 410 | \$ 410 | - | \$ 855 | \$ 838 | 2 |
| Beyond Air | 108 | 97 | 12 | 205 | 186 | 10 |
| Travel Commerce Platform | 518 | 507 | 2 | 1,060 | 1,024 | 4 |
| Technology Services | 33 | 30 | 7 | 63 | 61 | 3 |
| Net Revenue | \$ 551 | \$ 537 | 3 | \$ 1,123 | \$ 1,085 | 4 |

Our revenue is earned through our Travel Commerce Platform (including our Air and Beyond Air revenue) and Technology Services. Our Travel Commerce Platform combines state-of-the-art technology with industry leading features, functionality and innovative solutions to address the high volume and growing transaction processing requirements for the evolving needs of the travel industry.

Air: We provide sophisticated and comprehensive real-time search pricing, booking, change, payment and integrated itinerary creation for travelers who use the services of online and offline travel agents for both leisure and corporate travel.

Beyond Air: Our Beyond Air portfolio includes hospitality, advertising, payment solutions and other platform services.

The table below sets forth Travel Commerce Platform revenue by region:

| (in \$ millions) | Three Months Ended June 30, | | | Six Months Ended June ; | |
|---------------------------------|------------------------------------|---------------|-----------------|--------------------------------|-----------------|
| | 2014 | 2013 | % Change | 2014 | 2013 |
| Asia Pacific | \$ 100 | \$ 96 | 5 | \$ 201 | \$ 190 |
| Europe | 155 | 150 | 4 | 333 | 314 |
| Latin America and Canada | 22 | 22 | (1) | 45 | 44 |
| Middle East and Africa | 75 | 74 | 1 | 147 | 144 |
| International | 352 | 342 | 3 | 726 | 692 |
| United States | 166 | 165 | - | 334 | 332 |
| Travel Commerce Platform | \$ 518 | \$ 507 | 2 | \$ 1,060 | \$ 1,024 |

The table below sets forth Travel Commerce Platform segments by region and global RevPas:

| | Segments (in millions) | | | | |
|--|------------------------------------|----------------|-----------------|---------------------|----------------|
| | Three Months Ended June 30, | | | Six Months E | |
| | 2014 | 2013 | % Change | 2014 | 2013 |
| Asia Pacific | 14 | 14 | (1) | 30 | 28 |
| Europe | 22 | 22 | 1 | 47 | 44 |
| Latin America and Canada | 4 | 3 | - | 8 | 7 |
| Middle East and Africa | 10 | 10 | (1) | 20 | 19 |
| International | 50 | 49 | - | 105 | 100 |
| United States | 40 | 40 | 1 | 82 | 80 |
| Travel Commerce Platform Segments | 90 | 89 | 1 | 187 | 181 |
| Travel Commerce Platform RevPas | \$ 5.75 | \$ 5.66 | 2 | \$ 5.68 | \$ 5.60 |

TRAVELPORT LIMITED
HISTORICAL FINANCIAL INFORMATION
(in \$ millions and unaudited)

Summary of Adjusted EBITDA Earned under the United MSA and impact on Total Adjusted EBITDA

| United MSA | Q1 2011 | Q2 2011 | Q3 2011 | Q4 2011 |
|---|----------------|----------------|----------------|----------------|
| Travel Commerce Platform revenue (United States Air revenue) | 9 | 9 | 9 | 8 |
| Technology Services revenue | 14 | 15 | 15 | 17 |
| Net Revenue | 23 | 24 | 24 | 25 |
| Commissions | 5 | 6 | 6 | 5 |
| Add back: Amortization of CLPs | (2) | (3) | (2) | (2) |
| Technology costs | — | 1 | 1 | 1 |
| United MSA Adjusted EBITDA | 20 | 20 | 19 | 21 |
| Reported Segments | 2 | 2 | 2 | 2 |
| | | | | |
| United MSA | Q1 2012 | Q2 2012 | Q3 2012 | Q4 2011 |
| Travel Commerce Platform revenue (United States Air revenue) | 8 | — | — | — |
| Technology Services revenue | 17 | 2 | — | — |
| Net Revenue | 25 | 2 | — | — |
| Commissions | 5 | — | — | — |
| Add back: Amortization of CLPs | (2) | — | — | — |

| | | | | |
|---|----------------|----------------|----------------|----------------|
| Technology costs | 1 | — | — | — |
| United MSA Adjusted EBITDA | 21 | 2 | — | — |
| Reported Segments | 2 | — | — | — |
| | Q1 2012 | Q2 2012 | Q3 2012 | Q4 2012 |
| Adjusted EBITDA Including United MSA | 156 | 135 | 123 | 103 |
| United MSA Adjusted EBITDA | (21) | (2) | — | — |
| Adjusted EBITDA Excluding United MSA | 135 | 133 | 123 | 103 |
| | Q1 2011 | Q2 2011 | Q3 2011 | Q4 2011 |
| Adjusted EBITDA Including United MSA | 166 | 155 | 136 | 124 |
| United MSA Adjusted EBITDA | (20) | (20) | (19) | (21) |
| Adjusted EBITDA Excluding United MSA | 146 | 135 | 117 | 103 |

TRAVELPORT LIMITED
OPERATING STATISTICS AND DEFINITIONS
(unaudited)

Definitions:

Adjusted EBITDA: is a non-GAAP financial measure and may not be comparable to similarly named measures used by other companies. We believe this measure provides management with a more complete understanding of the underlying results and trends and an enhanced overall understanding of our financial liquidity and prospects for the future. Adjusted EBITDA is the primary metric for measuring our business results, forecasting and determining future capital investment allocations and is used by the Board of Directors to determine incentive compensation for future periods. Adjusted EBITDA is defined as Adjusted Net Income (Loss), excluding depreciation and amortization of property and equipment, amortization of customer loyalty payments, interest and income taxes. Capital expenditures, which impact depreciation and amortization, Customer Loyalty Payments, interest expense and income tax expense, are

reviewed separately by management. Adjusted EBITDA is disclosed so investors have the same tools available to management when evaluating the results of Travelport. Adjusted EBITDA is a critical measure as it is required to calculate our key financial ratios under the covenants contained in our credit agreements. These ratios use a number which is broadly computed from Adjusted EBITDA for the last twelve months and consolidated net debt, as at the balance sheet date and are known as the Total Leverage Ratio and Senior Secured Leverage Ratio. Travelport is currently in compliance with all of its financial covenants. A breach of these covenants could result in a default under the senior secured credit agreement, second lien credit agreement and the indentures governing the notes.

Adjusted Free Cash Flow: is a non-GAAP measure and may not be comparable to similarly named measures used by other companies. Adjusted Free Cash Flow is defined as net cash provided by (used in) operating activities of continuing operations, adjusted to remove the impact of cash paid for other adjusting items which we believe are unrelated to our ongoing operations and to deduct capital expenditures on property and equipment additions including capital lease repayments. We believe Adjusted Free Cash Flow provides management and investors with a more complete understanding of the underlying liquidity of the core operating businesses and its ability to meet current and future financing and investing needs.

Adjusted Net Income (Loss): is a non-GAAP financial measure and may not be comparable to similarly named measures used by other companies. We believe this measure provides management with a more complete understanding of the underlying results and trends.

Adjusted Net Income (Loss) is disclosed so investors have the same tools available to management when evaluating the results of Travelport. Adjusted Net Income (Loss) is defined as net income (loss) from continuing operations excluding amortization of acquired intangible assets, gain/(loss) on early extinguishment of debt, equity in earnings/(losses) of investment in Orbitz Worldwide, the contribution from the terminated master services agreement ("MSA") with United Airlines, gain on sale of Orbitz Worldwide and items that are excluded under our debt covenants, such as non-cash equity-based compensation, certain corporate and restructuring costs, certain litigation and related costs, and other non-cash items such as foreign currency gains/(losses) on euro denominated debt and earnings hedges along with any income taxes related to these exclusions.

Customer Loyalty Payments: development advance payments that are made with the objective of increasing the number of clients or improving customer loyalty with travel agents or travel providers. The amortization of such payments is excluded from Adjusted EBITDA under the terms of our senior secured credit agreement and our second lien credit agreement.

Trading Working Capital: is a non-GAAP financial measure and may not be comparable to similarly named measures used by other companies. Trading Working Capital is defined as assets and liabilities directly related to our core trading operations (accounts receivables and deferred revenue from travel providers and travel agencies, current prepaid travel agency incentive payments and accounts payable and accrued liabilities for commissions and incentives).

Travel Commerce Platform Reported Segments ("Segments"): Travel provider revenue generating units sold by our travel agency network, geographically presented by region based upon point of sale location.

Travel Commerce Platform RevPas ("RevPas"): Travel Commerce Platform revenue divided by the number of Travel Commerce Platform Reported Segments.

Unlevered Adjusted Free Cash Flow: is a non-GAAP measure and may not be comparable to similarly named measures used by other companies. Unlevered Adjusted Free Cash Flow is defined as Adjusted Free Cash Flow Adjusted to remove the impact of interest payments.

About Travelport

Travelport is the technology company which makes the experience of buying and managing travel continually better. It operates a travel commerce platform providing distribution, technology, payment and other solutions for the global travel and tourism industry. The company facilitates travel commerce by connecting the world's leading travel providers with online and offline travel buyers in a proprietary business-to-business (B2B) travel platform.

Travelport has a leading position in airline merchandising, hotel content and distribution, car rental, mobile commerce and B2B payment solutions. The company also provides IT services to airlines, such as shopping, ticketing, departure control and other solutions. With net revenue of over \$2.5 billion in 2018, Travelport is headquartered in Langley, U.K., has over 3,700 employees and is represented in approximately 180 countries and territories.

Forward-looking Statements

This press release contains forward-looking statements and information that are necessarily subject to risks, uncertainties, and assumptions. Consummation of the Restructuring Plan is subject to numerous conditions, some of which are beyond our control, including the tender of the requisite principal amount of notes in the exchange offers, the receipt of requisite consents in the consent solicitations and that no event shall have occurred or be likely to occur and no event affecting our business or financial affairs shall have occurred or be likely to occur that would or might reasonably be expected to prohibit, prevent, restrict or delay consummation of the exchange offers and consent solicitations, among others. Therefore, no assurance can be given that the Restructuring Plan will be consummated on the terms described herein or at all. The Company assumes no obligation to update the information contained in this current report due to changes from time to time in the terms of the Restructuring Plan or for any other reason.

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