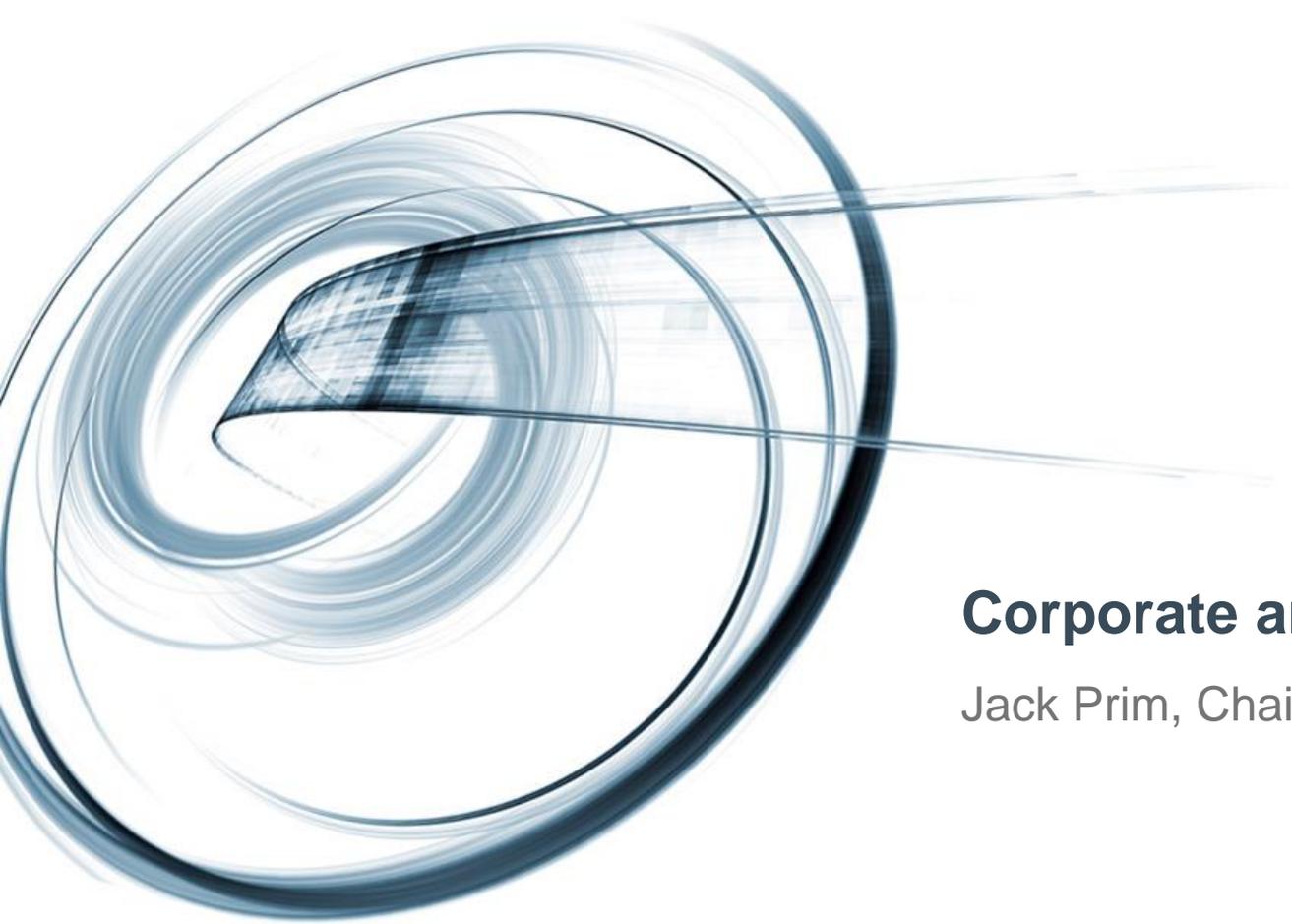




**Welcome Shareholders!**

**2015 Annual Shareholders Meeting**



# Corporate and Strategic Update

Jack Prim, Chairman and CEO

# JHA Mission Statement

To protect and increase the value of our stockholders' investment by providing quality products and services to our customers. In accomplishing this we feel it is important that we:

- Concentrate our activities on what we know best – information systems and services for financial institutions.
- Provide outstanding commitment and service to our customers so that the perceived value of our products and services will be consistent with real value.
- Maintain a work environment that is personally, professionally, and financially rewarding to our employees.

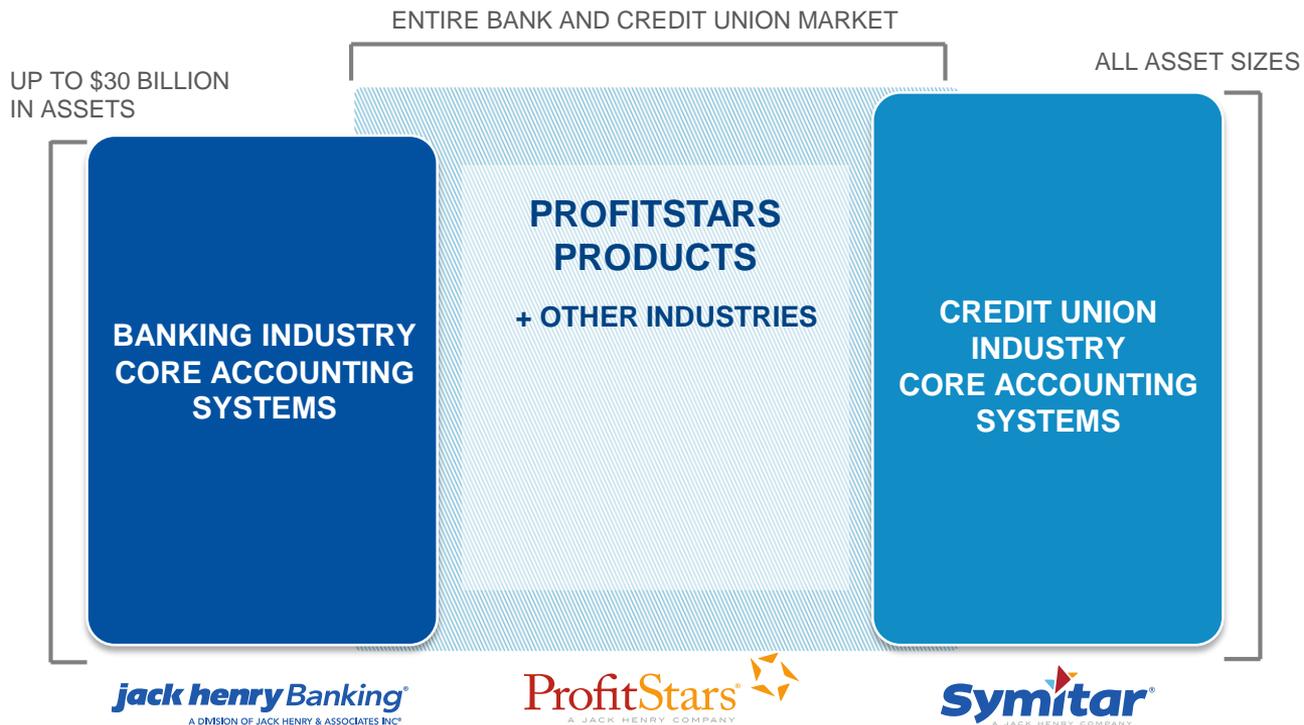
# JHA At-a-Glance

- Fortress balance sheet – Minimal debt, net cash positive
- Strong organic revenue growth
- Profit margins among the highest in the industry
- Payments business with annual revenue in excess of \$480 million
- High percentage of revenue is recurring in nature
- Business profile that is resistant to current and potential economic issues

# Our Strategic Direction

- Core processing system sales to financial institutions
- Complementary product sales to core clients
- Standalone (non-core) sales to any financial institution
- Emphasis on integration and customer service
- Continued focus on payments and online delivery
- Acquisitions that support the above strategies
- Return cash to shareholders via dividends and share repurchases

# The Markets We Serve

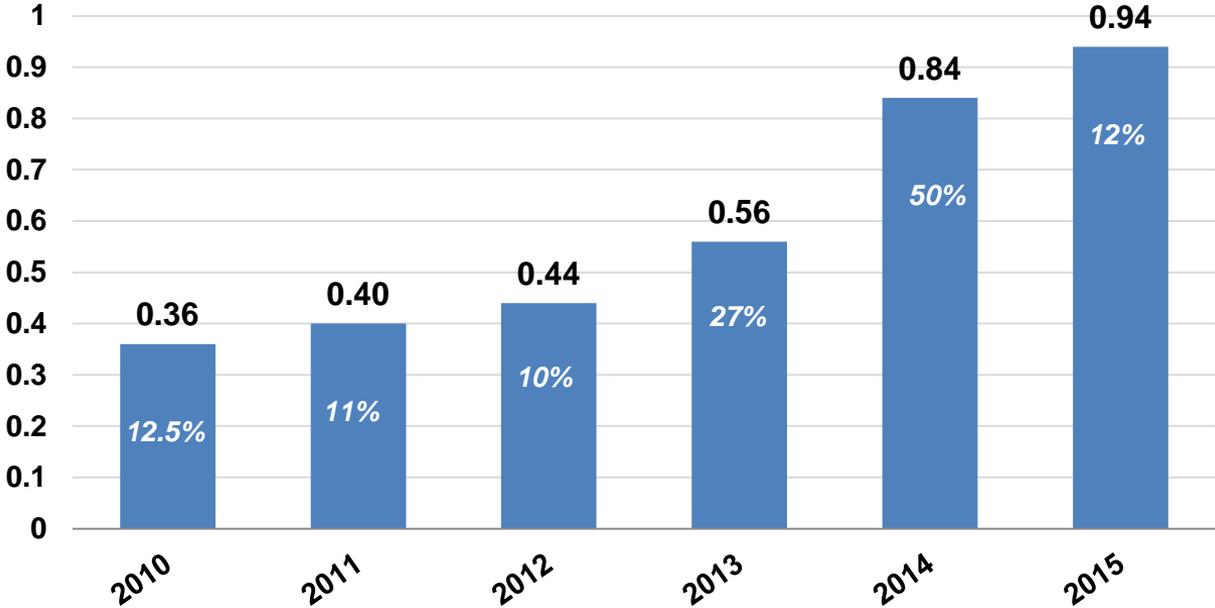


# Continued Strong Financial Performance

- Solid revenue growth - \$1,256,190
  - Up 7% for the year
  - License fees - 0% of total revenue
  - Support & Service - 96% of total revenue
  - Hardware - 4% of total revenue
  - Payments revenue - 38% of total revenue
- Net income +13% to \$211million
- Balance sheet remained strong
  - Cash \$148 million
  - Debt \$52.7 million

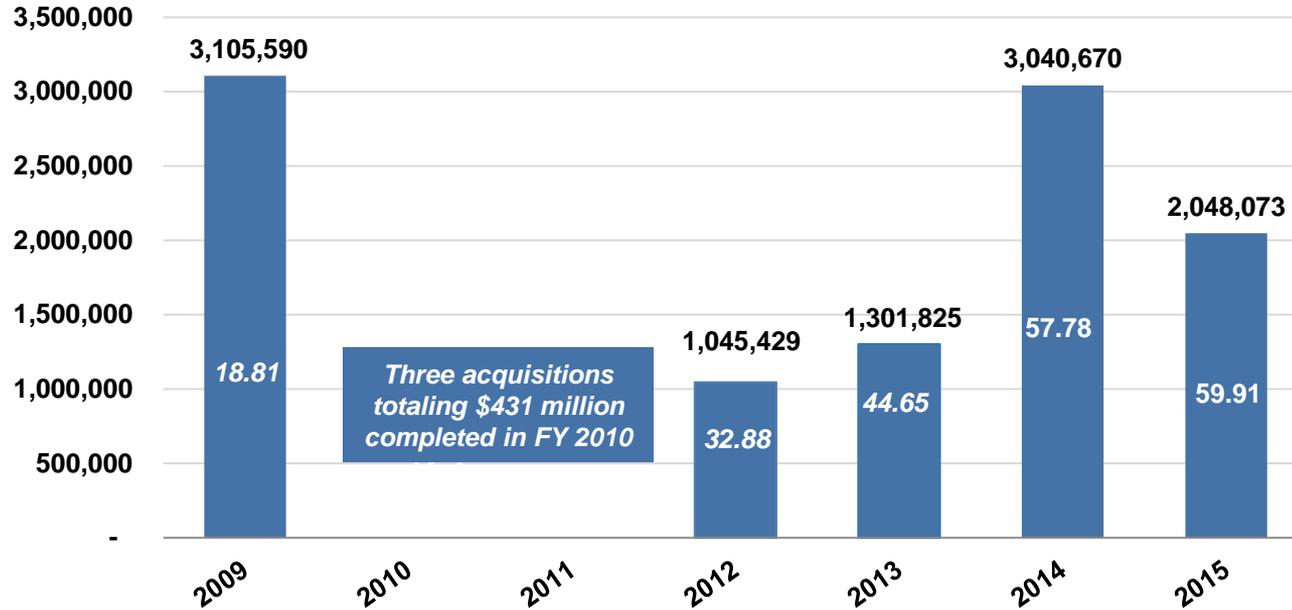
# Dividend Trend

(Year over Year Increase)



# Share Repurchases

(Number of Shares and Average Price Per Share)



21.8 million shares repurchased for \$700.5 Million, average \$32.13/share

# Restatement Of Financial Reports

- Related to highly complex revenue recognition guidelines
- PCAOB, GAAP, FASB, Auditor's interpretation
- Lengthy, in depth review of contracts and accounting records
- Led to restatement of last five years financial statements and changes to revenue recognition policies
- Non-cash adjustment, no impact to cash flows, contract values or cash collection processes
- Revised recognition policies, implementation of new controls to monitor

# Best Place To Work



# Favorable Internal Indicators

- Solid financial performance
  - Solid organic growth
  - Strong sales performances by all brands
  - Record revenue and earnings
  - Continued strong profit margins
  - Strong and growing recurring revenue
  - Strong balance sheet
- Exceptionally high associate engagement ratings
  - Enthusiastic and engaged workforce
- Exceptionally high customer satisfaction ratings
  - Feature-rich and proven products and services

# Pillars Of Success



**Employees**

**Customers**

**Shareholders**

**Thank you for your confidence and  
investment in JKHY.**



# Financial Update

Kevin Williams, CFO

# Forward-Looking Statement

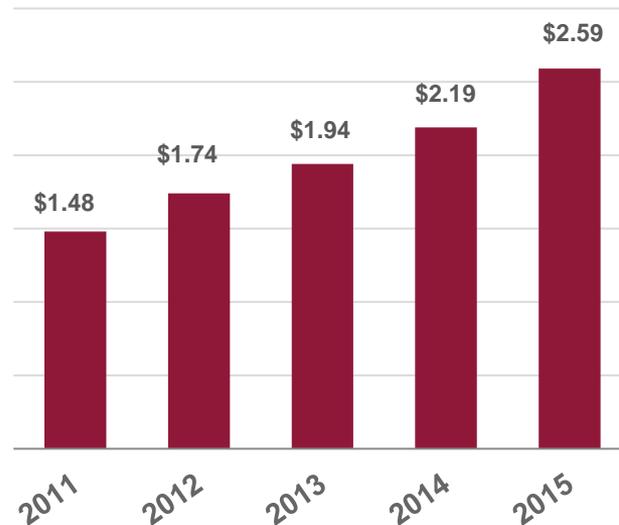
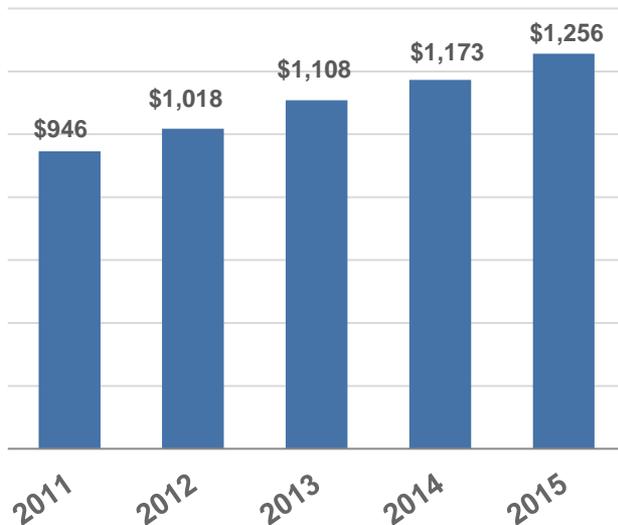
Statements, remarks or responses to questions concerning future expectations, events, objectives, strategies, trends or results constitute forward-looking statements or deal with expectations about the future. Like any statement about the future, these are subject to a number of factors which could cause actual results to differ materially from those which we anticipate, due to a number of risks and uncertainties; and the company undertakes no obligation to update or revise these statements. For a summary of these risk factors and additional information please refer to the sections in our 10-K entitled Risk Factors and Forward-Looking Statements.



# Revenue and EPS Comparison

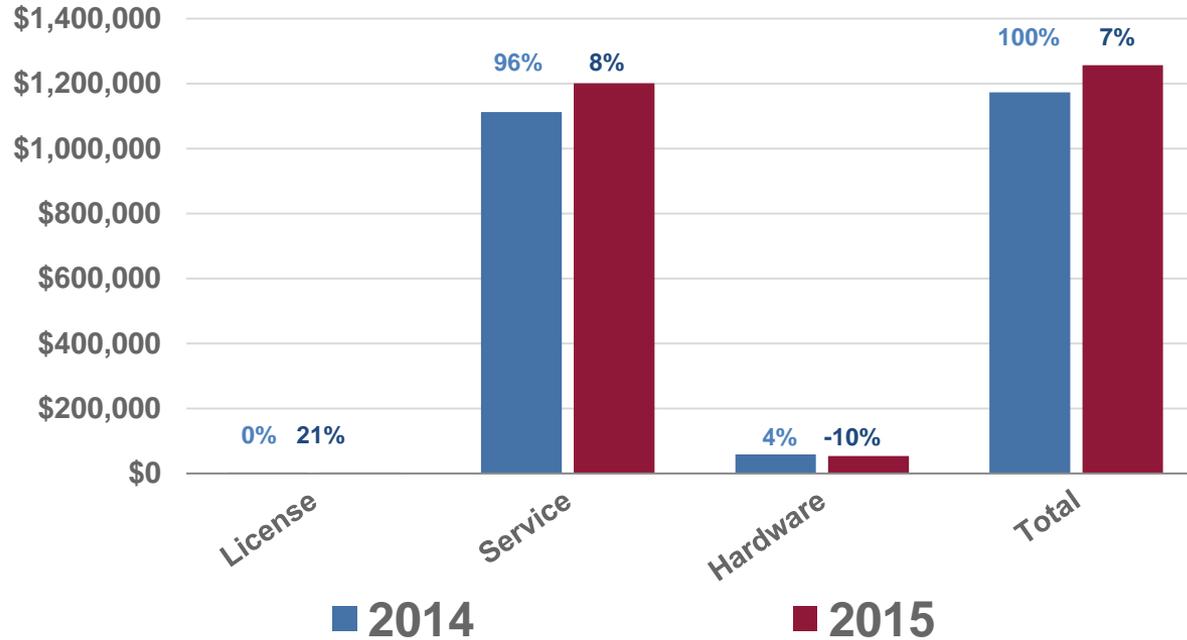
*(in millions, except per share data)*

FISCAL YEAR ENDED JUNE 30



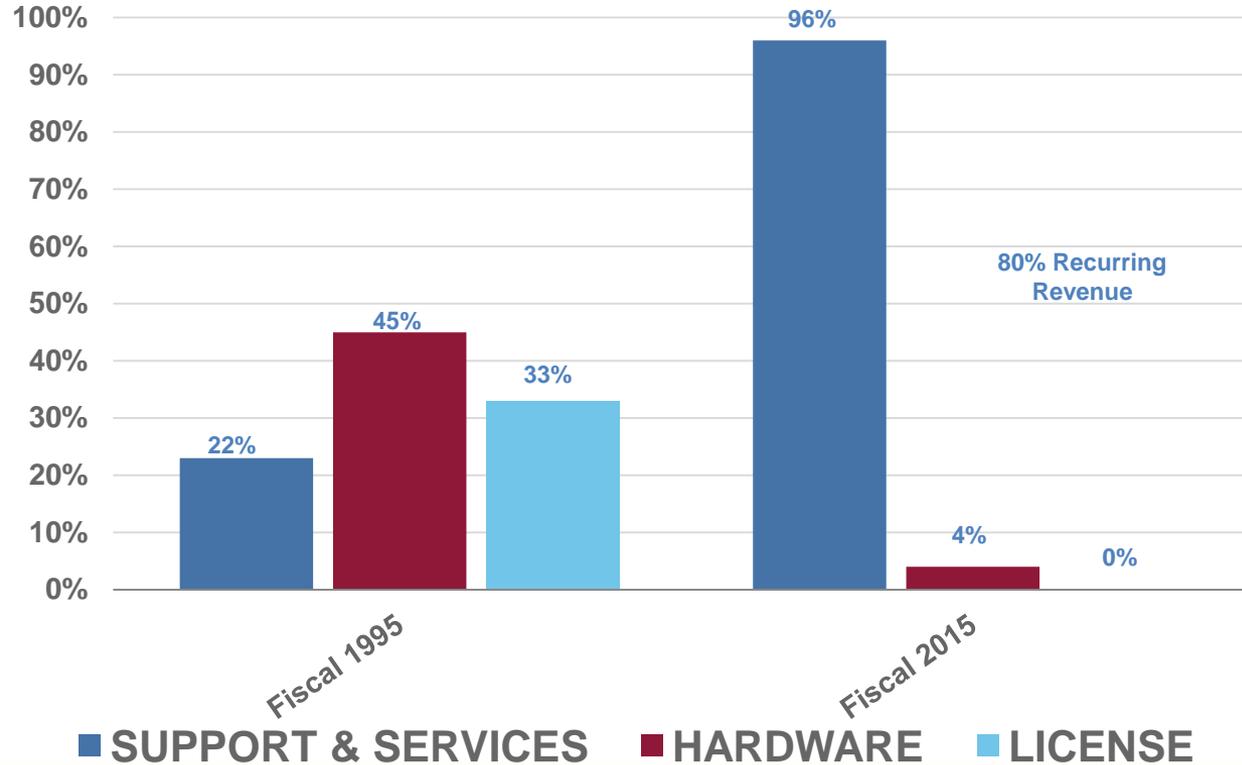
# Total Revenue

(Percentage of Total Revenue; Year over Year Growth)  
(in thousands)



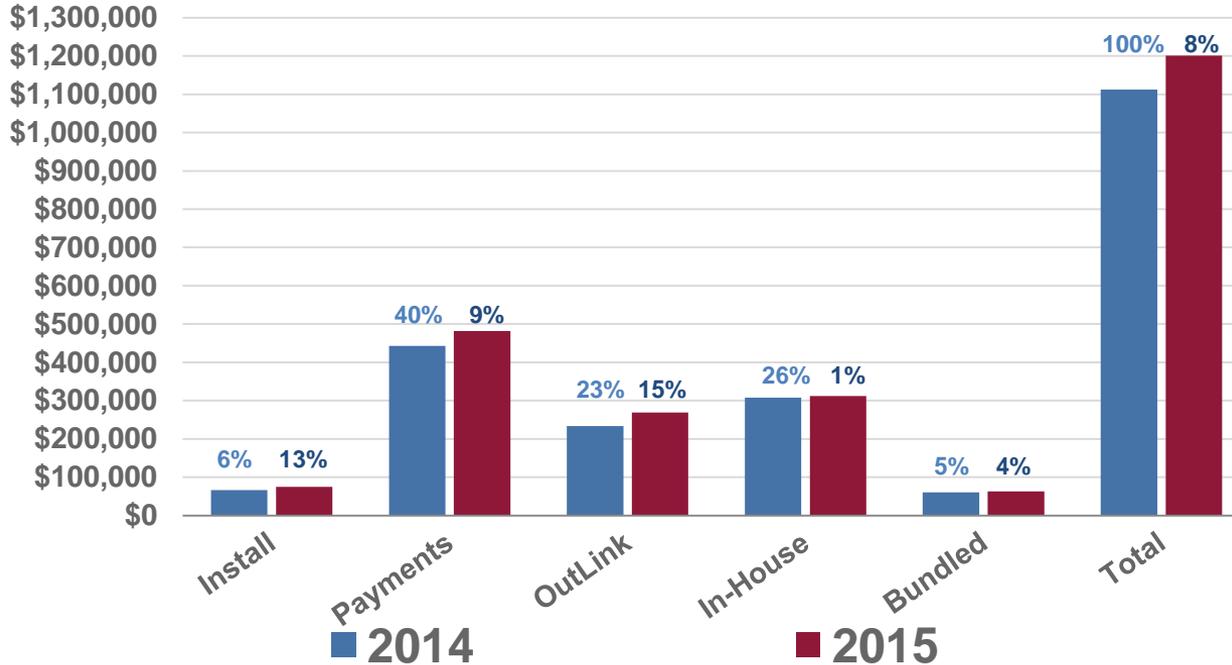
# Change in Our Business Model

(% of Total Revenue)



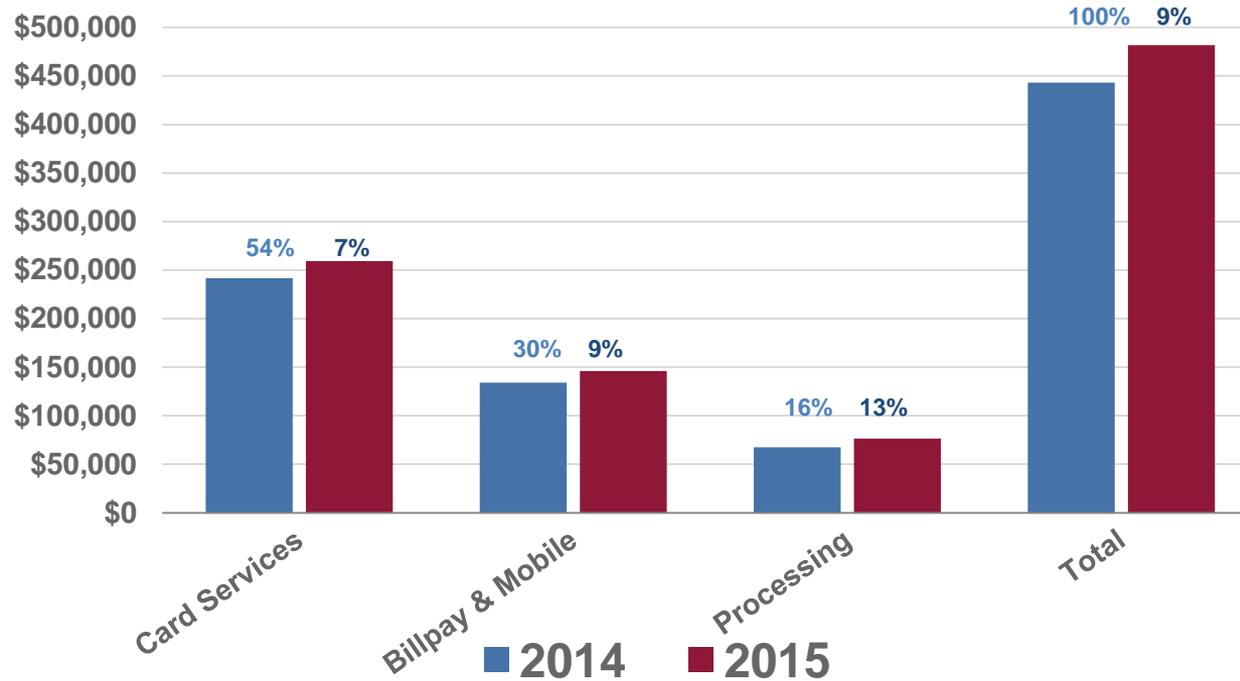
# Support and Services Revenue

(Percentage of Support & Services Revenue; Year over Year Growth)  
(in thousands)



# Electronic Payments Revenue

(Percentage of Electronic Payment Revenue; Year over Year Growth)  
(in thousands)



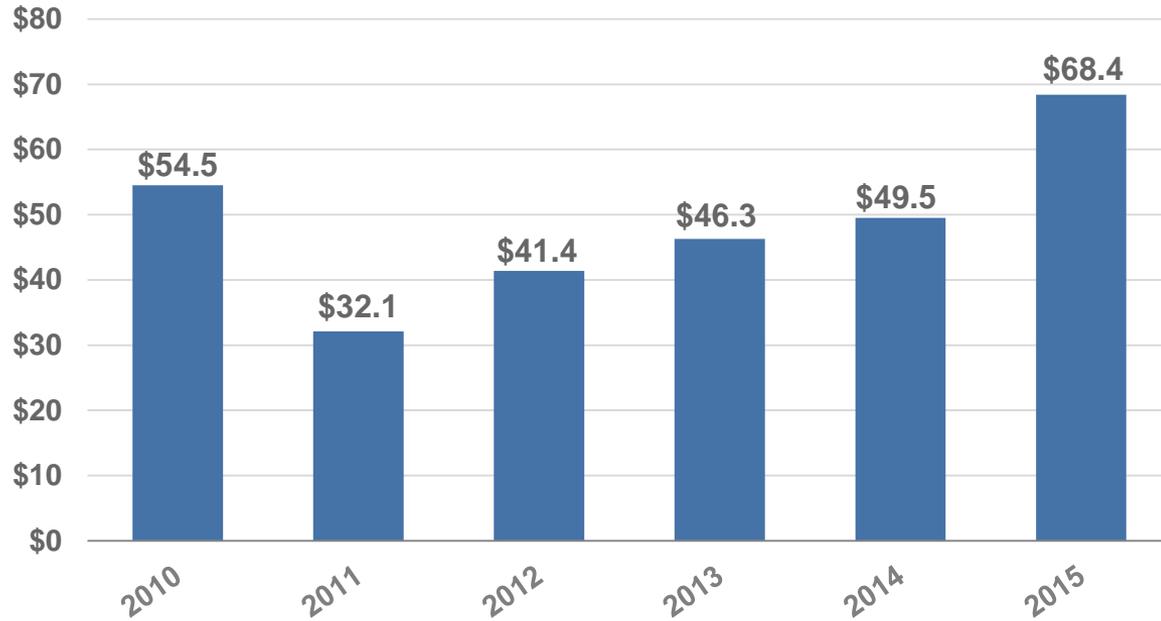
# Operating Cash Flow

(in millions)



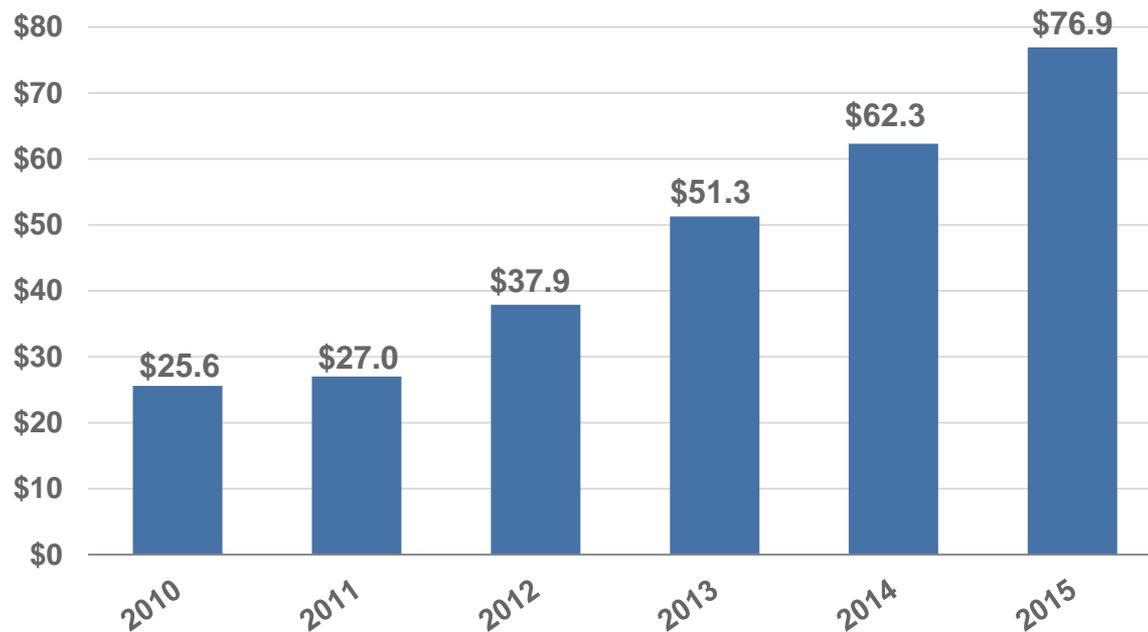
# Capital Expenditures

(in millions)



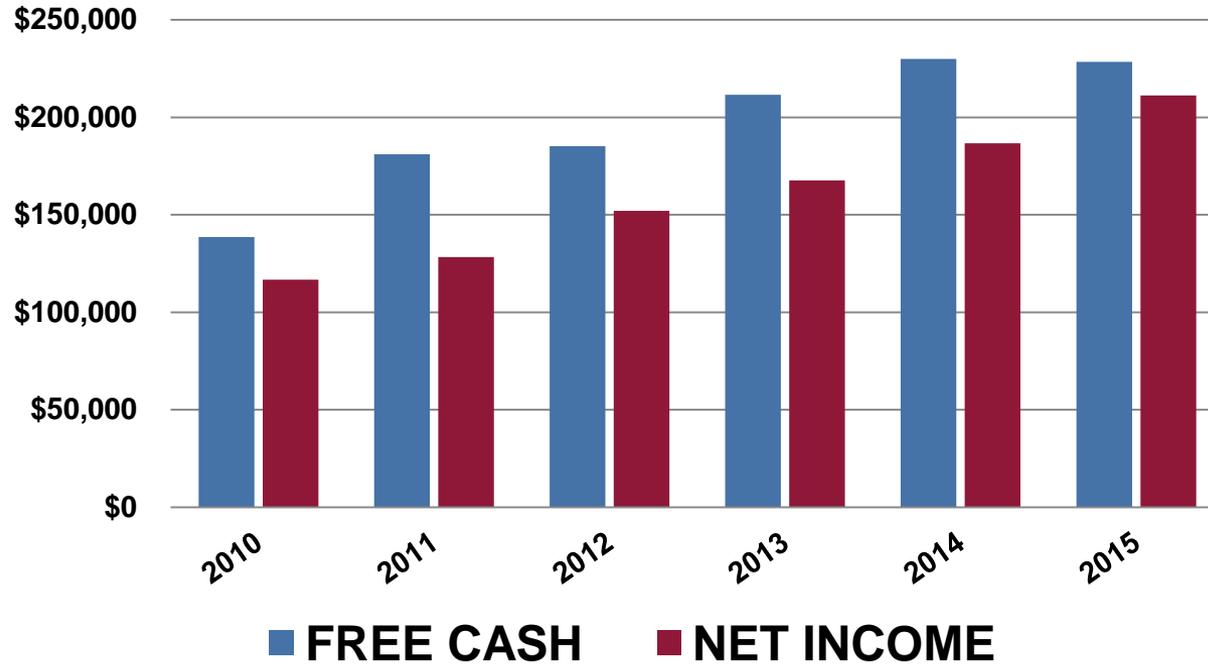
# Capitalized Software

(in millions)



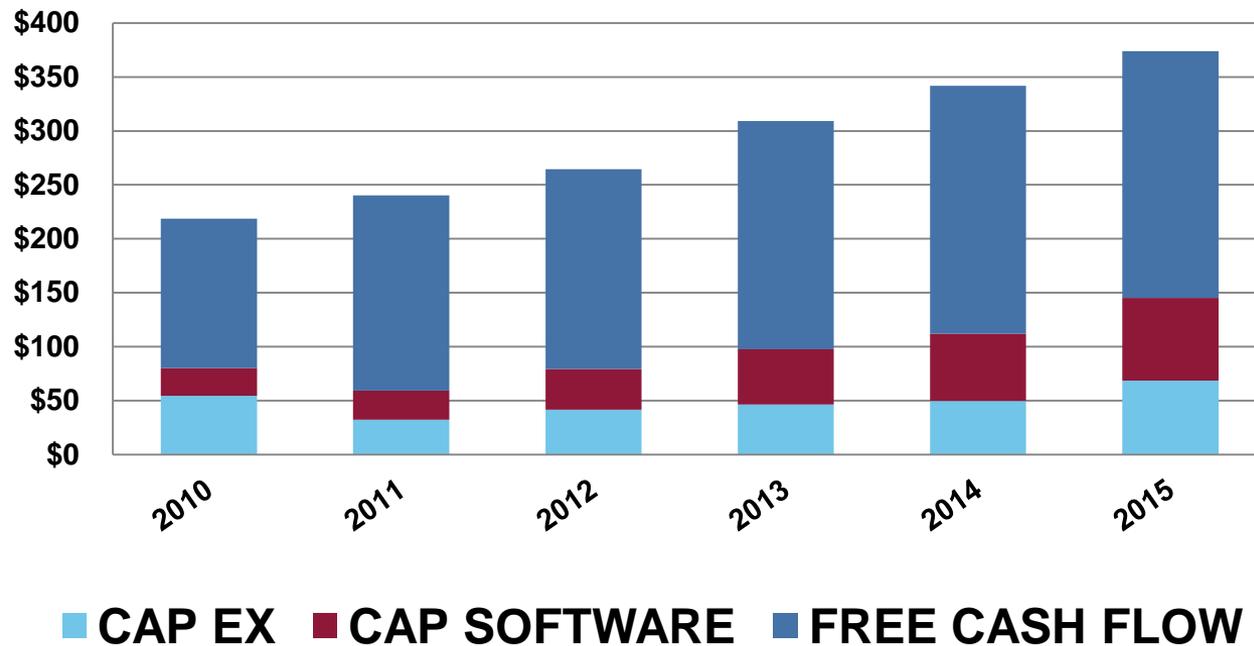
# Free Cash Flow/Net Income

(in thousands)



# Operating Cash Flow Components

(in millions)



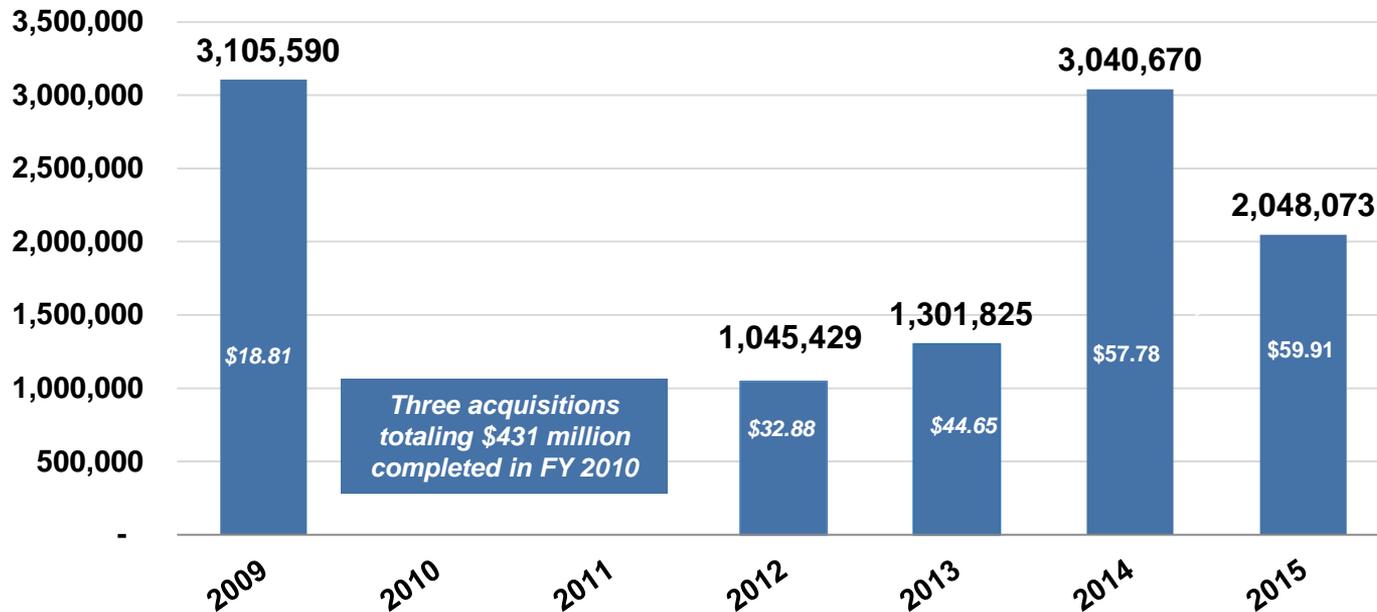
# Dividends Paid

(in millions except per share amount)



# Share Repurchases

(Number of Shares and Average Price Per Share)



Aggregate Share Repurchased: 21,842,632 for \$700.5 Million

# Condensed Statement of Income

(in thousands, except per share data)

	Fiscal Year June 30, 2015	Fiscal Year June 30, 2014	%
Total Revenue	\$1,256,190	\$1,173,173	7%
Gross Profit	\$535,854	\$493,801	9%
Operating Income	\$317,865	\$288,298	10%
Net Income	\$211,221	\$186,715	13%
Earnings per Share	\$2.59	\$2.19	18%
Diluted Shares OS	81,601	85,396	-4%

# Condensed Balance Sheet

(in thousands)

	June 30, 2015	June 30, 2014	%
Cash and Investments	\$148,313	\$70,377	111%
Trade Receivables	\$245,387	\$224,041	10%
<b>Total Assets</b>	<b>\$1,836,835</b>	<b>\$1,680,702</b>	<b>9%</b>
Deferred Revenue	\$531,988	\$492,868	8%
Short & Long Term Debt	\$52,697	\$9,136	476%
Stockholder's Equity	\$991,534	\$967,387	2%

NASDAQ: JKHY

# Results of First Quarter Fiscal 2016

# Condensed Statement of Income

*(in thousands, except per share data)*

	Quarter Ended September 30, 2015	Quarter Ended September 30, 2014	%
Total Revenue	\$321,618	\$301,473	7%
Gross Profit	\$137,955	\$126,589	9%
Operating Income	\$80,537	\$71,625	12%
Net Income	\$51,366	\$46,087	11%
Earnings per Share	\$0.64	\$0.56	14%
Diluted Shares OS	80,735	82,589	-2%

# Condensed Balance Sheet

(in thousands)

	September 30, 2015	September 30, 2014	%
Cash and Investments	\$84,485	\$39,403	114%
Trade Receivables	\$147,652	\$159,110	-7%
<b>Total Assets</b>	<b>\$1,714,197</b>	<b>\$1,620,796</b>	<b>6%</b>
Deferred Revenue (Current)	\$293,775	\$292,276	8%
Short & Long Term Debt	\$1,107	\$11,005	-90%
Stock Holder's Equality	\$954,283	\$934,470	2%

NASDAQ: JKHY





**Thank You for Your Support!**  
**2015 Annual Shareholders Meeting**