

UNISYS CORPORATION
CONSOLIDATED STATEMENTS OF INCOME
(Unaudited)
(Millions, except per share data)

| | Three Months Ended March 31 | |
|---|--------------------------------|-----------|
| | 2008 | 2007 |
| Revenue | | |
| Services | \$1,137.1 | \$1,152.9 |
| Technology | 164.2 | 195.1 |
| | ----- | ----- |
| | 1,301.3 | 1,348.0 |
| Costs and expenses | | |
| Cost of revenue: | | |
| Services | 922.2 | 993.9 |
| Technology | 85.9 | 96.7 |
| | ----- | ----- |
| | 1,008.1 | 1,090.6 |
| Selling, general and administrative | 232.5 | 244.6 |
| Research and development | 32.7 | 42.4 |
| | ----- | ----- |
| | 1,273.3 | 1,377.6 |
| | ----- | ----- |
| Operating profit (loss) | 28.0 | (29.6) |
| Interest expense | 21.6 | 18.9 |
| Other income (expense), net | (6.0) | 25.5 |
| | ----- | ----- |
| Income (loss) before income taxes | 0.4 | (23.0) |
| Provision (benefit) for income taxes | 23.8 | (26.6) |
| | ----- | ----- |
| Net income (loss) | (\$23.4) | \$3.6 |
| | ===== | ===== |
| Earnings (loss) per share | | |
| Basic | (\$.07) | \$.01 |
| | ===== | ===== |
| Diluted | (\$.07) | \$.01 |
| | ===== | ===== |
| Shares used in the per share computations (thousands): | | |
| Basic | 354,798 | 346,421 |
| | ===== | ===== |
| Diluted | 354,798 | 348,338 |
| | ===== | ===== |

UNISYS CORPORATION
SEGMENT RESULTS
(Unaudited)
(Millions)

| | Total | Elimi- nations | Services* | Technology* |
|---|-----------|-------------------|-----------|-------------|
| | ----- | ----- | ----- | ----- |
| Three Months Ended March 31, 2008 ----- | | | | |
| Customer revenue | \$1,301.3 | | \$1,137.1 | \$164.2 |
| Intersegment | | (\$43.7) | 2.7 | 41.0 |
| | ----- | ----- | ----- | ----- |
| Total revenue | \$1,301.3 | (\$43.7) | \$1,139.8 | \$205.2 |
| | ===== | ===== | ===== | ===== |
| Gross profit percent | 22.5% | | 18.5% | 42.9% |
| | ===== | | ===== | ===== |
| Operating profit percent | 2.2% | | 2.3% | 0.8% |
| | ===== | | ===== | ===== |
| Three Months Ended March 31, 2007 ----- | | | | |
| Customer revenue | \$1,348.0 | | \$1,152.9 | \$195.1 |
| Intersegment | | (\$40.1) | 3.9 | 36.2 |
| | ----- | ----- | ----- | ----- |
| Total revenue | \$1,348.0 | (\$40.1) | \$1,156.8 | \$231.3 |
| | ===== | ===== | ===== | ===== |
| Gross profit percent | 19.1% | | 15.0% | 43.3% |
| | ===== | | ===== | ===== |
| Operating profit (loss) percent | (2.2%) | | (1.0%) | 3.5% |
| | ===== | | ===== | ===== |

* Results exclude cost reduction actions

UNISYS CORPORATION
CONSOLIDATED BALANCE SHEETS
(Millions)

| | March 31, 2008 (Unaudited) | December 31, 2007 |
|---|----------------------------------|----------------------|
| | ----- | ----- |
| Assets | | |
| Current assets | | |
| Cash and cash equivalents | \$490.2 | \$830.2 |
| Accounts and notes receivable, net | 1,031.7 | 1,059.2 |
| Inventories | | |
| Parts and finished equipment | 90.9 | 91.9 |
| Work in process and materials | 84.1 | 79.2 |
| Deferred income taxes | 18.0 | 18.0 |
| Prepaid expense and other current assets | 150.4 | 133.7 |
| | ----- | ----- |
| Total | 1,865.3 | 2,212.2 |
| | ----- | ----- |
| Properties | 1,354.3 | 1,336.9 |
| Less accumulated depreciation and amortization | 1,030.5 | 1,004.7 |
| | ----- | ----- |
| Properties, net | 323.8 | 332.2 |
| | ----- | ----- |
| Outsourcing assets, net | 391.4 | 409.4 |
| Marketable software, net | 261.0 | 268.8 |
| Prepaid postretirement assets | 529.8 | 497.0 |
| Deferred income taxes | 93.8 | 93.8 |
| Goodwill | 201.2 | 200.6 |
| Other long-term assets | 125.0 | 123.1 |
| | ----- | ----- |
| Total | \$3,791.3 | \$4,137.1 |
| | ===== | ===== |
| Liabilities and stockholders' equity | | |
| Current liabilities | | |
| Notes payable | \$0.1 | \$0.1 |
| Current maturities of long-term debt | 3.7 | 204.3 |
| Accounts payable | 379.9 | 419.6 |
| Other accrued liabilities | 1,214.6 | 1,272.0 |
| | ----- | ----- |
| Total | 1,598.3 | 1,896.0 |
| | ----- | ----- |
| Long-term debt | 1,061.3 | 1,058.3 |
| Long-term postretirement liabilities | 414.1 | 420.7 |
| Other long-term liabilities | 367.3 | 395.5 |
| Stockholders' equity | | |
| Common stock | 3.6 | 3.6 |
| Accumulated deficit | (2,489.3) | (2,465.9) |
| Other capital | 4,026.6 | 4,011.8 |
| Accumulated other comprehensive loss | (1,190.6) | (1,182.9) |
| | ----- | ----- |
| Stockholders' equity | 350.3 | 366.6 |
| | ----- | ----- |
| Total | \$3,791.3 | \$4,137.1 |
| | ===== | ===== |

UNISYS CORPORATION
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Unaudited)
(Millions)

| | Three Months Ended March 31 | |
|--|--------------------------------|-----------|
| | 2008 | 2007 |
| | ----- | ----- |
| Cash flows from operating activities | | |
| Net income (loss) | (\$23.4) | \$3.6 |
| Add (deduct) items to reconcile net income (loss) to net cash used for operating activities: | | |
| Employee stock compensation expense | 6.0 | 2.3 |
| Company stock issued for U.S. 401(k) plan | 8.8 | 9.5 |
| Depreciation and amortization of properties | 26.7 | 27.4 |
| Depreciation and amortization of outsourcing assets | 42.4 | 38.0 |
| Amortization of marketable software | 30.5 | 33.4 |
| Gain on sale of assets | | (23.7) |
| Increase in deferred income taxes, net | | (2.3) |
| Decrease (increase) in receivables, net | 42.5 | (5.3) |
| Increase in inventories | (2.2) | (11.9) |
| Decrease in accounts payable and other accrued liabilities | (129.0) | (135.3) |
| Decrease in other liabilities | (14.5) | (29.2) |
| Increase in other assets | (42.5) | (13.1) |
| Other | 5.4 | 2.3 |
| | ----- | ----- |
| Net cash used for operating activities | (49.3) | (104.3) |
| | ----- | ----- |
| Cash flows from investing activities | | |
| Proceeds from investments | 1,646.6 | 1,922.4 |
| Purchases of investments | (1,675.9) | (1,925.4) |
| Investment in marketable software | (22.4) | (24.3) |
| Capital additions of properties | (14.6) | (19.3) |
| Capital additions of outsourcing assets | (27.9) | (39.3) |
| Purchases of businesses | (.4) | (1.2) |
| Proceeds from sale of assets | | 28.3 |
| | ----- | ----- |
| Net cash used for investing activities | (94.6) | (58.8) |
| | ----- | ----- |
| Cash flows from financing activities | | |
| Net reduction in short-term borrowings | | (1.1) |
| Proceeds from exercise of stock options | | 7.0 |
| Payments of long-term debt | (200.0) | |
| Financing fees | (.8) | |
| | ----- | ----- |
| Net cash (used for) provided by financing activities | (200.8) | 5.9 |
| | ----- | ----- |
| Effect of exchange rate changes on cash and cash equivalents | 4.7 | 2.1 |
| | ----- | ----- |
| Decrease in cash and cash equivalents | (340.0) | (155.1) |
| Cash and cash equivalents, beginning of period | 830.2 | 719.3 |
| | ----- | ----- |
| Cash and cash equivalents, end of period | \$490.2 | \$564.2 |
| | ===== | ===== |