

Fact Sheet

February 23, 2017

Financial summary

FINANCIAL SUMMARY													GUIDANCE ^[E]	
(\$ millions, except per share data)	Q1 FY15	Q2 FY15	Q3 FY15	Q4 FY15	FY15	Q1 FY16	Q2 FY16	Q3 FY16	Q4 FY16	FY16	Q1 FY17	Q2 FY17	Q3 FY17	FY17
Small Business Group	\$501	\$506	\$494	\$527	\$2,027	\$530	\$547	\$557	\$587	\$2,220	\$593	\$618		\$2,435-\$2,485
% change YOY	4%	(3%)	(6%)	(6%)	(3%)	6%	8%	13%	11%	10%	12%	13%		10%-12%
Consumer Ecosystem Group	\$17	\$19	\$23	\$22	\$82	\$16	\$17	\$23	\$17	\$72	\$13	\$14		~\$65
% change YOY	19%	14%	13%	21%	19%	-5%	-14%	2%	-26%	-12%	-18%	-15%		(10%)
Total Small Business	\$518	\$525	\$516	\$549	\$2,109	\$546	\$564	\$580	\$603	\$2,293	\$606	\$632		\$2,500-\$2,550
% change YOY	4%	(2%)	(6%)	(5%)	(2%)	5%	7%	12%	10%	9%	11%	12%		9%-11%
Consumer Tax Group	\$57	\$213	\$1,490	\$40	\$1,800	\$57	\$276	\$1,598	\$42	\$1,973	\$60	\$285		\$2,085-\$2,125
% change YOY	36%	54%	4%	(12%)	8%	(0%)	29%	7%	6%	10%	6%	3%		6%-8%
ProConnect Group	\$36	\$11	\$130	\$107	\$284	\$110	\$84	\$126	\$108	\$428	\$112	\$99		\$415-\$425
% change YOY	46%	(69%)	(61%)	282%	(33%)	203%	665%	(3%)	1%	51%	1%	18%		(3%)-(1%)
Total Revenue	\$612	\$749	\$2,135	\$696	\$4,192	\$713	\$923	\$2,304	\$754	\$4,694	\$778	\$1,016	\$2,500-\$2,550	\$5,000-\$5,100
% change YOY	8%	5%	(8%)	7%	(1%)	17%	23%	8%	8%	12%	9%	10%	9%-11%	7%-9%
GAAP Operating Income (Loss)	(\$109)	(\$89)	\$1,066	(\$130)	\$738	(\$29)	\$42	\$1,285	(\$56)	\$1,242	(\$61)	\$22	\$1,420-\$1,440	\$1,330-\$1,380
Non-GAAP Operating Income (Loss) ^[A]	(\$42)	(\$22)	\$1,221	(\$16)	\$1,141	\$46	\$114	\$1,359	\$36	\$1,555	\$32	\$106	\$1,500-\$1,520	\$1,675-\$1,725
Non-GAAP Operating Margin % ^[A]	NA	NA	57%	NA	27%	6%	12%	59%	5%	33%	4%	10%		
Interest Expense	(\$7)	(\$7)	(\$7)	(\$6)	(\$28)	(\$7)	(\$8)	(\$10)	(\$9)	(\$35)	(\$9)	(\$11)		
Interest and Other Income	\$0	\$2	\$1	(\$2)	\$1	(\$4)	(\$5)	\$2	\$3	(\$4)	(\$2)	(\$1)		
GAAP Share Based Compensation Expense ^[B]	57	56	59	70	242	67	65	65	81	278	89	81		
GAAP EPS Share Based Compensation Expense	(\$0.14)	(\$0.12)	(\$0.13)	(\$0.19)	(\$0.49)	(\$0.19)	(\$0.26)	(\$0.17)	(\$0.20)	(\$0.70)	(\$0.14)	(\$0.39)		
GAAP Diluted EPS^[C]	(\$0.29)	(\$0.23)	\$1.78	\$0.05	\$1.28	(\$0.11)	\$0.09	\$3.94	(\$0.16)	\$3.69	(\$0.12)	\$0.05	\$3.61-\$3.66	\$3.47-\$3.57
Non-GAAP Diluted EPS^{[A][D]}	(\$0.11)	(\$0.06)	\$2.85	(\$0.05)	\$2.59	\$0.09	\$0.25	\$3.43	\$0.08	\$3.78	\$0.06	\$0.26	\$3.85-\$3.90	\$4.30-\$4.40
GAAP Diluted EPS (YTD)	(\$0.29)	(\$0.53)	\$1.22	\$1.28	\$1.28	(\$0.11)	(\$0.03)	\$3.81	\$3.69	\$3.69	(\$0.12)	(\$0.07)		
Non-GAAP Diluted EPS (YTD) ^[D]	(\$0.11)	(\$0.17)	\$2.62	\$2.59	\$2.59	\$0.09	\$0.34	\$3.68	\$3.78	\$3.78	\$0.06	\$0.32		
Basic Share Count	286	285	277	277	281	272	263	257	257	262	258	257		255-260
Diluted Share Count	286	285	282	277	286	275	266	260	260	265	261	260		260-265
GAAP Tax Rate	31%	37%	38%	26%	42%	22%	-5%	34%	35%	33%	58%	-26%		32%
Capital Expenditures					\$261					\$522				\$225-\$250

FY'17 subscriber guidance

	Q3'17	FY'17
QuickBooks Online Subscribers (000s)	2,000	2,200
<i>Year/Year Growth</i>	43%	45%

Business metrics

WORLDWIDE BUSINESS METRICS^[F]

Units in thousands, except where noted

	Q1 FY15	Q2 FY15	Q3 FY15	Q4 FY15	FY15	Q1 FY16	Q2 FY16	Q3 FY16	Q4 FY16	FY16	Q1 FY17	Q2 FY17
<u>Small Business Group Online Ecosystem</u>												
QuickBooks Online Subscribers	739	841	965	1,075	1,075	1,159	1,257	1,397	1,513	1,513	1,638	1,871
Online Payroll Subscribers ^[G]	342	361	376	388	388	404	427	455	474	474	499	509
Online Active Payments Customers ^[H]	141	129	143	143	143	147	136	151	151	151	155	153
Online Payments Charge Volume (\$ millions)	\$1,936	\$1,748	\$1,970	\$2,172	\$7,826	\$2,209	\$2,040	\$2,334	\$2,423	\$9,006	\$2,496	\$2,381
Small Business Online Ecosystem ARR (\$ millions) ^[I]	\$477	\$503	\$551	\$572	\$572	\$606	\$620	\$685	\$715	\$715	\$766	\$803
<u>Small Business Group Desktop Ecosystem</u>												
QuickBooks Desktop Units Sales	149	208	286	240	882	149	238	295	274	956	183	225
QuickBooks Desktop Subscribers ^[J]	321	328	328	318	318	317	316	320	326	326	332	338
Desktop Payroll Customers ^[K]	1,032	1,027	1,023	1,007	1,007	998	1,002	989	970	970	949	953
Desktop Active Payments Customers ^[L]	145	139	132	130	130	129	124	131	128	128	129	126
Desktop Payments Charge Volume (\$ millions)	\$6,394	\$5,824	\$6,003	\$6,093	\$24,313	\$5,860	\$5,435	\$5,756	\$5,891	\$22,941	\$5,829	\$5,447
<u>Total QuickBooks Paying Customers</u>	1,209	1,376	1,579	1,633	2,276	1,624	1,810	2,012	2,113	2,795	2,153	2,434
<u>Consumer Tax</u>												
Federal U.S. TurboTax Units (millions)												
Desktop Units	NM	3.1	2.3	NM	5.4	NM	3.0	2.3	NM	5.3	NM	3.0
Web units	NM	5.2	18.8	0.4	24.3	NM	6.3	21.3	0.3	27.9	NM	6.2
Free File Alliance	NM	0.2	0.9	NM	1.1	NM	0.2	0.8	NM	1.0	NM	0.2
Total U.S. TurboTax Federal units	NM	8.4	21.9	0.4	30.7	NM	9.6	24.4	0.3	34.2	NM	9.4
Canada TurboTax Units (millions)	NM	0.3	1.7	0.2	2.2	NM	0.2	1.7	0.3	2.2	NM	0.4
<u>ProConnect Customers</u>	NM	102	19	NM	121	NM	104	19	NM	123	NM	103

Segment revenue

(\$ millions)	FY'15					FY'16					FY'17	
	Q1	Q2	Q3	Q4	FY	Q1	Q2	Q3	Q4	FY	Q1	Q2
QuickBooks Online	\$ 48	\$ 52	\$ 57	\$ 61	\$ 218	\$ 66	\$ 72	\$ 78	\$ 87	\$ 303	\$ 93	\$ 103
Online Payroll ^[G]	\$ 39	\$ 42	\$ 48	\$ 46	\$ 175	\$ 49	\$ 51	\$ 58	\$ 56	\$ 214	\$ 60	\$ 62
Online Payments	\$ 28	\$ 27	\$ 29	\$ 31	\$ 115	\$ 32	\$ 28	\$ 32	\$ 33	\$ 125	\$ 34	\$ 32
Other Online Services ^[M]	\$ 4	\$ 5	\$ 5	\$ 4	\$ 19	\$ 5	\$ 4	\$ 3	\$ 3	\$ 15	\$ 4	\$ 3
Total Online Ecosystem	\$ 119	\$ 126	\$ 138	\$ 143	\$ 527	\$ 152	\$ 155	\$ 171	\$ 179	\$ 657	\$ 191	\$ 201
QuickBooks Desktop, Enterprise, & Desktop Subscriptions	\$ 89	\$ 80	\$ 78	\$ 95	\$ 341	\$ 97	\$ 102	\$ 107	\$ 118	\$ 424	\$ 122	\$ 129
Desktop Payroll ^[K]	\$ 134	\$ 140	\$ 133	\$ 143	\$ 550	\$ 139	\$ 145	\$ 141	\$ 147	\$ 573	\$ 144	\$ 148
Desktop Payments	\$ 84	\$ 79	\$ 76	\$ 74	\$ 313	\$ 74	\$ 69	\$ 71	\$ 67	\$ 281	\$ 66	\$ 60
Supplies, Accounting and Advisor Group & Other	\$ 75	\$ 81	\$ 69	\$ 72	\$ 296	\$ 68	\$ 76	\$ 67	\$ 76	\$ 286	\$ 70	\$ 80
Total Desktop Ecosystem	\$ 382	\$ 380	\$ 356	\$ 384	\$ 1,500	\$ 378	\$ 392	\$ 386	\$ 408	\$ 1,564	\$ 402	\$ 417
Small Business Group	\$ 501	\$ 506	\$ 494	\$ 527	\$ 2,027	\$ 530	\$ 547	\$ 557	\$ 587	\$ 2,220	\$ 593	\$ 618
Consumer Ecosystem	\$ 17	\$ 19	\$ 23	\$ 22	\$ 82	\$ 16	\$ 17	\$ 23	\$ 17	\$ 72	\$ 13	\$ 14
Small Business	\$ 518	\$ 525	\$ 516	\$ 549	\$ 2,109	\$ 546	\$ 564	\$ 580	\$ 603	\$ 2,293	\$ 606	\$ 632
Consumer Tax	\$ 57	\$ 213	\$ 1,490	\$ 40	\$ 1,800	\$ 57	\$ 276	\$ 1,598	\$ 42	\$ 1,973	\$ 60	\$ 285
ProConnect Group	\$ 36	\$ 11	\$ 130	\$ 107	\$ 284	\$ 110	\$ 84	\$ 126	\$ 108	\$ 428	\$ 112	\$ 98
Total Segment Revenue	\$ 612	\$ 749	\$ 2,135	\$ 696	\$ 4,192	\$ 713	\$ 923	\$ 2,304	\$ 754	\$ 4,694	\$ 778	\$ 1,016

Segment margin

Segment Operating Income ^[N]

(\$ millions)	FY'17			
	Q1		Q2	
	Op. Inc.	% Op. Margin	Op. Inc.	% Op. Margin
Total Small Business	\$ 240	40%	\$ 241	38%
Consumer Tax Group	\$ (39)	-65%	\$ 54	19%
ProConnect Group	\$ 70	62%	\$ 50	51%
Total Segment Operating Income	\$ 271	35%	\$ 346	34%

(\$ millions)	FY'16									
	Q1		Q2		Q3		Q4		Year	
	Op. Inc.	% Op. Margin	Op. Inc.	% Op. Margin	Op. Inc.	% Op. Margin	Op. Inc.	% Op. Margin	Op. Inc.	% Op. Margin
Total Small Business	\$ 216	40%	\$ 204	36%	\$ 222	38%	\$ 251	42%	\$ 894	39%
Consumer Tax Group	\$ (28)	-49%	\$ 62	23%	\$ 1,293	81%	\$ (39)	-92%	\$ 1,289	65%
ProConnect Group	\$ 72	65%	\$ 41	49%	\$ 86	68%	\$ 69	64%	\$ 268	63%
Total Segment Operating Income	\$ 260	37%	\$ 307	33%	\$ 1,602	70%	\$ 281	37%	\$ 2,451	52%

(\$ millions)	FY'15									
	Q1		Q2		Q3		Q4		Year	
	Op. Inc.	% Op. Margin	Op. Inc.	% Op. Margin	Op. Inc.	% Op. Margin	Op. Inc.	% Op. Margin	Op. Inc.	% Op. Margin
Total Small Business	\$ 192	37%	\$ 173	33%	\$ 169	33%	\$ 174	32%	\$ 708	34%
Consumer Tax Group	\$ (36)	-63%	\$ 28	13%	\$ 1,189	80%	\$ (46)	-115%	\$ 1,135	63%
ProConnect Group	\$ (3)	-7%	\$ (38)	-343%	\$ 83	64%	\$ 65	61%	\$ 108	38%
Total Segment Operating Income	\$ 153	25%	\$ 163	22%	\$ 1,442	68%	\$ 193	28%	\$ 1,951	47%

Footnotes

Numbers may not agree with the sum of the components, nor with SEC filing(s), due to immaterial rounding adjustments. Worldwide Business Metrics include estimates, including estimates of sales by merchants who do not report sales to Intuit. Sales to end users (sell-through) by Intuit and via retailers and distributors for which Intuit relies on reports from these merchants.

^[A]These are non-GAAP financial measures. See tables B1, B2 and E of our Press Release dated February 23, 2017 for reconciliations of these non-GAAP financial measures to the most directly comparable GAAP measures and the reasons management uses each measure.

^[B]The GAAP Share Based Compensation Expense figures in the Financial Summary exclude share based compensation expense for discontinued operations.

^[C]FY'16 Q3 GAAP EPS includes \$0.67 benefit related to a \$176M gain on divestitures.

^[D]The annual effective tax rates used to calculate non-GAAP EPS 34% for Q1 FY15, 34% for Q2 FY15, 34% for Q3 FY15, 34% for Q4 FY15, 34% for Q1 FY16, 34% for Q2 FY16, 34% for Q3 FY16, 34% for Q4 FY16, 33% for Q1 FY17 and 33% for Q2FY17.

^[E]All of the numbers provided in the table entitled "Guidance," are forward-looking statements. Please see the accompanying section entitled "Cautions About Forward-Looking Statements" for important information to assess when evaluating these statements. Actual future results may differ materially due to a number of risks and uncertainties.

^[F]All applicable metrics include worldwide customers. QuickBooks Online customers are paid subscribers.

^[G]Includes Intuit Online Payroll, Intuit Full Service Payroll and QuickBooks Online Payroll, and from Q1 FY'17 forward, Mac Payroll subscribers. These were previously counted in Desktop Payroll subscribers.

^[H]Includes QuickBooks Online Merchant Services, GoPayment, Intuit Pay, Innovative Gateway, Intuit Online Terminal, Intuit Web Payment, Intuit Commerce Network, Intuit Payment Network and QuickBooks WebStore processing customers.

^[I]Quarterly revenue for QuickBooks Online, online payroll and payments offerings and Other Online Services times 4.

^[J]Includes QuickBooks Desktop Subscribers and Enterprise Solutions Subscribers.

^[K]Includes Desktop Basic, Desktop Enhanced, and Assisted Payroll.

^[L]Includes Point Of Sale Merchant Services, QuickBooks Merchant Services and Non-QuickBooks processing customers.

^[M]QB Financing revenue was previously counted as Desktop Ecosystem revenue and starting in Q1 FY'16 we reclassified QB Financing revenue to Other Online Services revenue. Other Online Services revenue also includes revenue from our partner platform and other services.

^[N]Segment operating margin for FY'16 and FY'15 have been restated to conform to the current year presentation.

Small Business Group Includes: QuickBooks Software, Financial Supplies, Merchant Services, QuickBooks Payroll, Intuit Online Payroll, Intuit Full Service Payroll, QuickBooks Software for Accountants, Practice Management/Virtual Office and ProAdvisor Program.

Consumer Ecosystem Includes: Mint Bills (formerly Check), Mint and OFX.

Consumer Tax Includes: TurboTax.

ProConnect Includes: ProSeries, Lacerte and Intuit Tax Online.

Cautions About Forward-Looking Statements

This fact sheet contains forward-looking statements, including forecasts of Intuit's expected growth and future financial results of Intuit and its reporting segments, as well as expectations regarding customer growth.

Because these forward-looking statements involve risks and uncertainties, there are important factors that could cause our actual results to differ materially from the expectations expressed in the forward-looking statements. These factors include, without limitation, the following: inherent difficulty in predicting consumer behavior; difficulties in receiving, processing, or filing customer tax submissions; consumers may not respond as we expected to our advertising and promotional activities; the competitive environment; governmental encroachment in our tax businesses or other governmental activities or public policy affecting the preparation and filing of tax returns; our ability to innovate and adapt to technological change; availability of our products and services could be impacted by business interruption or failure of our information technology and communication systems; any problems with implementing upgrades to our customer facing applications and supporting information technology infrastructure; any failure to properly use and protect personal customer information and data; our ability to develop, manage and maintain critical third party business relationships; increases in or changes to government regulation of our businesses; any failure to process transactions effectively or to adequately protect against potential fraudulent activities; any loss of confidence in using our software as a result of publicity regarding such fraudulent activity; any significant product accuracy or quality problems or delays; any lost revenue opportunities or cannibalization of our traditional paid franchise due to our participation in the Free File Alliance; the global economic environment may impact consumer and small business spending, financial institutions and tax filings; changes in the total number of tax filings that are submitted to government agencies due to economic conditions or otherwise; the seasonal and unpredictable nature of our revenue; our ability to attract, retain and develop highly skilled employees; increased risks associated with international operations; unanticipated changes in our income tax rates; changes in the amounts or frequency of share repurchases or dividends; we may issue additional shares in an acquisition causing our number of outstanding shares to grow; our inability to adequately protect our intellectual property rights may weaken our competitive position; disruptions, expenses and risks associated with our acquisitions and divestitures; amortization of acquired intangible assets and impairment charges; our use of significant amounts of debt to finance acquisitions or other activities; and the cost of, and potential adverse results in, litigation involving intellectual property, antitrust, shareholder and other matters. More details about the risks that may impact our business are included in our Form 10-K for fiscal 2016 and in our other SEC filings. You can locate these reports through our website at <http://investors.intuit.com>. Forward-looking statements are based on information as of February 23, 2017 and we do not undertake any duty to update any forward-looking statement or other information in these materials.