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**Science Applications
International Corporation (SAIC)**

**First Quarter Fiscal Year 2019
Earnings Call**

June 12, 2018

Supplemental Financial Information

Conference Call Information

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Date: June 12, 2018

Time: 5:00 pm ET

Webcast Information: <http://investors.saic.com>

(webcast participation only, no “dial in” access)

Forward-Looking Statements

Certain statements in this presentation are “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995. Words such as “may,” “will,” “should,” “expects,” “intends,” “projects,” “plans,” “believes,” “estimates,” “targets,” “anticipates,” and similar expressions identify forward-looking statements in this presentation. Such statements include, but are not limited to, statements about future financial and operating results, plans, objectives, expectations and intentions, and other statements that are not historical facts. These statements are subject to numerous assumptions, risks, and uncertainties, and other factors, many of which are outside the control of SAIC. These factors could cause actual results to differ materially from such forward-looking statements. Risks, uncertainties and assumptions that could cause SAIC’s actual results to differ materially from those discussed in the forward-looking statements include, but are not limited to, those described in the “Risk Factors” section of SAIC’s most recent Form 10-K filed with the Securities and Exchange Commission (“SEC”) and updated in any subsequent Quarterly Reports on Form 10-Q and other filings with the SEC. The reports referenced above are available on SAIC’s website at www.saic.com or on the SEC’s website at www.sec.gov. No assurance can be given that the results of events described in forward-looking statements will be achieved and actual results may differ materially from these statements. SAIC disclaims any obligation to update any forward-looking statements provided in this presentation to reflect subsequent events, actual results, or changes in SAIC’s expectations.

In addition, these slides should be read in conjunction with our earnings press release dated June 12, 2018 along with listening to or reading a transcript of the management comments delivered in an earnings conference call held on June 12, 2018.

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First Quarter Fiscal Year 2019 Results

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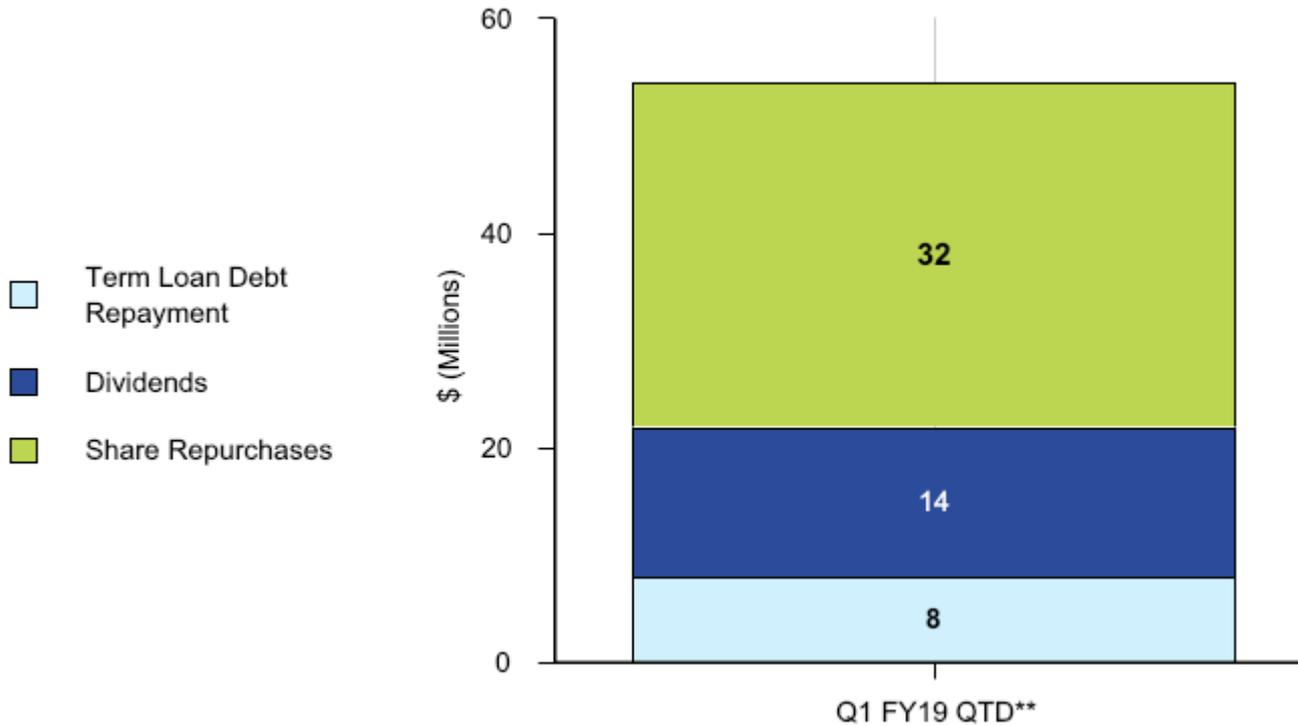
| (\$ in millions; except per share data) | FY19 Q1 ⁽¹⁾ | FY18 Q1 ⁽¹⁾ | Change | |
|---|------------------------|------------------------|-------------|------------------------|
| Revenues | \$1,175 | \$1,103 | 6.5% | Internal Growth |
| EBITDA \$ / %⁽²⁾ | \$76 / 6.5% | \$73 / 6.6% | 4% / | -10 bps |
| Operating Income \$ / % | \$66 / 5.6% | \$63 / 5.7% | 5% / | -10 bps |
| Diluted EPS | \$1.13 | \$1.08 | 5% | |
| Operating Cash Flow | \$88 | \$88 | | |
| Free Cash Flow⁽²⁾ | \$82 | \$84 | | |

(1) Results of Science Applications International Corporation and its consolidated subsidiaries for the first quarter ended May 4, 2018 and May 5, 2017.

(2) EBITDA and free cash flow are non-GAAP financial measures as defined and reconciled in the appendix of this presentation.

Capital Deployment

| | |
|---------------------------|-------------|
| Cash From Operations | \$88M |
| Less Capital Expenditures | <u>\$6M</u> |
| Free Cash Flow (FCF)* | \$82M |



* Non-GAAP measure, see appendix for reconciliation

** Three months ended May 4, 2018

~66% of Free Cash Flow Deployed in FY19 Q1

Long Term Financial Targets (on average and over time)

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Annual Internal Revenue Growth

Low single-digit growth

Operating Margin

10 to 20 bps annual improvement

**Maximize cash flow generation,
free cash flow to exceed net income**

**Return of capital in excess of operating needs, absent
expected higher return capital deployment opportunities**

Leverage (debt to EBITDA)

**Financial leverage appropriate for SAIC's investment
requirements and cash generating characteristics**

Our forward guidance practice is limited to these long-term targets

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Appendix

Working Days per Quarter

| | Q1 | Q2 | Q3 | Q4 | Total |
|------|-----|----|----|----|-------|
| FY19 | 64 | 63 | 64 | 59 | 250 |
| FY18 | 64 | 63 | 64 | 59 | 250 |
| FY17 | 69* | 63 | 64 | 59 | 255 |

* FY17 contained an extra week (53 weeks) in the first quarter

Pay Periods Paid

| | Q1 | Q2 | Q3 | Q4 | Total |
|------|----|----|----|----|-------|
| FY19 | 6 | 7 | 6 | 7 | 26 |
| FY18 | 6 | 7 | 6 | 7 | 26 |
| FY17 | 7 | 7 | 6 | 7 | 27 |

Non-GAAP Reconciliation – EBITDA

| | Three Months Ended | |
|---|--------------------|--------------|
| | May 4, 2018 | May 5, 2017 |
| | (in millions) | |
| Net income | \$ 49 | \$ 49 |
| Interest expense | 12 | 11 |
| Interest income | (1) | — |
| Provision for income taxes | 6 | 3 |
| Depreciation and amortization | 10 | 10 |
| EBITDA⁽¹⁾ | \$ 76 | \$ 73 |
| <i>EBITDA as a percentage of revenues</i> | <i>6.5%</i> | <i>6.6%</i> |

(1) "EBITDA" is a non-GAAP financial measure that is reconciled in this schedule to the most directly comparable GAAP financial measure. This non-GAAP financial measure helps investors better understand profitability trends of our business from period to period and provides useful information on how successfully we operate in our markets but are not meant to be considered in isolation or as a substitute for comparable GAAP measures and should be read only in conjunction with SAIC's condensed and consolidated financial statements prepared in accordance with GAAP. The methods used to calculate this non-GAAP financial measure may differ from the methods used by other companies and so similarly titled non-GAAP financial measures presented by other companies may not be comparable to those provided in this schedule.

Non-GAAP Reconciliation – Free Cash Flow

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| | Three Months Ended | |
|--|--------------------|--------------|
| | May 4, 2018 | May 5, 2017 |
| | (in millions) | |
| Net cash provided by operating activities | \$ 88 | \$ 88 |
| Expenditures for property, plant, and equipment | (6) | (4) |
| Free cash flow⁽¹⁾ | \$ 82 | \$ 84 |

(1) “Free cash flow” is a non-GAAP financial measure that is reconciled in this schedule to the most directly comparable GAAP financial measures. This non-GAAP financial measure provides investors with greater visibility into cash flows provided by operating activities, but is not meant to be considered in isolation or as a substitute for comparable GAAP measures and should be read only in conjunction with SAIC’s consolidated financial statements prepared in accordance with GAAP. The methods used to calculate this non-GAAP financial measure may differ from the methods used by other companies and so similarly titled non-GAAP financial measures presented by other companies may not be comparable to those provided in this schedule.