



Lender Processing Services Second Quarter 2008

Supplemental Materials

Forward-Looking Statements

This presentation will contain forward-looking statements that involve a number of risks and uncertainties. Statements that are not historical facts, including statements about our beliefs and expectations, are forward-looking statements. Forward-looking statements are based on management's beliefs, as well as assumptions made by, and information currently available to, management. Because such statements are based on expectations as to future economic performance and are not statements of fact, actual results may differ materially from those projected. We undertake no obligation to update any forward-looking statements, whether as a result of new information, future events or otherwise. The risks and uncertainties which forward-looking statements are subject to include, but are not limited to: general political, economic, and business conditions, including the possibility of intensified international hostilities, acts of terrorism, and general volatility in capital markets; failures to adapt our services to changes in technology or in the marketplace; consolidation in the mortgage lending or banking industry; security breaches of our systems and computer viruses affecting our software; a decrease in the volume of real estate transactions such as real estate sales and mortgage refinancings, which can be caused by high or increasing interest rates, a shortage of mortgage funding, or a weak United States economy; the impact of competitive services and pricing; the ability to identify suitable acquisition candidates and the ability to finance such acquisitions, which depends upon the availability of adequate cash reserves from operations or of acceptable financing terms and the variability of our stock price; our ability to integrate any acquired business' operations, services, customers, personnel; the effect of our substantial leverage, which may limit the funds available to make acquisitions and invest in our business; changes in, or the failure to comply with, government regulations, including regulatory changes or reform related to RESPA, appraisal practices and privacy obligations; and other risks detailed in the Risk Factor section in the Form 10.

Use of Non-GAAP Measures

LPS reports several non-GAAP measures, including adjusted operating income (EBIT) and adjusted net earnings. Any non-GAAP measures should be considered in context with the GAAP financial presentation and should not be considered in isolation or as a substitute for GAAP net earnings. A reconciliation of these non-GAAP measures to related GAAP measures is included in the attachments to the second quarter earnings release.

Segment Revenue

(in millions)	Quarter Ended		% Growth vs PY
	6/30/08	6/30/07	
Technology, Data and Analytics:			
Mortgage Processing	\$ 82.0	\$ 83.2	-1.4%
Other TD&A	59.7	58.8	1.5%
Total	141.7	142.0	-0.2%
Loan Transaction Services:			
Loan Facilitation Services	125.1	177.7	-29.6%
Default Services	197.2	104.0	89.7%
Total	322.3	281.7	14.4%
Corporate and Other	(3.6)	1.3	nm
Consolidated	\$ 460.4	\$ 425.0	8.3%

Adjusted EBIT by Segment

(in millions)	Quarter Ended		% Growth vs PY	Quarter Ended	
	6/30/08	6/30/07		6/30/08 Margin %	6/30/07 Margin %
Technology, Data & Analytics	\$ 45.1	\$ 46.9	-3.8%	31.8%	33.0%
Loan Transaction Services	75.8	61.8	22.7%	23.5%	21.9%
Corporate and Other	(11.8)	(8.3)	-42.2%	nm	nm
Consolidated	<u>\$ 109.1</u>	<u>\$100.4</u>	<u>8.7%</u>	<u>23.7%</u>	<u>23.6%</u>

Pro Forma Adjusted Net Earnings

(in millions, except per share data)	Quarter Ended	
	6/30/08	6/30/07
Net Earnings	\$ 63.5	\$ 60.5
Less Non-recurring Charges, net of tax:		
Restructuring & Stock Acceleration Costs	1.6	-
LPS Spin Related Costs	1.2	-
Total	2.8	-
Net Earnings, excluding non-recurring items	66.3	60.5
Pro Forma Interest Expense, net of tax	(14.0)	(15.3)
Pro Forma Net Earnings	52.3	45.2
After-tax Purchase Price Amortization, net of tax	5.5	6.3
Pro Forma Adjusted Net Earnings	<u>\$ 57.8</u>	<u>\$ 51.5</u>
Pro Forma Adjusted Net Earnings Per Share	<u>\$ 0.61</u>	<u>\$ 0.53</u>
Pro Forma Diluted Weighted Average Shares	<u>95.1</u>	<u>97.7</u>

Free Cash Flow Reconciliation

(in millions)	YTD 6/30/08
Net Earnings	\$ 125.3
Less Non-recurring Charges, net of tax	3.2
Pro Forma Interest Expense, net of tax	(28.1)
Pro Forma Adjusted Net Earnings	100.4
Adjustments to reconcile net earnings to net cash provided by operating activities:	
Non-cash adjustments	60.8
Working capital adjustments	(49.4)
Net cash provided by operating activities	111.8
Total Capital Expenditures	(25.1)
Pro Forma Adjusted Net Free Cashflow	\$ 86.7

2008 Guidance

(in millions, except per share data)

	3Q 08
Adjusted EPS	\$0.60 - \$0.62
	FY 2008
Revenue Growth	7 - 9%
EBIT Growth	6 - 8% *
Adjusted EPS	\$2.36 - \$2.48
Free Cash Flow	\$193 - \$228
Capital Expenditures	\$65 - \$75
Depreciation & Amortization	\$95
Diluted Shares	95.7

* based off of adjusted operating income for 2007, as published in the August 1, 2008 8K filing