



2nd QUARTER FY 2010 EARNINGS PRESENTATION

November 11, 2009



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These statements represent CSC’s expectations and beliefs, and no assurance can be given that the results described in such statements will be achieved. These statements are subject to risks, uncertainties, and other factors, many outside of CSC’s control, that could cause actual results to differ materially from the results described in such statements. For a description of these factors, please see CSC’s most recent Annual Report on Form 10-K, and subsequently filed Form 10-Qs.

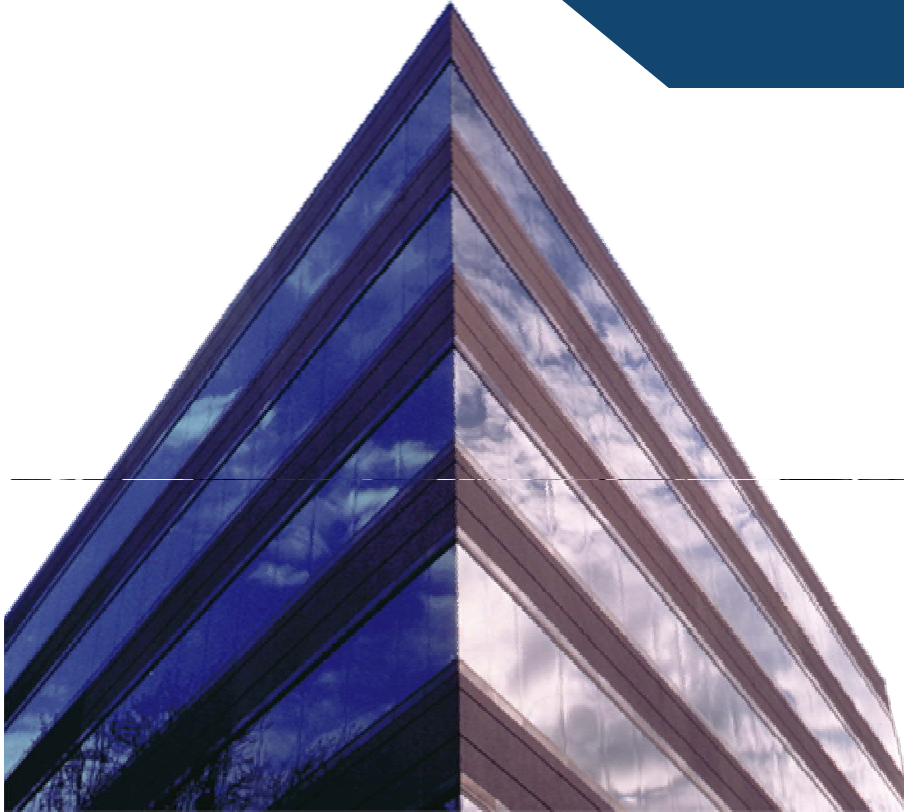
This presentation includes certain non-GAAP financial measures, such as operating income, operating margin, operating costs, and free cash flow. These non-GAAP financial measures are not meant to be considered in isolation or as a substitute for results prepared in accordance with accounting principles generally accepted in the United States (GAAP). A reconciliation of non-GAAP financial measures included in this presentation to the most directly comparable financial measure calculated and presented in accordance with GAAP is set forth elsewhere in this presentation and on our web site at www.csc.com. CSC management believes that these non-GAAP financial measures provide useful information to investors regarding the Company's financial condition and results of operations as they provide another measure of the Company's profitability and ability to service its debt, and are considered important measures by financial analysts covering CSC and its peers.

2nd QUARTER FY 2010 EARNINGS



Mike Laphen

Chairman, President, and
Chief Executive Officer

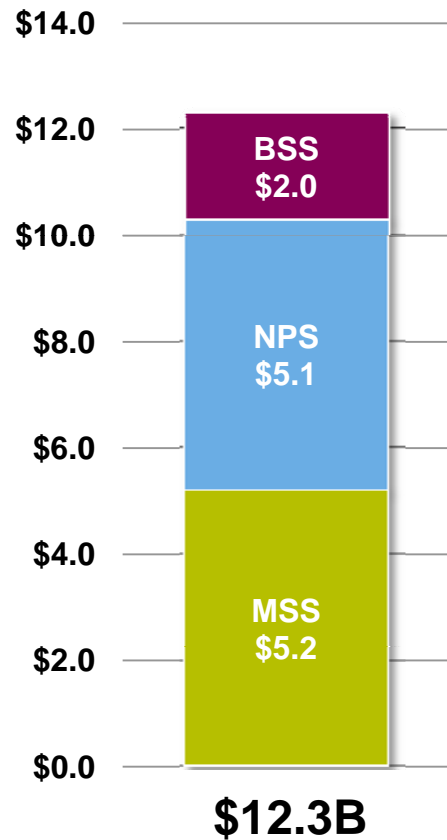


Financial and Operational Performance Scorecard



New Business Bookings by Lines of Business

\$B **YTD November**



BSS Business Solutions and Services
NPS North American Public Sector
MSS Managed Services Sector

- DOE Hanford/Lockheed Martin
- Nobel Biocare
- Raytheon
- TSA ITIP
- UK Atomic Energy
- UK Identity and Passport Service
- Xerox Business Services
- Zurich Financial Services*

**Down selected for negotiations*

Business Outlook for Second Half FY10: Anticipated Improvements...



2nd QUARTER FY 2010 EARNINGS

CSC

Mike Mancuso

Vice President
Chief Financial Officer

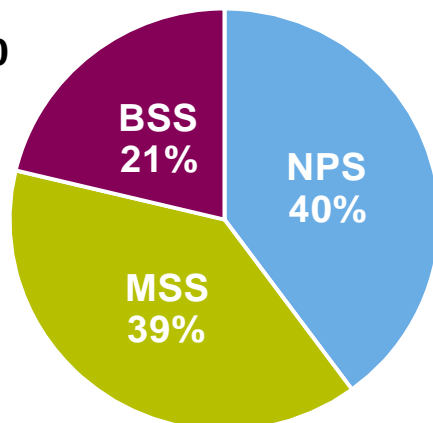


2nd Quarter FY 2010 Financial Accomplishments

- Significant new business awards
- Sequential revenue stability
- Operating income growth
- Margin rate improvement
- Achievement of forecasted EPS
- Strong cash generation

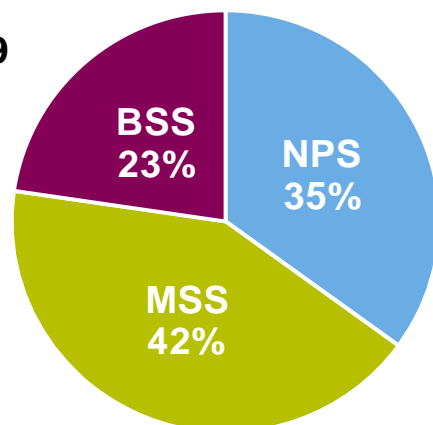
Revenue by Lines of Business

2nd Qtr FY10



\$M	2nd Qtr FY10	YoY Growth (GAAP)	YoY Growth (CC)
NPS	\$ 1,622	8%	8%
MSS	1,579	(12)%	(7)%
BSS	864	(11)%	(8)%
Corporate	(24)		
Total	\$ 4,041	(5)%	(2)%

2nd Qtr FY09



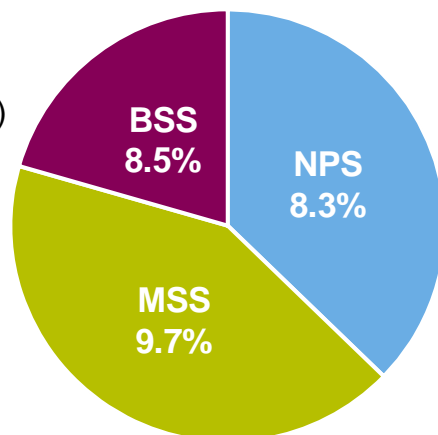
\$M	2nd Qtr FY09
NPS	\$ 1,495
MSS	1,804
BSS	967
Corporate	(27)
Total	\$ 4,239

- BSS Business Solutions and Services
- NPS North American Public Sector
- MSS Managed Services Sector

FY09 reflects realignment for operating segments

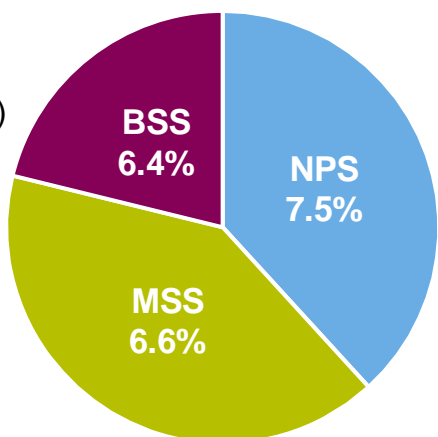
Operating Income by Lines of Business

2nd Qtr FY10
(OI Margin 8.44%)



\$M	2nd Qtr FY10
NPS	\$ 134
MSS	152
BSS	74
Corporate and Elim.	(19)
Total	\$ 341

2nd Qtr FY09
(OI Margin 6.65%)



\$M	2nd Qtr FY09
NPS	\$ 112
MSS	119
BSS	62
Corporate and Elim.	(11)
Total	\$ 282

- BSS** Business Solutions and Services
- NPS** North American Public Sector
- MSS** Managed Services Sector

FY09 reflects realignment for operating segments

Selected Financial Information

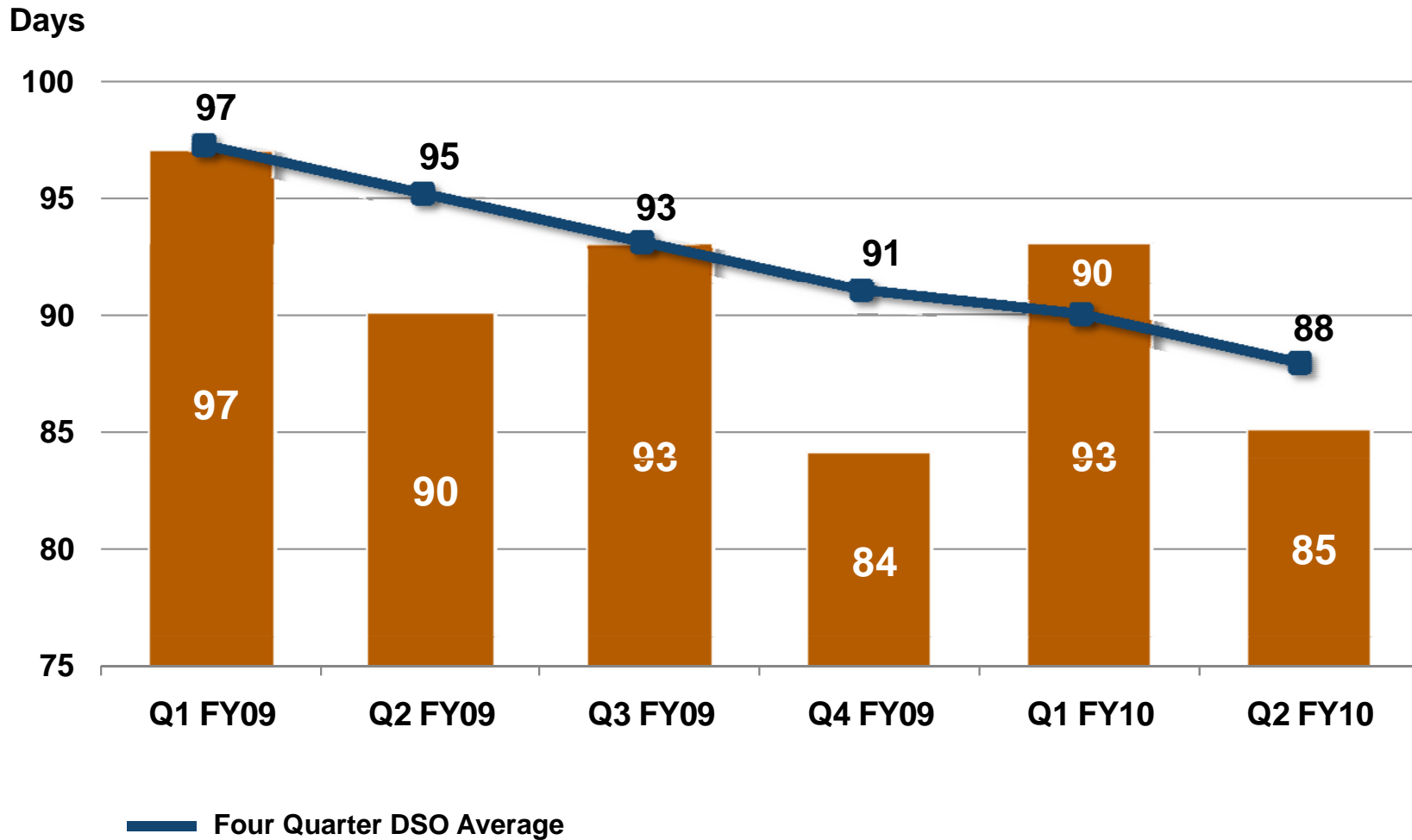
\$M	2nd Qtr FY10	2nd Qtr FY09
Total Revenue	\$ 4,041	\$ 4,239
OI	\$ 341	\$ 282
OI Margin	8.44%	6.65%
Other Income/(Expense)	\$ 1	\$ 4
Tax Rate	14.9%	-143.6%
Net Income Attributable to Parent	\$ 216	\$ 452
EPS	\$ 1.40	\$ 2.95
EPS Pro Forma (Net of Tax Benefit of \$2.27)		\$ 0.68

Selected Balance Sheet Items

\$M	2nd Qtr FY10	2nd Qtr FY09
Assets		
Cash and Cash Equivalents	\$ 2,407	\$ 742
Accounts Receivable*	3,779	4,210
Prepays/WIP	1,898	1,828
Goodwill	3,924	3,868
PP&E, Net	2,345	2,577
Liabilities and Equity		
Accounts Payable	\$ 532	\$ 539
Other Accrued Expenses	1,135	1,345
Deferred Revenue	933	928
Total Interest-Bearing Debt	4,240	3,773
Equity	6,380	5,739
Total Debt/Capital	39.9%	39.7%
Net Debt/Capital	17.3%	31.9%

*Accounts receivable excludes tax receivables of \$71M and \$34M for FY10 and FY09, respectively

Days Sales Outstanding (DSO)*



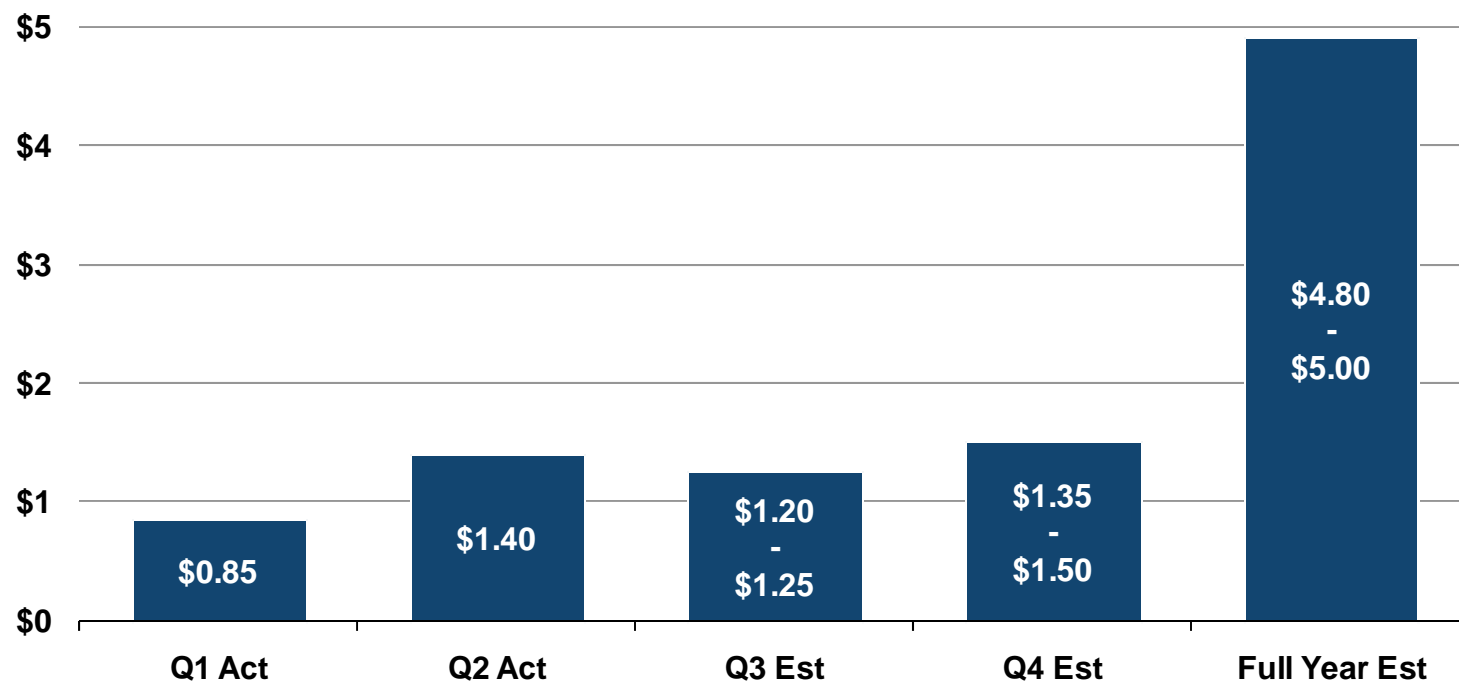
*DSO excludes tax receivables

Selected Cash Flow Items

\$M	2nd Qtr FY10	2nd Qtr FY09
Net Income	\$ 221	\$ 453
Depreciation and Other	332	339
Cash Flow from Earnings	553	792
Change in Working Capital	19	(391)
Operating Cash Flow	572	401
Capital Expenditures*	143	236
Free Cash Flow	\$ 429	\$ 166

**Capital expenditures figures include capital lease payments and exclude cash used/received for acquisitions/dispositions*

Earnings per Share (EPS)



Summary FY 2010 Guidance

Positive performance in 1st half provides confidence in delivery of full year guidance

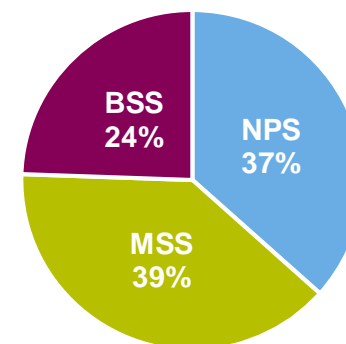
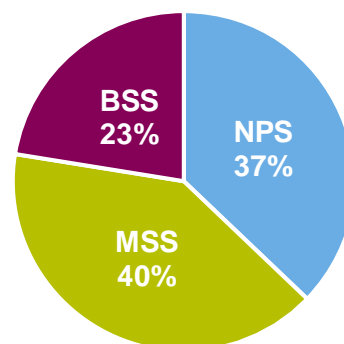
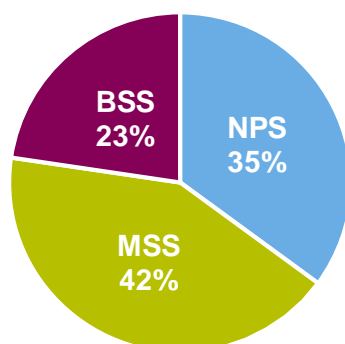
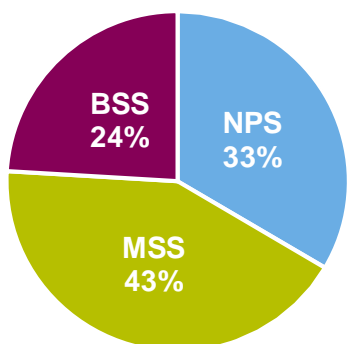
- EPS between \$4.80 and \$5.00
- New Business Bookings in the range of \$17B to \$18B
- Revenue in the range of \$16.0B to \$16.5B
- Free Cash Flow performance of 90% to 100% of net income
- Operating Margin Improvement of 25 to 50 BPS



Supplemental Information



FY09 Revenue by Lines of Business*

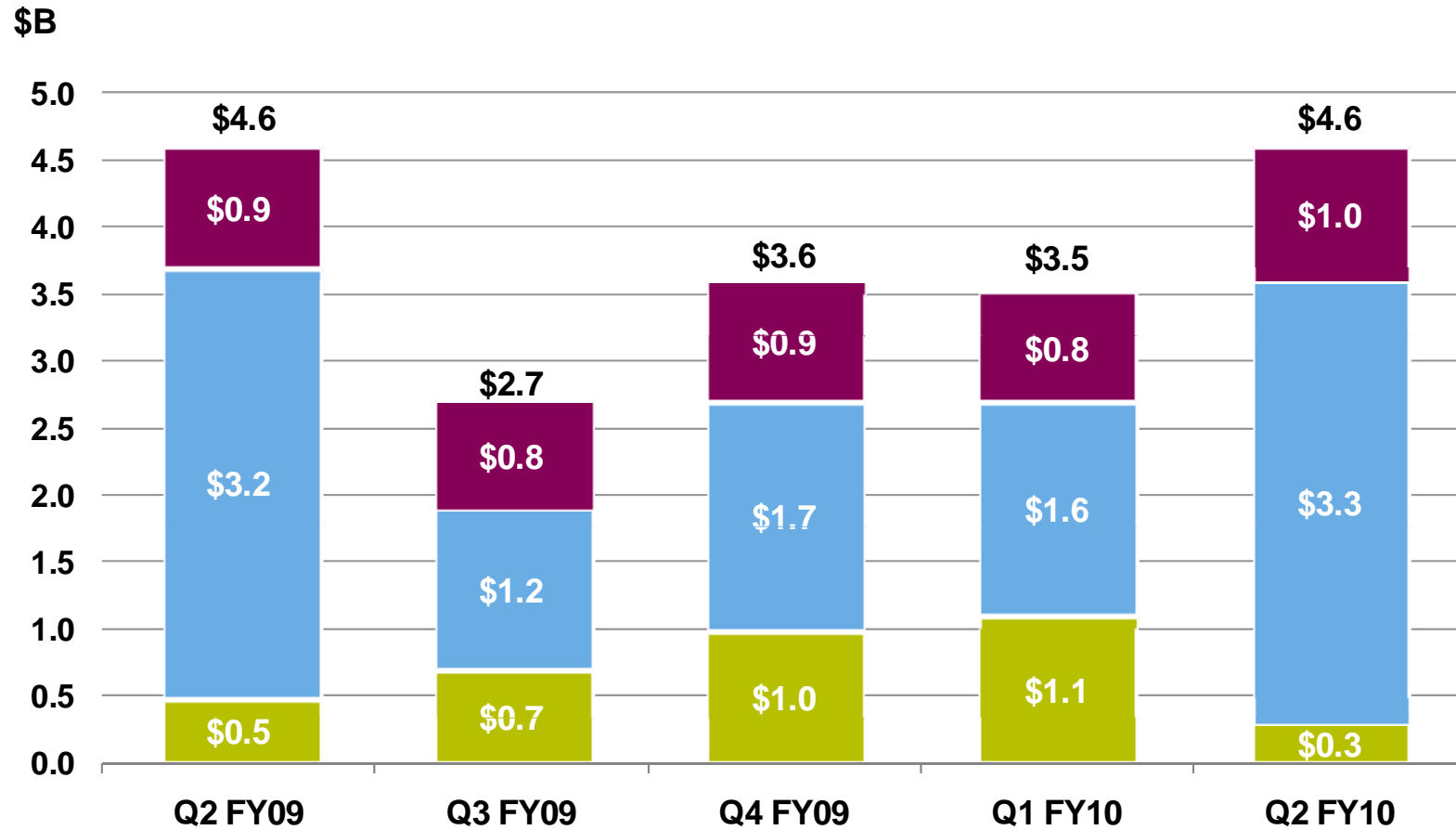


	Q1 FY09 Revenue		Q2 FY09 Revenue		Q3 FY09 Revenue		Q4 FY09 Revenue	
\$M			\$M		\$M		\$M	
NPS		\$1,493	NPS	\$1,495	NPS	\$1,476	NPS	\$1,514
MSS		1,897	MSS	1,804	MSS	1,607	MSS	1,614
BSS		1,074	BSS	967	BSS	893	BSS	1,012
Corporate and Elim.		-27	Corporate and Elim.	-27	Corporate and Elim.	-24	Corporate and Elim.	-28
Total		\$4,437	Total	\$4,239	Total	\$3,952	Total	\$4,112

BSS Business Solutions and Services
NPS North American Public Sector
MSS Managed Services Sector

** Percentages exclude corp. and other eliminations
 FY09 reflects realignment for operating segments*

New Business Bookings



BSS Business Solutions and Services
NPS North American Public Sector
MSS Managed Services Sector

FY09 reflects realignment for operating segments

Non-GAAP Reconciliation

Operating Income \$M	2nd Qtr FY10	2nd Qtr FY09
Operating Income	\$ 341	\$ 282
Corporate G&A	(36)	(50)
Interest Expense	(53)	(59)
Interest Income	7	9
Other Income (Expense)	1	4
Income Before Taxes	260	186
Taxes on Income	39	(267)
Net Income	221	453
NCI*	5	1
Net Income Attributable to Parent	\$ 216	\$ 452

Free Cash Flow \$M** (Preliminary and Unaudited)	2nd Qtr FY10	2nd Qtr FY09
Free Cash Flow	\$ 429	\$ 166
Net Cash Used in Investing Activities	128	228
Acquisitions, Net of Cash Acquired	(5)	(1)
Dispositions	12	-
Capital Lease Payments	8	8
Net Cash Provided by Operating Activities	\$ 572	\$ 401

*NCI: Net Income Attributable to Non-Controlling Interest Net of Tax

**Capital lease payments and proceeds from the sale of P&E (included in investing activities) are included in the calculation of Free Cash Flow

Non-GAAP Reconciliation (Cont'd)

Operating Costs \$M	2nd Qtr FY10	2nd Qtr FY09
Operating Costs	\$ 3,700	\$ 3,957
Corporate G&A	36	50
Interest Expense	53	59
Interest Income	(7)	(9)
Goodwill Impairment/Special Items	-	-
Other (Income)/Expense	(1)	(4)
Other Items, Net		
Total Costs and Expenses	\$ 3,781	\$ 4,053

Net Debt Reconciliation

\$M	2nd Qtr FY10	2nd Qtr FY09
Debt		
Short-Term Borrowing	\$ 29	\$ 881
Long-Term, Current Maturities	36	227
Long-Term	4,175	2,665
Total Debt	\$ 4,240	\$ 3,773
Cash	2,407	742
Net Debt	\$ 1,833	\$ 3,031
Total Equity	\$ 6,380	\$ 5,739
Capital	\$ 10,620	\$ 9,513
Debt to Capital	39.9%	39.7%
Net Debt to Capital	17.3%	31.9%

Components of Operating Costs

\$M	2nd Qtr FY10	2nd Qtr FY09
Cost of Services	\$ 3,215	\$ 3,410
Percentage of Revenue	79.6%	80.5%
SG&A (Excluding Corp. G&A)	210	235
Percentage of Revenue	5.2%	5.5%
Depreciation and Amortization	275	312
Percentage of Revenue	6.8%	7.4%
Operating Costs	3,700	3,957
Percentage of Revenue	91.6%	93.3%
Corporate G&A	36	50
Percentage of Revenue	.9%	1.2%

Non-GAAP and Other Definitions

- **Operating Cost:** Equal to the sum of (1) cost of services, (2) business units SG&A, (3) depreciation and amortization
- **Operating Income:** Revenue minus operating cost
- **Operating Income Margin:** Operating Income as a percentage of revenue
- **DSO:** Total receivables at quarter end divided by revenue per day. Revenue per day equals total revenues for the last quarter divided by the number of days in the fiscal quarter. Total receivables includes unbilled receivables but excludes tax receivables
- **Free Cash Flow:** Equal to the sum of (1) operating cash flows, (2) investing cash flows, excluding business acquisitions and dispositions, purchase, or sale of available for sale securities, and (3) capital lease payments
- **Net Debt:** Calculated as the sum of long-term and short-term debt, less cash and marketable securities
- **Net Debt to Capital:** Calculated as the ratio of net debt to capital (total debt plus equity)



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