

Stock Split Q&A

When was the split announced?

On April 10, 2014 ACI Worldwide announced that its Board of Directors had approved a three-for-one stock split effective through a dividend.

What is a stock split in the form of a stock dividend?

A stock split is a common method for a company to increase the number of shares outstanding while maintaining the stock's total valuation and the value to each investor after the shares have been split. A dividend is a common way to implement a stock split. In a 3-for-1 stock split, on the "distribution date", each shareholder receives two additional share of stock for each share that he or she holds as of a certain date, known as the "record date". As a result, the number of issued shares is triples, and the price per share at which the stock trades is expected to be reduced proportionately.

Why did ACI Worldwide's Board split the stock?

Splitting the stock is consistent with the Board's and management's confidence in ACI Worldwide's continued strong growth and cash flows. A stock split also makes the price of the Company's stock more affordable and potentially more attractive to new investors

What is the record date?

The record date determines which stockholders are entitled to receive additional shares distributed as a result of the stock split. Stockholders of record at the close of business on June 30, 2014 (ACIW's record date) will receive two additional shares for every outstanding share held on the record date.

What is the distribution date (also known as the payable date)?

On July 10, 2014 (ACIW's distribution date) each ACIW stockholder will receive two additional share of stock for each share he or she owns as of the close of business on the record date, June 30, 2014.

What is the ex-dividend date (or ex-distribution date)?

On July 11, 2014, ACIW shares will begin trading at the new, split-adjusted, price on the NASDAQ.

How many shares did and will ACIW have?

ACI Worldwide had approximately 38 million common shares outstanding when the split was announced on April 10, 2014. Following the split, approximately 114 million common shares will be outstanding.

Does the stock split dilute the value of my ACIW stock by increasing the number of shares?

No, the stock split will not dilute the value of ACIW stock. Each investor will have the same proportionate interest of ACIW shares before and after the stock split.

How will my additional shares of ACIW stock be issued?

Split shares will be issued in book entry form versus issuance of physical certificates. ACI's transfer agent, Wells Fargo, will send a direct registration statement to each stockholder identifying the split shares they have received. This will be the only physical mailing going out to stockholders.

What are the tax consequences for this split?

For U.S. federal income tax purposes, the receipt of new shares in this stock split distribution will not be taxable as income. However, you will need to adjust your tax basis to reflect this split in determining gain or loss if you sell any of your shares. Please consult your personal tax advisor.

What if I have more questions?

For questions about the stock split or direct registration please contact Wells Fargo Shareowner Services at 1-800-401-1957. For information about your brokerage account, please contact your broker.