

**UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION**  
Washington, D.C. 20549

**FORM 8-K**

**CURRENT REPORT  
Pursuant to Section 13 or 15(d)  
of the Securities Exchange Act of 1934**

**Date of Report (Date of earliest event reported): February 28, 2023**

**FLYWIRE CORPORATION**  
(Exact name of Registrant as specified in its charter)

**Delaware**  
(State or other jurisdiction  
of incorporation)

**001-40430**  
(Commission  
File No.)

**27-0690799**  
(IRS Employer  
Identification No.)

**141 Tremont St #10  
Boston, MA 02111**  
(Address of principal executive offices and zip code)

**Registrant's telephone number, including area code: (617) 329-4524**

**Not Applicable**  
(Former Name or Former Address, if Changed Since Last Report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Securities registered pursuant to Section 12(b) of the Act:

Title of each class	Trading Symbol(s)	Name of each exchange on which registered
Voting Common Stock, \$0.0001 par value per share	FLYW	The Nasdaq Stock Market LLC (Nasdaq Global Select Market)

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (§230.405 of this chapter) or Rule 12b-2 of the Securities Exchange Act of 1934 (§240.12b-2 of this chapter).

Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

**Item 2.02. Results of Operations and Financial Condition.**

On February 28, 2023, Flywire Corporation (“Flywire” or the “Company”) issued a press release (the “Press Release”) and is holding a conference call regarding its preliminary and unaudited financial results for the quarter and year ended December 31, 2022. The Press Release is furnished as Exhibit 99.1 to this Current Report on Form 8-K and is incorporated by reference herein.

Various statements to be made during the conference call are “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995, including, but not limited to, statements regarding Flywire’s future operating results and financial position, Flywire’s business strategy and plans, market growth, and Flywire’s objectives for future operations. Flywire intends such forward-looking statements to be covered by the safe harbor provisions for forward-looking statements contained in Section 21E of the Securities Exchange Act of 1934 and the Private Securities Litigation Reform Act of 1995. In some cases, you can identify forward-looking statements by terms such as, but not limited to, “believe,” “may,” “will,” “potentially,” “estimate,” “continue,” “anticipate,” “intend,” “could,” “would,” “project,” “target,” “plan,” “expect,” or the negative of these terms, and similar expressions intended to identify forward-looking statements. Such forward-looking statements are based upon current expectations that involve risks, changes in circumstances, assumptions, and uncertainties. Important factors that could cause actual results to differ materially from those reflected in Flywire’s forward-looking statements include, among others, Flywire’s future financial performance, including its expectations regarding its revenue, cost and operating expenses, including changes in technology and development, selling and marketing and general administrative expenses (including any components of the foregoing), gross profit and its ability to achieve, and maintain, future profitability. Risks that may cause actual results to differ materially from these forward looking statements include, but are not limited to: Flywire’s ability to execute its business plan and effectively manage its growth; Flywire’s cross-border expansion plans and ability to expand internationally; anticipated trends, growth rates, and challenges in Flywire’s business and in the markets in which Flywire operates; the sufficiency of Flywire’s cash and cash equivalents to meet its liquidity needs; political, economic, foreign currency exchange rate, inflation, legal, social and health risks, including the ongoing effects of the COVID-19 pandemic and subsequent public health measures that may affect Flywire’s business or the global economy; beliefs and objectives for future operations; Flywire’s beliefs and objectives for future operations; Flywire’s ability to develop and protect its brand; Flywire’s ability to maintain and grow the payment volume that it processes; Flywire’s ability to further attract, retain, and expand its client base; Flywire’s ability to develop new solutions and services and bring them to market in a timely manner; Flywire’s expectations concerning relationships with third parties, including strategic partners; the effects of increased competition in Flywire’s markets and its ability to compete effectively; future acquisitions or investments in complementary companies, products, services, or technologies; Flywire’s ability to enter new client verticals, including its relatively new business-to-business sector; Flywire’s expectations regarding anticipated technology needs and developments and its ability to address those needs and developments with its solutions; Flywire’s expectations regarding litigation and legal and regulatory matters; Flywire’s expectations regarding its ability to meet existing performance obligations and maintain the operability of its solutions; Flywire’s expectations regarding the effects of existing and developing laws and regulations, including with respect to payments and financial services, taxation, privacy and data protection; economic and industry trends, projected growth, or trend analysis; Flywire’s ability to adapt to changes in U.S. federal income or other tax laws or the interpretation of tax laws, including the recently enacted Inflation Reduction Act of 2022; Flywire’s ability to attract and retain qualified employees; Flywire’s ability to maintain, protect, and enhance its intellectual property; Flywire’s ability to maintain the security and availability of its solutions; the increased expenses associated with being a public company; the future market price of Flywire’s common stock; and other factors that are described in the “Risk Factors” and “Management’s Discussion and Analysis of Financial Condition and Results of Operations” sections of Flywire’s Annual Report on Form 10-K for the year ended December 31, 2021, and Quarterly Report on Form 10-Q for the quarter ended September 30, 2022, which are on file with the Securities and Exchange Commission (SEC) and available on the SEC’s website at <https://www.sec.gov/>. Additional factors may be described in those sections of Flywire’s Annual Report on Form 10-K for the year ended December 31, 2022, expected to be filed with the SEC in the first quarter of 2023. The information conveyed on the conference call is provided only as of the date of the conference call, and Flywire undertakes no obligation to update any forward-looking statements presented on the conference call on account of new information, future events, or otherwise, except as required by law.

**Item 7.01. Regulation FD Disclosure.**

On February 28, 2023, the Company provided an investor presentation that will be made available on the investor relations section of the Company's website at <https://ir.flywire.com/>. The investor presentation is furnished as Exhibit 99.2 to this Current Report on Form 8-K and is incorporated by reference herein.

This information in this Item 7.01 of this Current Report on Form 8-K shall not be deemed "filed" for purposes of Section 18 of the Securities Exchange Act of 1934, as amended (the "Exchange Act"), or otherwise subject to the liabilities of that Section, or incorporated by reference in any filing under the Securities Act of 1933, as amended, or the Exchange Act, except as shall be expressly set forth by specific reference in any such filing.

**Item 9.01. Financial Statements and Exhibits.**

(d) Exhibits

<b>Exhibit No.</b>	<b>Description</b>
99.1	<a href="#">Elywire Corporation Press Release dated February 28, 2023.</a>
99.2	<a href="#">Elywire Corporation Investor Presentation dated February 28, 2023.</a>
104	Cover Page Interactive Data File (embedded within the Inline XBRL document)

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

FLYWIRE CORPORATION

By: /s/ Michael Ellis  
Name: Michael Ellis  
Title: Chief Financial Officer

Dated February 28, 2023

**Flywire Reports Fourth Quarter and Fiscal-Year 2022 Financial Results***Fourth Quarter Revenue Increased 42% Year-over-Year**Fourth Quarter Revenue Less Ancillary Services Increased 47% Year-over-Year**Fourth Quarter Revenue Less Ancillary Services at Constant Currency Increased 57% Year-Over-Year**Fourth Quarter Gross Profit Increased 35% and Adjusted Gross Profit Increased 40% Year-over-Year**Company Provides First Quarter and Fiscal-Year 2023 Outlook*

**Boston, MA – February 28, 2023:** Flywire Corporation (Nasdaq: FLYW) (“Flywire” or the “Company”) a global payments enablement and software company, today reported financial results for its fourth quarter and fiscal-year ended December 31, 2022.

“Our excellent results in the fourth quarter capped off a tremendous year for Flywire. We continued to execute against our growth strategies, combined with increased demand for our solutions across our education, healthcare, travel and B2B verticals,” said Mike Massaro, CEO of Flywire. “After a significant investment year in 2022 that delivered exceptional results, we feel more confident than ever that we can scale our business efficiently as we head into 2023. With a focus on driving growth in core markets and industries, we plan to continue to execute against our winning strategy, including optimizing our Go-To-Market capabilities, deepening our Flywire Advantage, and strengthening our FlyMate community. We look forward to capitalizing on the momentum behind us to keep penetrating the substantial TAMs in the industries that we serve, and deliver even more value for our clients, payers, and partners.”

**Fourth Quarter 2022 Financial Highlights<sup>1</sup>:**

## GAAP Results

- Revenue increased 42% to \$73.1 million in the fourth quarter of 2022, compared to \$51.4 million in the fourth quarter of 2021.
- Gross Profit increased to \$41.5 million, resulting in Gross Margin of 56.8%, for the fourth quarter of 2022, compared to Gross Profit of \$30.7 million and Gross Margin of 59.7% in the fourth quarter of 2021.

<sup>1</sup> See “Financial Disclosure Advisory” below.

- Net loss was \$1.1 million in the fourth quarter of 2022, compared to net loss of \$11.2 million in the fourth quarter of 2021.

#### Key Operating Metrics and Non-GAAP Results

- Total Payment Volume increased 29% to \$4.1 billion in the fourth quarter of 2022, compared to \$3.1 billion in the fourth quarter of 2021.
- Revenue Less Ancillary Services increased 47% to \$67.4 million in the fourth quarter of 2022, compared to \$45.9 million in the fourth quarter of 2021.
  - Revenue Less Ancillary Services was unfavorably impacted by foreign currency exchange rates year-over-year by \$4.6 million
  - Revenue Less Ancillary Services at Constant Currency was 57%
- Adjusted Gross Profit increased to \$44.5 million, resulting in Adjusted Gross Margin of 66.0% in the fourth quarter of 2022, compared to Adjusted Gross Profit of \$31.8 million and Adjusted Gross Margin of 69.3% in the fourth quarter of 2021. Prior year Adjusted Gross Profit and Adjusted Gross Margin have been recast to align with the updated methodology as described in the Key Operating Metrics and Non-GAAP Financial Measures table below.
- Adjusted EBITDA was \$1.0 million in the fourth quarter of 2022, compared to \$(1.7) million in the fourth quarter of 2021.

#### Fiscal-Year 2022 Financial Highlights<sup>1</sup>:

##### GAAP Results

- Revenue increased 44% to \$289.4 million in fiscal-year 2022, compared to \$201.1 million in fiscal-year 2021.
- Gross Profit increased to \$174.9 million, resulting in Gross Margin of 60.4% in fiscal-year 2022, compared to Gross Profit of \$125.2 million and Gross Margin of 62.3% in fiscal-year 2021.
- Net loss was \$39.3 million in fiscal-year 2022, compared to net loss of \$28.1 million in fiscal-year 2021.

##### Key Operating Metrics and Non-GAAP Results:

- Total Payment Volume increased 37% to \$18.1 billion in fiscal-year 2022, compared to \$13.2 billion in fiscal-year 2021.
- Revenue Less Ancillary Services increased 47% to \$267.1 million in fiscal-year 2022, compared to \$181.1 million in fiscal-year 2021.
  - Revenue Less Ancillary Services was unfavorably impacted by foreign currency exchange rates year-over-year by approximately \$14.2 million
  - Revenue Less Ancillary Services at Constant Currency was 55%
- Adjusted Gross Profit of \$181.9 million, resulting in Adjusted Gross Margin of 68.1% in 2022, compared to Adjusted Gross Profit of \$129.7 million and Adjusted Gross Margin of 71.6% in fiscal-year 2021. As noted above, prior year Adjusted Gross Profit and Adjusted Gross Margin have been recast to align with the updated methodology for calculating these non-GAAP measures.

- Adjusted EBITDA was \$14.9 million in fiscal-year 2022, compared to \$22.8 million in fiscal-year 2021.

**Fiscal-Year 2022 Business Highlights:**

- Signed more than 590 new clients in 2022 and now serve over 3,100 clients globally
- Recorded strong average annual dollar-based net revenue retention (NRR) in fiscal-year 2022 of 124%
- Accelerated product and payment innovation with new 529 disbursement solution, connecting more than 600 institutions through Flywire's Ascensus partnership
- Strengthened its ecosystem of global strategic partners in education and announced partnerships with Adapt IT, Tribal Group, and Universitas XXI
- Successfully integrated the WPM business and signed more than 40 clients for the combined solution
- More than tripled revenues of the travel vertical in response to market demand for Flywire's solution as highlighted in Flywire's annual luxury travel report for destination management companies, accommodations providers and tour operators
- Completed the acquisition of Cohort Go and efficiently integrated it into the education vertical, enhancing Flywire's Educational Agent solution and adding unique capabilities to the Flywire offering
- Signed more than 15 new clients in healthcare and expanded services with 22 existing ones, with growth underpinned by a 269% ROI of Flywire's solution for hospitals and health systems
- Enhanced its proprietary global payment network through the partnership with HDFC Bank in India, providing an open banking experience to India payers and further enhancing one of Flywire's strategic competitive barriers
- Strengthened its channel partnership strategy in the B2B vertical with a partnership with Huntington Bank, the 15th largest bank in the US
- Gained recognition for its award-winning global culture, including being certified as a Great Place to Work®, being named to Inc. Magazine's Best Workplaces of 2022, and Fortune Magazine's Best Workplaces in Financial Services 2022
- Released the company's inaugural Environmental, Social, and Governance (ESG) report, outlining the company's first comprehensive summary about how it integrates social good initiatives into its business strategy

**First Quarter and Fiscal-Year 2023 Outlook:**

Based on information available as of February 28, 2023, Flywire anticipates the following for the first quarter and fiscal-year 2023:

	<u>First Quarter 2023</u>
Revenue	\$85 to \$91 million
Revenue Less Ancillary Services	\$81 to \$85 million
Adjusted EBITDA*	\$3 to \$5 million

	<u>Fiscal-Year 2023</u>
Revenue*	\$373 to \$392 million
Revenue Less Ancillary Services	\$353 to \$364 million
Adjusted EBITDA**	\$28 to \$34 million

\* Fiscal year 2023 expectations reflect the Company's organic revenue expectations and annualization of the Cohort Go business. The Company has assumed Foreign exchange rates prevailing as of December 31, 2022.

\*\* Flywire has relied upon the exception in item 10(e)(1)(i)(B) of Regulation S-K and has not provided a quantitative reconciliation of forecasted Adjusted EBITDA to forecasted GAAP net income (loss) or to forecasted GAAP income (loss) before income taxes within this earnings release because Flywire is unable, without making unreasonable efforts, to calculate certain reconciling items with confidence. These items include, but are not limited to income taxes which are directly impacted by unpredictable fluctuations in the market price of Flywire's stock.



These statements are forward-looking and actual results may differ materially. Refer to the “Safe Harbor Statement” below for information on the factors that could cause our actual results to differ materially from these forward-looking statements.

#### **Conference Call**

The Company will host a conference call to discuss fourth quarter and fiscal-year 2022 financial results today at 5:00 pm ET. Hosting the call will be Mike Massaro, CEO, Rob Orgel, President and COO, and Mike Ellis, CFO. The conference call can be accessed live via webcast from the Company’s investor relations website at <https://ir.flywire.com/>. A replay will be available on the investor relations website following the call.

#### **Financial Disclosure Advisory**

The Company reports its financial results in accordance with U.S. generally accepted accounting principles (“GAAP”). The expected financial results discussed in this press release are preliminary and unaudited and represent the most current information available to the company’s management, as financial closing and audit procedures for the year ended December 31, 2022 are not yet complete. These estimates are not a comprehensive statement of the Company’s financial results for the fourth quarter and fiscal year ended December 31, 2022, and actual results may differ materially from these estimates as a result of the completion of year-end financial reporting process, finalization of the processes and procedures required by Section 404(b) of the Sarbanes-Oxley Act of 2002, completion of the procedures relating to management’s assessment of the effectiveness of the Company’s internal controls, the completion of the external audit by the Company’s independent registered public accounting firm, and the subsequent occurrence or identification of events prior to the formal issuance of the audited financial statements for fiscal year 2022. In addition, results presented in this press release or on the conference call do not present all information necessary for an understanding of the Company’s financial condition and results of operations as of and for the quarter and year ended December 31, 2022.

#### **Key Operating Metrics and Non-GAAP Financial Measures table**

Flywire uses non-GAAP financial measures to supplement financial information presented on a GAAP basis. The Company believes that excluding certain items from its GAAP results allows management to better understand its consolidated financial performance from period to period and better project its future consolidated financial performance as forecasts are developed at a level of detail different from that used to prepare GAAP-based financial measures. Moreover, Flywire believes these non-GAAP financial measures provide its stakeholders with useful information to help them evaluate the Company’s operating results by facilitating an enhanced understanding of

the Company's operating performance and enabling them to make more meaningful period to period comparisons. There are limitations to the use of the non-GAAP financial measures presented here. Flywire's non-GAAP financial measures may not be comparable to similarly titled measures of other companies. Other companies, including companies in Flywire's industry, may calculate non-GAAP financial measures differently, limiting the usefulness of those measures for comparative purposes.

Flywire uses supplemental measures of its performance which are derived from its consolidated financial information, but which are not presented in its consolidated financial statements prepared in accordance with GAAP. These non-GAAP financial measures include the following:

- **Revenue Less Ancillary Services.** Revenue Less Ancillary Services represents the Company's consolidated revenue in accordance with GAAP after excluding (i) pass-through cost for printing and mailing services and (ii) marketing fees. The Company excludes these amounts to arrive at this supplemental non-GAAP financial measure as it views these services as ancillary to the primary services it provides to its clients.
- **Adjusted Gross Profit and Adjusted Gross Margin.** Adjusted gross profit represents Revenue Less Ancillary Services less cost of revenue adjusted to (i) exclude pass-through cost for printing services, (ii) offset marketing fees against costs incurred and (iii) exclude depreciation and amortization, including accelerated amortization on the impairment of customer set-up costs tied to technology integration. Adjusted Gross Margin represents adjusted gross profit divided by Revenue Less Ancillary Services. Management believes this presentation supplements the GAAP presentation of gross margin with a useful measure of the gross margin of the Company's payment-related services, which are the primary services it provides to its clients. Beginning with the quarter ended December 31, 2022, we have excluded depreciation and amortization from the calculation of our adjusted gross profit, which we believe enhances the understanding of the Company's operating performance and enables more meaningful period to period comparisons. Our adjusted gross profit and adjusted gross profit margin for the three and twelve months ended December 31, 2021 were recast to conform to the updated methodology and are reflected herein for comparison purposes.
- **Adjusted EBITDA.** Adjusted EBITDA represents EBITDA further adjusted by excluding (i) stock-based compensation expense and related payroll taxes, (ii) the impact from the change in fair value measurement for contingent consideration associated with acquisitions, (iii) the impact from the change in fair value measurement of the Company's preferred stock warrants, (iv) other income (expense), net, (v) indirect taxes related to intercompany activity, (vi) acquisition related transaction costs, and (vii) employee retention costs, such as incentive

compensation, associated with acquisition activities. Management believes that the exclusion of these amounts to calculate Adjusted EBITDA provides useful measures for period-to-period comparisons of the Company's business.

- Revenue Less Ancillary Services at Constant Currency. Revenue Less Ancillary Services at Constant Currency represents Revenue Less Ancillary Services adjusted to show presentation on a constant currency basis. The constant currency information presented is calculated by translating current period results using prior period weighted average foreign currency exchange rates. We analyze Revenue Less Ancillary Services on a constant currency basis to provide a comparable framework for assessing how the business performed excluding the effect of foreign currency fluctuations.

These non-GAAP financial measures are not meant to be considered as indicators of performance in isolation from or as a substitute the Company's revenue, gross margin or net income (loss) prepared in accordance with GAAP and should be read only in conjunction with financial information presented on a GAAP basis. Reconciliations of Revenue Less Ancillary Services, Revenue Less Ancillary Services at Constant Currency, Adjusted Gross Profit, Adjusted Gross Margin and Adjusted EBITDA to the most directly comparable GAAP financial measure are presented below. Flywire encourages you to review these reconciliations in conjunction with the presentation of the non-GAAP financial measures for each of the periods presented. In future fiscal periods, Flywire may exclude such items and may incur income and expenses similar to these excluded items. Flywire has relied upon the exception in item 10(e)(1)(i)(B) of Regulation S-K and has not provided a quantitative reconciliation of forecasted Adjusted EBITDA to forecasted GAAP net income (loss) or to forecasted GAAP income (loss) before income taxes within this earnings release because it is unable, without making unreasonable efforts, to calculate certain reconciling items with confidence. These items include but are not limited to income taxes which are directly impacted by unpredictable fluctuations in the market price of Flywire's stock.

#### **About Flywire**

Flywire is a global payments enablement and software company. Flywire combines its proprietary global payments network, next-gen payments platform and vertical-specific software to deliver the most important and complex payments for its clients and their customers.

Flywire leverages its vertical-specific software and payments technology to deeply embed within the existing A/R workflows for its clients across the education, healthcare and travel vertical markets, as well as in key B2B industries. Flywire also integrates with leading ERP systems, so organizations can optimize the payment experience for their customers while eliminating operational challenges.

Flywire supports more than 3,000 clients with diverse payment methods in more than 140 currencies across 240 countries and territories around the world. Flywire is headquartered in Boston, MA, USA with additional offices around the globe. For more information, visit [www.flywire.com](http://www.flywire.com). Follow Flywire on [Twitter](#), [LinkedIn](#) and [Facebook](#).

***Safe Harbor Statement***

This release contains forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995, including, but not limited to, statements regarding Flywire's future operating results and financial position, Flywire's business strategy and plans, market growth, and Flywire's objectives for future operations. Flywire intends such forward-looking statements to be covered by the safe harbor provisions for forward-looking statements contained in Section 21E of the Securities Exchange Act of 1934 and the Private Securities Litigation Reform Act of 1995. In some cases, you can identify forward-looking statements by terms such as, but not limited to, "believe," "may," "will," "potentially," "estimate," "continue," "anticipate," "intend," "could," "would," "project," "target," "plan," "expect," or the negative of these terms, and similar expressions intended to identify forward-looking statements. Such forward-looking statements are based upon current expectations that involve risks, changes in circumstances, assumptions, and uncertainties. Important factors that could cause actual results to differ materially from those reflected in Flywire's forward-looking statements include, among others, Flywire's future financial performance, including its expectations regarding Revenue, Revenue Less Ancillary Services, and Adjusted EBITDA. Risks that may cause actual results to differ materially from these forward looking statements include, but are not limited to: Flywire's ability to execute its business plan and effectively manage its growth; Flywire's cross-border expansion plans and ability to expand internationally; anticipated trends, growth rates, and challenges in Flywire's business and in the markets in which Flywire operates; the sufficiency of Flywire's cash and cash equivalents to meet its liquidity needs; political, economic, foreign currency exchange rate, inflation, legal, social and health risks, including the ongoing effects of the COVID-19 pandemic and subsequent public health measures that may affect Flywire's business or the global economy; Flywire's beliefs and objectives for future operations; Flywire's ability to develop and protect its brand; Flywire's ability to maintain and grow the payment volume that it processes; Flywire's ability to further attract, retain, and expand its client base; Flywire's ability to develop new solutions and services and bring them to market in a timely manner; Flywire's

expectations concerning relationships with third parties, including strategic partners; the effects of increased competition in Flywire's markets and its ability to compete effectively; future acquisitions or investments in complementary companies, products, services, or technologies; Flywire's ability to enter new client verticals, including its relatively new business-to-business sector; Flywire's expectations regarding anticipated technology needs and developments and its ability to address those needs and developments with its solutions; Flywire's expectations regarding litigation and legal and regulatory matters; Flywire's expectations regarding its ability to meet existing performance obligations and maintain the operability of its solutions; Flywire's expectations regarding the effects of existing and developing laws and regulations, including with respect to payments and financial services, taxation, privacy and data protection; economic and industry trends, projected growth, or trend analysis; Flywire's ability to adapt to changes in U.S. federal income or other tax laws or the interpretation of tax laws, including the recently enacted Inflation Reduction Act of 2022; Flywire's ability to attract and retain qualified employees; Flywire's ability to maintain, protect, and enhance its intellectual property; Flywire's ability to maintain the security and availability of its solutions; the increased expenses associated with being a public company; the future market price of Flywire's common stock; and other factors that are described in the "Risk Factors" and "Management's Discussion and Analysis of Financial Condition and Results of Operations" sections of Flywire's Annual Report on Form 10-K for the year ended December 31, 2021 and Quarterly Report on Form 10-Q for the quarter ended September 30, 2022, which are on file with the Securities and Exchange Commission (SEC) and available on the SEC's website at <https://www.sec.gov/>. Additional factors may be described in those sections of Flywire's Annual Report on Form 10-K for the year ended December 31, 2022, expected to be filed with the SEC in the first quarter of 2023. The information in this release is provided only as of the date of this release, and Flywire undertakes no obligation to update any forward-looking statements contained in this release on account of new information, future events, or otherwise, except as required by law.

**Contacts**

**Media:**

Sarah King

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Prosek Partners

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**Investor Relations:**

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**Condensed Consolidated Statements of Operations and Comprehensive Income (Loss)**  
**(Unaudited) (Amounts in thousands, except share and per share amounts)**

	<u>Three Months Ended December 31,</u>		<u>Year Ended December 31,</u>	
	2022	2021	2022	2021
Revenue	\$ 73,053	\$ 51,394	\$ 289,375	\$ 201,149
Costs and operating expenses:				
Payment processing services costs	29,585	19,254	107,933	70,191
Technology and development	12,692	9,092	50,257	31,295
Selling and marketing	20,287	15,897	78,456	51,297
General and administrative	19,860	17,478	82,949	61,623
Total costs and operating expenses	<u>82,424</u>	<u>61,721</u>	<u>319,595</u>	<u>214,406</u>
Loss from operations	<u>\$ (9,371)</u>	<u>\$ (10,327)</u>	<u>\$ (30,220)</u>	<u>\$ (13,257)</u>
Other income (expense):				
Interest expense	(327)	(217)	(1,211)	(2,021)
Change in fair value of preferred stock warrant liability	—	—	—	(10,758)
Other income (expense), net	7,702	603	(5,928)	109
Total other expenses, net	<u>7,375</u>	<u>386</u>	<u>(7,139)</u>	<u>(12,670)</u>
Loss before provision for (benefit from) income taxes	(1,996)	(9,941)	(37,359)	(25,927)
Provision for (benefit from) income taxes	<u>(867)</u>	<u>1,214</u>	<u>1,988</u>	<u>2,158</u>
Net loss	<u>\$ (1,129)</u>	<u>\$ (11,155)</u>	<u>\$ (39,347)</u>	<u>\$ (28,085)</u>
Foreign currency translation adjustment	<u>(1,105)</u>	<u>(105)</u>	<u>(1,513)</u>	<u>(185)</u>
Comprehensive loss	<u>\$ (2,234)</u>	<u>\$ (11,260)</u>	<u>\$ (40,860)</u>	<u>\$ (28,270)</u>
Net loss attributable to common stockholders - basic and diluted	<u>\$ (1,129)</u>	<u>\$ (11,260)</u>	<u>\$ (39,347)</u>	<u>\$ (28,098)</u>
Net loss per share attributable to common stockholders - basic and diluted	<u>\$ (0.01)</u>	<u>\$ (0.11)</u>	<u>\$ (0.36)</u>	<u>\$ (0.39)</u>
Weighted average common shares outstanding - basic and diluted	<u>108,086,018</u>	<u>105,294,894</u>	<u>107,935,514</u>	<u>71,168,054</u>

**Condensed Consolidated Balance Sheets**  
(Unaudited) (Amounts in thousands, except share amounts)

	December 31,	
	2022	2021
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	\$ 349,177	\$ 385,360
Restricted cash	2,000	4,000
Accounts receivable, net of allowance for credit losses of \$212 and \$106, respectively	13,697	12,968
Unbilled receivables	5,268	3,340
Funds receivable from payment partners	62,970	28,286
Prepaid expenses and other current assets	17,531	9,834
<b>Total current assets</b>	<b>450,643</b>	<b>443,788</b>
Property and equipment, net	13,317	9,442
Intangible assets, net	97,616	93,598
Goodwill	97,766	85,841
Other assets	14,945	7,176
<b>Total assets</b>	<b>\$ 674,287</b>	<b>\$ 639,845</b>
<b>Liabilities and Stockholders' Equity</b>		
Current liabilities:		
Accounts payable	\$ 13,325	\$ 10,242
Funds payable to clients	124,305	71,302
Accrued expenses and other current liabilities	33,109	22,726
Deferred revenue	5,223	5,488
Contingent consideration	1,314	7,719
<b>Total current liabilities</b>	<b>177,276</b>	<b>117,477</b>
Deferred tax liabilities	12,149	8,401
Contingent consideration, net of current portion	18	3,590
Long-term debt	—	25,939
Other liabilities	2,941	2,237
<b>Total liabilities</b>	<b>192,384</b>	<b>157,644</b>
Commitments and contingencies (Note 16)		
Stockholders' equity:		
Preferred stock, \$0.0001 par value; 10,000,000 shares authorized as of December 31, 2022 and 2021; and no shares issued and outstanding as of December 31, 2022 and 2021	—	—
Voting common stock, \$0.0001 par value; 2,000,000,000 shares authorized as of December 31, 2022 and 2021; 109,790,702 shares issued and 107,472,980 shares outstanding as of December 31, 2022; 102,771,899 shares issued and 100,454,177 shares outstanding as of December 31, 2021	10	10
Non-voting common stock, \$0.0001 par value; 10,000,000 shares authorized as of December 31, 2022 and 2021; 1,873,320 and 5,988,378 shares issued and outstanding as of December 31, 2022 and 2021, respectively	1	1
Treasury voting common stock, 2,317,722 shares as of December 31, 2022 and 2021, held at cost	(748)	(748)
Additional paid-in capital	649,756	609,194
Accumulated other comprehensive loss	(1,912)	(399)
Accumulated deficit	(165,204)	(125,857)
<b>Total stockholders' equity</b>	<b>481,903</b>	<b>482,201</b>
<b>Total liabilities and stockholders' equity</b>	<b>\$ 674,287</b>	<b>\$ 639,845</b>

**Condensed Consolidated Statement of Cash Flows**  
(Unaudited) (Amounts in thousands)

	<u>Year Ended December 31,</u>	
	<u>2022</u>	<u>2021</u>
<b>Cash flows from operating activities:</b>		
Net loss	\$ (39,347)	\$ (28,085)
Adjustments to reconcile net loss to net cash provided by (used in) operating activities:		
Depreciation and amortization	12,304	8,998
Stock-based compensation expense	30,259	18,928
Amortization of deferred contract costs	1,799	245
Change in fair value of preferred stock warrant liability	—	10,758
Change in fair value of contingent consideration	(2,805)	2,263
Deferred tax provision	(1,708)	146
Bad debt expense	152	165
Non-cash interest expense	348	252
Other	—	—
Changes in operating assets and liabilities, net of acquisitions:		
Accounts receivable	(323)	(587)
Unbilled receivables	(1,928)	(1,642)
Funds receivable from payment partners	(30,917)	(5,805)
Prepaid expenses, other current assets and other assets	(11,031)	(7,854)
Funds payable to clients	48,932	11,316
Accounts payable, accrued expenses and other current liabilities	6,570	11,230
Contingent consideration	(4,510)	(3,212)
Other liabilities	(2,515)	174
Deferred revenue	(400)	(159)
Net cash provided by (used in) operating activities	<u>4,880</u>	<u>17,131</u>
<b>Cash flows from investing activities:</b>		
Purchases of property and equipment	(7,092)	(6,684)
Acquisitions of businesses, net of cash acquired	(17,140)	(56,111)
Asset acquisition, net of cash acquired	—	(119)
Contingent consideration paid for acquisitions	(453)	—
Net cash used in investing activities	<u>(24,685)</u>	<u>(62,914)</u>
<b>Cash flows from financing activities:</b>		
Proceeds from initial public offering, net of underwriting discount and commissions	—	268,694
Payment of deferred offering costs related to initial public offering	—	(4,860)
Proceeds from issuance of long-term debt	—	25,939
Payment of long-term debt issuance costs	—	(418)
Repayment of long-term debt	(25,939)	(25,000)
Proceeds from issuance of redeemable convertible preferred stock, net of issuance costs	—	59,735
Proceeds from exercise of warrants	—	294
Contingent consideration paid for acquisitions	(3,701)	(3,800)
Payments of tax withholdings for net settled option exercises	(2,564)	—
Proceeds from the issuance of stock under Employee Stock Purchase Plan	1,271	—
Proceeds from exercise of stock options	6,963	6,928
Net cash provided by (used in) financing activities	<u>(23,970)</u>	<u>327,512</u>
Effect of exchange rates changes on cash and cash equivalents	<u>5,592</u>	<u>(1,421)</u>
<b>Net increase (decrease) in cash, cash equivalents and restricted cash</b>	<b>(38,183)</b>	<b>280,308</b>
<b>Cash, cash equivalents and restricted cash, beginning of year</b>	<b>\$ 389,360</b>	<b>\$ 109,052</b>
<b>Cash, cash equivalents and restricted cash, end of year</b>	<b>\$ 351,177</b>	<b>\$ 389,360</b>



**Reconciliation of Non-GAAP Financial Measures**  
(Amounts in millions)

**Modified Methodology**

	Three Months Ended December 31,		Year Ended December 31,	
	2022	2021	2022	2021
Revenue	\$ 73.1	\$ 51.4	\$289.4	\$201.1
Adjusted to exclude gross up for:				
Pass-through cost for printing and mailing	(5.3)	(4.9)	(20.4)	(18.2)
Marketing fees	(0.4)	(0.6)	(1.9)	(1.8)
Revenue Less Ancillary Services	<u>\$ 67.4</u>	<u>\$ 45.9</u>	<u>\$267.1</u>	<u>\$181.1</u>
Payment processing services costs	29.6	19.2	107.9	70.2
Hosting and amortization costs within technology and development expenses	2.0	1.5	6.6	5.7
Cost of Revenue	<u>\$ 31.6</u>	<u>\$ 20.7</u>	<u>\$114.5</u>	<u>\$ 75.9</u>
Adjusted to:				
Exclude printing and mailing costs	(5.3)	(4.9)	(20.4)	(18.2)
Offset marketing fees against related costs	(0.4)	(0.6)	(1.9)	(1.8)
Exclude depreciation and amortization	(3.0)	(1.1)	(7.0)	(4.5)
Adjusted Cost of Revenue	<u>\$ 22.9</u>	<u>\$ 14.1</u>	<u>\$ 85.2</u>	<u>\$ 51.4</u>
Gross Profit	<u>\$ 41.5</u>	<u>\$ 30.7</u>	<u>\$174.9</u>	<u>\$125.2</u>
Gross Margin	<u>56.8%</u>	<u>59.7%</u>	<u>60.4%</u>	<u>62.3%</u>
Adjusted Gross Profit	<u>\$ 44.5</u>	<u>\$ 31.8</u>	<u>\$181.9</u>	<u>\$129.7</u>
Adjusted Gross Margin	<u>66.0%</u>	<u>69.3%</u>	<u>68.1%</u>	<u>71.6%</u>

**Previous Methodology**

	Three Months Ended December 31,		Year Ended December 31,	
	2022	2021	2022	2021
Revenue	\$ 73.1	\$ 51.4	\$289.4	\$201.1
Adjusted to exclude gross up for:				
Pass-through cost for printing and mailing	(5.3)	(4.9)	(20.4)	(18.2)
Marketing fees	(0.4)	(0.6)	(1.9)	(1.8)
Revenue Less Ancillary Services	<u>\$ 67.4</u>	<u>\$ 45.9</u>	<u>\$267.1</u>	<u>\$181.1</u>
Payment processing services costs	29.6	19.2	107.9	70.2
Hosting and amortization costs within technology and development expenses	2.0	1.5	6.6	5.7
Cost of Revenue	<u>\$ 31.6</u>	<u>\$ 20.7</u>	<u>\$114.5</u>	<u>\$ 75.9</u>
Adjusted to:				
Exclude printing and mailing costs	(5.3)	(4.9)	(20.4)	(18.2)
Offset marketing fees against related costs	(0.4)	(0.6)	(1.9)	(1.8)
Adjusted Cost of Revenue	<u>\$ 25.9</u>	<u>\$ 15.2</u>	<u>\$ 92.2</u>	<u>\$ 55.9</u>
Gross Profit	<u>\$ 41.5</u>	<u>\$ 30.7</u>	<u>\$174.9</u>	<u>\$125.2</u>
Gross Margin	<u>56.8%</u>	<u>59.7%</u>	<u>60.4%</u>	<u>62.3%</u>
Adjusted Gross Profit	<u>\$ 41.5</u>	<u>\$ 30.7</u>	<u>\$174.9</u>	<u>\$125.2</u>
Adjusted Gross Margin	<u>61.6%</u>	<u>66.9%</u>	<u>65.5%</u>	<u>69.1%</u>

	Three Months Ended December 31,		Year Ended December 31,	
	2022	2021	2022	2021
Net loss	\$ (1.1)	\$ (11.2)	\$(39.3)	\$(28.1)
Interest expense	0.3	0.2	1.2	2.0
Provision for income taxes	(0.9)	1.4	2.0	2.2
Depreciation and amortization	4.9	2.4	14.1	9.0
EBITDA	<u>3.2</u>	<u>(7.2)</u>	<u>(22.0)</u>	<u>(14.9)</u>
Stock-based compensation expense and related taxes	7.9	3.3	31.2	18.9
Change in fair value of contingent consideration	(3.1)	0.2	(2.8)	2.3
Change in fair value of preferred stock warrant liability	—	—	—	10.8
Other (income) expense, net	(7.7)	(0.7)	5.9	(0.1)
Indirect taxes related to intercompany activity	0.1	0.9	0.4	0.9
Acquisition related transaction costs	0.4	0.7	0.8	0.7
Acquisition related employee retention costs	0.2	1.1	1.4	4.2
Adjusted EBITDA	<u>\$ 1.0</u>	<u>\$ (1.7)</u>	<u>\$ 14.9</u>	<u>\$ 22.8</u>

	Three Months Ended December 31, 2022			Year Ended December 31, 2022		
	Transaction	Platform and Usage-Based Fee	Revenue	Transaction	Platform and Usage-Based Fee	Revenue
Revenue	\$ 56.7	\$ 16.4	\$ 73.1	\$ 224.2	\$ 65.2	\$ 289.4
Adjusted to exclude gross up for:						
Pass-through cost for printing and mailing	—	(5.3)	(5.3)	—	(20.4)	(20.4)
Marketing fees	(0.4)	—	(0.4)	(1.9)	—	(1.9)
Revenue Less Ancillary Services	\$ 56.3	\$ 11.1	\$ 67.4	\$ 222.3	\$ 44.8	\$ 267.1
Percentage of Revenue	77.6%	22.4%	100.0%	77.5%	22.5%	100.0%
Percentage of Revenue Less Ancillary Services	83.5%	16.5%	100.0%	83.2%	16.8%	100.0%

	Three Months Ended December 31, 2021			Year Ended December 31, 2021		
	Transaction	Platform and Usage-Based Fee	Revenue	Transaction	Platform and Usage-Based Fee	Revenue
Revenue	\$ 38.3	\$ 13.0	\$ 51.3	\$ 148.0	\$ 53.1	\$ 201.1
Adjusted to exclude gross up for:						
Pass-through cost for printing and mailing	—	(4.8)	(4.8)	—	(18.2)	(18.2)
Marketing fees	(0.6)	—	(0.6)	(1.8)	—	(1.8)
Revenue Less Ancillary Services	\$ 37.7	\$ 8.2	\$ 45.9	\$ 146.2	\$ 34.9	\$ 181.1
Percentage of Revenue	73.6%	26.4%	100.0%	73.6%	26.4%	100.0%
Percentage of Revenue Less Ancillary Services	82.1%	17.9%	100.0%	80.7%	19.3%	100.0%

	Three Months Ended			Growth Rates	Year Ended		
	December 31, 2022	December 31, 2021			December 31, 2022	December 31, 2021	Growth Rates
GAAP revenue	\$ 73.10	\$ 51.40		42%	\$ 289.40	\$ 201.10	44%
Ancillary services	\$ 5.70	\$ 5.50			\$ 22.30	\$ 20.00	
Revenue less ancillary services	\$ 67.40	\$ 45.90		47%	\$ 267.10	\$ 181.10	47%
Effects of foreign currency rate fluctuations	\$ 4.60				\$ 14.20		
Revenue less ancillary services at constant currency	\$ 72.00	\$ 45.90		57%	\$ 281.30	\$ 181.10	55%

	Guidance (\$ in millions)			
	Three Months Ended March 31, 2023		Year Ended December 31, 2023	
	Low	High	Low	High
Revenue	\$ 85.0	\$ 91.0	\$ 373.0	\$ 392.0
Adjusted to exclude gross up for:				
Pass through cost for printing and mailing	-3.8	-5.7	-18.4	-25.7
Marketing fees	-0.2	-0.3	-1.6	-2.3
Revenue Less Ancillary Services	\$ 81.0	\$ 85.0	\$ 353.0	\$ 364.0
Adjusted EBITDA	\$ 3	\$ 5	\$ 28	\$ 34



**Q4 & FY 2022 Earnings Supplement**

February 28, 2023



# Disclosures

This presentation includes forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995 and Section 21E of the Securities Exchange Act of 1934, as amended. All statements other than statements of historical facts contained in this presentation, including statements regarding Flywire's ability to successfully implement Flywire's business plan, future results of operations and financial position, business strategy and plans and Flywire's objectives for future operations, are forward-looking statements. The words "believe," "may," "will," "estimate," "continue," "anticipate," "intend," "expect," "plans," "potential," "seeks," "projects," "should," "could" and "would" and similar expressions are intended to identify forward-looking statements, although not all forward-looking statements contain these identifying words. Flywire has based these forward-looking statements largely on Flywire's current expectations and projections about future events and financial trends that Flywire believes may affect Flywire's financial condition, results of operations, business strategy, short-term and long-term business operations and objectives, and financial needs. These forward-looking statements are subject to a number of risks, uncertainties and assumptions that are described in the "Risk Factors" and "Management's Discussion and Analysis of Financial Condition and Results of Operations" sections of Flywire's Annual Report on Form 10-K for the year ended December 31, 2021 and Quarterly Report on Form 10-Q for the quarter ended September 30, 2022, which are on file with the Securities and Exchange Commission (SEC) and available on the SEC's website at [www.sec.gov](http://www.sec.gov). Additional factors may be described in those sections of Flywire's Annual Report on Form 10-K for the year ended December 31, 2022, expected to be filed with the SEC in the first quarter of 2023. In light of these risks, uncertainties and assumptions, the forward-looking events and circumstances discussed in this presentation may not occur and actual results could differ materially and adversely from those anticipated or implied in the forward-looking statements. You should not rely upon forward-looking statements as predictions of future events or performance.

In addition, projections, assumptions and estimates of the future performance of the industries in which Flywire operates and the markets it serves are inherently imprecise and subject to a high degree of uncertainty and risk. All financial projections contained in this presentation are forward-looking statements and are based on Flywire's management's assessment of such matters. It is unlikely, however, that the assumptions on which Flywire has based its projections will prove to be fully correct or that the projected figures will be attained. Flywire's actual future results may differ materially from Flywire's projections, and it makes no express or implied representation or warranty as to attainability of the results reflected in these projections. Investments in Flywire's securities involve a high degree of risk and should be regarded as speculative.

Certain information contained in this presentation relates to or is based on studies, publications, surveys and other data obtained from third-party sources and Flywire's own internal estimates and research. While Flywire believes these third-party sources to be reliable as of the date of this presentation, it has not independently verified, and makes no representation as to the adequacy, fairness, accuracy or completeness of any information obtained from third-party sources. In addition, all of the market data included in this presentation involves a number of assumptions and limitations, and there can be no guarantee as to the accuracy or reliability of such assumptions. Finally, while Flywire believes its own internal research is reliable, such research has not been verified by any independent source.

The information in this presentation is provided only as of February 28, 2023, and Flywire undertakes no obligation to update any forward-looking statements contained in this presentation on account of new information, future events, or otherwise, except as required by law.

This presentation contains certain non-GAAP financial measures as defined by SEC rules. Flywire has provided a reconciliation of those measures to the most directly comparable GAAP measures, which is available in the Appendix. The company has relied upon the exception in item 10(e)(1)(i)(B) of Regulation S-K and has not provided a quantitative reconciliation from forecasted adjusted EBITDA to forecasted GAAP net income (loss) or to forecasted GAAP income (loss) before income taxes, because it is unable without making unreasonable efforts, to calculate certain reconciling items with confidence. These items include but are not limited to income taxes which are directly impacted by unpredictable fluctuations in the market price of the company's stock.

# Financial Disclosure Advisory

The Company reports its financial results in accordance with U.S. generally accepted accounting principles ("GAAP"). The expected financial results discussed in this press release are preliminary and unaudited and represent the most current information available to the company's management, as financial closing and audit procedures for the year ended December 31, 2022 are not yet complete. These estimates are not a comprehensive statement of the Company's financial results for the fourth quarter and fiscal year ended December 31, 2022, and actual results may differ materially from these estimates as a result of the completion of year-end financial reporting process, finalization of the processes and procedures required by Section 404(b) of the the Sarbanes-Oxley Act of 2002, completion of the procedures relating to management's assessment of the effectiveness of the Company's internal controls, the completion of the external audit by the Company's independent registered public accounting firm, and the subsequent occurrence or identification of events prior to the formal issuance of the audited financial statements for fiscal year 2022. In addition, results presented in this press release or on the conference call do not present all information necessary for an understanding of the Company's financial condition and results of operations as of and for the quarter and year ended December 31, 2022.





Our mission is to deliver the most important and complex payments



# Q4 2022 Performance

# GAAP Financial Highlights

## Q4 2022<sup>1</sup>

**\$73.1 M**

**Revenue**

**56.8%**

**Gross Margin**

**\$(1.1)M**

**Net Loss**



# Key Operating Metrics (Non-GAAP)

## Q4 2022

**\$4.1B**

**+29%<sup>1</sup>**

**Total  
Payment  
Volume**

**\$67.4M**

**+47%<sup>1</sup>**

**Revenue Less  
Ancillary  
Services**

**66.0%**

**(330) bps<sup>1,2</sup>**

**Adjusted  
Gross  
Margin**

**\$1.0M**

**Adjusted  
EBITDA**

1. Represents Y-o-Y Growth as compared to Q4 2021

2. Prior year Adjusted Gross Profit and Adjusted Gross Margin have been recast to align with the updated methodology as described in the Appendix. See appendix for reconciliation to GAAP amounts



FY 2022 Performance

# GAAP Financial Highlights

## FY 2022<sup>1</sup>

**\$289.4M**

**Revenue**

**60.4%**

**Gross Margin**

**\$(39.3)M**

**Net Loss**

# Key Operating Metrics (Non-GAAP) FY 2022

**\$18.1B**

**+37%<sup>1</sup>**

---

**Total  
Payment  
Volume**

**\$267.1M**

**+47%<sup>1</sup>**

---

**Revenue Less  
Ancillary  
Services**

**68.1%**

**(340) bps<sup>1,2</sup>**

---

**Adjusted  
Gross  
Margin**

**\$14.9M**

---

**Adjusted  
EBITDA**

1. Represents Y-o-Y Growth as compared to FY 2021

2. Prior year Adjusted Gross Profit and Adjusted Gross Margin have been recast to align with the updated methodology as described in the Appendix.  
See appendix for reconciliation to GAAP amounts

# Growth strategies



Grow with existing clients

---

**124%**  
2022 average annual dollar-based net retention rate

Grow with new clients

---

**145+**  
New clients in Q4 2022

Expand our ecosystem through channel partnerships

---

ascensus<sup>®</sup> finvi  
 adapt IT  
 TRIBAL

Expand to new industries, geographies & products

---

**570+**  
Travel & B2B Clients

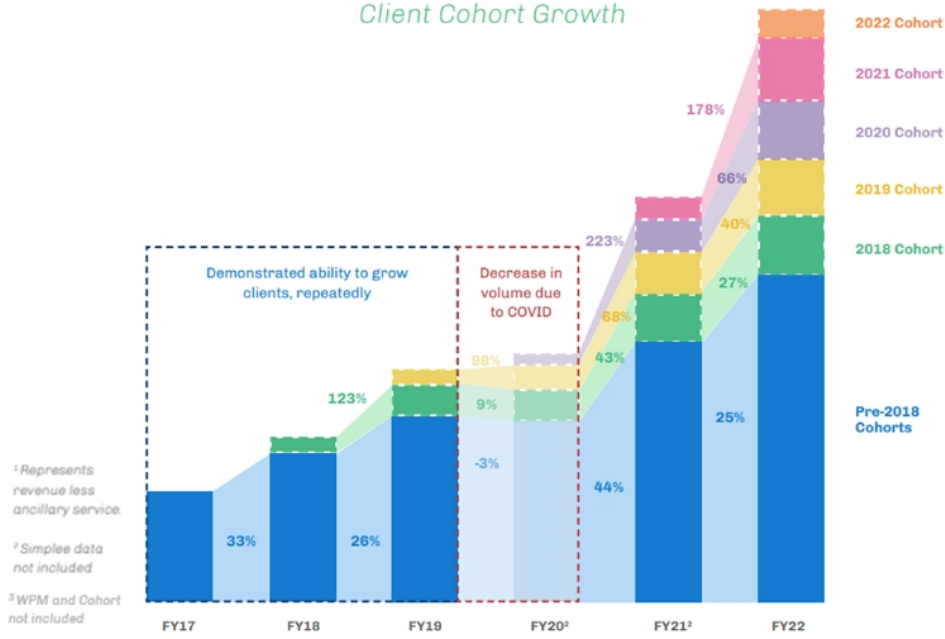
Pursue strategic & value-enhancing acquisitions

---

COHORT *Go*  
 WPM  
 EDUCATION

# Our Existing Clients Drive Revenue Growth<sup>1, 2, 3</sup>

Client Cohort Growth









**2022 NRR exceeds three-year corporate average**

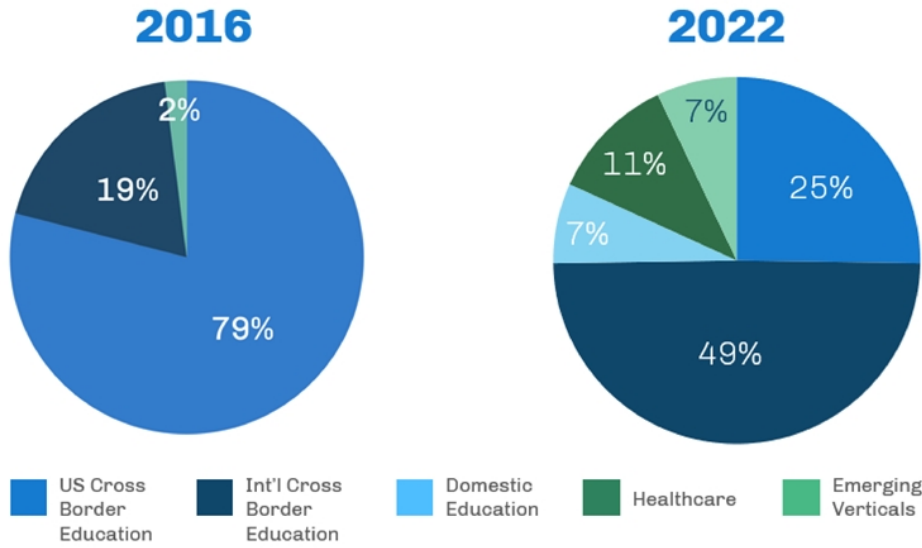
**New and legacy clients expand over time to drive long-term strong NRR**

**Returning to healthy run rate post COVID recovery**



NRR Drivers	Illustrative Example
<b>Functional / Departmental Expansion</b>	 Expanded relationship with CommonSpirit Health, with first go-live with a Dignity Health facility (a recent acquisition of CSH). CommonSpirit operates 140 hospitals and more than 1,500 care sites across 21 states.
<b>Geographic Expansion</b>	 Expand from Nordic Visitor subsidiary into Travel Connect. Travel Connect owns six luxury travel brands, which includes five destination management companies and one accommodation provider.
<b>New Product Adoption</b>	 Expanding with full-suite Comprehensive Receivable Solution, after previously using cross-border payment solutions
<b>Ecosystem Expansion</b>	 Adopted 529 disbursement processing solution, helping the university reduce time and resources spent on paper check processing.
<b>Payment Network Expansion</b>	 Added payments processing corridors connecting Mexico & Nepal
<b>Global Mobility</b>	 Secular tailwinds of rising education tuitions & globalization

# Increasingly global and diversified revenue



*Travel vertical performance post-COVID was stronger than anticipated at our 2022 Analyst Day*

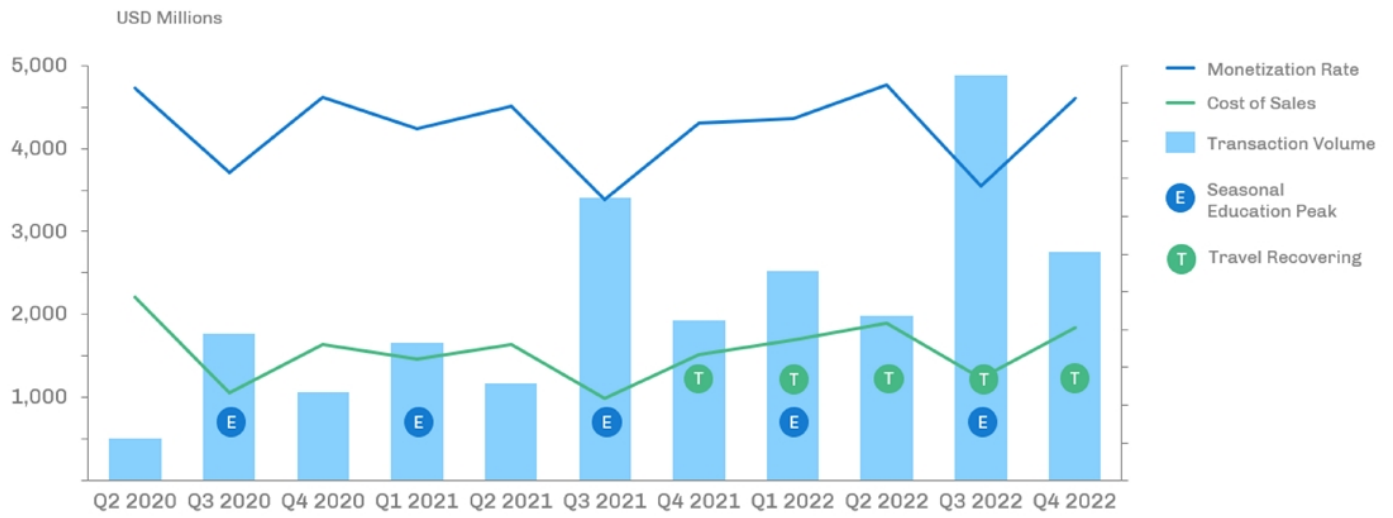
*Cohort Go acquisition adds to International Cross-Border and Domestic Education*

Note: Represents share of total Flywire Revenue Less Ancillary Services in respective periods. In 2022, emerging verticals includes B2B and Travel.  
 Cohort cross-border transaction revenue included in international cross-border education  
 CohortGo domestic platform revenue included in domestic education for 2022  
 WPM domestic platform revenue included in domestic education for 2022





# 2022 Spreads on Transaction Volume Remain Stable



Monetization rate is the quotient of Revenue Less Ancillary Services divided by Total Payment Volume. Spread is difference between monetization rate and cost of sales.





## Financial Outlook

# Q1 2023 Outlook

**\$81 – \$85 M**

**Revenue Less  
Ancillary Services**

**\$3 - \$5M**

**Adjusted EBITDA<sup>1</sup>**

1. Flywire has relied upon the exception in item 10(e)(1)(i)(B) of Regulation S-K and has not provided a quantitative reconciliation of forecasted Adjusted EBITDA to forecasted GAAP net income (loss) or to forecasted GAAP income (loss) before income taxes within this presentation because Flywire is unable, without making unreasonable efforts, to calculate certain reconciling items with confidence. These items include, but are not limited to income taxes which are directly impacted by unpredictable fluctuations in the market price of Flywire's stock.



# FY 2023 Outlook

**\$353 - \$364M**

**Revenue Less  
Ancillary Services**

**\$28 - 34M**

**Adjusted EBITDA<sup>1</sup>**

1. Flywire has relied upon the exception in item 10(e)(1)(i)(B) of Regulation S-K and has not provided a quantitative reconciliation of forecasted Adjusted EBITDA to forecasted GAAP net income (loss) or to forecasted GAAP income (loss) before income taxes within this presentation because Flywire is unable, without making unreasonable efforts, to calculate certain reconciling items with confidence. These items include, but are not limited to income taxes which are directly impacted by unpredictable fluctuations in the market price of Flywire's stock.



*flywire*

Appendix

## Revenue Details

### Revenue Less Ancillary Services at Constant Currency

(\$ in millions)  
(unaudited)

	Three Months Ended		Growth Rates	Year Ended		Growth Rates
	December 31, 2022	December 31, 2021		December 31, 2022	December 31, 2021	
GAAP revenue	\$73.1	\$51.4	42%	\$289.4	\$201.1	44%
Ancillary services	\$5.7	\$5.5		\$22.3	\$20.0	
<b>Revenue less ancillary services</b>	<b>\$67.4</b>	<b>\$45.9</b>	47%	<b>\$267.1</b>	<b>\$181.1</b>	47%
Effects of foreign currency rate fluctuations	\$4.6			\$14.2		
<b>Revenue less ancillary services at constant currency*</b>	<b>\$72.0</b>	<b>\$45.9</b>	57%	<b>\$281.3</b>	<b>\$181.1</b>	55%

\***Revenue less ancillary services at constant currency:** Revenue less ancillary services at constant currency is adjusted for the impact of foreign currency rate fluctuations. This measure helps provide insight on comparable revenue growth by removing the effect of changes in foreign currency exchange rates year-over-year. Foreign currency exchange impact in the current period is calculated using prior period monthly average exchange rates applied to the current period foreign currency amounts.



# Revenue Less Ancillary Services & Adjusted Gross Margin Reconciliations \*

## Reconciliation of Non-GAAP Financial Measures (Amounts in millions)

Modified Methodology	Three Months Ended December 31,		Year Ended December 31,	
	2022	2021	2022	2021
Revenue	\$ 73.1	\$ 51.4	\$ 289.4	\$ 201.1
Adjusted to exclude gross up for:				
Pass-through cost for printing and mailing	(5.3)	(4.9)	(20.4)	(18.2)
Marketing fees	(0.4)	(0.6)	(1.9)	(1.8)
Revenue Less Ancillary Services	\$ 67.4	\$ 45.9	\$ 267.1	\$ 181.1
Payment processing services costs	29.6	19.2	107.9	70.2
Hosting and amortization costs within technology and development	2.0	1.5	6.6	5.7
Cost of Revenue	\$ 31.6	\$ 20.7	\$ 114.5	\$ 75.9
Adjusted to:				
Exclude printing and mailing costs	(5.3)	(4.9)	(20.4)	(18.2)
Offset marketing fees against related costs	(0.4)	(0.6)	(1.9)	(1.8)
Exclude depreciation and amortization	(3.0)	(1.1)	(7.0)	(4.5)
Adjusted Cost of Revenue	\$ 22.9	\$ 14.1	\$ 85.2	\$ 51.4
Gross Profit	\$ 41.5	\$ 30.7	\$ 174.9	\$ 125.2
Gross Margin	56.8%	59.7%	60.4%	62.3%
Adjusted Gross Profit	\$ 44.5	\$ 31.8	\$ 181.9	\$ 129.7
Adjusted Gross Margin	66.0%	69.3%	68.1%	71.6%
<b>Previous Methodology</b>				
	Three Months Ended December 31,		Year Ended December 31,	
	2022	2021	2022	2021
Revenue	\$ 73.1	\$ 51.4	\$ 289.4	\$ 201.1
Adjusted to exclude gross up for:				
Pass-through cost for printing and mailing	(5.3)	(4.9)	(20.4)	(18.2)
Marketing fees	(0.4)	(0.6)	(1.9)	(1.8)
Revenue Less Ancillary Services	\$ 67.4	\$ 45.9	\$ 267.1	\$ 181.1
Payment processing services costs	29.6	19.2	107.9	70.2
Hosting and amortization costs within technology and development	2.0	1.5	6.6	5.7
Cost of Revenue	\$ 31.6	\$ 20.7	\$ 114.5	\$ 75.9
Adjusted to:				
Exclude printing and mailing costs	(5.3)	(4.9)	(20.4)	(18.2)
Offset marketing fees against related costs	(0.4)	(0.6)	(1.9)	(1.8)
Adjusted Cost of Revenue	\$ 25.9	\$ 15.2	\$ 92.2	\$ 55.9
Gross Profit	\$ 41.5	\$ 30.7	\$ 174.9	\$ 125.2
Gross Margin	56.8%	59.7%	60.4%	62.3%
Adjusted Gross Profit	\$ 41.5	\$ 30.7	\$ 174.9	\$ 125.2
Adjusted Gross Margin	61.6%	66.9%	65.5%	69.1%

\*Beginning with the quarter ended December 31, 2022, we have excluded depreciation and amortization from the calculation of our adjusted gross profit, which we believe enhances the understanding of the Company's operating performance and enables more meaningful period to period comparisons.

## Revenue Disaggregation by Revenue Type

	Three Months Ended December 31, 2022			Year Ended December 31, 2022		
	Transaction	Platform and Usage-Based Fee	Revenue	Transaction	Platform and Usage-Based Fee	Revenue
Revenue	\$ 56.7	\$ 16.4	\$ 73.1	\$ 224.2	\$ 65.2	\$ 289.4
Adjusted to exclude gross up for:						
Pass-through cost for printing and mailing	—	(5.3)	(5.3)	—	(20.4)	(20.4)
Marketing fees	(0.4)	—	(0.4)	(1.9)	—	(1.9)
Revenue Less Ancillary Services	\$ 56.3	\$ 11.1	\$ 67.4	\$ 222.3	\$ 44.8	\$ 267.1
Percentage of Revenue	77.6%	22.4%	100.0%	77.5%	22.5%	100.0%
Percentage of Revenue Less Ancillary Services	83.5%	16.5%	100.0%	83.2%	16.8%	100.0%

	Three Months Ended December 31, 2021			Year Ended December 31, 2021		
	Transaction	Platform and Usage-Based Fee	Revenue	Transaction	Platform and Usage-Based Fee	Revenue
Revenue	\$ 38.3	\$ 13.0	\$ 51.3	\$ 148.0	\$ 53.1	\$ 201.1
Adjusted to exclude gross up for:						
Pass-through cost for printing and mailing	—	(4.8)	(4.8)	—	(18.2)	(18.2)
Marketing fees	(0.6)	—	(0.6)	(1.8)	—	(1.8)
Revenue Less Ancillary Services	\$ 37.7	\$ 8.2	\$ 45.9	\$ 146.2	\$ 34.9	\$ 181.1
Percentage of Revenue	73.6%	26.4%	100.0%	73.6%	26.4%	100.0%
Percentage of Revenue Less Ancillary Services	82.1%	17.9%	100.0%	80.7%	19.3%	100.0%

\$USD in Millions



## Net Loss to Adjusted EBITDA Reconciliation

	Three Months Ended December 31,		Year Ended December 31,	
	2022	2021	2022	2021
Net loss	\$ (1.1)	\$ (11.2)	\$ (39.3)	\$ (28.1)
Interest expense	0.3	0.2	1.2	2.0
Provision for income taxes	(0.9)	1.4	2.0	2.2
Depreciation and amortization	4.9	2.4	14.1	9.0
EBITDA	3.2	(7.2)	(22.0)	(14.9)
Stock-based compensation expense and related taxes	7.9	3.3	31.2	18.9
Change in fair value of contingent consideration	(3.1)	0.2	(2.8)	2.3
Change in fair value of preferred stock warrant liability	—	—	—	10.8
Other (income) expense, net	(7.7)	(0.7)	5.9	(0.1)
Indirect taxes related to intercompany activity	0.1	0.9	0.4	0.9
Acquisition related transaction costs	0.4	0.7	0.8	0.7
Acquisition related employee retention costs	0.2	1.1	1.4	4.2
Adjusted EBITDA	\$ 1.0	\$ (1.7)	\$ 14.9	\$ 22.8

\$USD in Millions

## Reconciliation of Revenue to Revenue Less Ancillary Services Guidance

Guidance  
(\$ in millions)

	Three Months Ended March 31, 2023		Year Ended December 31, 2023	
	Low	High	Low	High
Revenue	\$85.0	\$91.0	\$373.0	\$392.0
Adjusted to exclude gross up for:				
Pass through cost for printing and mailing	-3.8	-5.7	-18.4	-25.7
Marketing fees	-0.2	-0.3	-1.6	-2.3
Revenue Less Ancillary Services	\$81.0	\$85.0	\$353.0	\$364.0
Adjusted EBITDA	\$3	\$5	\$28	\$34

\$USD in Millions

