



QUARTERLY HIGHLIGHTS

First Quarter Fiscal 2000 (Ended July 2, 1999)

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CSC's Business

Computer Sciences Corporation helps clients in industry and government use information technology technology to achieve strategic and operational objectives. With 52,000 employees in more than 700 offices worldwide, the company tailors solutions from a broad suite of integrated service offerings, including e- business strategies and technologies; management and I/T consulting; systems consulting and integration; application software; and I/T and business process outsourcing.

Since its formation in 1959, CSC has been known for its flexibility in its relationships with clients. Through numerous agreements with hardware and software technology firms, the company is able to identify and manage solutions specifically tailored to each client's needs.

CSC had revenues of \$8 billion for the 12 months ended July 2, 1999.

EARNINGS SUMMARY

"We are very pleased to begin our fiscal 2000 with these strong results. We announced over \$4.7 billion in new business awards during the quarter, continuing the momentum begun in December with the multibillion-dollar contract awarded by the Internal Revenue Service. Our revenue base has been enhanced worldwide by this record pace of new business awards. "

Van B. Honeycutt
Chairman, President and Chief Executive Officer
Computer Sciences Corporation

Computer Sciences Corporation earnings per share for its fiscal 2000 first quarter increased 20% to 48 cents per share (diluted) from 40 cents per share for the same quarter last year.

Net income for the first quarter was \$78.3 million, an increase of 21.7% over the \$64.3 million reported in last year's comparable quarter. Revenues for the quarter rose 17.6% to \$2.06 billion from \$1.75 billion reported a year ago.

The quarter's broad-based revenue growth resulted principally from increased demand for services related to outsourcing, enterprisewide solutions, e-business, and supply chain and systems integration.

Global commercial revenue growth of 23.1% in the first quarter reflected strong performance across the United States, Europe and Asia-Pacific. With its broad global reach, vertical market expertise and breadth of technology and service offerings, CSC is especially well positioned to optimize its share of information technology (I/T) expenditures by governments and industry worldwide.

The company is significantly expanding its e-business engagements. For fiscal 2000, it is expected that e-business-related revenue will be nearly \$600 million, about three times the amount generated during fiscal 1999. E-business opportunities are increasing, particularly in the business-to-business market which is estimated to be at least five times greater than the consumer market and is growing twice as fast. The wave of change emanating from e-business enhances opportunities to deliver client solutions that provide greater customer satisfaction, accelerate responsiveness and optimize costs. As examples, CSC

has recently helped create three global e-business marketplaces for the steel, plastics and petrochemical industries.

Global commercial revenue growth of 23.1% results from a 16.5% increase in the United States to \$836.2 million from \$717.9 million last year, a 16.4% European revenue increase to \$569.3 million from \$488.9 million a year ago, and a doubling of other international revenue to \$207.5 million from last year's \$103.6 million. The large revenue growth from CSC's international markets outside of Europe resulted from both last year's fourth-quarter acquisition of Singapore-based CSA Holdings, Ltd. and strong revenue gains in Australia.

New commercial awards totaled \$2.7 billion in the quarter and bolstered the company's broad client base and presence in many of the world's most strategic I/T markets.

CSC's revenues for the quarter from the U.S. federal government increased from \$443.5 million to \$450.4 million, up 1.6%. Department of Defense (DoD) revenue decreased reflecting the completion and winding down of several contracts. Also, as has been the case for some time, revenue from NASA continued to reflect the planned reduction in spending. Strong revenues from other civil agencies more than offset the NASA and DoD revenue reductions.

New federal awards announced during the first quarter exceeded \$2 billion, and the federal pipeline is robust .

CSC's SERVICES ENCOMPASS THREE KEY AREAS:

MANAGEMENT AND INFORMATION TECHNOLOGY CONSULTING

Dramatically improve client organizations' operations. Often streamlines basic business processes.




SYSTEMS CONSULTING, AND INTEGRATION

Design, develop and build information technology systems. Combine hardware, software and communications into more productive systems.

OPERATIONS SUPPORT AND INFORMATION SERVICES OUTSOURCING

Directly operate clients' information systems. CSC often acquires clients' systems and employees.

RECENT ENGAGEMENTS INCLUDES:

-  **e-Steel** -- CSC partnered with e-STEEL Corporation to create the first neutral online trading exchange for the \$700 billion steel industry including steel mills, service centers, processors, distributors and OEMs. The e-STEEL online exchange (www.e-steel.com) will allow both the buying and selling of steel through privately negotiated and auction-based transactions.
-  **Enron Energy Services** -- Under a business process outsourcing contract with Enron Energy Services, CSC acquired all of the assets and assumed responsibilities for the Enron Corp. subsidiary 's back-office administrative functions. To achieve improvement gains in productivity, CSC will apply e-business technology solutions to functions including traditional meter reading, billing and collection and related customer inquiries for Enron's retail gas and electricity customers.
-  **Pratt & Whitney** -- As part of a corporate strategy to leverage its I/T investment and drive new ways to design and build commercial engines faster and more economically, Pratt &

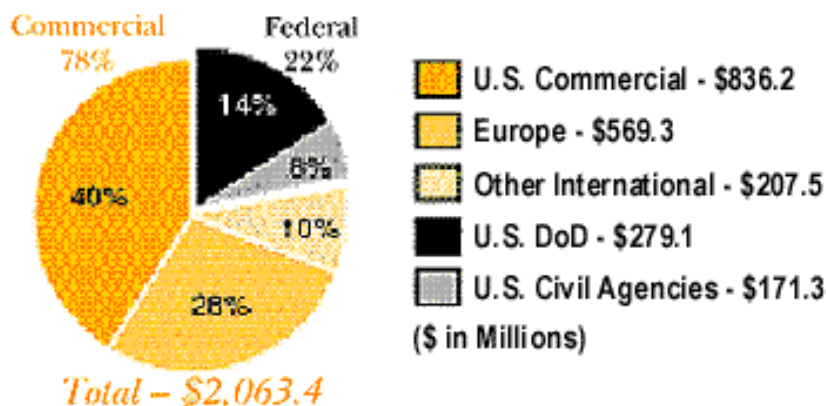
Whitney has engaged CSC to manage global I/T systems. CSC will also support a SAP implementation, which will be one of the largest in the world when completed. Pratt & Whitney expects the arrangement to achieve substantial savings.

General Services Administration (GSA) -- CSC was named one of 12 companies to provide I/T services and support to the GSA under the Millenia contract. The contract includes a broad scope of I/T services plus provisions for evolving new technologies which will be available to federal agencies worldwide.

Fidelity and Guaranty Life Insurance Co. -- One of the most rapidly growing companies in the life insurance industry, F&G Life has opted to expand and extend its original business process outsourcing contract with CSC. Business operations supported by CSC include insurance policy administration, new business processing, underwriting, customer service and management of supporting information technology infrastructures.

Health Care Financing Administration (HCFA) -- CSC was selected as one of 12 vendors to provide program safeguard services in support of the Medicare Integrity Program. Provided services support the government's initiative to establish improved operational and analytical functions to guard against potential Medicare fraud and abuse.

1ST QUARTER FY2000 *Revenues By Major Market*



INVESTMENT DATA

NYSE: CSC

Recent Closing Price: 63 1/2 (8/20/99)

52-Week Range: 46 1/4 - 74 7/8

Shares Outstanding: 160.0 million

Registered Shareholders: 8,818

Institutional Ownership: 75%

Average Daily Trading Volume:

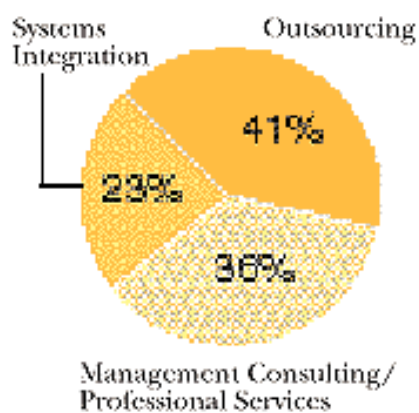
1st Quarter FY 2000 - 824,429

Market Cap: \$10.2 billion

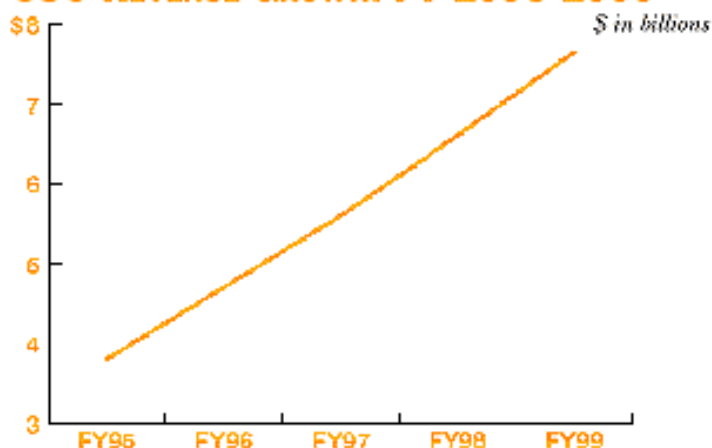
RESEARCH COVERAGE

A.G. Edwards (Mark Jordan)
Bear, Stearns (Jim Kissane)
Brown Brothers Harriman (Greg Gieber)
CS First Boston
(Mark Wolfenberger)
Donaldson, Lufkin & Jenrette
(Thomas Rooney)
ING Baring Furman Selz
(Brian Maimone)
Goldman Sachs (Greg Gould)
J.P. Morgan Securities (Raimundo Archibold)
Lehman Brothers
(Karl Keirstead)
Merrill Lynch (Steve McClellan)
Morgan Stanley DW (David Togut)
PaineWebber (Andrew Burns)
Prudential Securities (Thomas E. Browne, Jr.)
SG Cowen & Co. (Moshi Katri)
Sound View Financial Group
(Gary Helmig)
Standard & Poors
(Brian Goodstadt)
Value Line (David Rosenfield)
Volpe Brown Whelan Co.(Chris Paul)

REVENUES BY BUSINESS SECTOR*



* Estimate based on FY99 revenues

CSC REVENUE GROWTH FY 1995-1999*

* CSC's fiscal year ends the Friday closest to March 31.

FINANCIAL HIGHLIGHTS *(unaudited)*

Three Months Ended

\$ In millions, except per-share amounts

7/2/99

7/3/98

| | | |
|----------------------------|------------|------------|
| Revenues | \$ 2,063.4 | \$ 1,753.9 |
| Net Income | \$ 78.3 | \$ 64.3 |
| Diluted Earnings Per Share | \$ 0.48 | \$ 0.40 |

SHAREHOLDER SERVICES

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Forward-Looking Statements

All statements in this document that do not directly and exclusively relate to historical facts constitute “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995. These statements represent the Company’s intentions, plans, expectations and beliefs, and are subject to risks, uncertainties and other factors, many of which are outside the Company’s control. These factors could cause actual results to differ materially from such forward-looking statements. For a description of these factors, see the section titled “Forward-Looking Statements” in the Company’s Quarterly Report on Form 10-Q for the fiscal quarter ended July 2, 1999.

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