

# M&A in Payments: Megamergers and Consolidation

As larger players group together to form regional powerhouses, smaller players will find it harder to compete.

## M&A activity was still strong after a **record 2019**

**2019** was an outlier for deal value and included several megadeals

### Megadeals

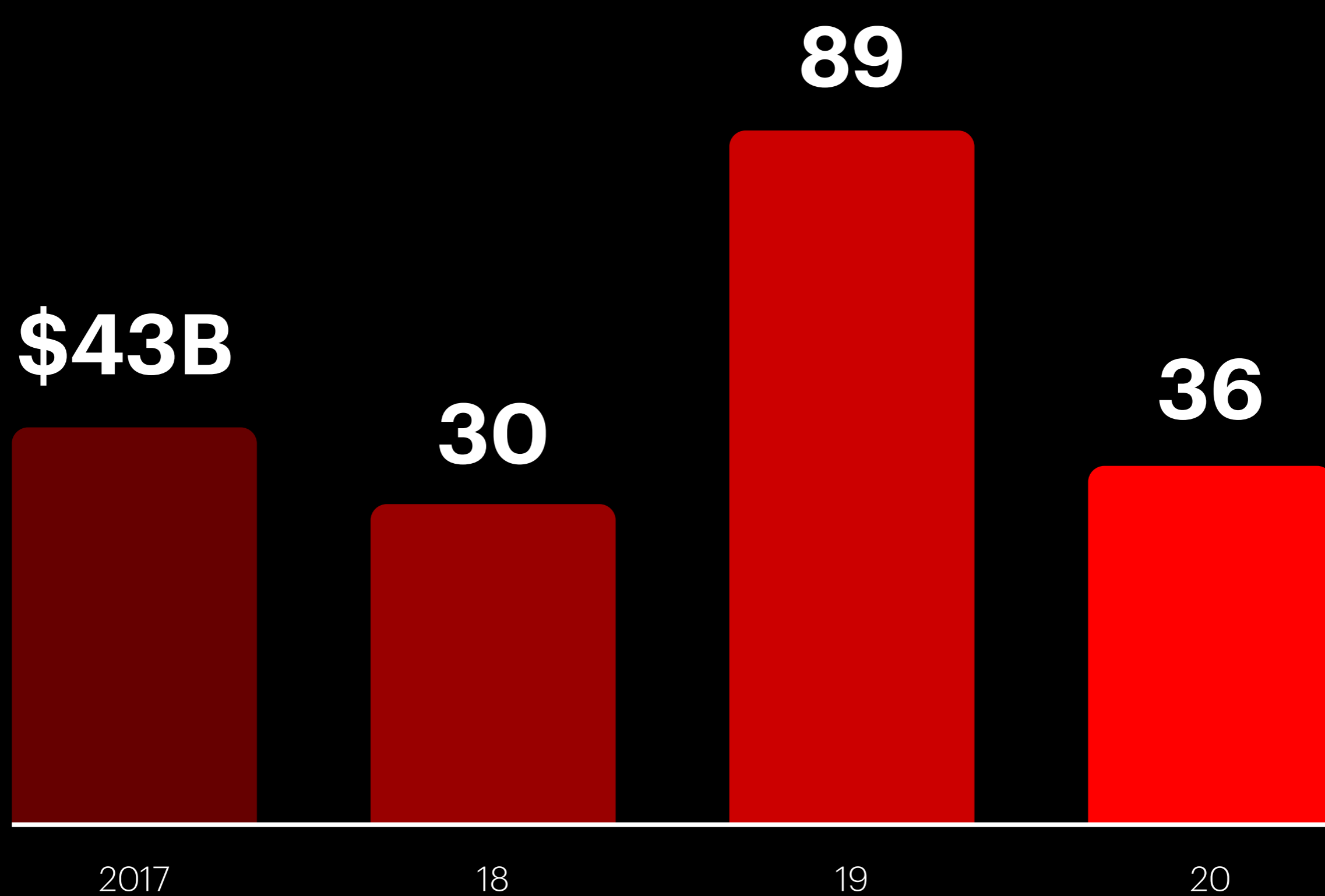
Global Payments/TSYS  
FIS/Worldpay  
Fiserv/First Data

**2020** was comparable to prior years in M&A activity despite the pandemic

### Megadeals

Nexi/Nets  
Worldline/Ingenico  
Nexi/SIA  
Mastercard/Nets' account-to-account business

Aggregate deal value (in billions of US dollars)



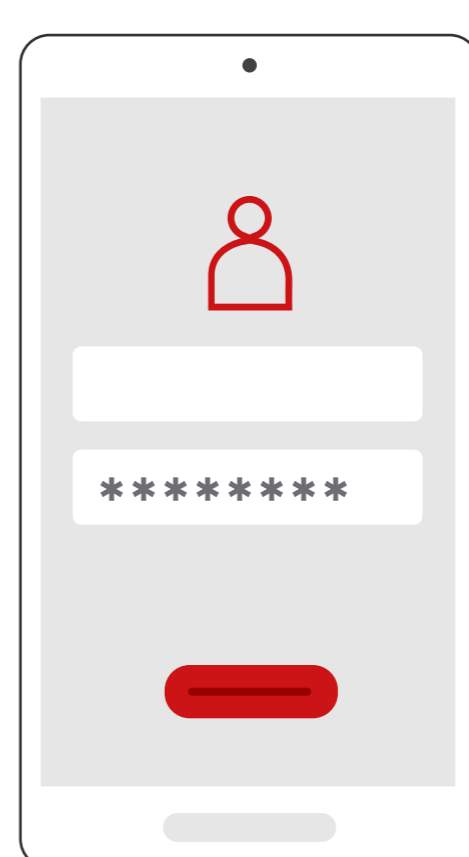
## Diversification and consolidation

Large players use scope deals to move into the following adjacent services (among a wide range of others)

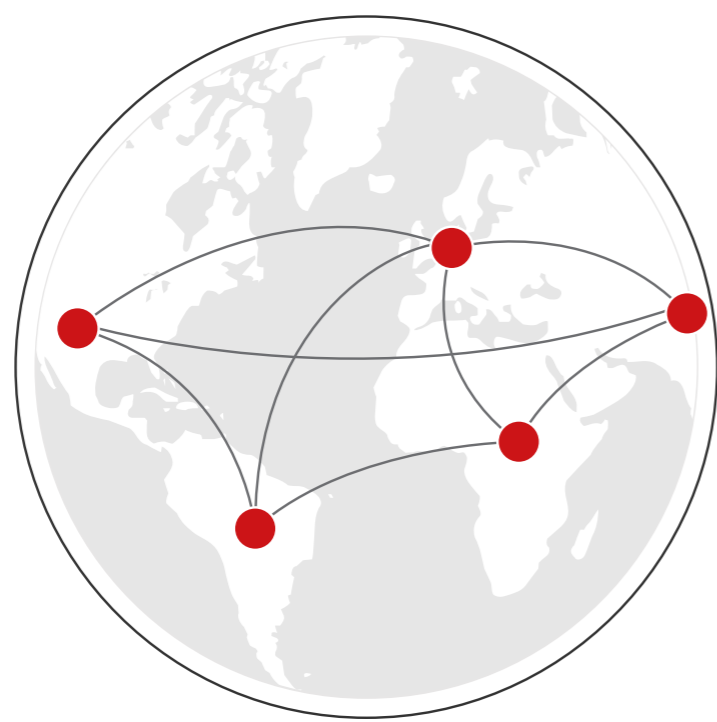
Security



Open banking



Cross-border business to business



Alternative rail payments



This will spur further consolidation as smaller players find it even harder to compete