EMBRACER⁺ GROUP

Embracer Group acquires DIGIC Pictures

21 December 2021

Background

- DIGIC is an animation studio with a strong track record within commercial trailers and cinematics within best-selling game titles.

- DIGIC has made its mark worldwide with its multi-award-winning 3D animation for the video game industry, feature films and commercials.

- Best known for crafting all its work to an incredibly high-level of detail, with realistic characters and beautiful environments brought to life using world class lightning and rendering.

- **DIGIC was founded by Alex Sandor Rabb and late Hollywood legend Andrew G. Vajna**

Founded 2002, Budapest, Hungary 400 FTE's

Deal Terms

- Due to commercial reasons the specific transaction terms are not disclosed but include shares and long-term earnouts. The transaction will be accretive to adjusted earnings per share.

- Founder and CEO, Alexander Rabb, are committed to stay within the company. Post transaction business will remain as usual and there is no planned restructuring.

Financial contribution

- In the calendar year 2021, DIGIC will generate approximately net sales of SEK 240 million and operational EBIT of SEK 50 million. DIGIC is forecasted to contribute with operational EBIT SEK 60-70 million in 22/23 and SEK 70-80 million in 23/24

Acquisition rationale

- Onboarding a talented team to Saber interactive, with a strong track record within commercial trailers and cinematics within best selling game- titles.

- Adds growth to Saber's business unit and additional development capabilities ready to take on Saber projects going forward.

- Will be used for internal projects (Gearbox, Saber, THQ and Koch all have demand) and for continued external WFH projects)

- One of most experienced cinematics teams in the world with unique experience creating

EMBRACER⁺ GROUP

DIGIC

Will be part of the

SABER
INTERACTIVE

Operating group