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January 23, 2017

OpenText Buys Documentum

WATERLOO, Ontario, Jan. 23, 2017 /CNW/ -- OpenText™ (NASDAQ: OTEX, TSX: OTC), a global leader in Enterprise Information Management (EIM), today announced that it has completed the closing of the previously announced acquisition of Dell EMC's Enterprise Content Division, including Documentum.

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"Customers are rethinking their enterprise platforms to better compete in the age of digital. EIM is the key platform to enable that transformation, and our acquisition of Documentum and the Enterprise Content Division from DELL EMC significantly strengthens our market leading position," said OpenText CEO & CTO Mark J. Barrenechea. "We are pleased to welcome 5,000 marquee customers, 2,000 employees and over 300 partners to OpenText. Customers are responding very well to our Release 16 and this acquisition extends our leadership in content services, information archives, key verticals, and the Cloud."

Financing Details

The purchase price for the acquisition was U.S. \$1.62 billion. The sources of funds used were approximately U.S. \$650 million of cash on hand, U.S. \$585 million net proceeds from an underwritten public offering of OpenText's common shares, U.S. \$254 million net proceeds from a reopening of OpenText's 5.875% senior notes with the remaining funds drawn under OpenText's existing revolving credit facility.

Following the public offering of common shares in December 2016 in connection with the acquisition, OpenText had 131,500,448 common shares outstanding as at December 31, 2016, which does not yet reflect the 2-for-1 share split previously announced. OpenText's common shares are anticipated to commence trading on a post-split basis on Wednesday, January 25, 2017.

A market and financial update will be provided during the OpenText second quarter fiscal year 2017 financial results call on February 2, 2017.

About OpenText OpenText is the largest independent software provider of Enterprise Information Management (EIM). For more information please visit www.opentext.com.

Cautionary Statement Regarding Forward-Looking Statements Certain statements in this press release may contain words considered forward-looking statements or information under applicable securities laws. These statements are based on OpenText's current expectations, estimates, forecasts and projections and are subject to important assumptions, risks and uncertainties that are difficult to predict, and the actual outcome may be materially different. For additional information with respect to risks and other factors, which could occur, see OpenText's Annual Report on Form 10-K, Quarterly Reports on Form 10-Q and other securities filings with the SEC and other securities regulators. Unless otherwise required by applicable securities laws, OpenText disclaims any intention or obligations to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

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Notes: (1) All dollar amounts in this press release are in US dollars unless otherwise indicated.

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