



May 31, 2016

Carbonite Closes Acquisition of EVault Europe from Seagate Technology

Company Will Continue to Invest in Successful Channel-led Strategy with MSPs and Resellers throughout the Region

(Boston, MA) – May 31, 2016 – Carbonite, Inc. (Nasdaq:CARB), a leading provider of cloud backup and restore solutions for small and mid-sized businesses (SMBs), today announced that it has completed the acquisition of the European cloud-based business continuity and disaster recovery assets of EVault, a division of Seagate Technology (NASDAQ:STX). Under its management, Carbonite will continue to invest in EVault's successful channel-led strategy throughout the region.

"According to industry analyst IDC, the worldwide data protection and recovery market is expected to grow to \$8.2 billion in actual spend by 2019, with the majority of the growth coming from cloud backup solutions, making this an ideal time to invest in cloud-based data protection," said Paul Mellinger, SVP of EVault. "EVault's channel-led strategy has proven to be highly successful throughout the region, and we plan to build on this strategy, working with resellers and managed service providers to bring EVault's cloud solutions to market."

Founded in 1997 and purchased by Seagate Technology in 2007, EVault is a leading provider of disaster recovery and business continuity solutions designed for SMBs and small enterprises. In contrast to vendors who provide exclusively on-premise software and appliances, EVault offers a full line of cloud-based appliances and cloud services such as failover, which enable customers to continue normal operations in the event that a physical server fails. EVault's cloud approach has many similarities to Carbonite's and is designed for larger customers with more complex IT environments. As a result, the acquisition enables Carbonite to expand its addressable market, which it estimates to be worth \$13 billion dollars in the U.S. and more than \$40 billion worldwide.

Cautionary Language Concerning Forward-Looking Statements

This press release contains "forward-looking statements" within the meaning of the Securities Act of 1933 and the Securities Exchange Act of 1934, as amended by the Private Securities Litigation Reform Act of 1995. These forward-looking statements represent the Company's views as of the date they were first made based on the current intent, belief or expectations, estimates, forecasts, assumptions and projections of the Company and members of our management team. Words such as "expect," "anticipate," "should," "believe," "hope," "target," "project," "goals," "estimate," "potential," "predict," "may," "will," "might," "could," "intend," variations of these terms or the negative of these terms and similar expressions are intended to identify these forward-looking statements. Those statements include, but are not limited to, statements regarding guidance on our future financial results and other projections or measures of future performance, (i) the Company's ability to complete the acquisition of the European Union assets of EVault; (ii) the expected future results of the acquisition of EVault, including revenues, non-GAAP EPS and growth rates; (iii) the Company's ability to successfully integrate EVault's business; and (iv) the Company's expectations regarding its future performance. Forward-looking statements are subject to a number of risks and uncertainties, many of which involve factors or circumstances that are beyond the Company's control. The Company's actual results could differ materially from those stated or implied in forward-looking statements due to a number of factors, including, but not limited to, the Company's ability to profitably attract new customers and retain existing customers, including the customers of EVault, the Company's dependence on the market for cloud backup services, the Company's ability to manage growth, and changes in economic or regulatory conditions or other trends affecting the Internet and the information technology industry. These and other important risk factors are discussed under the heading "Risk Factors" in our Annual Report on Form 10-K for the fiscal year ended December 31, 2014 filed with the Securities and Exchange Commission, which is available on www.sec.gov. Except as required by law, we do not undertake any obligation to update our forward-looking statements to reflect future events, new information or circumstances.

About Carbonite

Carbonite, Inc. (Nasdaq:CARB) provides cloud backup and recovery solutions to secure personal and business data. The Carbonite family of cloud backup software, together with the EVault disaster recovery portfolio, offer a full data protection suite for users that range from individuals to midsize businesses. Learn why more than 1.5 million customers trust Carbonite with their data by visiting carbonite.com.

Investor Relations Contact:

Emily Walt
Carbonite

617-927-1972
investor.relations@carbonite.com

Media Contacts:

Emily Held, PAN Communications (for Carbonite)
carbonite@pancomm.com
617-502-4300

Sarah King
Carbonite
617-421-5601
media@carbonite.com