

Information for shareholders regarding the proposed merger between Precise Biometrics and Fingerprint Cards

On 23 March 2026, Precise Biometrics and Fingerprint Cards announced that the boards of both companies had approved a joint merger plan to combine the two companies (“**the Merger**”) with the aim of creating a global leader in biometrics and identity.

The combined company will create significant added value through, among other things, the following strategic advantages:

- **Attractive market conditions and need for scale:** The market for biometric security and digital identity is growing as a result of an increasingly complex and uncertain global environment, rapid technological development, higher security requirements, and more sophisticated cyber and identity threats. This is driving increased complexity and higher demands on suppliers, favoring players with strong capabilities, scalability, and a more complete offering. At the same time, the market consists of numerous sub-scale businesses with limited commercial reach, creating conditions for consolidation. The merger represents a first step in building a stronger player with enhanced ability to meet these demands and drive consolidation.
- **Significant cost synergies will strengthen the financial profile:** The merger will generate significant cost synergies through the consolidation of administration, streamlined operations and optimized resource utilization, with identified synergies of at least SEK 45 million per year. A large part of these is expected to be realized already during the first year. The improved financial profile is expected to contribute to increased growth and double-digit EBITDA margin following the realization of the synergies.
- **A stronger and more complete offering:** The combined company brings together hardware, software and expertise in biometrics and identity into an integrated product portfolio, strengthening the offering across physical and digital security. The combined company is also well-positioned to strengthen relevance and loyalty among both customers and partners, as well as improve conversion and win-rates.
- **Greater commercial reach and growth opportunities:** With a combined sales organisation and offices in multiple regions, the combined company will be well positioned to meet the growing global demand. The combination will also enable upselling and cross-selling, increased share of customers wallet, and improved opportunities to reach new customer segments globally.
- **A foundation for further consolidation:** The merger represents a first step in a continued consolidation process, where the combined company may carry out selective acquisitions as part of portfolio consolidation as well as the expansion of its expertise and technology.

The merger in brief

- The merger means that Precise Biometrics will absorb Fingerprint Cards, which will consequently be dissolved, and form a single company.
- The boards of directors of Precise Biometrics and Fingerprint Cards respectively unanimously recommend that the shareholders of both companies vote in favour of approving the Merger at the extraordinary general meetings.
- Following the Merger, Precise Biometrics' shareholders are expected to hold approximately 53 per cent of the shares in the combined company, and Fingerprint Cards' shareholders approximately 47 per cent. To achieve this, an exchange ratio of nine (9) Precise shares for one (1) Fingerprint Cards share has been set, as a mechanical consequence of the differences in share price and the number of outstanding shares in the companies.
- Based on Precise Biometrics' closing price of SEK 2.0 on the last trading day prior to the announcement of the Merger, this corresponds to a valuation of Precise Biometrics of approximately SEK 156.9 million.
- Based on the closing price of SEK 16.0 for Fingerprint Cards' Class B shares on the last trading day prior to the announcement of the Merger, the merger consideration values Fingerprint Cards at approximately SEK 135.7 million, which includes a premium of approximately 12 per cent.
- The merger is subject, amongst other things, to approval by the shareholders at the respective extraordinary general meetings of Precise Biometrics and Fingerprint Cards on 30 April 2026.

Important dates*

April 30, 2026	Extraordinary general meetings at Precise Biometrics and Fingerprint Cards
July 15, 2026	The Swedish Companies Registration Office registers the merger

**The timetable is indicative.*

Further information

Further information about the Merger, including a section with frequently asked questions and answers, is available on the Precise Biometrics website via the following link:

<https://www.precisebiometrics.com/investors/merger2026/>