



## Molina Healthcare Announces Pricing of Offering of \$800 Million of Senior Notes Due 2028

May 28, 2020

LONG BEACH, Calif.--(BUSINESS WIRE)--May 28, 2020-- Molina Healthcare, Inc. (NYSE: MOH) (the "Company") today announced that it priced \$800 million aggregate principal amount of its senior notes due 2028 (the "Notes") to be sold in a private offering to "qualified institutional buyers" pursuant to Rule 144A under the Securities Act of 1933, as amended (the "Securities Act"), and to certain persons outside the United States in reliance on Regulation S under the Securities Act. The offering is expected to close on or about June 2, 2020 (such actual closing date, the "Settlement Date"), subject to the satisfaction of customary closing conditions.

The Notes will not be guaranteed by any of the Company's subsidiaries at the time of issuance. The Notes will bear interest at a rate of 4.375% per year. Interest will be payable semi-annually in arrears on June 15 and December 15 of each year, commencing December 15, 2020, and will accrue from the Settlement Date. The Notes will mature on June 15, 2028.

The Company estimates that after deducting fees and expenses payable by the Company, the net proceeds from the issuance and sale of the Notes will be approximately \$789 million (the "Net Proceeds"). The Company intends to use the Net Proceeds to fully repay indebtedness outstanding under its existing term loan facility (the "Term Loan Facility") and permanently reduce commitments in respect thereof. As of March 31, 2020, the Company had \$600 million outstanding under the Term Loan Facility. The Company may use a portion of the Net Proceeds to fund the pending Magellan Complete Care ("MCC") acquisition. If the Company determines not to use a portion of the Net Proceeds to fund the pending MCC acquisition, it intends to use the remaining Net Proceeds for general corporate purposes, which may include repayment of indebtedness, funding for acquisitions, capital expenditures, additions to working capital and capital contributions to the Company's health plan subsidiaries to meet statutory requirements in new or existing states.

The Notes have not been registered under the Securities Act or any state securities laws and may not be offered or sold within the United States or to, or for the benefit of, a U.S. person (as defined in Regulation S) except in transactions exempt from, or not subject to, the registration requirements of the Securities Act.

This press release shall not constitute an offer to sell or a solicitation of an offer to purchase the Notes and shall not constitute an offer, solicitation or sale in any state or jurisdiction where such offer, solicitation or sale is prohibited.

### About Molina Healthcare

Molina Healthcare, Inc., a FORTUNE 500 company, provides managed healthcare services under the Medicaid and Medicare programs and through the state insurance marketplaces. Through its locally operated health plans, Molina Healthcare served approximately 3.4 million members as of March 31, 2020. For more information about Molina Healthcare, please visit [molinahealthcare.com](https://molinahealthcare.com).

### Safe Harbor Statement under the Private Securities Litigation Reform Act of 1995

*This press release contains "forward-looking statements," including statements related to the Company's offering of the Notes and intended use of net proceeds of the offering, which are subject to risks and uncertainties, including, without limitation, risks related to whether the Company will consummate the offering of the Notes on the expected terms, or at all, market and other general economic conditions and whether the Company will be able to satisfy the conditions required to close any sale of the Notes. Additional information regarding the risk factors to which the Company is subject is provided in greater detail in its periodic reports and filings with the Securities and Exchange Commission, including its annual report on Form 10-K for the year ended December 31, 2019 and in its quarterly report on Form 10-Q for the quarter ended March 31, 2020. These reports can be accessed under the investor relations tab of the Company's website at [molinahealthcare.com](https://molinahealthcare.com) or on the SEC's website at [sec.gov](https://sec.gov). Given these risks and uncertainties, the Company can give no assurances that its forward-looking statements will prove to be accurate, or that any other results or events projected or contemplated by its forward-looking statements will in fact occur, and it cautions investors not to place undue reliance on these statements. All forward-looking statements in this release represent the Company's judgment as of the date hereof, and, except as otherwise required by law, the Company disclaims any obligation to update any forward-looking statements to conform the statement to actual results or changes in its expectations.*

View source version on [businesswire.com](https://www.businesswire.com/news/home/20200528005829/en/): <https://www.businesswire.com/news/home/20200528005829/en/>

**Investor Contact:** Julie Trudell, [Julie.Trudell@molinahealthcare.com](mailto:Julie.Trudell@molinahealthcare.com), 562-912-6720

**Media Contact:** Caroline Zubieta, [Caroline.Zubieta@molinahealthcare.com](mailto:Caroline.Zubieta@molinahealthcare.com), 562-951-1588

Source: Molina Healthcare, Inc.