

REPORTABLE EVENT NOTICE

UPMC AND PINNACLE HEALTH SYSTEM INTEGRATION AND AFFILIATION AGREEMENT

UPMC d/b/a University of Pittsburgh Medical Center (“UPMC”) and Pinnacle Health System (“PHS”) entered into an integration and affiliation agreement dated as of July 28, 2017 (the “Affiliation”) pursuant to which, among other things, UPMC will become the sole corporate member of PHS, PHS will designate a director to the UPMC board of directors and a director to the boards of certain UPMC insurance company subsidiary entities, UPMC will appoint one third of the board of directors of PHS, certain specified powers of PHS will be reserved to UPMC as the sole corporate member, and PHS will be renamed UPMC Pinnacle. The objective of the Affiliation is to strategically align and integrate the operations of PHS and its subsidiaries and affiliates (collectively, “Pinnacle”) into the UPMC system in order to promote the mutual purposes of the Pinnacle and UPMC organizations and to more effectively and efficiently fulfill the healthcare needs of the communities served by the systems. Both parties currently expect an effective date of the Affiliation on or about September 1, 2017, contingent on meeting all closing conditions and obtaining all necessary regulatory approvals. No assurances can be given as to when the regulatory approvals will be obtained or what the conditions of any such approvals will be at this time.

This Notice is delivered by UPMC pursuant to applicable continuing disclosure obligations of UPMC in connection with the various bonds as to which it is an obligated person. Under the terms of the disclosure obligations, UPMC is obligated to deliver notice of the entry into a definitive agreement to consummate a merger or similar transaction within 10 Business Days (as defined in the Disclosure Agreement) after the occurrence of the event, if material.

August 11, 2017