

-Fill in this information to identify the case:

Debtor Name ModivCare Inc., et al.
 United States Bankruptcy Court for the Southern District of Texas
 (State)
 Case number: 25-90309

Official Form 426

Periodic Report Regarding Value, Operations, and Profitability of Entities in Which the Debtor's Estate Holds a Substantial or Controlling Interest

12/17

This is the *Periodic Report* as of 6/30/25 on the value, operations, and profitability of those entities in which a Debtor holds, or two or more Debtors collectively hold, a substantial or controlling interest (a "Controlled Non-Debtor Entity"), as required by Bankruptcy Rule 2015.3. For purposes of this form, "Debtor" shall include the estate of such Debtor.

ModivCare, Inc., et al holds a substantial or controlling interest in the following entities:

Name of Controlled Non-Debtor Entity	Interest of the Debtor	Tab #
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See Exhibit B

This *Periodic Report* contains separate reports (*Entity Reports*) on the value, operations, and profitability of each Controlled Non-Debtor Entity.

Each *Entity Report* consists of five exhibits.

Exhibit A contains the most recently available: balance sheet, statement of income (loss), statement of cash flows, and a statement of changes in shareholders' or partners' equity (deficit) for the period covered by the Entity Report, along with summarized footnotes.

Exhibit B describes the Controlled Non-Debtor Entity's business operations.

Exhibit C describes claims between the Controlled Non-Debtor Entity and any other Controlled Non-Debtor Entity.

Exhibit D describes how federal, state or local taxes, and any tax attributes, refunds, or other benefits, have been allocated between or among the Controlled Non-Debtor Entity and any Debtor or any other Controlled Non-Debtor Entity and includes a copy of each tax sharing or tax allocation agreement to which the Controlled Non-Debtor Entity is a party with any other Controlled Non-Debtor Entity.

Exhibit E describes any payment, by the Controlled Non-Debtor Entity, of any claims, administrative expenses or professional fees that have been or could be asserted against any Debtor, or the incurrence of any obligation to make such payments, together with the reason for the entity's payment thereof or incurrence of any obligation with respect thereto.

This *Periodic Report* must be signed by a representative of the trustee or debtor in possession.



Debtor Name ModivCare Inc., et al.Case number 25-90309

The undersigned, having reviewed the *Entity Reports* for each Controlled Non-Debtor Entity, and being familiar with the Debtor's financial affairs, verifies under the penalty of perjury that to the best of his or her knowledge, (i) this *Periodic Report* and the attached *Entity Reports* are complete, accurate, and truthful to the best of his or her knowledge, and (ii) the Debtor did not cause the creation of any entity with actual deliberate intent to evade the requirements of Bankruptcy Rule 2015.3

For non-individual Debtors:

☒ /s/ Chad J. Shandler
Signature of Authorized Individual

Chad J. Shandler
Printed name of Authorized Individual

Date 09 / 17 / 2025
MM / DD / YYYY

For individual Debtors:

☒ _____
Signature of Debtor 1

Printed name of Debtor 1

Date _____
MM / DD / YYYY

☒ _____
Signature of Authorized Individual

Printed name of Authorized Individual

Date _____
MM / DD / YYYY

Debtor Name ModivCare Inc., et al.Case number 25-90309**Form 426 - General Notes**

Pursuant to Rule 2015.3 of the Federal Rules of Bankruptcy Procedure (the "Bankruptcy Rules"), ModivCare Inc. ("ModivCare") and its affiliated debtors (collectively, the "Debtors") in the above captioned chapter 11 cases (collectively, the "Chapter 11 Cases") submit this report (this "Periodic Report") on the value, operations, and profitability, as of June 30, 2025, except as otherwise noted, of certain non-Debtor entities in which one or more Debtors hold a substantial or controlling interest. This Periodic Report has been prepared solely for the purpose of complying with the Federal Rules of Bankruptcy Procedure. This Periodic Report includes those non-Debtor entities which are directly owned by the Debtors and also includes consolidated financial information for certain entities in which the Debtors hold a substantial or controlling interest. This Periodic Report does not include financial information for certain non-debtor entities that are either inactive or are not a consolidated entity of the Debtors.

Description of the Chapter 11 Cases

On August 20, 2025 (the "Petition Date"), the Debtors each commenced with this Court a voluntary case under chapter 11 of title 11 of the United States Code (the "Bankruptcy Code"). The Debtors are authorized to continue to operate their business and manage their properties as debtors in possession pursuant to sections 1107(a) and 1108 of the Bankruptcy Code. The Chapter 11 Cases are being jointly administered for procedural purposes only pursuant to Rule 1015(b) of the Bankruptcy Rules and Rule 1015-1 of the Bankruptcy Local Rules for the United States Bankruptcy Court for the Southern District of Texas. On September 5, 2025, the United States Trustee appointed an official committee of unsecured creditors. Additional information about the Chapter 11 Cases, including, among other things, copies of documents filed in the Chapter 11 Cases and other information regarding key dates and deadlines is available, free of charge, on the Debtors' restructuring website: <https://www.veritaglobal.net/modivcare>.

Basis of Presentation

In accordance with Bankruptcy Rule 2015.3, and except as otherwise provided herein, the financial statements and supplemental information contained herein are set forth as of June 30, 2025, except as otherwise noted, for the legal entities owned by, or in which the Debtors have a substantial or controlling interest, on the Petition Date. The condensed financial statements contained herein are unaudited, have not been prepared in accordance with U.S. generally accepted accounting principles ("GAAP") or any other recognized financial reporting framework and are not intended to reconcile to any financial statements otherwise prepared or distributed by the Debtors or non-Debtors.

The financial statements contained herein are presented per ModivCare's books and records without, among other things, all adjustments or reclassifications that may be necessary or typical with respect to consolidating financial statements or in accordance with GAAP. Because the Debtors' accounting systems, policies, and practices were developed to produce consolidated financial statements, rather than financial statements by legal entity, it is possible that not all assets, liabilities, income, or expenses have been recorded for the correct legal entity. Accordingly, the Debtors and non-Debtors reserve all rights to supplement or amend any financial statements contained in this Periodic Report.

The Debtors are filing this Official Form 426 report ("Form 426") solely for the purposes of complying with the requirements of, among other things, Bankruptcy Rule 2015.3 as it pertains to non-Debtor entities in connection with the Chapter 11 Cases. Form 426 should not be relied on by any persons for information relating to current or future financial condition, events, or performance of any of the non-Debtors or their affiliates, as the results of operations contained herein are not necessarily indicative of results that may be expected from any other period or for the full year, and may not necessarily reflect the combined results of operations, financial position, and schedule of receipts and disbursements in the future. There can be no assurance that such information is complete, and Form 426 may be subject to material revisions. The following notes, statements, and limitations should be referred to, and referenced in connection with, any review of Form 426.

This Periodic Report is limited in scope, covers a limited time period, and has been prepared solely for the purposes of complying with the reporting requirements of the Bankruptcy Rules, the Bankruptcy Code, and any related or similar reporting requirements or guidelines set forth by the United States Trustee. Given, among other things, the uncertainty surrounding the collection and ownership of certain assets and the valuation and nature of certain liabilities, to the extent that a non-Debtor entity shows more assets than liabilities, this is not, nor should it be construed as, an admission that such non-Debtor entity was solvent as of the Petition Date or at any time prior to the Petition Date, including, without limitation, the date as of, or for the period of any, financial statements or other information included in this Periodic Report. Likewise, to the extent that a non-Debtor entity shows more liabilities than assets, this is not, nor should it be construed as, an admission that the non-Debtor entity was insolvent as of the Petition Date or any time prior to the Petition Date, including, without limitation, the date as of, or for the period of, any financial statements or other information included in this Periodic Report.

The unaudited, condensed financial information presented in the Periodic Report has been derived from the books and records of ModivCare. This information, however, has not been subjected to procedures that would typically be applied to financial information presented in accordance with GAAP or any other recognized financial reporting framework, and upon application of such procedures, the Debtors and non-Debtor entities believe that the financial information could be subject to changes, and such changes could be material.

The information set forth in this Periodic Report includes, among other things, normal recurring adjustments, but does not include all adjustments, footnotes and other financial presentations that would typically be made in accordance with GAAP or any other recognized financial reporting framework, and the information set forth in this Periodic Report may not comply with GAAP in any or all material respects. The preparation of the unaudited, condensed financial information presented in the Periodic Report requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the date of presentation, as well as the reported amount of revenues and expenses during the reporting period. Actual amounts and results could differ materially from those estimates and/or the information set forth in this Periodic Report.

Debtor Name ModivCare Inc., et al.Case number 25-90309

The results of operations contained herein should not be construed as indicative of results that are expected from any other period or for the full year and may not necessarily reflect the combined results of operations, financial position and cash flows of the non-Debtors in the future.

Intercompany transactions between the Debtors and non-Debtors have not been eliminated in the financial statements contained herein and are reflected as they are stated in the Debtors' books and records.

Although the Debtors have undertaken commercially reasonable efforts to prepare this Periodic Report, there can be no assurance that the financial information presented herein is complete, and such information may be incomplete in material respects. This Periodic Report was not prepared for the purpose of providing the basis for an investment decision relating to any of the securities of the Debtors or any non-Debtor affiliate.

There can be no assurance that, from the perspective of an investor or potential investor in the Debtors' or any non-Debtor affiliate's securities, this Periodic Report is complete. Likewise, no assurance can be given as to the value, if any, that may be ascribed to the interests identified in this Periodic Report, and such financial information should not be viewed as indicative of future results.

For the reasons set forth above, the Debtors caution readers to take careful note of the various caveats and disclaimers set forth herein and to not rely on the information contained in this Periodic Report.

Reservation of Rights

Nothing contained in this Periodic Report shall constitute, nor shall it be construed as, a waiver or admission by the Debtors in any respect, nor shall this Periodic Report or any information set forth herein waive or release, nor shall it be construed as waiving or releasing, any of the Debtors' rights, claims, or defenses, and shall not constitute, nor be construed as constituting, an admission with respect to the Chapter 11 Cases, or their estates, including with respect to, among other things, matters involving objections to claims, substantive consolidation, equitable subordination, defenses, characterization or re-characterization of contracts, assumption or rejection of contracts under the provisions of the Bankruptcy Code, including without limitation, chapter 3 of the Bankruptcy Code, and/or causes of action under the Bankruptcy Code, including, without limitation, causes of action under the provisions of chapter 5 of the Bankruptcy Code or any other relevant, applicable laws to recover assets or avoid transfers.

The Debtors are reviewing the assets and liabilities of their affiliates on an ongoing basis, including without limitation with respect to intercompany claims and obligations, and nothing contained in this Periodic Report shall constitute a waiver of any of the Debtors' or their affiliates' rights with respect to such assets, liabilities, claims and obligations that may exist.

Statements of Cash Flows and Changes in Shareholder's Equity

The Debtors prepare their Statements of Cash Flows and Statement of Changes in Shareholder's Equity solely on a consolidated basis; preparation of such statements on a stand-alone basis for each of the Non-Debtor Affiliates would require undue hardship. Accordingly, Statements of Cash Flows and Statement of Changes in Shareholder's Equity for the Non-Debtor Affiliates have been omitted from this Periodic Report.

¹ To that end, in certain instances, current market valuations are neither maintained by, nor readily available to, the Debtors with respect to the entities listed on this Periodic Report. Accordingly, unless otherwise indicated, this Periodic Report reflects net book values. Market values may vary materially from net book values. The Debtors believe that it would be an inefficient use of estate assets for the Debtors to obtain the current market valuations of each of the entities listed in this Periodic Report.

Debtor Name ModivCare Inc., et al.Case number 25-90309**Exhibit A-1: Balance Sheet for Non-Debtors as of December 31, 2024 and June 30, 2025**

The following Balance Sheets are displayed as they appear within the accounting systems, with balances as of December 31, 2024 and June 30, 2025.

(\$ in thousands)	MODIVCARE Higi SH Canada ULC		MODIVCARE LABS PRIVATE LIMITED	
	Dec-24	Dec-24	Jun-25	Jun-25
	Actual	Actual	Actual	Actual
Assets				
Cash and Cash Equivalents	\$ 509	\$ 916	\$ 920	\$ 1,161
Accounts receivable	1,438	280	1,441	311
Prepaid expenses and other current assets	-	344	-	334
Total Current Assets	\$ 1,947	\$ 1,540	\$ 2,361	\$ 1,805
Property and equipment, net	-	1,012	-	843
Operating lease right of use assets	-	628	-	489
Other Long Term Assets	-	102	-	103
Other Long-Term Assets	\$ -	\$ 1,742	\$ -	\$ 1,434
Total Assets	1,947	3,282	2,361	3,240
Liabilities & Equity				
Account Payable	1,447	438	1,525	168
Accrued expenses and other current liabilities	201	141	232	339
Current portion of operating lease liabilities	-	314	-	330
Total Current Liabilities	\$ 1,648	\$ 893	\$ 1,757	\$ 837
Operating lease liabilities, less current portion	-	409	-	238
Other long term liabilities	-	130	-	100
Total Long Term Liabilities	\$ -	\$ 539	\$ -	\$ 338
Additional paid in capital	(29)	663	18	650
Retained earnings	328	1,188	587	1,415
Total Equity	\$ 299	\$ 1,850	\$ 605	\$ 2,065
Total Liabilities & Equity	1,947	3,282	2,361	3,240

Debtor Name ModivCare Inc., et al.Case number 25-90309**Exhibit A-2: Statement of Income (Loss) for Non-Debtors for period ending December 31, 2024 and June 30, 2025**

The following Statements of Income are displayed as they appear within the accounting systems.

(\$ in thousands)	Higi SH Canada ULC		MODIVCARE LABS PRIVATE LIMITED		Higi SH Canada ULC		MODIVCARE LABS PRIVATE LIMITED	
	FY 2024		FY 2024		YTD 6/30/25		YTD 6/30/25	
	Actual		Actual		Actual		Actual	
Total Revenue	\$	1,185	\$	3,688	\$	283	\$	2,034
General and administrative expense		(57)		(2,850)		(1)		(1,595)
Depreciation and Amortization		-		(345)		-		(168)
Total Operating Expenses	\$	(57)	\$	(3,195)	\$	(1)	\$	(1,763)
Operating Income	\$	1,129	\$	492	\$	282	\$	271
Interest expense (Income), net		4		-		1		-
Income (loss) from continuing operations before taxes	\$	1,133	\$	492	\$	283	\$	271
(Provision) benefit for income taxes		(233)		(67)		(24)		(44)
Income (loss) from continuing operations, net of taxes	\$	901	\$	425	\$	259	\$	227

Debtor Name ModivCare Inc., et al.Case number 25-90309**Exhibit B: Description of Operations for Non-Debtors**

Non-Debtor Entity	Description of Business	Interest of the Estate	Entity Owning Direct Interest
Higi SH Canada ULC	Canadian entity to repatriate CAD funds	100%	Higi SH LLC
MODIVCARE LABS PRIVATE LIMITED	Development and Technology team based in India	100%	Modivcare Solutions, LLC (99%); Modivcare Inc. (1%)
Ingeus Investments Limited	Dormant holding entity	Not applicable	Modivcare Inc.
Ingeus, LLC	Dormant non-operating entity	Not applicable	Ingeus Investments Limited
Prometheus Holdco, LLC	Inactive holding entity created to hold minority piece of Mercury Parent LLC	100%	Modivcare Inc.
NEMT Insurance DE LLC, Series 1	Non-consolidated captive reinsurance entity	70%	Modivcare Inc.
Mercury Parent, LLC	Non-consolidated entity providing healthcare services for at risk individuals	44%	Prometheus Holdco, LLC

Debtor Name ModivCare Inc., et al. Case number 25-90309

Exhibit C: Description of Intercompany Claims

Not applicable.

Debtor Name ModivCare Inc., et al. Case number 25-90309

Exhibit D: Allocation of Tax Liabilities and Assets

Not applicable.

Debtor Name ModivCare Inc., et al. Case number 25-90309

Exhibit E: Description of Controlled Non-Debtor Entity's payments of Administrative Expenses, or Professional Fees otherwise payable by a Debtor

Not applicable.