

3M Completes Acquisition of M*Modal's Technology Business

ST. PAUL, Minn.--([BUSINESS WIRE](#))--3M today announced that it has completed the acquisition of M*Modal's technology business for a total enterprise value of \$1 billion. M*Modal's technology business provides cloud-based, conversational Artificial Intelligence (AI)-powered systems that will expand the capabilities of 3M's Health Information Systems business.

M*Modal's technology business provides AI-powered systems that help physicians efficiently capture and improve the patient narrative so they can spend more time with their patients and provide higher quality of care. Annual revenue of M*Modal's technology business is estimated to be approximately \$200 million.

3M's Health Information Systems business works with more than 8,000 healthcare organizations worldwide, both providers and payers, to deliver software and services across the continuum of care. Its offerings combine clinical documentation systems and risk assessment methodologies to help accurately capture, analyze and advance patient information.

Adding M*Modal's technology business to 3M's Health Information Systems will enable physicians to improve the patient experience, while enhancing documentation accuracy and operational efficiency for both providers and payers.

The financial impact of this acquisition was reflected in the company's full-year 2019 guidance as the company discussed on its Jan. 29, 2019, earnings conference call.

Forward-Looking Statements

This news release contains forward-looking information about 3M's financial results and estimates and business prospects that involve substantial risks and uncertainties. You can identify these statements by the use of words such as "anticipate," "estimate," "expect," "aim," "project," "intend," "plan," "believe," "will," "should," "could," "target," "forecast" and other words and terms of similar meaning in connection with any discussion of future operating or financial performance or business plans or prospects. Among the factors that could cause actual results to differ materially are the following: (1) worldwide economic, political, and capital markets conditions and other factors beyond the Company's control, including natural and other disasters or climate change affecting the operations of the Company or its customers and suppliers; (2) the Company's credit ratings and its cost of capital; (3) competitive conditions and customer preferences; (4) foreign currency exchange rates and fluctuations in those rates; (5) the timing and market acceptance of new product offerings; (6) the availability and cost of purchased components, compounds, raw materials and energy (including oil and natural gas and their derivatives) due to shortages, increased demand or supply interruptions (including those caused by natural and other disasters and other events); (7) the impact of acquisitions, strategic alliances, divestitures, and other unusual events resulting from portfolio management actions and other evolving business strategies, and possible organizational restructuring; (8) generating fewer productivity improvements than estimated; (9) unanticipated problems or delays with the phased implementation of a global enterprise resource planning (ERP) system, or security breaches and other disruptions to the Company's information technology infrastructure; (10) financial market risks that may affect the Company's funding obligations under defined benefit pension and postretirement plans; and (11) legal proceedings, including significant developments that could occur in the legal and regulatory proceedings described in the Company's Annual Report on Form 10-K for the year ended Dec. 31, 2017, and any subsequent quarterly reports on Form 10-Q (the "Reports"). Changes in such assumptions or factors could produce significantly different results. A further description of these factors is located in the Reports under "Cautionary Note Concerning Factors That May Affect Future Results" and "Risk

Factors" in Part I, Items 1 and 1A (Annual Report) and in Part I, Item 2 and Part II, Item 1A (Quarterly Reports). The information contained in this news release is as of the date indicated. The Company assumes no obligation to update any forward-looking statements contained in this news release as a result of new information or future events or developments.

About 3M

At 3M, we apply science in collaborative ways to improve lives daily. With \$33 billion in sales, our 93,000 employees connect with customers all around the world. Learn more about 3M's creative solutions to the world's problems at www.3M.com or on Twitter @3M or @3MNews.

3M Media Contact: Lori Anderson, 651-733-0831 Investor Contacts: Bruce Jermeland, 651-733-1807 Tony Riter, 651-733-1141

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