

UNITED STATES DISTRICT COURT FOR THE CENTRAL DISTRICT OF CALIFORNIA

If you bought NantHealth, Inc., common stock between June 1, 2016, and May 1, 2017, you could benefit from a class action settlement.

A federal court authorized this notice. This is not a solicitation from a lawyer.

- NantHealth, Inc., has agreed to pay \$16,500,000, to resolve a class action lawsuit on behalf of investors who bought NantHealth common stock between June 1, 2016, and May 1, 2017 (the Class Period).
- The settlement resolves a lawsuit over whether NantHealth misled investors by overstating the market demand for NantHealth’s genetic sequencing services in the company’s registration statement, IPO prospectus, and other public statements. The settlement avoids the costs and risks to you from continuing the lawsuit; pays money to investors like you; and releases NantHealth from liability.
- Court-appointed lawyers for investors will ask the Court for attorneys’ fees (up to \$4.125 million), cost reimbursements (up to \$375,000), and a compensatory award (up to \$25,000) to the Class Representative. If these requests are granted, and after settlement administration expenses are paid, an estimated \$11.725 million will remain to be paid to Class Members.
- NantHealth and the other Defendants are entering this settlement solely to eliminate the uncertainty, burden and expense of further protracted litigation. Defendants have denied and continue to deny all of the wrongful conduct alleged in this case.
- The two sides disagree on how much money could have been won if investors won at trial.
- Your legal rights are affected whether you act or don’t act. Read this notice carefully.

YOUR LEGAL RIGHTS AND OPTIONS IN THIS SETTLEMENT:	
SUBMIT A CLAIM FORM	The only way to get a payment.
EXCLUDE YOURSELF	Get no payment. This is the only option that allows you to ever be part of any other lawsuit against NantHealth and its executives about the legal claims in this case.
OBJECT	Write to the Court about why you don’t like the settlement.
GO TO A HEARING	Ask to speak in Court about the fairness of the settlement.
DO NOTHING	Get no payment. Give up rights.

- These rights and options—**and the deadlines to exercise them**—are explained in this notice.
- The Court in charge of this case still must decide whether to approve the settlement. Payments will be made if the Court approves the settlement and after appeals (if any) are resolved. Please be patient.

**QUESTIONS? CALL 1-844-975-1779 TOLL FREE, OR VISIT
WWW.NANTHEALTHSECURITIESLITIGATION.COM
PARA UNA NOTIFICACIÓN EN ESPAÑOL, LLAMAR O VISITAR NUESTRO WEBSITE**

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BASIC INFORMATION

1. Why did I get this notice package?

You or someone in your family may have purchased or otherwise acquired shares of NantHealth common stock between June 1, 2016, and May 1, 2017.

The Court has ordered this notice because you have a right to know about a proposed settlement (the Settlement) of a class action lawsuit (the Action) and about your options, before the Court decides whether to approve the Settlement. If the Court approves the Settlement and after objections and appeals (if any) are resolved, an administrator appointed by the Court will make the payments that the Settlement allows. You can be informed of the progress of the Settlement by calling the toll-free number or visiting the website listed at the bottom of this page.

This notice explains the Action, the Settlement, your legal rights, what benefits are available, who is eligible for them, and how to get them.

The Court in charge of the case is the United States District Court for the Central District of California, and the case is known as *Deora v. NantHealth, Inc.*, No. 2:17-cv-01825-TJH-MRW. The people who sued are called Plaintiffs, and the entities and individuals they sued, NantHealth, Inc., Patrick Soon-Shiong, Paul Holt, Michael S. Sitrick, Kirk K. Calhoun, Mark Burnett, Edward Miller and Michael Blaszyk, are called the Defendants.

2. What is this lawsuit about?

The lawsuit claims that NantHealth and some of its officers and directors misled investors by overstating the market demand for NantHealth's genetic sequencing services. The lawsuit also claimed that NantHealth made false statements or omitted material information from its financial statements and in other public statements. NantHealth and its officers and directors deny they did anything wrong.

3. Why is this a class action?

In a class action lawsuit, one or more persons or entities, called Class Representatives (in this case the Southeastern Pennsylvania Transportation Authority, or SEPTA, which is referred to below as Plaintiff or as the Class Representative), sue on behalf of people or entities who have similar claims. All these people and entities are a Class or Class Members. One court resolves the issues for all Class Members, except those who exclude themselves from the Class. U.S. District Judge Terry J. Hatter is in charge of this class action.

4. Why is there a Settlement?

The Court did not decide in favor of Plaintiff or Defendants. Plaintiff thinks it could have won \$2.41 per share if it won at trial (amounting to approximately \$40,935,148 in total for the Classes). That best-case scenario assumes Plaintiff would have defeated Defendants' appeal of class certification, survived Defendants' summary judgment motion, overcome Defendants' challenges to Plaintiff's experts and damages models, then won at trial and in any post-trial appeals—all of which is difficult, expensive, and would likely have taken several more years. Defendants dispute liability and believe that the Classes are entitled to no recovery. But even if the jury found in favor of the Classes on liability, Defendants believe that Plaintiff would be able to prove no or only minimal damages. Among the key issues about which Plaintiff and Defendants disagree are: (i) whether Defendants misrepresented or concealed information in violation of the securities laws; (ii) the extent (if any) that the alleged misrepresentations and omissions

influenced the trading prices of NantHealth common stock during the Class Period, and (iii) whether the alleged misrepresentations and omissions, even if proven, caused any harm to investors.

There was no trial. Instead, both sides agreed to a settlement. That way, they avoid the cost of a trial, and the Class Members will get compensation. The Class Representative and the attorneys think the Settlement is best for all Class Members.

WHO IS IN THE SETTLEMENT?

To see if you will get money or other benefits from this Settlement, you first have to decide if you are a Class Member.

5. How do I know if I am part of the Settlement?

Judge Hatter decided that everyone who fits either of the following descriptions is a Class Member:

All persons or entities who purchased or acquired NantHealth common stock in or traceable to NantHealth's June 1, 2016 Initial Public Offering (IPO);

All persons or entities who purchased any NantHealth common stock between June 1, 2016, and May 1, 2017.

6. Are there exceptions to being included?

Not included in the Classes are Defendants; the officers and directors of NantHealth; any entity in which Defendants have or had a controlling interest; members of Defendants' immediate families and the legal representatives, heirs, successors or assigns of any such excluded party; any judge presiding over this matter, his or her spouse, and all persons within the third degree of relationship to either of them and the spouse of such persons; and any Class Member that files a timely and proper Request for Exclusion from the Classes.

If one of your mutual funds owns shares of NantHealth stock, that alone does not make you a Class Member. You are a Class Member only if you purchased shares of NantHealth stock individually. Contact your broker to see if you have or held NantHealth stock.

7. I am still not sure if I'm included.

If you are still not sure whether you are included, you can ask for free help. You can visit the website at **www.NantHealthSecuritiesLitigation.com** or call 1-844-975-1779 for more information. Or you can fill out and return the Claim Form described below on page 5, to see if you qualify.

This notice summarizes the proposed Settlement. For the precise terms and conditions of the Settlement, please see the settlement agreement (Stipulation of Settlement) available at **www.NantHealthSecuritiesLitigation.com**, by contacting Class Counsel at www.ClassLawGroup.com, or by accessing the Court docket in this case, for a fee, through the Court's Public Access to Court Electronic Records (PACER) system at <https://ecf.cand.uscourts.gov>.

SETTLEMENT BENEFITS – WHAT YOU GET

8. What does the Settlement provide?

In exchange for the Settlement and dismissal of the Action, Defendants have agreed to pay \$16,500,000, or \$0.97 average per allegedly damaged share, to be distributed, less Court-approved fees and expenses, to all Class Members who send in a valid claim form and are entitled to a distribution from the Settlement fund (Authorized Claimants).

9. How much will my payment be?

If you are an Authorized Claimant entitled to a payment, your share of the fund will depend on the number of valid claim forms that Class Members send in, how many shares of NantHealth stock you bought, and when you bought and sold those shares.

You can calculate what is called your Net Recognized Loss by following the instructions below in the Plan of Allocation, which shows how the Settlement, less Court-approved fees and expenses (which equals the Net Settlement Fund), will be distributed. It is unlikely that you will get a payment for all of your Net Recognized Loss. After all Class Members have sent in their Proof of Claim forms, the payment you get will be a part of the Net Settlement Fund equal to your Recognized Claim divided by the total of everyone's Recognized Claims, with certain adjustments made for different types of claims. All of the \$11.725 million available will be distributed. See the Plan of Allocation on pages 10-14 for more information.

If every eligible Class Member sends in a valid claim form, the average payment will be \$0.69 per share. The number of claimants who send in claims varies widely from case to case. If less than 100% of Class Members send in a claim form, you could get more money.

HOW YOU GET A PAYMENT—SUBMITTING A CLAIM FORM

10. How can I get a payment?

To collect payment from the Settlement, you must send in a Claim Form or submit it online by **May 22, 2020**. You can get a Claim Form at www.NantHealthSecuritiesLitigation.com, or by calling 1-844-975-1779. Follow all of the instructions on the Claim Form.

The Claim Form must be completed by the actual beneficial purchaser(s) or acquirer(s) of the NantHealth common stock upon which the claim is based, or by their legal representative(s). Each separate legal entity must complete its own Claim Form, and all joint purchasers (e.g., executors, administrators, guardians, conservators and trustees) must sign it. The beneficial owner's Social Security (or taxpayer identification) number and telephone number may be used in verifying the claim.

You can submit your claim electronically at www.NantHealthSecuritiesLitigation.com or by mail to the address listed on the Claim Form. Please keep a copy of your completed Claim Form and all documentation you submit for your own records.

11. When would I get my payment?

The Hon. Terry J. Hatter, U.S. District Court Judge, will hold a Fairness Hearing on **June 15, 2020 at 10:00 a.m.**, in Courtroom 9B at the U.S. District Court for the Central District of California, located at 350 W. 1st Street, 9th Floor, Los Angeles, California, 90012, to decide whether to approve the Settlement. (The hearing may be rescheduled without further notice. To obtain updated scheduling information, see the

Settlement website, at www.NantHealthSecuritiesLitigation.com.) If the Court approves the Settlement, there may be appeals afterwards. It is always uncertain whether any appeals will be filed, and, if so, whether these appeals can be resolved, and resolving them can take time, perhaps more than a year. Please be patient.

12. What am I giving up to get the payments, or to stay in the Classes?

Unless you exclude yourself, you are staying in the Classes, and that means that you can't sue, continue to sue, or be part of any other lawsuit against NantHealth or the other entities and individuals released by the Settlement (listed in Section I.AA of the Stipulation of Settlement, which you can view at www.NantHealthSecuritiesLitigation.com) about the legal issues in this case. It also means that all of the Court's orders will apply to you and legally bind you. If you sign the Claim Form and receive payment, you will agree to a "Release of Claims," described on the Claim Form, which describes exactly the legal claims that you give up if you get settlement benefits.

The Released Claims, which you will be giving up if you stay in the Classes, are defined as follows:

All claims, rights, demands, obligations, damages, actions or causes of action, or liabilities whatsoever, of every nature and description, whether known or unknown (including Unknown Claims, as defined in the Stipulation of Settlement), whether arising under federal, state, common or foreign law or regulation, whether class or individual in nature, whether fixed or contingent, accrued or unaccrued, liquidated or unliquidated, at law or in equity, matured or unmatured, whether concealed or hidden, suspected or unsuspected, which now exist or heretofore have existed, (i) that were, could have been, or could in the future be asserted in any complaint based on the facts alleged in the operative complaint in this Action, or (ii) that arise out of, are based on, or relate in any way to the acts, facts, statements, or omissions alleged in the operative complaint in this Action, and that were, could have been, or could in the future be asserted in any forum, case, or action, including, without limitation, all claims that arise out of, are based on, or relate in any way to the purchase, other acquisition, holding, sale, or other disposition of NantHealth, Inc. securities by the Classes or Class Members.

If you have any questions about the scope of the legal claims you give up by staying in the Classes, you may view Section I.BB of the Stipulation of Settlement (available at www.NantHealthSecuritiesLitigation.com) or you contact the lawyers representing the Classes:

<p>David Stein GIBBS LAW GROUP LLP 505 14th Street, Suite 1110, Oakland, California 94612 Telephone: (510) 350-9700 Facsimile: (510) 350-9701 ds@classlawgroup.com www.ClassLawGroup.com</p>	<p>John Kehoe KEHOE LAW FIRM PC Two Penn Center Plaza 1500 JFK Boulevard, Suite 1020 Philadelphia, PA 19102 Telephone: (215) 792-6676 jkehoe@kehoelawfirm.com www.KehoeLawFirm.com</p>
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EXCLUDING YOURSELF FROM THE SETTLEMENT

If you don't want a payment from this Settlement, but you want to keep the right to sue or continue to sue NantHealth and the other Defendants, on your own, about the legal issues in this case, then you must take steps to get out of the Settlement. This is called excluding yourself—or is sometimes referred to as opting out of the settlement class.

13. How do I get out of the Settlement?

To exclude yourself from the Settlement, you must send a letter by mail saying that you want to be excluded from *Deora v. NantHealth, Inc.*, No. 2:17-cv-01825-TJH-MRW. Be sure to include your name, address, telephone number, the date(s), price(s), and number(s) of shares of NantHealth common stock you purchased or acquired, a statement that you desire to be excluded from the Settlement and the Classes, and your signature. You must mail your exclusion request **no later than May 22, 2020** to:

NantHealth, Inc., Securities Litigation
Exclusions
c/o JND Legal Administration
P.O. Box 91125
Seattle, WA 98111

You can't exclude yourself on the phone or by e-mail. If you ask to be excluded, you will not get any settlement payment, and you cannot object to the Settlement. You will not be legally bound by anything that happens in this lawsuit. You may be able to sue (or continue to sue) NantHealth or the other Defendants in the future.

14. If I don't exclude myself, can I sue NantHealth for the same thing later?

No. Unless you exclude yourself, you give up the right to sue NantHealth or the other entities and individuals released by the Settlement for the claims that this Settlement resolves. If you have a pending lawsuit, speak to your lawyer in that lawsuit immediately. You must exclude yourself from the Classes in *this* case to continue your own lawsuit. Remember, the exclusion deadline is **May 22, 2020**.

15. If I exclude myself, can I get money or other benefits from this Settlement?

No. If you exclude yourself, do not send in a Claim Form to ask for any reimbursement. But, you may sue, continue to sue, or be part of a different lawsuit against NantHealth.

THE LAWYERS REPRESENTING YOU

16. Do I have a lawyer in this case?

The Court asked Eric H. Gibbs and David Stein of the law firm Gibbs Law Group LLP and John A. Kehoe of the Kehoe Law Firm PC to represent you and other Class Members. Together, the lawyers are called Class Counsel. You will not be charged for these lawyers. If you want to be represented by your own lawyer, you may hire one at your own expense.

17. How will the lawyers be paid?

Class Counsel have prosecuted this case on a contingency basis for over two years. That means Class Counsel have not been compensated for litigating this case on behalf of the Classes and have advanced all litigation expenses.

Class Counsel will ask the Court for attorneys' fees of up to 25% of the Settlement Fund (\$4,125,000); reimbursement of the approximately \$375,000 in litigation expenses they have advanced on behalf of the Classes; and a payment of up to \$25,000 for the Class Representative, plus interest on those fees and expenses at the same rate as earned by the Settlement Fund. The Court may award less than these amounts. These amounts, and the costs to administer the Settlement, will be paid out of the \$16.5 million fund that

Defendants agreed to pay in order to settle this Action (with the proposed fees and cost reimbursements together equal to about \$0.28 per share).

OBJECTING TO THE SETTLEMENT

You can tell the Court that you don't agree with the Settlement or some part of it.

18. How do I tell the Court that I like or dislike the Settlement?

If you are a Class Member, you can object to the Settlement if you don't like any part of it. You can give reasons why you think the Court should not approve it. The Court will consider your views.

To object, you must submit a letter **no later than May 22, 2020** to the addresses below. Your letter must include the following: (i) a statement that you are objecting to the settlement in this lawsuit, *Deora v. NantHealth, Inc.*, No. 2:17-cv-01825-TJH-MRW; (ii) your full name, current address, and current telephone number; (iii) the date(s), price(s), and number(s) of all shares of NantHealth, Inc., common stock you purchased or acquired; (iv) a statement of your objection, including all supporting factual and legal grounds for the position and copies of documents you wish to submit in support of your objection; (v) a statement of whether your objection applies only to you, to a subset of the Classes, or to one or both Classes in their entirety; and (vi) your signature and the date of the objection.

If you intend to appear, in person or by counsel, at the final approval hearing, you must so state in your objection. Any failure to do so, or otherwise comply with the requirements listed, may be treated as a waiver of your objections to the Settlement and can lead to you being barred from speaking or otherwise presenting any views at the final approval hearing.

Lawyers asserting objections on behalf of Class Members must: (a) file a notice of appearance with the Court by **May 22, 2020**; (b) file a sworn declaration attesting to his or her representation of each Class Member on whose behalf the objection is being filed or file (in camera) a copy of the contract between that lawyer and each such Class Member; and (c) comply with the procedures described in this notice.

You must send your objection and any supporting documentation **no later than May 22, 2020** to the Court, Class Counsel, and Defense Counsel at the following addresses:

Clerk of Court	Class Counsel	Defense Counsel
Clerk of Court United States District Court for the Central District of California Western Division 350 W. 1st Street Los Angeles, CA 90012	David Stein GIBBS LAW GROUP LLP 505 14th Street, Suite 1110, Oakland, California 94612	Boris Feldman WILSON SONSINI GOODRICH & ROSATI, PC 650 Page Mill Road Palo Alto, California 94304

19. What is the difference between objecting and excluding?

Objecting is simply telling the Court that you don't like something about the Settlement. You can object only if you stay in the Classes. Excluding yourself is telling the Court that you do not want to be part of the Classes and the Settlement. If you exclude yourself, you have no basis to object because the case no longer affects you.

THE COURT'S FAIRNESS HEARING

The Court will hold a hearing to decide whether to approve the Settlement. You may attend and you may ask to speak, subject to the requirements above, but you don't have to.

20. When and where will the Court decide whether to approve the Settlement?

The Court will hold a Fairness Hearing at **10:00 a.m. on June 15, 2020**, in Courtroom 9B at the U.S. District Court for the Central District of California, Western Division, located at 350 W. 1st Street, 9th Floor, Los Angeles, California, 90012. At this hearing the Court will consider whether the Settlement is fair, reasonable, and adequate. If there are objections, the Court will consider them. Judge Hatter will listen to people who have asked to speak at the hearing. The Court may also decide how much to pay Class Counsel. After the hearing, the Court will decide whether to approve the Settlement. We do not know how long these decisions will take.

The hearing may be rescheduled without further notice to you. Updated scheduling information will be available at www.NantHealthSecuritiesLitigation.com.

21. Do I have to come to the hearing?

No. Class Counsel will answer any questions Judge Hatter may have. But, you are welcome to come at your own expense. If you send an objection, you do not have to come to Court to talk about it. As long as you mailed your written objection on time and complied with the above specifications, the Court will consider it. You may also pay your own lawyer to attend, but it's not necessary.

22. May I speak at the hearing?

You may ask the Court's permission to speak at the Fairness Hearing, as discussed above. To do so, you must follow the specifications above, including by stating in your objection that you intend to appear, either in person or by counsel. You cannot speak at the hearing if you excluded yourself.

IF YOU DO NOTHING

23. What happens if I do nothing at all?

If you do nothing, you'll get no money from this Settlement. But, unless you exclude yourself, you won't be able to start a lawsuit, continue with a lawsuit, or be part of any other lawsuit against NantHealth about the legal issues in this case, ever again.

GETTING MORE INFORMATION

24. Are there more details about the Settlement?

This notice summarizes the proposed Settlement. More details are in the Stipulation of Settlement, which you can view at www.NantHealthSecuritiesLitigation.com. You can also get a copy of the Stipulation of Settlement by writing to David Stein, Gibbs Law Group LLP, 505 14th Street, Suite 1110, Oakland, CA 94612.

25. How do I get more information?

You can call 1-844-975-1779 toll free or visit www.NantHealthSecuritiesLitigation.com, where you will find answers to common questions about the Settlement, a claim form, plus other information to help you determine whether you are a Class Member and whether you are eligible for a payment.

PLEASE DO NOT TELEPHONE THE COURT OR THE COURT CLERK'S OFFICE TO INQUIRE ABOUT THIS SETTLEMENT OR THE CLAIM PROCESS.

PROPOSED PLAN OF ALLOCATION

The objective of this Plan is to fairly distribute the Net Settlement Fund to Authorized Claimants who suffered economic losses as a result of the violations of the securities laws alleged in the Action. The calculations are not intended to estimate the damages the Classes might have recovered after a trial, or the amount Authorized Claimants will be paid under the Settlement. These calculations are only a method to weigh Authorized Claims against one another to make fair pro rata allocations of the Net Settlement Fund.

To create the Plan of Allocation, Plaintiff's expert estimated the artificial inflation in NantHealth's stock price caused by Defendants' allegedly misleading statements and omissions and considered the impact of subsequent public announcements that Plaintiff believes corrected those statements and omissions. The alleged misstatements and omissions in this case occurred between June 1, 2016, and April 25, 2017. The expert adjusted for changes in NantHealth's stock price that were caused by regular market or industry forces, on a per share basis, and ultimately concluded that only the following public announcements related to the allegations in this case caused corresponding share-price declines with a high degree of confidence following a statistical analysis: November 7, 2016 (after market close), March 6, 2017 (prior to market open), April 9, 2017 (Sunday, market closed), and April 25, 2017 (after market close), removing artificial inflation from NantHealth's stock price, causing it to decline on: November 8, 2016, March 6-7 2017, April 10, 2017 and April 26, 2017. The Plan of Allocation therefore operates to provide remuneration for the shares allegedly damaged in connection with those share-price declines only.

Recognized Loss Amounts are based primarily on the difference between the amount of alleged artificial inflation in NantHealth's stock price at the time of purchase and sale; or the difference between the actual purchase price and the sale price. Accordingly, to have a Recognized Loss Amount under this plan, an Authorized Claimant that purchased or acquired NantHealth common stock before any corrective disclosure must have held the shares through at least the end of day on November 7, 2016. An Authorized Claimant that purchased or acquired NantHealth common stock from November 8, 2016, through April 25, 2017, must have held those shares through at least one of the later corrective disclosure dates (listed above).

CALCULATION OF RECOGNIZED LOSS AMOUNT

Use the formula below to calculate Recognized Loss Amounts for each share of NantHealth common stock purchased or acquired during the Class Period (June 1, 2016, through May 1, 2017). (If the Recognized Loss Amount is negative or zero, the Recognized Loss Amount will be zero.)

	RECOGNIZED LOSS AMOUNT
Sold before Nov. 8, 2016	\$0.00.
Sold between Nov. 8, 2016, and April 25, 2017	<i>the lesser of:</i> (i) the amount of artificial inflation per share on the date of purchase/acquisition as stated in Table A <i>minus</i> the amount of artificial inflation per share on the date of sale shown in Table A; or (ii) the purchase/acquisition price (excluding all fees, taxes, and commissions) <i>minus</i> the sale price (excluding all fees, taxes, and commissions).
Sold between April 26, 2017, and July 24, 2017	<i>the least of:</i> (i) the amount of artificial inflation per share on the date of purchase/acquisition as stated in Table A; (ii) the purchase/acquisition price (excluding all fees, taxes, and commissions) <i>minus</i> the sale price (excluding all fees, taxes, and commissions); or (iii) the purchase/acquisition price (excluding all fees, taxes, and commissions) <i>minus</i> the average closing price between April 26, 2017 and the date of sale as stated in Table B below
Held as of the close of trading on July 24, 2017	<i>the lesser of:</i> (i) the amount of artificial inflation per share on the date of purchase/acquisition; or (ii) the purchase/acquisition price <i>minus</i> \$3.67. ¹

ADDITIONAL PROVISIONS

Calculation of Claimant’s “Recognized Claim”: A Claimant’s “Recognized Claim” will be the sum of all Recognized Loss Amounts as calculated above for NantHealth common stock.

In consideration of the difference in the burden in establishing a Section 11 claim as compared to a Section 10(b) claim, for purchases and acquisitions made June 1, 2016, through June 7, 2016, in NantHealth’s IPO, Recognized Loss Amounts will be multiplied by 1.26.

FIFO Matching: If a Class Member made more than one purchase or acquisition or sale of NantHealth common stock during the Class Period, all of the transactions will be matched on a First In, First Out (FIFO) basis. Class Period sales will be matched first against any holdings at the beginning of the Class Period, and then against purchases and acquisitions in chronological order, beginning with the earliest during the Settlement Class Period. Transactions from after the Settlement Class Period may also be considered when balancing Class Members’ claims.

“Purchase/Sale” Dates: Purchases, acquisitions, and sales of NantHealth common stock will be deemed to have occurred on the “contract” or “trade” date as opposed to the “settlement” or “payment” date. The receipt or grant by gift, inheritance, or operation of law of NantHealth common stock during the Class Period shall not be deemed a purchase, acquisition, or sale of NantHealth common stock for the calculation of a Claimant’s Recognized Loss Amount, nor shall the receipt or grant be deemed an assignment of any claim relating to the purchase, acquisition, or sale of NantHealth common stock unless (i) the donor or

¹ Under section 21D(e)(1) of the Exchange Act, the award of damages to a private plaintiff under the Exchange Act shall not exceed the difference between the purchase or sale price paid or received, as appropriate, by the plaintiff for the subject security and the mean trading price of that security during the 90-day period beginning on the date on which the information correcting the misstatement or omission that is the basis for the action is disseminated to the market. Consistent with this requirement, Recognized Loss Amounts are reduced to an appropriate extent using the mean closing prices of NantHealth common stock during the “90-day look-back period” (April 26, 2017 – July 24, 2017), or \$3.67.

decendent purchased, acquired, or sold NantHealth common stock during the Settlement Class Period; (ii) the instrument of gift or assignment specifically provides that it is intended to transfer such rights; and (iii) no Claim was submitted by or on behalf of the donor, on behalf of the decendent, or by anyone else with respect to such shares of NantHealth common stock.

Short Sales: The Recognized Loss Amount on short sales and purchases covering short sales is zero.

If a Claimant has an opening short position in NantHealth common stock, the earliest purchases or acquisitions during the Class Period will be matched against such opening short position and not be entitled to a recovery until that short position is fully covered. The date of covering a “short sale” is deemed to be the date of purchase or acquisition of the NantHealth common stock. The date of a “short sale” is deemed to be the date of sale of the NantHealth common stock.

Common Stock Purchased/Sold Through the Exercise of Options: The purchase or sale date is the exercise date of the option, and the purchase or sale price is the exercise price of the option.

Determination of Distribution Amount: The Settlement Administrator will evaluate submitted claims, decide payment amounts consistent with the Plan of Allocation, and oversee payments to Class Members.

Proofs of Claim that do not meet the submission requirements listed in this notice may be rejected. Before rejecting a claim, the Settlement Administrator will reach out and provide the Class Member the chance to remedy the claim (if possible). Any Class Member receiving such notice will have 21 days to respond with written reasons and documents that would support reevaluation of the claim; Class Members may also contact Class Counsel for assistance. If a dispute concerning a claim cannot be otherwise resolved, Class Counsel will present the request for review to the Court.

If the total of Recognized Claims of all Authorized Claimants entitled to receive payment is greater than the Net Settlement Fund, each Authorized Claimant shall receive a pro rata share calculated by dividing the Authorized Claimant’s Recognized Claim by the total of all Recognized Claims, multiplied by the Net Settlement Fund amount.

If the Net Settlement Fund exceeds the total of Recognized Claims, the excess amount will be distributed pro rata to all Authorized Claimants entitled to receive payment.

If an Authorized Claimant’s Distribution Amount calculates to less than \$10.00, no distribution will be made to that Authorized Claimant.

After the initial distribution of the Net Settlement Fund, the Claims Administrator will make reasonable efforts to have Authorized Claimants cash their distribution checks. To the extent any money remains three (3) months after the initial distribution, if Class Counsel, in consultation with the Claims Administrator, determine that it is cost-effective to do so, the Claims Administrator will conduct a re-distribution of the funds remaining after payment of any unpaid fees and expenses incurred in administering the Settlement, including for such re-distribution, to Authorized Claimants who have cashed their initial distributions and who would receive at least \$10.00 from such re-distribution. Additional re-distributions to Authorized Claimants who have cashed their prior checks and who would receive at least \$10.00 on such additional re-distributions may occur thereafter if Class Counsel, in consultation with the Claims Administrator, determine that additional re-distributions, after the deduction of any additional fees and expenses incurred in administering the Settlement, including for such re-distributions, would be cost-effective. At such time as it is determined that the re-distribution of funds remaining in the Net Settlement Fund is not cost-effective, the remaining balance will be contributed to non-sectarian, not-for-profit, 501(c)(3) organization(s), to be recommended by Class Counsel and approved by the Court.

Payment pursuant to the Plan of Allocation, or such other plan of allocation as may be approved by the Court, will be conclusive against all Authorized Claimants. No person shall have any claim against Plaintiff, Class Counsel, Plaintiff's damages experts or consultants, Defendants, Defendants' counsel, any person or entity against whom claims are being released in this Action, or the Claims Administrator or other agent designated by Class Counsel arising from distributions made substantially in accordance with the Stipulation, the plan of allocation approved by the Court, or further Orders of the Court. Plaintiff, Defendants, and their respective counsel, and all Released Parties, shall have no responsibility or liability whatsoever for the investment or distribution of the Settlement Fund or the Net Settlement Fund; the plan of allocation approved by the Court; the determination, administration, calculation, or payment of any Claim or nonperformance of the Claims Administrator; the payment or withholding of taxes; or any losses incurred in connection therewith.

The Court may approve this plan as proposed or it may modify the Plan of Allocation without further notice to the Classes. Any Orders regarding any modification of the Plan of Allocation will be posted on the case website, www.NantHealthSecuritiesLitigation.com.

TABLE A
Estimated Artificial Inflation with Respect to NantHealth Common Stock Transactions June 1, 2016 through and including April 25, 2017

Date Range	Artificial Inflation Per Share
June 1, 2016 – November 7, 2016	\$4.17
November 8, 2016 – March 5, 2017	\$3.08
March 6, 2017	\$1.49
March 7, 2017 – April 9, 2017	\$1.00
April 10, 2017 – April 25, 2017	\$0.27

TABLE B
90-Day Look-back Table for NantHealth Common Stock Closing Price and Average Closing Price April 26, 2017 through July 24, 2017

Date	Closing Price	Average Closing Price Between April 26, 2017 and Date Shown		Date	Closing Price	Average Closing Price Between April 26, 2017 and Date Shown
4/26/2017	\$3.24	\$3.24		6/9/2017	\$3.39	\$3.22
4/27/2017	\$3.32	\$3.28		6/12/2017	\$3.28	\$3.22
4/28/2017	\$3.11	\$3.22		6/13/2017	\$3.57	\$3.23
5/1/2017	\$2.98	\$3.16		6/14/2017	\$3.55	\$3.24
5/2/2017	\$3.12	\$3.15		6/15/2017	\$3.39	\$3.24
5/3/2017	\$3.12	\$3.15		6/16/2017	\$3.57	\$3.25

Date	Closing Price	Average Closing Price Between April 26, 2017 and Date Shown	Date	Closing Price	Average Closing Price Between April 26, 2017 and Date Shown
5/4/2017	\$3.12	\$3.14	6/19/2017	\$4.35	\$3.28
5/5/2017	\$3.17	\$3.15	6/20/2017	\$4.33	\$3.31
5/8/2017	\$3.24	\$3.16	6/21/2017	\$4.44	\$3.33
5/9/2017	\$3.24	\$3.17	6/22/2017	\$4.64	\$3.37
5/10/2017	\$3.44	\$3.19	6/23/2017	\$4.58	\$3.40
5/11/2017	\$3.36	\$3.21	6/26/2017	\$4.95	\$3.43
5/12/2017	\$3.22	\$3.21	6/27/2017	\$4.70	\$3.46
5/15/2017	\$3.17	\$3.20	6/28/2017	\$4.47	\$3.48
5/16/2017	\$3.21	\$3.20	6/29/2017	\$4.42	\$3.50
5/17/2017	\$3.05	\$3.19	6/30/2017	\$4.23	\$3.52
5/18/2017	\$3.20	\$3.19	7/3/2017	\$4.13	\$3.53
5/19/2017	\$3.08	\$3.19	7/5/2017	\$4.02	\$3.54
5/22/2017	\$3.17	\$3.19	7/6/2017	\$3.82	\$3.55
5/23/2017	\$3.19	\$3.19	7/7/2017	\$4.08	\$3.56
5/24/2017	\$3.17	\$3.19	7/10/2017	\$4.09	\$3.57
5/25/2017	\$3.09	\$3.18	7/11/2017	\$4.35	\$3.58
5/26/2017	\$3.07	\$3.18	7/12/2017	\$4.27	\$3.60
5/30/2017	\$3.15	\$3.18	7/13/2017	\$4.29	\$3.61
5/31/2017	\$3.09	\$3.17	7/14/2017	\$4.25	\$3.62
6/1/2017	\$3.42	\$3.18	7/17/2017	\$4.27	\$3.63
6/2/2017	\$3.48	\$3.19	7/18/2017	\$4.04	\$3.64
6/5/2017	\$3.19	\$3.19	7/19/2017	\$4.00	\$3.64
6/6/2017	\$3.13	\$3.19	7/20/2017	\$4.32	\$3.66
6/7/2017	\$3.58	\$3.20	7/21/2017	\$4.20	\$3.66
6/8/2017	\$3.40	\$3.21	7/24/2017	\$4.24	\$3.67