News Release

Encompass Health expands in Fort Bend County, Texas, with second small-format hospital in Houston area

2026-10-26

BIRMINGHAM, Ala. and RICHMOND, Texas, Oct. 26, 2026 /PRNewswire/ -- Encompass Health Corp. (NYSE: EHC) today announced plans to expand inpatient rehabilitation capacity in Fort Bend County through a new project in Richmond, Texas. The hospital will be the Company's second small-format inpatient rehabilitation hospital announced and the second serving the greater Houston area, with another **small-format project in Conroe**.

The 24-bed inpatient rehabilitation hospital in Richmond will operate as a satellite location of **Encompass Health Rehabilitation Hospital of Sugar Land**, bringing specialized inpatient rehabilitation care closer to patients in Richmond and surrounding communities. The hospital is expected to open in 2028.

"The greater Houston area continues to experience significant growth, and we are committed to ensuring patients have access to high-quality inpatient rehabilitation care when and where they need it most," said Craig Funk, Encompass Health group president. "With two small-format hospitals now announced in the market, we're creating new opportunities to serve communities closer to home while leveraging the clinical expertise and resources of our established hospitals."

The hospital will serve patients recovering from major illnesses and injuries, including stroke and other neurological conditions, brain and spinal cord injuries, amputations and complex orthopedic conditions. Patients will receive 24-hour nursing care and physical, occupational and speech therapy from an interdisciplinary team of specialized nurses, therapists and physicians to help restore function and improve quality of life.

About Encompass Health

Encompass Health (NYSE: EHC) is the largest owner and operator of inpatient rehabilitation hospitals in the United

States. With a national footprint that includes 179 hospitals in 39 states and Puerto Rico, the Company provides high-quality, compassionate rehabilitative care for patients recovering from major injuries or illnesses, using advanced technology and innovative treatments to maximize recovery. Encompass Health is recognized by Newsweek as America's Most Awarded Leader in Inpatient Rehabilitation and is ranked among Fortune's World's Most Admired Companies™ and Forbes' America's Best Companies. It is also recognized by Becker's Healthcare and Modern Healthcare as a top healthcare employer. For more information, visit **encompasshealth.com** and follow us on our **newsroom**, **X**, **Instagram** and **Facebook**.

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Forward-looking statements

Statements contained in this press release that are not historical facts, such as those relating to the likelihood, timing and effects of the completion of hospital projects, are forward-looking statements. In addition, Encompass Health may from time to time make forward-looking public statements concerning the matters described herein. All such estimates, projections and forward-looking information speak only as of the date hereof, and Encompass Health undertakes no duty to publicly update or revise such forward-looking information, whether as a result of new information, future events or otherwise. Such forward-looking statements are necessarily estimates based upon current information and involve a number of risks and uncertainties. Actual outcomes may differ materially from those anticipated in these forward-looking statements as a result of a variety of factors. While it is impossible to identify all such factors, factors that could cause actual results or events to differ materially from those anticipated include, but are not limited to, any adverse outcome of various lawsuits, claims and legal or regulatory proceedings that may be brought by or against the Company; the possibility that any project will experience unexpected delays; the ability to successfully complete any project consistent with Encompass Health's growth strategy, including development and maintenance of relationships with referral sources; disease outbreaks, including the speed, depth, geographic reach and duration of the spread; the actions to be taken by Encompass Health in response to disease outbreaks; changes in the regulation of the healthcare industry at either or both of the federal and state levels; competitive pressures in the healthcare industry and Encompass Health's response thereto; any prospective hospital's ability to attain and maintain proper local, state and federal licensing and permitting; potential disruptions, breaches or other incidents affecting the proper operation, availability or security of the information systems of Encompass Health, its vendors or its partners; Encompass Health's ability to attract and retain nurses, therapists and other healthcare professionals in a highly competitive environment with often severe staffing shortages; changes, delays in, or suspension of reimbursement for Encompass Health's services by governmental or private payors; general conditions in the economy and capital markets; and other factors that may

be identified from time to time in Encompass Health's SEC filings and other public announcements, including Encompass Health's Form 10-K for the year ended Dec. 31, 2025, and Forms 10-Q for the quarters ended March 31, 2026, and June 30, 2026.

Media contact:

Polly Manuel | 205-970-5912

media@encompasshealth.com

Investor relations contact:

Mark Miller | 205-970-5860

mark.miller@encompasshealth.com

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