



PRESS RELEASE

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AMERIGROUP Completes Acquisition Of Memphis Health Plan

VIRGINIA BEACH, Va. (Nov. 1, 2007) – AMERIGROUP Corporation (NYSE: AGP) today announced that its Tennessee subsidiary has completed the previously announced acquisition of the assets of Memphis Managed Care Corporation, including TLC Family Care Health Plan, and received the necessary regulatory approvals. The acquisition is effective November 1, 2007.

With the completion of this transaction, AMERIGROUP Community Care of Tennessee now serves an additional 167,000 Tennessee residents who are enrolled in the State's TennCare program and who live in Memphis and the surrounding West Tennessee region. Earlier this year, on April 1, AMERIGROUP Community Care of Tennessee began serving TennCare enrollees who live in Nashville and the surrounding Middle Tennessee region. Total membership in both regions now stands at approximately 352,000.

AMERIGROUP Community Care of Tennessee operates in West Tennessee through an administrative services only agreement with the State, which means that the Company maintains and administers a network of physicians, hospitals and other healthcare providers. In Middle Tennessee, AMERIGROUP Community Care of Tennessee operates a full-risk health plan that serves about 185,000 people in the TennCare program. TLC Family Care Health Plan has a shared-risk contract with the State of Tennessee but is not at this time a full-risk contractor.

TennCare has announced that it plans to award new full-risk contracts through an RFP process to health plans in West Tennessee and East Tennessee during 2008.

With the completion of this transaction, subsidiaries of AMERIGROUP Corporation acquired substantially all of the assets of Memphis Managed Care Corporation, including TLC Family Care Health Plan and MidSouth Health Solutions, an affiliated firm that offers disease management and

case management services. AMERIGROUP does not expect this transaction to have a material impact on its 2007 earnings or to impact operations of its Middle Tennessee health plan.

Nationwide, AMERIGROUP Corporation now serves about 1.7 million people through publicly-funded healthcare programs in 11 states.

About AMERIGROUP Corporation

AMERIGROUP Corporation, headquartered in Virginia Beach, Virginia, improves healthcare access and quality for the financially vulnerable, seniors and people with disabilities by developing innovative managed health services for the public sector. Through its subsidiaries, AMERIGROUP Corporation serves more than 1.7 million people in the District of Columbia, Florida, Georgia, Maryland, New Jersey, New York, Ohio, South Carolina, Tennessee, Texas and Virginia. For more information, visit www.amerigroupcorp.com.

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