FORM 3

# **UNITED STATES SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

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## INITIAL STATEMENT OF BENEFICIAL OWNERSHIP OF **SECURITIES**

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

| 1. Name and a                                                                                                      | Address of Repo | Requiring (Month/Da | 2. Date of Event Requiring Statement (Month/Day/Year) 06/18/2020  3. Issuer Name and Ticker or Trading Symbol PROGENITY, INC. [ PROG ] |                    |                                                                         |                                          |                                               |     |                                                                                                                                                |                                                          |                                                          |
|--------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|----------------------------------------------------------------------------------------------------------------------------------------|--------------------|-------------------------------------------------------------------------|------------------------------------------|-----------------------------------------------|-----|------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------|----------------------------------------------------------|
| l                                                                                                                  | (First)         |                     |                                                                                                                                        |                    | 4. Relationship of Reporting Per Issuer (Check all applicable)          |                                          | erson(s) to                                   |     | 5. If Amendment, Date of Original<br>Filed (Month/Day/Year)                                                                                    |                                                          |                                                          |
| 4330 LA JO<br>SUITE 200                                                                                            | OLLA VILLA      | _                   |                                                                                                                                        | X                  | Officer (give title below)                                              |                                          | (specify 6.                                   | (Ch | 6. Individual or Joint/Group Filing (Check Applicable Line)  X Form filed by One Reporting Person Form filed by More than One Reporting Person |                                                          |                                                          |
| (Street)<br>SAN<br>DIEGO                                                                                           | AN CA 92122     |                     | _                                                                                                                                      |                    |                                                                         |                                          |                                               |     |                                                                                                                                                |                                                          |                                                          |
| (City)                                                                                                             | (State)         | (Zip)               |                                                                                                                                        |                    |                                                                         |                                          |                                               |     |                                                                                                                                                |                                                          |                                                          |
| Table I - Non-Derivative Securities Beneficially Owned                                                             |                 |                     |                                                                                                                                        |                    |                                                                         |                                          |                                               |     |                                                                                                                                                |                                                          |                                                          |
| 1. Title of Security (Instr. 4)                                                                                    |                 |                     |                                                                                                                                        |                    |                                                                         | int of Securities<br>ially Owned (Instr. |                                               |     |                                                                                                                                                | 4. Nature of Indirect Beneficial<br>Ownership (Instr. 5) |                                                          |
| Common Stock                                                                                                       |                 |                     |                                                                                                                                        |                    |                                                                         | 18,335(1)                                | D                                             |     |                                                                                                                                                |                                                          |                                                          |
| Table II - Derivative Securities Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities) |                 |                     |                                                                                                                                        |                    |                                                                         |                                          |                                               |     |                                                                                                                                                |                                                          |                                                          |
| E (h                                                                                                               |                 |                     | 2. Date Exercisable and<br>Expiration Date<br>(Month/Day/Year)                                                                         |                    | 3. Title and Amount of Secu<br>Underlying Derivative Secu<br>(Instr. 4) |                                          |                                               |     |                                                                                                                                                | 5.<br>Ownership<br>Form:                                 | 6. Nature of<br>Indirect Beneficial<br>Ownership (Instr. |
|                                                                                                                    |                 |                     | Date<br>Exercisable                                                                                                                    | Expiration<br>Date | Title                                                                   |                                          | Amount or Derivativ Security Number of Shares |     | ive                                                                                                                                            | Direct (D)<br>or Indirect<br>(I) (Instr. 5)              | 5)                                                       |
| Stock Option (Right to Buy)                                                                                        |                 | (2)                 | 01/17/2029                                                                                                                             | Co                 | ommon Stock                                                             | 21,305                                   | 9.88                                          |     | D                                                                                                                                              |                                                          |                                                          |
| Stock Option (Right to Buy)                                                                                        |                 | (3)                 | 03/04/2030                                                                                                                             | Co                 | ommon Stock                                                             | 7,683                                    | 9.76                                          |     | D                                                                                                                                              |                                                          |                                                          |

### **Explanation of Responses:**

- 1. Consists of 18,335 restricted stock units ("RSUs"), 2,663 of which have vested. 7,683 RSUs will vest on March 4, 2021, subject to the Reporting Person's continued service to the Issuer. All other unvested RSUs will vest in semi-annual installments, subject to the Reporting Person's continued service to the Issuer, beginning on August 15, 2020 and ending on February 15, 2023.
- 2. This option represents a right to purchase a total of 21,305 shares of the Issuer's common stock, one quarter of which vested on January 17, 2020, with the remaining three quarters vesting in equal annual installments over the following three years, subject to the Reporting Person's continued service to the Issuer.
- 3. This option represents a right to purchase a total of 7,683 shares of the Issuer's common stock and will vest on March 4, 2021, subject to the Reporting Person's continued service to the Issuer

### Remarks:

Exhibit 24 - Power of Attorney

<u>/s/ Clarke Neumann,</u>

Attorney-in-fact for John 06/18/2020

<u>T. Bigalke</u>

\*\* Signature of Reporting

Date

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

- \* If the form is filed by more than one reporting person, see Instruction 5 (b)(v).
- \*\* Intentional misstatements or omissions of facts constitute Federal Criminal Violations See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.

#### POWER OF ATTORNEY

Know all by these presents that the undersigned hereby constitutes and appoints each of Eric d'Esparbes, Regan Lauer, Clarke Neumann and Will Pridgen, and any of their substitutes, signing singly, as the undersigned's true and lawful attorney-in-fact to:

- prepare, execute in the undersigned's name and on the undersigned's behalf, and submit to the U.S. Securities and Exchange Commission (the "SEC") a Form ID, including amendments thereto, and any other document necessary or appropriate to obtain codes, passwords, and passphrases enabling the undersigned to make electronic filings with the SEC of reports require by the Securities Exchange Act of 1934 or any rule or regulation of the SEC;
- execute for and on behalf of the undersigned, in the undersigned's capacity
  as a director and/or officer of Progenity, Inc. (the "Company"), Forms 3, 4,
  and 5 in accordance with Section 16(a) of the Securities Exchange Act of
  1934 and the rules thereunder;
- 3. do and perform any and all acts for and on behalf of the undersigned which may be necessary or desirable to complete and execute any such Form 3, 4, or 5, complete and execute any amendment or amendments thereto, and timely file such form with the SEC and any securities exchange or similar authority; and
- 4. take any other action of any type whatsoever in connection with the foregoing which, in the opinion of such attorney-in-fact, may be of benefit to, in the best interest of, or legally required by, the undersigned, it being understood that the documents executed by such attorney-in-fact on behalf of the undersigned pursuant to this Power of Attorney shall be in such form and shall contain such terms and conditions as such attorney-in-fact may approve in such attorney-in-fact's discretion.

The undersigned hereby grants to each such attorney-in-fact full power and authority to do and perform any and every act and thing whatsoever requisite, necessary, or proper to be done in the exercise of any of the rights and powers herein granted, as fully to all intents and purposes as the undersigned might or could do if personally present, with full power of substitution or revocation, hereby ratifying and confirming all that each such attorney-in-fact, or such attorney-in-fact's substitute or substitutes, shall lawfully do or cause to be done by virtue of this power of attorney and the rights and powers herein granted. The undersigned also ratifies hereby any action previously taken by each attorney-in-fact that would have been authorized by this power of attorney if it has been in effect at the time such action was taken. The undersigned acknowledges that each attorney-in-fact, in serving in such capacity at the request of the undersigned, is not assuming, nor is the Company assuming, any of the undersigned's responsibilities to comply with Section 16 of the Securities Exchange Act of 1934, as amended.

This Power of Attorney shall remain in full force and effect until the undersigned is no longer required to file Forms 3, 4, and 5 with respect to the undersigned's holdings of and transactions in securities issued by the Company, unless earlier revoked by the undersigned in a signed writing delivered to each of the foregoing attorneys-in-fact.

IN WITNESS WHEREOF, the undersigned has caused this Power of Attorney to be executed as of this 4th day of June, 2020.

/s/ John T. Bigalke