



Attn: Trading and Market Making/Legal and Compliance/Operations/Systems
UNIFORM PRACTICE ADVISORY (UPC #15-20) 06/01/2020
Pioneer Energy Services Corp. (PESXQ)

Notice has been received that the above Company’s Joint Prepackaged Chapter 11 Plan or Reorganization became effective on 5/29/2020. Pursuant to the plan, On the Effective Date or as soon thereafter as reasonably practicable, all Pioneer Interests shall be cancelled and discharged and shall be of no further force and effect, whether surrendered for cancellation or otherwise, and each Holder of an Allowed Pioneer Interest shall receive its Pro Rata share of (i) 5.75% of the New Equity, subject to dilution by the New Equity issued upon conversion of the New Convertible Bonds (inclusive of the Management Commitment Convertible Bonds, the Rights Offering Convertible Bonds and the Premium Convertible Bonds) and the Employee Incentive Plan and (ii) Subscription Rights to acquire \$7,084,000 in New Convertible Bonds (and the corresponding in accordance with the Rights Offering Procedures. Summary details of the distribution as provided by the plan are provided below for your convenience; however, please consult the Debtors Joint Chapter 11 plan for further details.¹

Symbol	Security Description	Distribution of New Common Stock per share of Old Common
PESXQ	Common Stock	0.0006849838

In addition, On the Effective Date or as soon thereafter as reasonably practicable, in full and final satisfaction, compromise, settlement, release, and discharge of and in exchange for each Notes Claim, each Holder of an Allowed Notes Claim shall receive its Pro Rata share of (i) 94.25% of the New Equity, subject to dilution by the New Equity issued upon conversion of the New Convertible Bonds and the Employee Incentive Plan and (ii) Subscription Rights to acquire \$116,121,000 in New Convertible Bonds in accordance with the Rights Offering Procedures. Summary details of the distribution as provided by the plan are provided below for your convenience; however, please consult the Debtors Joint Chapter 11 plan for further details.

Security Description	CUSIP	Distribution of New Common Stock per \$1,000 of Original PA
6.125% Senior Note due 3/15/2022	723664AB4	3.29801667

¹ See e.g., *In re: Pioneer Energy Services Corp., et al.*, Case No. 20-31425 (DRJ) (Jointly Administered) Joint Prepackaged Chapter 11 Plan of Reorganization for Pioneer Energy Services Corp. and its Affiliated Debtors.

Members are reminded of their obligations under FINRA Rule 2111 if they continue to engage in transactions in the above security after the effective date.

Pursuant to FINRA Rule 11530, members are advised that, among other things, in contracts for securities where a public announcement or publication of general circulation discloses that the securities have been deemed worthless, deliveries shall consist a) the worthless securities or; or b) a Letter of Indemnity which shall grant the purchaser any rights and privileges which might accrue to the holders of the physical securities. Such deliveries shall operate to close-out the contract and shall be settled at the existing contract price pursuant to FINRA Rule 11530.

Questions regarding this notice should be directed to: FINRA Operations- 1-866-776-0800.