

Paragon Updated Frequently Asked Questions

Updated September 6, 2016

Note: The provided FAQ document should not be read in a vacuum and readers should not assume that all relevant information is contained within this FAQ document. This FAQ document should be read in conjunction with Paragon's other publicly provided information including, but not limited to, press releases, earnings conference call transcripts, previous FAQ documents posted on Paragon's public website at www.paragonoffshore.com, filings with the U.S. Securities and Exchange Commission, and filings with the U.S. Bankruptcy Court.

- **What has changed with respect to the schedule?**
 - A hearing that had been scheduled for September 8, 2016 to offer testimony related to the Noble settlement agreement (the “*Noble Settlement*”) has been **cancelled**.

- **Why was the September 8, 2016 hearing cancelled?**
 - As part of the standard hearing preparation process, depositions about the Noble Settlement were taken from several of Paragon's employees, advisors, and board members.
 - The Term Loan advisors subsequently determined that they would not pursue a continued objection to the Noble Settlement.

- **Has the Term Loan dropped its objection to the Noble Settlement?**
 - Yes.

- **When is the next hearing?**
 - The next hearing is currently scheduled for 2:00 PM Eastern time on September 26, 2016 to approve a motion to allow Paragon to post of certificate of deposit related to its procurement and expense account credit card process.

- **Will the confirmation hearing take place as scheduled?**
 - Yes. The confirmation hearing is set to resume on September 27, 2016 at 1:00 PM Eastern time.

- **Is the Term Loan still objecting to the restructuring plan?**
 - Yes, the Term Loan has maintained its objection to the restructuring plan and to Paragon's intent to reinstate them should the plan be confirmed.
 - The Term Loan has until September 12, 2016 to file their objection to the company's revised restructuring plan.

- **Where does the schedule stand?**
 - The confirmation hearing commenced on Tuesday, June 21st at 10 AM Eastern time.
 - On June 15, 2016, the judge extended the timeframe of the hearing from three days to five days plus a possible 6th day if required. He did this to allow adequate time to hear the witnesses that are expected to be called at the hearing. The hearing schedule was/is:
 - June 21st, 10 AM—Hearing commences

- June 22nd—Day 2 of hearing
- June 23rd—Day 3 of hearing
- June 24th—No session
- June 27th—No session
- June 28th—No session
- June 29th—Day 4 of hearing
- June 30th—Day 5 of hearing
- July 1st - July 4th—No Session—Holiday Break
- July 5th—Possible day—not used
- July 8th—Status conference regarding scheduling
- July 21st—Tentative date for further testimony on Noble settlement-Not used
- July 27th—Hearing to discuss downside sensitivity and set a date for the Noble settlement testimony
- August 5th—Paragon filed its Supplement including the downside sensitivity
- August 8th—Paragon announced its Revised Plan
- August 10th—Paragon announced it had received the necessary signatures from Bondholders and Revolver Lenders to make the Revised Plan binding if approved
- August 16th—The Supplement was approved by the Court
- August 18th—Re-solicitation of votes on the Revised Plan commenced (Note, only those Bondholders and Revolver Lenders of record as of April 6, 2016 are entitled to vote)
- September 8th—Hearing to provide Noble settlement testimony CANCELLED
- September 12th—Deadline to file objection to the Revised Plan
- September 15th—Voting deadline
- September 20th—Voting certification deadline
- September 22nd—Deadline to file confirmation brief
- September 22nd—Deadline to respond to objections filed on or before September 12th
- September 27th - 30th—Continuation of confirmation hearing