

## **Unit Corporation Restructuring Investors Frequently Asked Questions (“FAQs”)**

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### **1. What was announced?**

- Today, we announced that Unit Corporation (“Unit,” the “Company” or “we”) entered into a Restructuring Support Agreement (“RSA”) with certain of the Company’s senior lenders and bondholders.
- The restructuring transactions contemplated by the RSA will significantly reduce Unit’s debt by more than \$650 million and provide Unit with enhanced financial flexibility.
- To implement the terms of the agreement, the Company has voluntarily filed for relief under Chapter 11 of the U.S. Bankruptcy Code in the Bankruptcy Court for the Southern District of Texas, Houston Division.
- This agreement and the court-supervised process will enable Unit to restructure its balance sheet while continuing operations in the ordinary course.

### **2. What is Chapter 11?**

- Chapter 11 is the section of the U.S. Bankruptcy Code that allows companies to implement financial restructurings through a court-supervised proceeding while continuing to operate their businesses.

### **3. Why did Unit Corporation take this action?**

- Our industry continues to operate in a challenging commodity price environment, worsened with the COVID-19 pandemic. Over the past several months, we have responded proactively to the challenging market environment by reducing expenses and focusing on operating efficiently.
- We have also been working with our key financial stakeholders on a comprehensive solution to deleverage our balance sheet and strengthen our financial position.
- The actions we are announcing today represent the next step in our efforts to strengthen the Company’s balance sheet and position it for long-term success.
- We believe that entering into the RSA and implementing this financial restructuring through a court-supervised process is the best course of action for us.
- We are confident that we are taking the right steps to provide a solid foundation for the Company to thrive in today’s low-price environment and beyond.

### **4. What will happen to the Unit common stock that I own? Will I receive any compensation if the stock is cancelled?**

- Upon the Company’s emergence from Chapter 11, Unit’s existing stock will be cancelled and certain of our lenders as well as certain holders of general unsecured claims will receive new equity interests in reorganized Unit. All existing equity interests in Unit will be cancelled. However, stockholders may be entitled to receive their pro rata share of a warrant package with such terms as set forth in the RSA, subject to court approval. Further details about how stockholders may be eligible for warrants will be provided in additional mailings and notices to stockholders.

### **5. Will Unit’s common stock stop publicly trading now that the company has filed for Chapter 11 protection?**

- While the Company moves through the court-supervised process, it is possible that Unit common stock will cease trading on the NYSE and instead be traded over the counter on the OTC Markets. Please be aware that trading securities on the OTC Markets is inherently risky.

**6. Can / should I sell my Unit common stock now?**

- We are not in a position to offer investment advice.
- Any recovery to existing stockholders will ultimately be determined in connection with the Company's plan of reorganization upon emergence from Chapter 11.
- We expect that existing Unit stockholders will receive no recovery at the end of the restructuring process.
- The Company will seek to limit the ability for certain stockholders to sell their shares during the Chapter 11 cases to protect the Company's valuable net operating losses.

**7. Will you hold quarterly earnings reports and host investor conference calls?**

- As part of the reorganization process, we will be required to periodically disclose certain financial results.
- We will not issue earnings press releases or hold quarterly conference calls during the reorganization proceedings.
- We plan to continue to file Quarterly Reports on Form 10-Q, Annual Reports on Form 10-K and Current Reports on Form 8-K with the Securities and Exchange Commission.

**8. What is the expected timeline for Unit's Chapter 11 process?**

- We anticipate the Chapter 11 cases will proceed on a relatively quick and efficient timeline.
- It is our intent to move through this court-supervised process with the support of our critical financial stakeholders as quickly and efficiently as possible.
- We are confident that we are taking the right steps to provide a solid foundation for a successful future.

**9. How can I get updates and additional information?**

- Our claims agent has set up a website that includes free access to court documents and other information on the Bankruptcy Court process at <https://cases.primeclerk.com/UnitCorporation>.
- Our claims agent has also established an information hotline at (877) 720-6581 (Toll-Free), or (646) 979-4412 (Local), to address specific questions and concerns.