



November 6, 2018

To Our Mineral and Land Owners,

As you may be aware, PetroQuest has been working diligently over the past several years to determine how we can reduce the substantial debt on our balance sheet to a level that will allow us to effectively compete – and succeed – in the current market environment. We've had a series of productive discussions with our largest creditors and are pleased to have reached an agreement that will allow us to permanently reduce our debt and the related interest expense.

We believe this agreement is great news for our business and will make us a healthier overall partner for you and all of people who share in our success because it will strengthen our finances in ways that allow us to invest in the development of our assets. To facilitate the agreement, we began a voluntary Chapter 11 process in the U.S. Bankruptcy Court on November 6, 2018.

I want to personally assure that we fully expect to operate our business – and pay you – as usual throughout the Chapter 11 process. We have worked diligently to remain up-to-date on our royalty payments in advance of the Chapter 11 filing and have filed a motion with the Court that would allow all payments to continue, without delay. We have every intention of meeting our commitments to you.

That said, there will be a temporary pause in your ability to cash any checks you are currently holding while we wait for the Bankruptcy Court's approval to access our existing accounts. This is just temporary. ***We fully expect to receive the Court's approval within the first days of our Chapter 11 case, but to be safe, we suggest waiting at least one week to cash any checks you are currently holding to ensure our funds have been unfrozen and thus avoid unnecessary bank fees. If you try to cash the check before our accounts are unfrozen and the check is denied, please hold it and try again at a future date.*** You will be able to cash it as soon as we receive Court approval to access our accounts.

We've established a dedicated restructuring hotline at 1-877-861-1567 to address any questions you may have. Operators will be able to confirm when currently outstanding checks may be cashed as usual if you want to be certain before going to your bank. Please also note that all checks issued after November 6, 2018, are unaffected and may be cashed as usual.

Thank you again for your support as we take these next steps.

Sincerely,

Charles Goodson

Charles T. Goodson
Chairman, Chief Executive Officer, and President