Form **8937**(December 2017) Department of the Treasury Internal Revenue Service

Report of Organizational Actions Affecting Basis of Securities

► See separate instructions.

OMB No. 1545-0123

Part I	Reporting I	ssuer								
1 Issuer's	name				2 Issuer's employer identification number (EIN)					
PARKER DE	ILLING COMP	ANY	73-0618660							
3 Name of contact for additional information			4 Telephone No. of contact		5 Email address of contact					
NICK HENLI	NICK HENLEY			(281) 406-2082	NICK.HENLEY@PARKERDRILLING.COM					
6 Number and street (or P.O. box if mail is no					7 City, town, or post office, state, and ZIP code of contact					
5 GREENWA	AY PLAZA SUI	TF 100	HOUSTON, TX 77046							
5 GREENWAY PLAZA, SUITE 100 8 Date of action			9 Class	sification and description	mooren, rarroso					
JULY 27, 20	18				KER DRILLING COMPANY COMMON STOCK					
10 CUSIP number 11 Serial number		11 Serial number(12 Ticker symbol		13 Account number(s)					
701	701081408 N//			PKD	N/A					
Part II			ch additiona		See back of form for additional questions.					
14 Descri					ate against which shareholders' ownership is measured for					
the act	ion ►									
The reverse	stock split at a	ratio of 1 for 15 w	as effective v	when the markets opened	on July 27, 2018, at which time the Company's common					
stock begar	trading on a s	plit-adjusted basis	under the ex	disting trading symbol "PK	D." See Form 8-K filed on July 13, 2018.					
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				*						
		ive effect of the orga age of old basis ►	anizational ac	tion on the basis of the secu	urity in the hands of a U.S. taxpayer as an adjustment per					
As a result	of the reverse s	stock split, a share	holder's agg	regate tax basis allocated	to its shares of common stock immediately before the					
					tely after the reverse stock split. Shareholders that					
					e their tax basis in each block of stock and allocate the					
					everse stock split in respect of such block of stock.					
Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates ▶										
Since cash	Since cash was issued in lieu of fractional shares to which shareholders were otherwise entitled, the aggregate tax basis of the common									
stock immediately after the reverse stock split could be less than the tax basis of the common stock immediately before the reverse										
stock split.										
-										

Part II		Organizational Action (continu	ed)		
a=					
		applicable Internal Revenue Code sec			
		tock split is a non-taxable capitaliza			
		red in lieu of fractional shares. The fifthe Internal Revenue Code.	tax basis calculations resulting i	rom the reverse stock split a	are governed by
Section	336 0	The internal Revenue Code.			
					_
18 Ca	n any	resulting loss be recognized? ►			
The reve	erse s	tock split is a non-taxable capitaliza	ation pursuant to Section 368 of	the Internal Revenue Code,	except in respect
of cash	receiv	red in lieu of fractional shares. In g	eneral, if a shareholder receives	cash in lieu of a fractional s	hare, the shareholder may
		n or loss based on the difference be	etween the amount of cash recei	ved and the shareholder's a	djusted tax basis in the
fraction	al sha	re.			
			/		
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-		е			
		any other information necessary to im		he reportable tax year ▶	
The rep	ortabl	e tax year in which the reverse stoc	k split occured is 2018.		
	7				
-					
	I la da				
	belief,	penalties of perjury, I declare that I have it is true, correct, and complete. Declaration	examined this return, including accom on of preparer (other than officer) is bas	panying schedules and statement ed on all information of which pre	s, and to the best of my knowledge and parer has any knowledge.
Sign		1			, ,
Here	Signa	ture Vichau V Sun	mulc	Date ► /6	1/18/18
	Signa	5.2		Date P	~1. 1 10
	Print v	your name MICHAEL WS	UMRULD	Title > SVP	CFO
Paid		Print/Type preparer's name	Preparer's signature	Date	Check if PTIN
Prepa	rer	0.000 0.000			self-employed
Use C		Firm's name ▶		<u> </u>	Firm's EIN ▶
	y	Firm's address ▶			Phone no.
Send Fo	rm 89	37 (including accompanying stateme	nts) to: Department of the Treasury	, Internal Revenue Service, O	gden, UT 84201-0054