

PRG Tokens Notice and Claim Form

Under the terms and conditions of the Settlement Order with the United States Securities and Exchange Commission (the "SEC Order"), the Company is notifying all persons and entities that purchased PRG Tokens from Paragon Coin ("Paragon, or "the Company") before and including October 15, 2017 (the "Paragon ICO") of their potential claims under Section 12(a) of the Securities Act. These potential claims include the right, upon returning the PRG Token, to recover the amount you originally paid for the PRG Token plus interest ("Amount Paid"), or, in the event you sold the PRG Token at a loss, the amount you lost plus interest ("Amount Lost") (and, in either case, the "Recovered Funds"). All claims will be valued and paid in U.S. Dollars, based upon U.S. Dollar value of the consideration paid at the time of the PRG Token purchase. Per the terms of this Notice and Claim Form, the Company is establishing a process by which we will pay the amount due under Section 12(a) of the Securities Act to any person or entity that purchased PRG Tokens from us during the Paragon ICO (the "Claims Process").

If you purchased PRG Tokens during the Paragon ICO and determine to proceed with our claims process:

- Complete the Claim Form below and submit all required supporting documentation.
- In the event you currently hold PRG Tokens that you purchased in the ICO, tender such PRG Tokens to the Company and you will receive the amount, in U.S. Dollars, you paid for such PRG Tokens, plus interest from the date of purchase.
- In the event you sold PRG Tokens that you purchased in the ICO at a loss, you will receive the amount, in U.S. Dollars, of your net loss from selling the PRG Tokens (the amount you paid for the PRG Tokens minus the amount you received when selling them), plus interest from the date of sale(s).

Please be advised that any claim made pursuant to this process may have income tax and/or capital gains tax implications. The Company cannot provide tax advice and encourages claimants to consult appropriate tax and accounting advisors.

The SEC Order requires the Company to obtain – and report to the SEC – a monthly report of the claims received and the claims paid under our claims process, including (a) identifying information about each claimant; (b) the amount of each claim; (c) the resolution of each claim, including the amount of each payment; (d) identification of all claims not paid and the reasons for all non-payment of claims; and (e) a list of all complaints received and how the Company addressed each complaint. The Company will also provide the SEC with any related additional information or documentation reasonably requested by the SEC, such as documentation submitted by the Claimant and documentation supporting the Company's decision regarding the claim. In response to any objections by the SEC to the Company's handling of one or more claims, the Company will reconsider its decision(s) in light of the objection and will provide a written explanation to the SEC of its decision following reconsideration. This information may be shared with other government agencies.

Pursuant to the SEC Order, this notice also advises you of your potential claims under Section 12(a) of the Securities Act, including the right to sue "to recover the consideration paid for such security with interest thereon, less the amount of any income received thereon, upon the tender of such security, or for damages if [the purchaser] no longer owns the security."

The claims period will expire on [to be provided on the Distribution Date] (the "Expiration Date"). A completed PRG Token Claim Form and all required supporting documentation must be mailed to the following address and received by the Expiration Date: ParagonCoin, Inc, PO Box 93219, Los Angeles, CA 90093.

All Completed PRG Token Claim Forms that are received before the Expiration Date will be reviewed and processed in accordance with the terms and provisions set forth herein and the SEC Order. Claimants will receive a written response within three months of the Expiration Date.

**COMPLETED PRG TOKEN CLAIM FORMS AND SUPPORTING DOCUMENTATION
MUST BE RECEIVED NO LATER THAN [TO BE PROVIDED ON THE DISTRIBUTION DATE]
CLAIMS RECEIVED AFTER THAT DATE WILL NOT BE PROCESSED**

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PRG Token Claim Form

Section 1: Claimant Identifying Information

This section requests information concerning the identity of the Claimant. This information must match identically to the information provided to Paragon in connection with the purchase of PRG Tokens in the ICO.

1. Name: _____
2. Physical Address (PO Box Addresses Not Permitted): _____
3. Email Address: _____
4. Phone Number: _____
5. Government Identification Type and Number: _____

Section 2: Claimant PRG Token Information

This section requests information concerning your purchase of PRG Tokens and your cryptocurrency wallets. Separately list each and every purchase and sale of PRG Tokens from Paragon. If more space is needed, please attach additional sheet(s) with the question number clearly identified:

1. Wallet address(es) Claimant used to transfer consideration to Paragon: _____
2. Wallet address(es) Claimant had Paragon deposit PRG Tokens: _____
3. Source of consideration transferred to Paragon for the PRG Tokens (i.e. purchased or mined): _____
4. Transaction ID(s) (the txhash) of transfer(s) of consideration to Paragon: _____
5. Transaction ID(s) (the txhash) of PRG Tokens to Claimant: _____
6. Number of PRG Tokens Purchased in the ICO: _____
7. Any Bonus PRG Tokens Obtained in the ICO: _____
8. Number of PRG Tokens Purchased in the ICO that Claimant Holds Today: _____
9. Number of PRG Tokens Purchased in the ICO that Claimant Sold at A Loss: _____
 - a. Name of the platform(s) on which PRG Tokens were sold: _____
 - b. Uniform Resource Locator (URL) of the named platform(s): _____
 - c. Date of Sale(s) of PRG Tokens: _____
 - d. Price(s) at which PRG Tokens were sold at a loss: _____
 - e. Transaction IDs: _____
 - f. Wallet address(es) to which Claimant transferred PRG Tokens: _____

Section 3: Claimant Financial Institution Information For Payment of U.S. Dollars

This section requests information to allow Paragon to make payments for approved claims. Alternatively, payments may be made via check, sent to the mailing address provided by the Claimant:

1. Name of Financial Institution: _____
2. Mailing Address of Financial Institution: _____
3. ABA Routing Number: _____
4. Bank Account Number: _____

For all approved claims, Paragon may make a small trial deposit (“Trial Deposit”) to the account identified in this Section 3. Claimant may be required to confirm the amount of the Trial Deposit before Paragon will make the full payment.

Section 4: Supporting Documentation That Must Be Submitted

Claimant must submit documentation establishing that she/he is the original purchaser of PRG Tokens in the ICO and that the Claimant continues to hold the PRG Tokens or sold PRG Tokens at a loss. In addition to this PRG Token Claim Form, the following documentation must be submitted:

1. Copy of government-issued photo identification bearing name, physical address, and date of birth.
2. If Claimant holds PRG Tokens today in one or more wallets different from the wallet(s) into which PRG Tokens were deposited during the ICO, documents establishing that Claimant is the owner of each wallet into which PRG Tokens were deposited during the ICO and the wallet(s) in which PRG Tokens are held today.
3. If Claimant sold PRG Tokens at a loss, all documents establishing that the PRG Tokens were sold on the date(s) and at the price(s) specified in Section 2. This documentation includes, but is not limited to, transaction IDs. Paragon may request additional documentation to establish the relevant transactions.
4. Copy of a cancelled check or account statement establishing Claimant as the owner of the financial institution account identified in Section 3. This information will not be required if Claimant elects to receive their payment via check, mailed to their physical address.

The completed PRG Token Claim Form and all required supporting documentation must be mailed to the following address and received by the Expiration Date: ParagonCoin, Inc, PO Box 93219, Los Angeles, CA. 90093.

Section 5: Tendering Held Tokens to the Company

All currently held PRG Tokens must be tendered to Paragon prior to receiving a payment and interest for those PRG Tokens. In the event you currently hold PRG Tokens, one method for tendering such PRG Tokens to the Company is Claimant logging into Paragon's claims portal at <https://claims.paragoncoin.com/> using the same username and password Claimant used on Paragon's crowdsale platform. Upon doing so Claimant will be provided with an Ethereum wallet address to which Claimant must transfer held PRG Tokens back to Paragon in order to be eligible for payment and interest for those PRG Tokens. In the event that Claimant's crowdsale username and password is not available, an alternative method for tendering PRG Tokens will be provided.

Section 6: Certification

By signing and submitting this Claim Form, the Claimant certifies and/or acknowledges:

1. that Claimant has read and understand the contents of this Claim Form;
2. that, Claimant purchased the PRG Tokens directly from Paragon, and, if Claimant currently owns PRG tokens, that Claimant did not move the PRG Tokens through any digital exchange;
3. that Claimant currently owns the PRG Tokens identified in the Claim Form, or sold the PRG Tokens identified in the Claim Form at a loss;
4. that the Claimant has not submitted any other claim in the Claims Process covering the same purchases/acquisitions/sales of PRG Tokens, and knows of no other person having done so on the Claimant's behalf;
5. that Claimant does not reside in and is not ordinarily resident in Cuba, Iran, the Crimea Region of Ukraine, North Korea, or Syria; and
6. that the bank account Claimant listed in Section 3, if one was so listed, is for an account that Claimant has access to and control over, and that such bank account is not held in a jurisdiction or at a financial institution with which U.S. persons are not permitted to have dealings.
7. that, upon the receipt of the Amount Paid or Amount Lost (as defined above), Claimant acknowledges the receipt of that amount and releases all claims or causes of action Claimant has against Paragon for the Amount Paid or the Amount Lost in the purchase or sale of the PRG Tokens for which it received Recovered Funds from Paragon through the Claims Process.

I certify that all of the information provided by me on this claim form is true, correct, and complete, and that the documents submitted herewith are true and correct copies of what they purport to be.

Signature of Claimant

Date

Print your name here