

**UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK**

In re:)	Chapter 11
)	
Hermitage Offshore Services Ltd., <i>et al.</i> , ¹)	Case No. 20-11850 (MG)
)	
Debtors.)	(Jointly Administered)

NOTICE OF AUCTION FOR THE SALE OF THE DEBTORS' ASSETS

PLEASE TAKE NOTICE OF THE FOLLOWING:

On September 24, 2020, the United States Bankruptcy Court for the Southern District of New York (the "Court") entered the *Order (A) Approving Bidding Procedures for the Sale of Assets, (B) Scheduling Hearings and Objection Deadlines with Respect to the Sale, (C) Scheduling Bid Deadline and an Auction, (D) Approving the Form and Manner of Notice Thereof, (E) Approving Contract Assumption and Assignment Procedures, and (F) Granting Related Relief* [Docket No. 71] (the "Bidding Procedures Order"),² authorizing the above-captioned debtors and debtors in possession (collectively, the "Debtors") to conduct an auction (the "Auction") for the sale (the "Sale") of all, substantially all, or any portion or combination of the Debtors' assets (the "Assets"). The Auction will be governed by the bidding procedures approved pursuant to the Bidding Procedures Order and attached to the Bidding Procedures Order as Exhibit 1 (the "Bidding Procedures").

¹ The Debtors are: Hermitage Offshore Services Ltd.; CB Holdco Limited; Blue Power Limited; Delta Cistern V Limited; Sierra Cistern V Limited; Petro Craft 2017-1 Shipping Company Limited; Petro Craft 2017-2 Shipping Company Limited; Petro Craft 2017-3 Shipping Company Limited; Petro Craft 2017-4 Shipping Company Limited; Petro Craft 2017-5 Shipping Company Limited; Petro Craft 2017-7 Shipping Company Limited; Petro Craft 2017-8 Shipping Company Limited; Petro Combi 6030-01 Shipping Company Limited; Petro Combi 6030-02 Shipping Company Limited; Petro Combi 6030-03 Shipping Company Limited; Petro Combi 6030-04 Shipping Company Limited; Hermit Storm Shipping Company Limited; Hermit Viking Shipping Company Limited; Hermit Protector Shipping Company Limited; Guardian Shipping Company Limited; Hermit Thunder Shipping Company Limited; Delta PSV Norway AS; NAO Norway AS; Hermit Galaxy Shipping Company Limited; Hermit Horizon Shipping Company Limited; Hermit Power Shipping Company Limited; Hermit Prosper Shipping Company Limited; Hermit Fighter Shipping Company Limited; and PSV Adminco 2019 LLC (Last Four Digits of Federal Tax ID: 0794).

² All capitalized terms used but not otherwise defined herein shall have the meanings given to them in the Bidding Procedures Order.

Copies of the Bidding Procedures Order or other documents related thereto are available upon request to Prime Clerk LLC by calling (877) 930-4315 or visiting the Debtors' restructuring website at <https://cases.primeclerk.com/hermitage>.

The Debtors are seeking to sell all, substantially all, or any portion or combination of their assets (the "Assets"). A party may submit a bid for any individual Asset (or combination of Assets) in accordance with the terms and provisions of the Bidding Procedures.

Important Dates and Deadlines

- **Bid Deadline.** The Bid Deadline for all Bids is **October 1, 2020, at 4:00 p.m. (Eastern Time)**, and that any person or entity who wishes to participate in the Auction must comply with the participation requirements, bid requirements, and other requirements set forth in the Bidding Procedures.
- **Baseline Bid Designation Date: October 5, 2020 at 4:00 p.m. (Eastern Time)** is the date by which the Debtors will announce to all Qualified Bidders the highest or best Qualified Bid (or collection of Qualified Bids) determined for the relevant Assets to serve as the starting point at the Auction for the Assets.
- **Auction.** The Debtors intend to conduct the Auction, at which they will consider proposals submitted to the Debtors and their professionals, by and pursuant to the Bidding Procedures as set forth in the Bidding Procedures Order, on **October 7, 2020, at 10:00 a.m. (Eastern Time)**, at the offices of Proskauer Rose LLP, Eleven Times Square, New York, New York 10036, or at such other venue (or by such other medium) as may be agreed to by the Debtors and Consultation Parties.
- **Sale Objection Deadlines.** Objections to the proposed Sale, except as provided herein, including any objection to the sale of any Assets free and clear of liens, claims, interests, and encumbrances pursuant to 363(f) of the Bankruptcy Code and/or entry of a Sale Order, must: (i) be in writing; (ii) comply with the Bankruptcy Code, Bankruptcy Rules, and Local Rules; (iii) state, with specificity, the legal and factual bases thereof; and (iv) be filed with the Court and served on (a) counsel to the Debtors, Proskauer Rose LLP, Eleven Times Square, New York, New York 10036 (Attn: Brian S. Rosen, Esq. (brosen@proskauer.com) and Joshua A. Esses, Esq. (jesses@proskauer.com)); (b) Hughes Hubbard & Reed LLP, counsel for DNB Bank ASA and Skandinaviska Enskilda Banken AB (Publ), One Battery Park Plaza, New York, New York 10004, Attention, Anson B. Frelinghuysen, Esq; and (c) Paul K. Schwartzberg, Trial Attorney, U.S. Department of Justice, Office of the U.S. Trustee, 201 Varick Street, Suite 1006, New York, NY 10014; (collectively, the "Sale Objection Notice Parties") by no later than (as applicable, the "Sale Objection Deadline"):
 - (i) **October 5, 2020, at 4:00 p.m., Eastern Time;** or
 - (ii) **October 9, 2020, at 12:00 p.m., Eastern Time,** provided that such Objection is specific to the Successful Bid and could not have been raised in connection with the Sale previously.

(iii) The deadlines by which any Sale Objection by the Lenders must be filed with the Court and served so as to be **actually received** by the appropriate Notice Parties is **October 12, 2020 at 9:00 a.m. (Eastern Time)**.

- **Sale Hearing**. A hearing to consider approval of the Sale of certain of the Assets to the Successful Bidder (the “Sale Hearing”) is currently scheduled to take place at **10:00 a.m. (Eastern Time) on October 13, 2020**.

Additional Information

Any party interested in submitting a bid for the Assets should contact the Debtors’ advisors at Perella Weinberg Partners, 767 Fifth Avenue, New York, New York, 10153, Attn: Faiz Munshi (fmunshi@pwpartners.com), Benedetto Lorenzon (blorenzon@pwpartners.com), and Thomas Haines (thaines@pwpartners.com).

Reservation of Rights

The Debtors reserve the right to modify the Bidding Procedures, in their reasonable business judgment in accordance with the Bidding Procedures and subject to the reasonable consent of the Lenders waive terms and conditions set forth therein; extend the deadlines set forth therein; and announce at the Auctions modified or additional procedures for conducting the Auctions. **Nothing shall obligate the Debtors to consummate or pursue any transaction with respect to any Asset with any bidder.**

THE FAILURE OF ANY PERSON OR ENTITY TO FILE AND SERVE ANY OBJECTION IN ACCORDANCE WITH THE BIDDING PROCEDURES ORDER BY THE APPLICABLE SALE OBJECTION DEADLINE SHALL FOREVER BAR SUCH PERSON OR ENTITY FROM ASSERTING ANY OBJECTION TO THE SALE.

Dated: September 24, 2020
New York, New York

/s/ Brian S. Rosen

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and Debtors in Possession