



HERCULES **Offshore**

HERO Liquidating Trust
December 2018 Activity Report

January 26, 2019



Cash Receipts and Disbursements and Wind-Up Activities

Cash Receipts and Disbursements

- This report covers the activities of the HERO Liquidating Trust (“Trust”) for the period from December 1, 2018 to December 31, 2018.
- Total receipts for the period were \$0.4 million.
- Disbursements totaled approximately \$2.6 million.
- Net operating cash flow for the period was (\$2.3 million). Net cash flow, after reimbursements from reserve accounts, was (\$2.1 million).
- The Trust distributed \$5.0 million to holders of the Wind Down Entity Interests. The payment represented the third distribution to holders of the Wind Down Entity Interests.
- Cash as of December 31, 2018 was \$16.0 million, not including the remaining amounts in the reserve accounts established pursuant to the Plan.

Liquidation and Administration Activities

- The Trust continued normal activities to collect trade and other accounts receivable.
- The Trust continued its activities to resolve pre- and post-petition claims and liabilities in accordance with the terms of the Plan.

This unaudited information is made public pursuant to the Wind-Down Entity and Distribution Agreement dated December 2, 2016 in connection with the occurrence of the Effective Date of the Joint Prepackaged Chapter 11 Plan (Incorporating Mediation Settlement) of Hercules Offshore, Inc. and its Debtor Affiliates.

(\$ in thousands)	Actuals
Beginning Cash Balance	\$ 23,125
Receipts	
Other Receipts	386
Total Receipts	\$ 386
Disbursements	
Vendors and Other	218
Personnel Costs	221
KEIP/KERP Bonus	38
Severance	123
Premise Rents	0
Insurance	256
Taxes	1,124
Utilities	13
Ordinary Course Professionals	633
Liquidating Trust/Estate Professionals	12
Total Disbursements	\$ 2,638
Net Operating Cash Flow	\$ (2,252)
Reimbursements	
Accrued Professional Fee Reserve	\$ -
Disputed Claims Reserve	57
Allowed Claims Reserve	-
Severance Escrow	58
Total Reimbursements	\$ 115
Net Cash Flow	\$ (2,137)
Distributions	
Wind Down Entity Interests	\$ 5,000
Lender Wind Down Claim	-
Total Distributions	\$ 5,000
Ending Cash Balance	\$ 15,988

