



# **HERCULES** **Offshore**

HERO Liquidating Trust  
January 2017 Activity Report

February 27, 2017



# 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 January 1, 2017 to January 31, 2017.
- Total receipts for the period were \$157.0 million.
- Receipts include (i) the balance of the purchase price of the Gulf of Mexico fleet and the Triumph and Resilience as a result of their respective sales that closed in the period, (ii) collections from customers and (iii) certain other receipts.
- Disbursements totaled approximately \$15.6 million.
- Net operating cash flow for the period was \$141.5 million.
- Cash as of January 31, 2017 was \$237.5 million, not including the remaining amounts in the reserve accounts established pursuant to the Plan.

## Liquidation and Administration Activities

- The Trust continued to market its fleet assets for sale and conduct discussions with prospective buyers for the remaining assets.
- The Trust continued normal activities to collect trade and other accounts receivable.
- The Trust continued normal activities to resolve pre- and postpetition 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 made 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
<b>Beginning Cash Balance</b>	\$ 93,441
<b>Receipts</b>	
Customer Collections	\$ 4,633
Other Receipts	165
Asset Sale Proceeds	152,250
Total Receipts	\$ 157,048
<b>Disbursements</b>	
Vendors and Other	\$ 4,113
Personnel Costs	2,487
KEIP/KERP Bonus	1,551
Premise Rents	216
Insurance	5
Taxes	1,695
Utilities	382
Ordinary Course Professionals	313
Estate/Liquidating Trust Professionals	123
Asset Sale – Commissions	1,755
Asset Sale – Other	435
Disputed Claims	2,340
Other Allowed Claims	141
Total Disbursements	\$ 15,556
<b>Net Operating Cash Flow</b>	\$ 141,492
<b>Reimbursements</b>	
Accrued Professional Fee Reserve	\$ 73
Disputed Claims Reserve	423
Allowed Claims Reserve	2,049
Severance Escrow	-
Total Reimbursements	\$ 2,544
<b>Net Cash Flow</b>	\$ 144,036
<b>Ending Cash Balance</b>	\$ 237,477

