



# **HERCULES** **Offshore**

HERO Liquidating Trust  
March 2017 Activity Report

April 26, 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 March 1, 2017 to March 31, 2017.
- Total receipts for the period were \$31.5 million. Receipts include (i) the balance of the purchase price of the Middle East Liftboat fleet as a result of the sale that closed in the period, (ii) collections from customers (iii) deferred compensation plan assets and (iv) certain other receipts.
- Disbursements totaled approximately \$12.9 million.
- Net operating cash flow for the period was \$18.6 million. Net cash flow, after reimbursements from reserve accounts, was \$19.5 million.
- The Trust distributed \$115.0 million to holders of the Lender Wind Down Claim.
- Cash as of March 31, 2017 was \$127.4 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 remaining fleet assets, the Nigerian Liftboat fleet, for sale and continued to conduct discussions with prospective buyers.
- The Trust entered into an agreement for the sale of the *Hercules 260*, which closed in April.
- The Trust continued normal activities to collect trade and other accounts receivable.
- The Trust continued its 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>	\$ 222,941
<b>Receipts</b>	
Customer Collections	\$ 14,320
Other Assets	1,041
Other Receipts	565
Asset Sale Proceeds	15,544
<b>Total Receipts</b>	<b>\$ 31,470</b>
<b>Disbursements</b>	
Vendors and Other	\$ 4,314
Personnel Costs	1,724
KEIP/KERP Bonus	492
Severance	170
Premise Rents	417
Insurance	1,288
Taxes	1,348
Utilities	206
Ordinary Course Professionals	234
Liquidating Trust/Estate Professionals	1,360
Asset Sale – Commissions	677
Disputed Claims	320
Other Allowed Claims	361
<b>Total Disbursements</b>	<b>\$ 12,911</b>
<b>Net Operating Cash Flow</b>	<b>\$ 18,559</b>
<b>Reimbursements</b>	
Accrued Professional Fee Reserve	\$ 343
Disputed Claims Reserve	-
Allowed Claims Reserve	607
Severance Escrow	-
<b>Total Reimbursements</b>	<b>\$ 949</b>
<b>Net Cash Flow</b>	<b>\$ 19,508</b>
<b>Distributions</b>	
Wind Down Entity Interests	\$ -
Lender Wind Down Claim	115,000
<b>Total Distributions</b>	<b>\$ 115,000</b>
<b>Ending Cash Balance</b>	<b>\$ 127,449</b>

