



HERCULES **Offshore**

HERO Liquidating Trust
June 2017 Activity Report

July 25, 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 June 1, 2017 to June 30, 2017.
- Total receipts for the period were \$7.2 million. Receipts include (i) collections from customers and (ii) certain other receipts.
- Disbursements totaled approximately \$8.3 million.
- Net operating cash flow for the period was (\$1.0 million). Net cash flow, after reimbursements from reserve accounts, was \$0.7 million.
- The Trust did not make distributions to holders of the Lender Wind Down Claim or holders of the Wind Down Entity Interests during the period.
- Cash as of June 30, 2017 was \$105.1 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 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
Beginning Cash Balance	\$ 104,436
Receipts	
Customer Collections	\$ 5,904
Other Receipts	1,338
Total Receipts	<u>\$ 7,242</u>
Disbursements	
Vendors and Other	\$ 678
Personnel Costs	1,309
KEIP/KERP Bonus	289
Severance	182
Premise Rents	530
Insurance	955
Taxes	3,286
Utilities	83
Ordinary Course Professionals	313
Liquidating Trust/Estate Professionals	278
Board of Directors	75
Disputed Claims	274
Total Disbursements	<u>\$ 8,251</u>
Net Operating Cash Flow	\$ (1,009)
Reimbursements	
Accrued Professional Fee Reserve	\$ -
Disputed Claims Reserve	601
Allowed Claims Reserve	1,104
Severance Escrow	-
Total Reimbursements	<u>\$ 1,705</u>
Net Cash Flow	\$ 696
Distributions	
Wind Down Entity Interests	\$ -
Lender Wind Down Claim	-
Total Distributions	<u>\$ -</u>
Ending Cash Balance	<u>\$ 105,132</u>

