



HERCULES **Offshore**

HERO Liquidating Trust
July 2017 Activity Report

August 28, 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 July 1, 2017 to July 31, 2017.
- Total receipts for the period were \$1.6 million. Receipts include (i) collections from customers and (ii) certain other receipts.
- Disbursements totaled approximately \$3.6 million.
- Net operating cash flow for the period was (\$2.0 million). Net cash flow, after reimbursements from reserve accounts, was (\$1.3 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 July 31, 2017 was \$103.8 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 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	\$ 105,132
Receipts	
Customer Collections	\$ 1,519
Other Receipts	56
Total Receipts	<u>\$ 1,576</u>
Disbursements	
Vendors and Other	\$ 931
Personnel Costs	813
KEIP/KERP Bonus	7
Severance	73
Premise Rents	36
Insurance	104
Taxes	925
Utilities	134
Ordinary Course Professionals	295
Liquidating Trust/Estate Professionals	182
Disputed Claims	28
Other Allowed Claims	48
Total Disbursements	<u>\$ 3,575</u>
Net Operating Cash Flow	\$ (2,000)
Reimbursements	
Accrued Professional Fee Reserve	\$ -
Disputed Claims Reserve	279
Allowed Claims Reserve	415
Severance Escrow	-
Total Reimbursements	<u>\$ 693</u>
Net Cash Flow	\$ (1,307)
Distributions	
Wind Down Entity Interests	\$ -
Lender Wind Down Claim	-
Total Distributions	<u>\$ -</u>
Ending Cash Balance	<u>\$ 103,826</u>

