



HERCULES **Offshore**

HERO Liquidating Trust
August 2017 Activity Report

September 24, 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 August 1, 2017 to August 31, 2017.
- Total receipts for the period were \$2.9 million. Receipts include (i) collections from customers and (ii) certain other receipts.
- Disbursements totaled approximately \$3.9 million.
- Net operating cash flow for the period was (\$1.0 million). Net cash flow, after reimbursements from reserve accounts, was (\$0.9 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 August 31, 2017 was \$102.9 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 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	\$ 103,826
Receipts	
Customer Collections	\$ 2,866
Other Receipts	49
Total Receipts	<u>\$ 2,915</u>
Disbursements	
Vendors and Other	\$ 1,233
Personnel Costs	711
Premise Rents	245
Insurance	131
Taxes	907
Utilities	29
Ordinary Course Professionals	301
Liquidating Trust/Estate Professionals	303
Disputed Claims	21
Total Disbursements	<u>\$ 3,882</u>
Net Operating Cash Flow	\$ (967)
Reimbursements	
Accrued Professional Fee Reserve	\$ -
Disputed Claims Reserve	88
Allowed Claims Reserve	-
Severance Escrow	-
Total Reimbursements	<u>\$ 88</u>
Net Cash Flow	\$ (879)
Distributions	
Wind Down Entity Interests	\$ -
Lender Wind Down Claim	-
Total Distributions	<u>\$ -</u>
Ending Cash Balance	<u>\$ 102,947</u>

