



# **HERCULES** **Offshore**

HERO Liquidating Trust  
February 2018 Activity Report

March 17, 2018



# 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 February 1, 2018 to February 28, 2018.
- Total receipts for the period were \$16.5 million. Receipts include (i) the balance of the purchase price of the *Hercules Bull Ray* in the Nigerian Liftboat fleet as a result of the sale that closed in the period, (ii) collections from customers and (iii) certain other receipts.
- Disbursements totaled approximately \$2.4 million.
- Net operating cash flow for the period was \$14.1 million. Net cash flow, after reimbursements from reserve accounts, was \$17.0 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 February 28, 2018 was \$87.8 million, not including the remaining amounts in the reserve accounts established pursuant to the Plan.

## Liquidation and Administration Activities

- As reported in the January 2018 report, the Trust completed the sale of the *Hercules Bull Ray* for \$14.5 million and entered into an agreement to sell twelve liftboats and substantially all of its remaining shore-based operating equipment, contracts and other assets in Nigeria for \$5.5 million. The latter sale was completed on March 1, 2018.
- 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
<b>Beginning Cash Balance</b>	\$ 70,831
<b>Receipts</b>	
Customer Collections	\$ 306
Other Receipts	1,680
Asset Sale Proceeds	14,508
<b>Total Receipts</b>	<b>\$ 16,493</b>
<b>Disbursements</b>	
Vendors and Other	\$ 879
Personnel Costs	594
Severance	177
Premise Rents	25
Taxes	37
Utilities	69
Ordinary Course Professionals	208
Liquidating Trust/Estate Professionals	241
Asset Sale – Commissions	150
Disputed Claims	2
<b>Total Disbursements</b>	<b>\$ 2,383</b>
<b>Net Operating Cash Flow</b>	<b>\$ 14,110</b>
<b>Reimbursements</b>	
Accrued Professional Fee Reserve	\$ -
Disputed Claims Reserve	2,758
Allowed Claims Reserve	105
Severance Escrow	-
<b>Total Reimbursements</b>	<b>\$ 2,863</b>
<b>Net Cash Flow</b>	<b>\$ 16,974</b>
<b>Distributions</b>	
Wind Down Entity Interests	\$ -
Lender Wind Down Claim	-
<b>Total Distributions</b>	<b>\$ -</b>
<b>Ending Cash Balance</b>	<b>\$ 87,804</b>

