

Hornbeck Offshore Services, Inc. and Subsidiaries
Unaudited Consolidated Statements of Operations
(in thousands, except Other Operating Data)

	Three Months Ending	
	March 31,	
	2003	2002
Statement of Operations (unaudited):		
Revenue.....	\$ 27,347	\$ 22,743
Operating expenses.....	10,474	8,032
Depreciation and amortization.....	3,621	2,541
General and administrative expenses.....	2,894	2,848
Total operating expenses.....	<u>16,989</u>	<u>13,421</u>
Operating income.....	10,358	9,322
Interest expense	4,217	3,941
Interest income.....	(72)	(246)
Other income, net ²	(706)	-
Income before income taxes.....	6,919	5,627
Income tax expense.....	2,629	2,138
Net income.....	<u>\$ 4,290</u>	<u>\$ 3,489</u>

Other Financial Data (unaudited):

EBITDA ¹		
Net income.....	\$ 4,290	\$ 3,489
Plus (minus):		
Interest expense	4,217	3,941
Income tax expense.....	2,629	2,138
Depreciation and amortization.....	3,621	2,541
Other income, net ²	(706)	-
EBITDA	<u>\$ 14,051</u>	<u>\$ 12,109</u>

	As of March 31,	As of December 31,
	2003	2002
Balance Sheet Data (unaudited):		
Cash and cash equivalents.....	\$ 12,797	\$ 22,228
Working capital.....	17,942	22,265
Property, plant and equipment, net.....	244,340	226,232
Total assets.....	287,527	278,290
Total debt.....	181,085	172,350
Stockholders' equity.....	76,174	71,875

¹ Earnings before interest expense, provision for income taxes, depreciation and amortization ("EBITDA") is an important financial performance measure that is used by ratings agencies, lenders and most of the Company's investors, particularly those who invest in the Senior Notes, as well as investment banks that issue high yield debt research on the Company. In addition, EBITDA is used in the financial ratios and covenants included in the credit agreement governing the revolving line of credit and the indenture governing the Senior Notes. This table reflects the calculation of EBITDA. EBITDA is presented as it is commonly used by certain investors to analyze and compare operating performance and to determine a company's ability to service or incur debt. EBITDA should not be considered in isolation or as a substitute for net income, cash flow or other income or cash flow data or as a measure of a company's profitability or liquidity and is not a measure calculated in accordance with accounting principles generally accepted in the United States. EBITDA is not necessarily comparable with similarly titled measures reported by other companies. In determining the Company's EBITDA, other income or (expense) is excluded, except for equity in income from investments.

² Represents other operating income and expenses, including gains or losses on disposition of assets.

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Other Operating Data (unaudited):	Three Months Ending			
	March 31,			
		2003		2002
Offshore Supply Vessels:				
Average number.....	13.2		9.4	
Average utilization rate ¹	89.7%		95.9%	
Average dayrate ² \$	12,397	\$	12,012	
Tugs and Tank Barges:				
Average number of tank barges.....	15.5		16.0	
Average fleet capacity (barrels).....	1,111,264		1,130,727	
Average barge size (barrels).....	71,515		70,670	
Average utilization rate ¹	83.4%		86.9%	
Average dayrate ³ \$	11,442	\$	9,500	

¹ Utilization rates are average rates based on a 365-day year. Vessels are considered utilized when they are generating revenues.

² Average dayrates represent average revenue per day, which includes charter hire and brokerage revenue, based on the number of days during the period that the offshore supply vessels generated revenue.

³ Average dayrates represent average revenue per day, including time charters, brokerage revenue, revenues generated on a per-barrel-transported basis, demurrage, shipdocking and fuel surcharge revenue, based on the number of days during the period that the tank barges generated revenue. For purposes of brokerage arrangements, this calculation excludes that portion of revenue that is equal to the cost of in-chartering third party equipment paid by customers.