

**Hornbeck Offshore Services, Inc. and Subsidiaries**  
**Unaudited Consolidated Statements of Operations**

(in thousands, except Other Operating Data)

	Three Months Ending December 31,		Twelve Months Ending December 31,	
	2002	2001	2002	2001
<b>Statement of Operations (unaudited):</b>				
Revenue.....	\$ 26,203	\$ 21,675	\$ 92,585	\$ 68,791
Operating expenses.....	10,552	8,243	35,755	24,701
Depreciation and amortization.....	3,532	2,465	12,289	7,670
General and administrative expenses.....	2,614	2,246	10,270	8,473
Total operating expenses.....	<u>16,698</u>	<u>12,954</u>	<u>58,314</u>	<u>40,844</u>
Operating income.....	9,505	8,721	34,271	27,947
Interest expense - debt obligations.....	4,389	3,928	16,207	10,665
Interest expense - put warrants.....	-	2,952	-	2,952
Interest income.....	(91)	(356)	(667)	(1,455)
Other income.....	(55)	-	(55)	-
Income before income taxes.....	5,262	2,197	18,786	15,785
Income tax expense.....	<u>(1,987)</u>	<u>(1,638)</u>	<u>(7,139)</u>	<u>(6,802)</u>
Income before extraordinary item.....	3,275	559	11,647	8,983
Extraordinary loss, net of tax.....	-	(88)	-	(1,964)
Net income.....	<u>\$ 3,275</u>	<u>\$ 471</u>	<u>\$ 11,647</u>	<u>\$ 7,019</u>

**Other Financial Data (unaudited):**

<b>EBITDA<sup>1</sup></b>	\$ 13,183	\$ 11,542	\$ 47,282	\$ 37,072
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	As of December 31,	
	2002	2001
<b>Balance Sheet Data (unaudited):</b>		
Cash and cash equivalents.....	\$ 22,228	\$ 53,203
Working capital.....	22,265	48,516
Property, plant and equipment, net.....	226,232	180,781
Total assets.....	278,290	258,817
Total debt.....	172,350	172,413
Shareholders' equity.....	\$ 71,875	\$ 59,866

<sup>1</sup> EBITDA is earnings before interest expense, provision for income taxes, depreciation and amortization. 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 generally accepted accounting principles. EBITDA is not necessarily comparable with similarly titled measures reported by other companies.

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	2002	2001	2002	2001

**Other Operating Data (unaudited):**

**Offshore Supply Vessels:**

Average number.....	12.8	8.6	11.0	7.8
Average utilization rate <sup>1</sup> .....	96.8%	98.6%	94.9%	99.1%
Average dayrate <sup>2</sup> .....	\$ 12,601	\$ 12,651	\$ 12,176	\$ 11,872

**Tugs and Tank Barges:**

Average number of tank barges.....	16.0	16.0	16.0	12.3
Average fleet capacity (barrels).....	1,130,727	1,130,727	1,130,727	847,780
Average barge size (barrels).....	70,670	70,670	70,670	68,109
Average utilization rate <sup>1</sup> .....	78.4%	85.9%	78.1%	84.4%
Average dayrate <sup>3</sup> .....	\$ 9,842	\$ 8,846	\$ 9,499	\$ 8,944

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

<sup>2</sup> 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.

<sup>3</sup> 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.