

DryShips Inc.  
Form SC 13G  
November 03, 2014

**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**  
**Washington, D.C. 20549**

**SCHEDULE 13G**  
**Under the Securities Exchange Act of 1934**  
**(Amendment No.    )\***

**DRYSHIPS INC.**  
**(Name of Issuer)**  
**Common Stock, par value \$0.01 per share**

**(Title of Class of Securities)**

**Y2109Q101**  
**(CUSIP Number)**

**Paul Friedman**  
**BlueMountain Capital Management, LLC**  
**280 Park Avenue, 12<sup>th</sup> Floor**  
**New York, New York 10017**  
**212-905-3990**

**(Name, Address and Telephone Number of Person Authorized to Receive Notices and Communications)**

**October 24, 2014**

**(Date of Event which Requires Filing of this Statement)**

Check the appropriate box to designate the rule pursuant to which this Schedule is filed:

☐ Rule 13d-1(b)

☒ Rule 13d-1(c)

☐ Rule 13d-1(d)

\* The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter disclosures provided in a prior cover page.

The information required on the remainder of this cover page shall not be deemed to be filed for the purpose of Section 18 of the Securities Exchange Act of 1934 ( " Act ") or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, see the Notes).

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## 1. NAMES OF REPORTING PERSONS

BlueMountain Capital Management, LLC

## 2. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (see instructions)

(a) ☐ (b) ☒

## 3. SEC USE ONLY

## 4. CITIZENSHIP OR PLACE OF ORGANIZATION

Delaware, United States of America

## 5. SOLE VOTING POWER

## NUMBER OF

SHARES 0  
6. SHARED VOTING POWER

## BENEFICIALLY

OWNED BY 71,428,000  
EACH 7. SOLE DISPOSITIVE POWER

## REPORTING

PERSON 0  
8. SHARED DISPOSITIVE POWER

## WITH

71,428,000

## 9. AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

71,428,000

## 10. CHECK IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES (see instructions)

..

11. PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9)

10.4% (1)

12. TYPE OF REPORTING PERSON (see instructions)

IA

(1) The percentage set forth in Row 11 of this Cover Page is based on the Issuer's (as defined herein) 685,064,321 shares of Common Stock outstanding as of October 29, 2014, as reported on Exhibit 99.1 to the Issuer's report on Form 6-K filed with the Securities and Exchange Commission (the **SEC**) on October 29, 2014.

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## 1. NAMES OF REPORTING PERSONS

Blue Mountain Credit Alternatives Master Fund L.P.

## 2. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (see instructions)

(a) ☐ (b) ☒

## 3. SEC USE ONLY

## 4. CITIZENSHIP OR PLACE OF ORGANIZATION

Cayman Islands

## 5. SOLE VOTING POWER

## NUMBER OF

SHARES 0  
6. SHARED VOTING POWER

## BENEFICIALLY

OWNED BY 50,749,563  
EACH 7. SOLE DISPOSITIVE POWER

## REPORTING

PERSON 0  
8. SHARED DISPOSITIVE POWER

## WITH

50,749,563

## 9. AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

10. 50,749,563  
CHECK IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES (see instructions)

..

11. PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9)

7.4% (1)

12. TYPE OF REPORTING PERSON (see instructions)

PN

(1) The percentage set forth in Row 11 of this Cover Page is based on the Issuer's 685,064,321 shares of Common Stock outstanding as of October 29, 2014, as reported on Exhibit 99.1 to the Issuer's report on Form 6-K filed with the SEC on October 29, 2014.

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**Item 1.****(a) Name of Issuer**

DryShips Inc.

**(b) Address of Issuer's principal executive offices**

74-76 V. Ipeirou Street

151 25, Marousi

Athens, Greece

**Item 2.****(a) Name of person filing**

This Schedule 13G is being filed on behalf of BlueMountain Capital Management, LLC ( **BMCM** ) and Blue Mountain Credit Alternatives Master Fund L.P. ( **BMCA** ) and together with BMCM, the **Reporting Persons** ), with respect to the shares of Common Stock, \$0.01 par value per share (the **Common Stock** ) of DryShips Inc., a corporation organized under the laws of the Republic of the Marshall Islands (the **Issuer** ).

BMCM acts as investment manager to, and exercises investment discretion with respect to the Common Stock directly owned by, the following entities as of October 24, 2014:

- (i) BMCA, a Cayman Islands exempted limited partnership, with respect to the 50,749,563 shares of Common Stock directly owned by it;
- (ii) BlueMountain Guadalupe Peak Fund L.P., a Delaware limited partnership, with respect to the 1,959,697 shares of Common Stock directly owned by it;
- (i) BlueMountain Monteners Master Fund SCA SICAV-SIF, an investment company with variable capital organized as a specialized investment fund in the form of a corporate partnership limited by shares under the laws of Luxembourg, with respect to the 6,379,451 shares of Common Stock directly owned by it;
- (ii) BlueMountain Kicking Horse Fund L.P., a Cayman Islands exempted limited partnership, with respect to the 1,489,323 shares of Common Stock directly owned by it;

- (iii) BlueMountain Long/Short Credit Master Fund L.P., a Cayman Islands exempted limited partnership, with respect to the 6,702,833 shares of Common Stock directly owned by it;
- (iv) BlueMountain Timberline Ltd., a Cayman Islands exempted limited company, with respect to the 2,939,839 shares of Common Stock directly owned by it as of; and
- (v) BlueMountain Long/Short Credit & Distressed Reflection Fund, a sub fund of AAI BlueMountain Fund PLC, an Irish open-ended umbrella fund investment company incorporated as a public limited company with variable capital and with segregated liability between its sub-funds, with respect to the 1,207,294 shares of Common Stock directly owned by it.

The filing of this statement should not be construed as an admission that either of the Reporting Persons is, for the purpose of Section 13 of the Act, the beneficial owner of the Common Stock reported herein.

**(b) Address or principal business office or, if none, residence**

280 Park Avenue, 12<sup>th</sup> Floor, New York, New York 10017

**(c) Citizenship**

See Row 4 of each Cover Page.



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**(d) Title of class of securities**

Common Stock, par value \$0.01 per share

**(e) CUSIP No.**

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**Item 3. If this statement is filed pursuant to §§240.13d-1(b) or 240.13d-2(b) or (c), check whether the person filing is a:**

- (a) " Broker or dealer registered under section 15 of the Act (15 U.S.C. 78o).
- (b) " Bank as defined in section 3(a)(6) of the Act (15 U.S.C. 78c).
- (c) " Insurance company as defined in section 3(a)(19) of the Act (15 U.S.C. 78c).
- (d) " Investment company registered under section 8 of the Investment Company Act of 1940 (15 U.S.C. 80a-8).
- (e) " An investment adviser in accordance with §240.13d-1(b)(1)(ii)(E);
- (f) " An employee benefit plan or endowment fund in accordance with §240.13d-1(b)(1)(ii)(F);
- (g) " A parent holding company or control person in accordance with §240.13d-1(b)(1)(ii)(G);
- (h) " A savings associations as defined in Section 3(b) of the Federal Deposit Insurance Act (12 U.S.C. 1813);
- (i) " A church plan that is excluded from the definition of an investment company under section 3(c)(14) of the Investment Company Act of 1940 (15 U.S.C. 80a-3);
- (j) " Group, in accordance with §240.13d-1(b)(1)(ii)(K).

**Item 4. Ownership.**

The information required by Items 4(a)-(c) is set forth in Rows 5-11 of the Cover Page and is incorporated herein by reference.

Each of the Reporting Person expressly declares that this filing shall not be construed as an admission that it is, for the purposes of Sections 13(d) or 13(g) of the Act, the beneficial owner of any securities covered by this filing.

**Item 5. Ownership of 5 Percent or Less of a Class.**

Not applicable.

**Item 6. Ownership of More than 5 Percent on Behalf of Another Person.**

Not applicable.

**Item 7. Identification and Classification of the Subsidiary Which Acquired the Security Being Reported on by the Parent Holding Company or Control Person.**

Not applicable.

**Item 8. Identification and Classification of Members of the Group.**

Not applicable.

**Item 9. Notice of Dissolution of Group.**

Not applicable.

**Item 10. Certification.**

By signing below I certify that, to the best of my knowledge and belief, the securities referred to above were not acquired and are not held for the purpose of or with the effect of changing or influencing the control of the issuer of the securities and were not acquired and are not held in connection with or as a participant in any transaction having that purpose or effect, other than activities solely in connection with a nomination under §240.14a-11.

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SIGNATURES

After reasonable inquiry and to the best of the undersigned's knowledge and belief, each of the undersigned certifies that the information set forth in this statement is true, complete and correct.

DATED: November 3, 2014

BLUEMOUNTAIN CAPITAL MANAGEMENT, LLC

By: /s/ PAUL FRIEDMAN  
Paul Friedman, Chief Compliance Officer

BLUE MOUNTAIN CREDIT  
ALTERNATIVES MASTER FUND L.P.  
By: Blue Mountain CA Master Fund GP, Ltd.

By: /s/ ANDREW FELDSTEIN  
Andrew Feldstein, Director