

Transocean Ltd. and Subsidiaries  
Non-GAAP Financial Measures and Reconciliations

Total Debt to Net Debt, Total Debt to Adjusted Debt and Total Capital to Tangible Capital Reconciliations  
(in US\$ millions)

	12/31/14	09/30/14	06/30/14	03/31/14
<b>Total Debt to Net Debt Reconciliation</b>				
Total debt	\$ 10,092	\$ 10,353	\$ 10,457	\$ 10,470
Deduct: cash and cash equivalents	(2,635)	(2,873)	(2,117)	(1,987)
Deduct: cash restricted for debt service	(369)	(427)	(517)	(529)
Net debt	<u>\$ 7,088</u>	<u>\$ 7,053</u>	<u>\$ 7,823</u>	<u>\$ 7,954</u>
<b>Total Debt to Adjusted Debt Reconciliation</b>				
Total debt	\$ 10,092	\$ 10,353	\$ 10,457	\$ 10,470
Deduct: Eksportfinans loans	(369)	(427)	(517)	(529)
Adjusted debt	<u>\$ 9,723</u>	<u>\$ 9,926</u>	<u>\$ 9,940</u>	<u>\$ 9,941</u>
<b>Total Capital to Tangible Capital Reconciliation</b>				
Total equity	\$ 13,982	\$ 14,952	\$ 16,775	\$ 17,175
Add: adjusted debt	9,723	9,926	9,940	9,941
Total capital	23,705	24,878	26,715	27,116
Deduct: goodwill	-	(1,014)	(2,987)	(2,987)
Tangible capital	<u>\$ 23,705</u>	<u>\$ 23,864</u>	<u>\$ 23,728</u>	<u>\$ 24,129</u>
Total Debt / Total Capital	42.6%	41.6%	39.1%	38.6%
Adjusted Debt / Tangible Capital	41.0%	41.6%	41.9%	41.2%
	12/31/13	09/30/13	06/30/13	03/31/13
<b>Total Debt to Net Debt Reconciliation</b>				
Total debt	\$ 10,702	\$ 10,728	\$ 10,799	\$ 11,231
Deduct: cash and cash equivalents	(3,243)	(3,559)	(3,357)	(3,689)
Deduct: cash restricted for debt service	(611)	(628)	(678)	(741)
Net debt	<u>\$ 6,848</u>	<u>\$ 6,541</u>	<u>\$ 6,764</u>	<u>\$ 6,801</u>
<b>Total Debt to Adjusted Debt Reconciliation</b>				
Total debt	\$ 10,702	\$ 10,728	\$ 10,799	\$ 11,231
Deduct: Eksportfinans loans	(591)	(597)	(661)	(686)
Adjusted debt	<u>\$ 10,111</u>	<u>\$ 10,131</u>	<u>\$ 10,138</u>	<u>\$ 10,545</u>
<b>Total Capital to Tangible Capital Reconciliation</b>				
Total equity	\$ 16,685	\$ 16,259	\$ 15,664	\$ 16,027
Add: adjusted debt	10,111	10,131	10,138	10,545
Total capital	26,796	26,390	25,802	26,572
Deduct: goodwill	(2,987)	(2,987)	(2,987)	(2,987)
Tangible capital	<u>\$ 23,809</u>	<u>\$ 23,403</u>	<u>\$ 22,815</u>	<u>\$ 23,585</u>
Total Debt / Total Capital	39.9%	40.7%	41.9%	42.3%
Adjusted Debt / Tangible Capital	42.5%	43.3%	44.4%	44.7%
	12/31/12	09/30/12	06/30/12	03/31/12
<b>Total Debt to Net Debt Reconciliation</b>				
Total debt	\$ 12,459	\$ 14,117	\$ 12,839	\$ 13,456
Deduct: cash and cash equivalents	(5,134)	(6,001)	(3,964)	(3,982)
Deduct: cash restricted for debt service	(835)	(825)	(853)	(907)
Net debt	<u>\$ 6,490</u>	<u>\$ 7,291</u>	<u>\$ 8,022</u>	<u>\$ 8,567</u>
<b>Total Debt to Adjusted Debt Reconciliation</b>				
Total debt	\$ 12,459	\$ 14,117	\$ 12,839	\$ 13,456
Deduct: Eksportfinans loans	(797)	(774)	(815)	(852)
Adjusted debt	<u>\$ 11,662</u>	<u>\$ 13,343</u>	<u>\$ 12,024</u>	<u>\$ 12,604</u>
<b>Total Capital to Tangible Capital Reconciliation</b>				
Total equity	\$ 15,730	\$ 15,256	\$ 15,609	\$ 15,505
Add: adjusted debt	11,662	13,343	12,024	12,604
Total capital	27,392	28,599	27,633	28,109
Deduct: goodwill	(2,987)	(2,987)	(3,099)	(3,099)
Tangible capital	<u>\$ 24,405</u>	<u>\$ 25,612</u>	<u>\$ 24,534</u>	<u>\$ 25,010</u>
Total Debt / Total Capital	45.5%	49.4%	46.5%	47.9%
Adjusted Debt / Tangible Capital	47.8%	52.1%	49.0%	50.4%