



---

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

**FORM 8-K**

**CURRENT REPORT**

**Pursuant to Section 13 OR 15(d) of The Securities Exchange Act of 1934**

**Date of Report (Date of earliest event reported): January 8, 2008**

**Transocean Inc.**

(Exact name of registrant as specified in its charter)

**Cayman Islands**

(State or other Jurisdiction of  
Incorporation)

**333-75899**

(Commission File Number)

**66-0582307**

(IRS Employer Identification No.)

**4 Greenway Plaza, Houston, Texas**

(Address of Principal Executive Offices)

**77046**

(Zip Code)

Registrant's telephone number, including area code: **(713) 232-7500**

**Not Applicable**

(Former name or former address if changed since last report.)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
  - Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
  - Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
  - Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))
- 
-

**Item 7.01 Regulation FD Disclosure.**

Transocean Inc. (the "Company") issues a report entitled "Transocean Fleet Update", which included drilling rig status and contract information, including contract dayrate and duration. The report is dated January 8, 2008 and is furnished as Exhibit 99.1 to this Current Report on Form 8-K and is incorporated herein by reference. You may also subscribe to the free Transocean Financial report Alert which will alert you to new Transocean Fleet Updates. This service will send you an automated email which will provide a link directly to the web page containing the updated report. You may subscribe to this service at the "Investor Relations/Email Alerts" section of the site by selecting "Receive E-mail" and providing your email address. The Company's website may be found at [www.deepwater.com](http://www.deepwater.com).

The statements made in the Transocean Fleet Update that are not historical facts are forward-looking statements within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. Forward-looking statements made in the Transocean Fleet Update include, but are not limited to statements involving the estimated duration of client contracts, contract dayrate amounts, future contract commencement dates and locations and planned shipyard projects. Such statements are subject to numerous risks, uncertainties and assumptions, including but not limited to, uncertainties relating to the level of activity in offshore oil and gas exploration and development, exploration success by producers, oil and gas prices, competition and market conditions in the contract drilling industry, shipyard delays, actions and approvals of third parties, possible cancellation or suspension of drilling contracts as a result of mechanical difficulties or performance, the Company's ability to enter into and the terms of future contracts, the availability of qualified personnel, labor relations and the outcome of negotiations with unions representing workers, operating hazards, storms, terrorism, political and other uncertainties inherent in non-U.S. operations (including the risk of war, civil disturbance, seizure or damage of equipment and exchange and currency fluctuations), the impact of governmental laws and regulations, the adequacy of sources of liquidity, the effect of litigation and contingencies and other factors described above and discussed in the Company's Form 10-K for the year ended December 31, 2006 and in the Company's other filings with the SEC, which are available free of charge on the SEC's website at [www.sec.gov](http://www.sec.gov). Should one or more of these risks or uncertainties materialize, or should underlying assumptions prove incorrect, actual results may vary materially from those indicated. You should not place undue reliance on forward-looking statements. Each forward-looking statement speaks only as of the date of the particular statement, and we undertake no obligation to publicly update or revise any forward-looking statements.

The information in Item 7.01 of this report, including Exhibit 99.1, is being furnished, not filed. Accordingly, the information in Item 7.01 of this report will not be incorporated by reference into any registration statement filed by the Company under the Securities Act of 1933, as amended, unless specifically identified therein as being incorporated therein by reference. The furnishing of the information in this report is not intended to, and does not, constitute a determination or admission by the Company that the information in this report is material or complete, or that investors should consider this information before making an investment decision with respect to any security of the Company.

**Item 9.01 Financial Statements and Exhibits.**

The following exhibit is furnished pursuant to Item 7.01:

Ex-99.1 Transocean Inc. Fleet Update

---

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

**TRANSOCEAN INC.**

Date: January 8, 2008

By: /s/ Chipman Earle

Name: Chipman Earle

Title: Associate General Counsel and  
Corporate Secretary

---

EXHIBIT INDEX

**Exhibit  
No.**  
99.1

**Description**

---

Transocean Inc. Fleet Update



The information contained in this Fleet Update report (the "Information") is as of the date of the report only and is subject to change without notice to the recipient. Transocean Inc. assumes no duty to update any portion of the Information.

**DISCLAIMER.** NEITHER TRANSOCEAN INC. NOR ITS AFFILIATES MAKE ANY EXPRESS OR IMPLIED WARRANTIES (INCLUDING, WITHOUT LIMITATION, ANY WARRANTY OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE OR USE) REGARDING THE INFORMATION CONTAINED IN THIS REPORT, WHICH INFORMATION IS PROVIDED "AS IS." Neither Transocean Inc. nor its affiliates will be liable to any recipient or anyone else for any inaccuracy, error or omission, regardless of cause, in the information set forth in this report or for any damages (whether direct or indirect, consequential, punitive or exemplary) resulting therefrom.

**No Unauthorized Publication or Use.** All information provided by Transocean Inc. in this report is given for the exclusive use of the recipient and may not be published, redistributed or retransmitted without the prior written consent of Transocean Inc.

**Client Contract Duration, Timing and Dayrates and Risks Associated with Operations.** The duration and timing (including both starting and ending dates) of the client contracts are estimates only, and client contracts are subject to cancellation, suspension and delays for a variety of reasons, including some beyond the control of Transocean Inc. Also, the dayrates set forth in the report are estimates based upon the full contractual operating dayrate. However, the actual average dayrate earned over the course of any given contract will be lower and could be substantially lower. The actual average dayrate will depend upon a number of factors (rig downtime, suspension of operations, etc.) including some beyond the control of Transocean Inc. Our client contracts and operations are generally subject to a number of risks and uncertainties, and we urge you to review the description and explanation of such risks and uncertainties in our filings with the Securities and Exchange Commission (SEC), which are available free of charge on the SEC's website at [www.sec.gov](http://www.sec.gov). The dayrates do not include revenue for mobilizations, demobilizations, upgrades, shipyards or recharges.

**Out of Service Days (Shipyards, Mobilizations, Etc.).** Estimated out of service time for 2008 is noted where the company anticipates that a rig will be out of service and not be available to earn an operating dayrate for a period of 14 days or longer. Additional rig out of service time in 2008 may occur and will be added to the report as such events arise. No estimates are made for 2009 and beyond.

Out of service time is denoted as "Mob/Contract Prep" and "Shipyard or Project" out of service days. Mob/Contract Prep refers to periods during which the rig is being mobilized, demobilized and/or modifications or upgrades are being made as a result of contract requirements. Shipyard or Project refers to periods during which the rig is out of service as a result of other planned shipyards, surveys, repairs, regulatory inspections or other planned service or work on the rig. Similar Mob/Contract Prep and Shipyard or Project periods of durations under 14 days will occur but are not noted in the Update. In some instances such as certain mobilizations, demobilizations, upgrades and shipyards, we are paid compensation by our clients that is generally recognized over the life of the underlying contract, although such compensation is not typically significant in relation to the revenue generated by the dayrates we charge our clients.

**Forward-Looking Statement.** The statements made in the Fleet Update that are not historical facts are forward-looking statements within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. Forward-looking statements made in the Fleet Update include, but are not limited to, statements involving the estimated duration of client contracts, contract dayrate amounts, future contract commencement dates and locations and planned shipyard projects and other out of service time. Such statements are subject to numerous risks, uncertainties and assumptions, including but not limited to, uncertainties relating to the level of activity in offshore oil and gas exploration and development, exploration success by producers, oil and gas prices, competition and market conditions in the contract drilling industry, shipyard delays, actions and approvals of third parties, possible cancellation or suspension of drilling contracts as a result of mechanical difficulties or performance, the Company's ability to enter into and the terms of future contracts, the availability of qualified personnel, labor relations and the outcome of negotiations with unions representing workers, operating hazards, factors affecting the duration of contracts including well-in-progress provisions, the actual amount of downtime, factors resulting in reduced applicable dayrates, hurricanes and other weather conditions, terrorism, political and other uncertainties inherent in non-U.S. operations (including the risk of war, civil disturbance, seizure or damage of equipment and exchange and currency fluctuations), the impact of governmental laws and regulations, the adequacy of sources of liquidity, the effect of litigation and contingencies and other factors described above and discussed in the Company's most recently filed Form 10-K, in the Company's Forms 10-Q for subsequent periods and in the Company's other filings with the SEC, which are available free of charge on the SEC's website at [www.sec.gov](http://www.sec.gov). Should one or more of these risks or uncertainties materialize, or should underlying assumptions prove incorrect, actual results may vary materially from those indicated. You should not place undue reliance on forward-looking statements. Each forward-looking statement speaks only as of the date of the particular statement, and we undertake no obligation to publicly update or revise any forward looking statements.

**Fleet Classification.** Transocean Inc. uses a rig classification for its semisubmersible rigs and drillships to reflect the company's strategic focus on the ownership and operation of premium, high specification floating rigs. The rig classification "High Specification Floaters" is comprised of "Ultra-Deepwater" which refers to the latest generation of semisubmersible rigs and drillships possessing the latest technical drilling capabilities and the ability to operate in water depths equal to or greater than 7,500 feet, "Deepwater" which refers to semisubmersible rigs and drillships that possess the ability to drill in water depths equal to or greater than 4,500 feet, and "Harsh Environment" comprised of five of the company's premium harsh environment rigs, the semisubmersibles Henry Goodrich, Transocean Leader, Paul B. Loyd, Jr., Transocean Arctic and Polar Pioneer. The category titled "Midwater Floaters" represents semisubmersible rigs and drillships that possess the ability to drill in water depths of up to 4,499 feet. The jackup fleet is subdivided into two categories; "High Specification" which consists of harsh environment and high performance jackups and "Standard".



Updated : January 8, 2008

Revisions to Last Month's Fleet Status Report Noted in Bold  
Dynamically positioned «

Rig Type/Name	Floater Type	Yr. (1) Entered Service	Water Depth (Feet)	Drilling Depth (Feet)	Location	Client	Current Contract Start/Idle Date	Estimated Expiration /Out of Service (2)	Current Contract Dayrate (3) (Dollars)	Previous Contract Dayrate (3) (Dollars)
<b>Rigs Under Construction (8)</b>										
Discoverer Clear Leader (15)	ship	« TBA	12,000	40,000	USGOM	Chevron	See Footnote 4	See Footnote 4	See Footnote 4	N/A
Discoverer Americas (15)	ship	« TBA	12,000	40,000	USGOM	StatoilHydro	See Footnote 5	See Footnote 5	475,000	N/A
Discoverer Inspiration (15)	ship	« TBA	12,000	40,000	USGOM	Chevron	See Footnote 6	See Footnote 6	472,000	N/A
GSF Drillship TBN 1	ship	« TBA	12,000	40,000	TBA	TBA	See Footnote 7	See Footnote 7	See Footnote 7	N/A
Deepwater Pacific I	ship	« TBA	12,000	35,000	India	Reliance	See Footnote 8	See Footnote 8	See Footnote 8	N/A
Deepwater Pacific II	ship	« TBA	10,000	35,000	TBA	TBA	See Footnote 9	See Footnote 9	See Footnote 9	N/A
Discoverer TBN 1	ship	« TBA	7,500	40,000	Angola	BP	See Footnote 10	See Footnote 10	See Footnote 10	N/A
GSF Development Driller III (15)	semi	« TBA	7,500	30,000	Angola	BP	See Footnote 11	See Footnote 11	382,000	N/A
<b>High Specification Floaters:</b>										
<b>Ultra-Deepwater (18)</b>										
Discoverer Deep Seas (15)	ship	« 2001	10,000	35,000	USGOM	Chevron	Jan-07	Jan-08	294,000	241,000
					USGOM	Chevron	Jan-08	Jan-09	318,000	294,000
					USGOM	Chevron	Apr-08	14 days Shipyard or Project		
					USGOM	Chevron	Jan-09	Jan-11	485,000	318,000
Discoverer Enterprise (15)	ship	« 1999	10,000	35,000	USGOM	BP	Dec-07	Dec-10	520,000	191,000
Discoverer Spirit (15)	ship	« 2000	10,000	35,000	USGOM	Anadarko	Dec-07	Dec-10	475,000	298,000
					USGOM	Anadarko	Dec-10	Dec-13	520,000	475,000
GSF C.R. Luigs (15)	ship	« 2000	10,000	35,000	USGOM	BHP Billiton	Sep-07	Sep-09	393,000	225,000
					USGOM	BHP Billiton	Sep-09	Sep-13	510,000	393,000
GSF Jack Ryan (15)	ship	« 2000	10,000	35,000	Nigeria	Total	Jun-07	Jun-09	297,000	270,000
					Nigeria	Total	Jun-09	May-13	425,000	297,000
Deepwater Discovery	ship	« 2000	10,000	30,000	Nigeria	Total	Mar-07	Aug-08	364,000	357,000
					Brazil	Devon	Aug-08	Jan-14	425,000(14)	364,000
							Dec-08	65 days Shipyard or Project		
Deepwater Frontier	ship	« 1999	10,000	30,000	India	Reliance	Aug-06	Aug-08	320,000	145,000
					India	Reliance	Aug-08	Oct-11	477,000	320,000
Deepwater Millennium (15)	ship	« 1999	10,000	30,000	USGOM	Anadarko	Jun-07	Jun-10	445,000	302,000
Deepwater Pathfinder	ship	« 1998	10,000	30,000	Nigeria	Shell/Chevron/Agip/Petrobras	Jul-07	Jun-09	395,000	190,000
					TBA	TBA	Jun-09	Oct-09	600,000	395,000
Deepwater Horizon (15)	semi	« 2001	10,000	30,000	USGOM	BP	Oct-07	Oct-10	See Footnote 12	278,000
Deepwater Expedition	ship	« 1999	10,000	30,000	Morocco	Petronas Carigali	Dec-07	Feb-08	320,000	240,000
							Feb-08	140 days Mob/Contract Prep		
					India	Reliance	Jun-08	Aug-10	375,000	320,000
Cajun Express (15)	semi	« 2001	8,500	25,000	USGOM	Chevron	Aug-07	Jan-10	460,000	216,000
							May-08	15 days Shipyard or Project		





Updated : January 8, 2008

Revisions to Last Month's Fleet Status Report Noted in Bold  
Dynamically positioned «

Rig Type/Name	Floater Type		Yr. (1) Entered Service	Water Depth (Feet)	Drilling Depth (Feet)	Location	Client	Current Contract Start/Idle Date	Estimated Expiration /Out of Service (2)	Current Contract Dayrate (3) (Dollars)	Previous Contract Dayrate (3) (Dollars)
<b>Deepwater</b>											
Nautilus (15)	semi		2000	8,000	30,000	USGOM	Shell	Dec-06	Jan-09	<b>448,000</b>	220,000
GSF Explorer (15)	ship	«	1972/1998	7,800	30,000	Angola	BP	Jun-07	Apr-09	427,000	365,000
						Angola	BP	Apr-09	Jul-09	450,000	427,000
<b>GSF</b>											
Development Driller I (15)	semi	«	2004	7,500	37,500	USGOM	BHP Billiton	Jun-07	Jun-08	220,000	210,000
								Jun-08	<b>Jul-12</b>	510,000	220,000
<b>GSF Development</b>											
Driller II (15)	semi	«	2004	7,500	37,500	USGOM	BP	Nov-07	Nov-08	202,000	198,000
Sedco Energy (15)	semi	«	2001	7,500	30,000	Nigeria	Chevron	Jan-06	Jan-08	202,000	175,000
						Nigeria	Chevron	Jan-08	Jan-11	478,000	202,000
								Aug-08	30 days Shipyard or Project		
Sedco Express (13) (15)	semi	«	2001	7,500	30,000	Angola	BP	Jun-05	Jun-09	183,000	125,000
								Jun-08	30 days Shipyard or Project		
<b>Deepwater (16)</b>											
<b>Deepwater</b>											
Navigator (14)	ship	«	2000	7,200	25,000	Brazil	Petrobras	Mar-07	Apr-11	188,000	300,000
Discoverer 534	ship	«	1975/1991	7,000	25,000	India	Reliance	Dec-07	Jul-10	250,000	245,000
<b>Discoverer Seven Seas</b>											
	ship	«	1976/1997	7,000	25,000	India	Reliance	Dec-07	Feb-08	292,000	125,000
									120 days Shipyard or Project		
						India	ONGC	Feb-08	<b>Jul-11</b>	316,000	292,000
Transocean Marianas (15)	semi		1998	7,000	25,000	USGOM	BP	Dec-07	Jan-10	444,000	528,000
									300 days Shipyard or Project		
Sedco 706 (to be upgraded) (14)	semi	«	1976/1994/2008	6,500	25,000			Nov-07	80 days Mob/ Contract Prep		
						Brazil	Chevron	Sep-08	Dec-13	<b>312,000</b>	N/A
								Nov-08	60 days Mob/ Contract Prep		
Sedco 702	semi	«	1973/2007	6,500		Nigeria	Shell	<b>Jan-08</b>	<b>Mar-11</b>	350,000	N/A
Sedco 707 (14)	semi	«	1976/1997	6,500	25,000	Brazil	Petrobras	Dec-05	Dec-09	188,000	N/A
<b>GSF Celtic Sea (15)</b>											
	semi		1982/1998	5,750	25,000	USGOM	Eni	Jan-08	Jun-08	335,000	335,000
								Jun-08	85 days Shipyard or Project		
								Sep-08	60 days Mob/ Contract Prep		
Jack Bates	semi		1986/1997	5,400	30,000	Brazil	British Gas	Nov-08	Nov-10	<b>455,000(14)</b>	335,000
						Australia	Woodside	Jun-07	<b>Jun-08</b>	475,000	475,000
								Dec-07	50 days Shipyard or Project		
								Jun-08	21 days Mob/ Contract Prep		
						China	PetroChina	Jun-08	Sep-08	475,000	475,000
								Sep-08	15 days Mob/ Contract Prep		
						Indonesia	Eni	Sep-08	Mar-09	530,000	475,000
								Mar-09	15 days Mob/ Contract Prep		
						Australia	Hess	Mar-09	Jun-10	475,000	530,000



Updated : January 8, 2008

Revisions to Last Month's Fleet Status Report Noted in Bold  
Dynamically positioned «

Rig Type/Name	Floater Type	Yr. (1) Entered Service	Water Depth (Feet)	Drilling Depth (Feet)	Location	Client	Current Contract Start/Idle Date	Estimated Expiration /Out of Service (2)	Current Contract Dayrate (3) (Dollars)	Previous Contract Dayrate (3) (Dollars)
Sedco 709	semi	« 1977/1999	5,000	25,000	Nigeria	Shell	Oct-06	Oct-08	205,000	175,000
M.G. Hulme, Jr.	semi	1983/1996	5,000	25,000	Nigeria	Eni	Nov-07	Jan-10	430,000	355,000
<b>Transocean Richardson (13) (15)</b>	semi	1988	5,000	25,000	Angola	Chevron	Aug-07	Sep-10 60 days Shipyard or Project	450,000	300,000
							<b>May-08</b>			
Jim Cunningham (15)	semi	1982/1995	4,600	25,000	Angola	ExxonMobil	Oct-07	Oct-08	364,000	357,000
							Oct-08	May-09	372,000	364,000
Sedco 710 (13) (14)	semi	« 1983	4,500	25,000	Brazil	Petrobras	Oct-06	Nov-10	125,000	190,000
							Apr-08	75 days Shipyard or Project		
<b>Transocean Rather (14)</b>	semi	1988	4,500	25,000	UKNS	BP	Oct-07	Dec-08	<b>258,000</b>	304,000
					UKNS	BP	Dec-08	Oct-09	<b>440,000</b>	<b>258,000</b>
Sovereign Explorer (15)	semi	1984	4,500	25,000	Trinidad	BG	Oct-07	Feb-08	65,000	65,000
								14 days Shipyard or Project		
					Brazil	Repsol	Mar-08	May-10	380,000(14)	65,000
							Mar-08	35 days Shipyard or Project		
							Jun-08			
<b>Harsh Environment (5)</b>										
Henry Goodrich (15)	semi	1985	5,000	30,000	USGOM	StatoilHydro	Jun-07	May-09	350,000	173,000
<b>Transocean Leader (14) (15)</b>	semi	1987/1997	4,500	25,000	NNS	StatoilHydro	Oct-07	Feb-08	273,000	285,000
					NNS	StatoilHydro	Feb-08	Jul-08	340,000	273,000
					NNS	StatoilHydro	Jul-08	Jul-09	383,000	340,000
					NNS	StatoilHydro	Jul-09	Jan-12	444,000(16)	383,000
Paul B. Loyd, Jr. (14)	semi	1987	2,000	25,000	UKNS	BP	Mar-07	May-09	329,000	145,000
<b>Transocean Arctic (14) (15)</b>	semi	1986	1,650	25,000	NNS	StatoilHydro	Jan-07	Jul-11	285,000	195,000
<b>Polar Pioneer (14) (15)</b>	semi	1985	1,500	25,000	NNS	StatoilHydro	Aug-06	<b>Feb-10</b>	305,000	181,000
					NNS	StatoilHydro	<b>Mar-10</b>	Mar-14	499,000	300,000
<b>Midwater Floaters (29)</b>										
<b>Sedco 700</b>	semi	1973/1997	3,600	25,000	Equatorial Guinea	Hess	Sep-07	<b>Feb-08</b> 50 days Shipyard or Project	363,000	439,000
<b>Transocean Legend</b>	semi	1983	3,500	25,000	<b>China</b> Sakhalin Is.	<b>Devon</b> BP	Dec-07	<b>Jan-08</b>		120,000
							<b>Apr-08</b>	<b>Jan-09</b>	405,000	<b>450,000</b>



Updated : January 8, 2008

Revisions to Last Month's Fleet Status Report Noted in Bold  
Dynamically positioned «

Rig Type/Name	Floater Type	Yr. (1) Entered Service	Water Depth (Feet)	Drilling Depth (Feet)	Location	Client	Current Contract Start/Idle Date	Estimated Expiration /Out of Service (2)	Current Contract Dayrate (3) (Dollars)	Previous Contract Dayrate (3) (Dollars)
Transocean Amirante (15)	semi	1978/1997	3,500	25,000	USGOM	Repsol	Aug-07	Jan-08 95 days Shipyard or Project	325,000	143,000
					USGOM	Eni	Jan-08 May-08	Feb-11 60 days Mob/ Contract Prep	374,000	325,000
<b>GSF Arctic I (14)</b>	semi	1983/1996	3,400	25,000	Brazil	Shell	<b>Dec-07</b> <b>Feb-08</b>	<b>Dec-10</b>	270,000	265,000
C. Kirk Rhein, Jr. Transocean Driller (13) (14)	semi	1976/1997	3,300	25,000	India	Reliance	Feb-07	May-09	340,000	N/A
	semi	1991	3,000	25,000	Brazil	Petrobras	Aug-06	Aug-10 45 days Shipyard or Project	115,000	53,000
<b>GSF Rig 135 (15)</b>	semi	1983	2,400	25,000	Congo	Total	Jul-08 Oct-07	Dec-09	325,000	325,000
<b>GSF Rig 140 (15)</b>	semi	1983	2,400	25,000	Congo Angola	Total ExxonMobil	<b>Jan-10</b> Oct-07 Jul-08	<b>May-10</b> Jul-08 Jun-09	380,000 254,000(22) 309,000	325,000 309,000 254,000
<b>Falcon 100 (13) (14)</b>	semi	1974/1999	2,400	25,000	Brazil	Petrobras	Nov-07 Mar-08	Dec-09 Apr-13	325,000 <b>235,000</b>	325,000 180,000
GSF Aleutian Key (15)	semi	1976/1999/ 2001	2,300	25,000	Angola	Sonangol	Nov-07	Jul-09	357,000	145,000
Istiglal (15) (20)	semi	1995/1998	2,300	20,000	Caspian	BP	Jan-08 Jul-08 Aug-08	Jun-08 Aug-08 Dec-08	101,000 135,000 106,000	96,000 101,000 135,000
Sedco 703	semi	1973/1995	2,000	25,000	Australia	Woodside	Aug-07 Sep-08	Sep-08 20 days Shipyard or Project	435,000	400,000
Sedco 711	semi	1982	1,800	25,000	Australia UKNS	Conoco Phillips Shell	Oct-08 Nov-07 Feb-08	Apr-09 Feb-09 50 Days Shipyard or Project	450,000 283,000	435,000 150,000
<b>Transocean John Shaw</b>	semi	1982	1,800	25,000	UKNS	Total	Dec-07	Apr-08 35 Days Shipyard or Project	<b>383,000(14)</b>	101,000
<b>GSF Arctic III</b>	semi	1984	1,800	25,000	UKNS UKNS	Petrofac Petro-Canada	Apr-08 May-08 Jan-07	May-09 Feb-08 100 Days Shipyard or Project	350,000(21) 350,000	383,000 150,000
<b>GSF Arctic IV</b>	semi	1983/1999	1,800	25,000	Libya UKNS	Eni Shell	May-08 Sep-07	Sep-09 Oct-10	425,000 275,000	350,000 185,000
<b>Sedco 712</b>	semi	1983	1,600	25,000	UKNS UKNS	Oilexco Oilexco	Mar-07 Mar-08	Mar-08 May-10	240,000(14) 340,000	150,000 240,000



Updated : January 8, 2008

Revisions to Last Month's Fleet Status Report Noted in Bold  
Dynamically positioned «

Rig Type/Name	Floater Type	Yr. (1) Entered Service	Water Depth (Feet)	Drilling Depth (Feet)	Location	Client	Current Contract Start/Idle Date	Estimated Expiration /Out of Service (2)	Current Contract Dayrate (3) (Dollars)	Previous Contract Dayrate (3) (Dollars)
<b>Sedco 714 (14)</b>	semi	1983/1997	1,600	25,000	UKNS	Total	Jun-07	Jan-08	<b>312,000</b>	200,000
							Jan-08	Apr-08	<b>362,000</b>	<b>312,000</b>
							Apr-08	Jun-08	<b>212,000</b>	<b>362,000</b>
							Jun-08	Sep-08	<b>262,000</b>	<b>212,000</b>
							Sep-08	Dec-08	<b>212,000</b>	<b>262,000</b>
							Dec-08	Mar-09	<b>262,000</b>	<b>212,000</b>
<b>GSF Grand Banks</b>	semi	1984	1,500	25,000	East Canada	Husky	Jan-06	Jan-08	144,000	107,000
							<b>Jan-08</b>	<b>Jan-11</b>	<b>353,000</b>	<b>144,000</b>
								<b>150 days Shipyard or Project</b>		
<b>Actinia</b>	semi	1982	1,500	25,000	India	Reliance	Aug-08	Aug-09	190,000	54,000
							Sep-06	45 days Shipyard or Project		
<b>Sedco 601</b>	semi	1983	1,500	25,000	Malaysia	Petronas Carigali	Jan-08	Jan-11	255,000	268,000
								14 days Shipyard or Project		
<b>Sedneth 701</b>	semi	1972/1993	1,500	25,000	Angola	Chevron	Apr-08	Jan-10	<b>362,000</b>	90,000
							Jun-07			
Transocean Winner (14) (15)	semi	1983	1,500	25,000	NNS	StatoilHydro	Aug-06	Oct-09	382,000	120,000
Transocean Searcher (14) (15)	semi	1983/1988	1,500	25,000	NNS	StatoilHydro	Oct-06	Jan-09	359,000	138,000
								45 days Shipyard or Project		
<b>Transocean Prospect (14)</b>	semi	1983/1992	1,500	25,000	UKNS	CNR	Apr-08	Mar-12	411,000	359,000
							Jan-09			
Dada Gorgud (15) (20)	semi	1978/1996/1998	1,500	25,000	Caspian	BP	Sep-06	Nov-08	<b>210,000</b>	98,000
							Jan-08	Jun-08	97,000	90,000
J.W. McLean	semi	1974/1996	1,250	25,000	UKNS	Shell	Jul-08	Aug-08	126,000	97,000
							Aug-08	Dec-08	101,000	126,000
<b>GSF Arctic II (15)</b>	semi	1982	1,200	25,000	UKNS	ADTI	Jul-07	Aug-08	250,000	140,000
							Nov-07	<b>Feb-08</b>	380,000(23)	365,000
					UKNS	Talisman	<b>Feb-08</b>	<b>Mar-08</b>	365,000	380,000
							<b>Mar-08</b>	<b>May-08</b>	<b>420,000</b>	<b>365,000</b>
					UKNS	Lundin	<b>May-08</b>	<b>Jul-08</b>	425,000	365,000
								50 days Shipyard or Project		
<b>Sedco 704 (14)</b>	semi	1974/1993	1,000	25,000	UKNS	BP	Jul-08	Nov-08	<b>319,000</b>	176,000
							Sep-07			
<b>High Specification Jackups (10)</b>										
GSF Constellation I (15)		2003	400	30,000	Trinidad	BP	Aug-07	Aug-09	219,000	76,000
<b>GSF Constellation II (15)</b>		2004	400	30,000	Egypt	BP	Jun-07	Mar-10	194,000	170,000



Updated : January 8, 2008

Revisions to Last Month's Fleet Status Report Noted in Bold  
Dynamically positioned «

Rig Type/Name	Floater Type	Yr. (1) Entered Service	Water Depth (Feet)	Drilling Depth (Feet)	Location	Client	Current Contract Start/Idle Date	Estimated Expiration /Out of Service (2)	Current Contract Dayrate (3) (Dollars)	Previous Contract Dayrate (3) (Dollars)		
GSF Galaxy I		1991/2001	400	30,000	UKNS	BP	Jun-06	Apr-08	100,000	80,000		
							<b>Apr-08</b>	Jul-08	<b>300,000</b>	100,000		
							Jul-08	<b>Oct-08</b>	100,000	300,000		
							<b>Oct-08</b>	<b>Apr-09</b>	<b>115,000</b>	100,000		
							May-09	Jul-09	227,000	115,000		
GSF Galaxy II (15)		1998	400	30,000	UKNS	ADTI	Jul-07	Jan-08	320,000(23)	300,000		
							UKNS	ADTI	<b>Jan-08</b>	<b>Feb-08</b>	300,000(23)	320,000
											30 days Shipyard or Project	
GSF Galaxy III (15)		1999	400	30,000	UKNS	Nexen	Oct-07	<b>Sep-09</b>	108,000	100,000		
								45 days Shipyard or Project				
							<b>Jul-08</b>					
GSF Baltic (15)		1983	375	25,000	Nigeria	ExxonMobil	May-07	May-09	205,000	240,000		
GSF Magellan		1992	350	30,000	UKNS	Shell	May-07	<b>Feb-08</b>	300,000	145,000		
							UKNS	Shell	<b>Feb-08</b>	<b>Jul-08</b>	145,000	300,000
								35 days Shipyard or Project				
GSF Monarch		1986	350	30,000	UKNS	Shell	Dec-07	Mar-09	78,000	70,000		
GSF Monitor (15)		1989	350	30,000	Trinidad	BP	Apr-07	Mar-09	151,000	70,000		
Trident 20		2000	350	25,000	Caspian	Petronas Carigali	Jan-06	Jan-10	130,000	90,000		
											14 days Shipyard or Project	
							May-08					
<b>Standard Jackups (58)</b>												
Trident IX		1982	400	20,000	Vietnam	JVPC	Aug-07	Sep-08	210,000	188,000		
								80 days Shipyard or Project				
							Sep-08					
Trident 17		1983	355	25,000	Malaysia	Petronas Carigali	Sep-07	May-10	185,000	195,000		
GSF Adriatic II (15)		1981	350	25,000	Angola	Chevron	May-07	May-09	190,000	55,000		
GSF Adriatic III		1982	350	25,000	USGOM	ADTI	Jan-08	Mar-08	93,000(23)	75,000		
GSF Adriatic IX		1981	350	25,000	Gabon	Total	Nov-07	Jul-08	155,000	100,000		
							Gabon	Total	Jul-08	Jul-09	188,000	155,000
GSF Adriatic X		1982	350	30,000	Egypt	Petrobel	Nov-06	Nov-08	<b>161,000</b>	63,000		
GSF Key Manhattan		1980	350	25,000	Egypt	Petrobel	Aug-07	Aug-08	155,000	136,000		
GSF Key Singapore		1982	350	25,000	Egypt	Petrobel	Jun-07	May-08	155,000	136,000		
											60 days Shipyard or Project	
							<b>Jul-08</b>					
GSF Adriatic VI (15)		1981	328	25,000	Gabon	Premier	Dec-07	Jan-08	195,000	167,000		
					Nigeria	Afren	Jan-08	Sep-08	210,000	195,000		
					Gabon	Vaalco	<b>Oct-08</b>	<b>Dec-08</b>	<b>218,000</b>	<b>210,000</b>		
GSF Adriatic VIII (15)		1983	328	25,000	Nigeria	ExxonMobil	Mar-07	Mar-09	188,000	145,000		



Updated : January 8, 2008

Revisions to Last Month's Fleet Status Report Noted in Bold  
Dynamically positioned «

Rig Type/Name	Floater Type	Yr. (1) Entered Service	Water Depth (Feet)	Drilling Depth (Feet)	Location	Client	Current Contract Start/Idle Date	Estimated Expiration /Out of Service (2)	Current Contract Dayrate (3) (Dollars)	Previous Contract Dayrate (3) (Dollars)
C.E. Thornton		1974	300	25,000	India	ONGC	May-06	Oct-08 170 days Shipyard or Project	45,000	45,000
					India	ONGC	Feb-08	Oct-11	146,000	45,000
D.R. Stewart		1980	300	25,000	Italy	Eni	Apr-07	Apr-10	168,000	57,000
F.G. McClintock		1975	300	25,000	India	ONGC	Jan-05	Feb-08 170 days Shipyard or Project	50,000	50,000
					India	ONGC	Feb-08	Nov-11	145,000	50,000
G.H. Galloway		1984	300	25,000	Italy	Eni	Aug-06	Aug-08 14 days Shipyard or Project	115,000	54,000
GSF Adriatic I (15)		1981	300	25,000	Angola	Chevron	Apr-07	Apr-09	190,000	110,000
GSF Adriatic V (15)		1979	300	25,000	Angola	Chevron	Mar-07	Mar-09	190,000	55,000
GSF Adriatic XI (15)		1983	300	25,000	Vietnam	Hoang Long JOC	Jul-07	Jul-08 45 days Shipyard or Project	210,000	110,000
GSF Compact Driller (15)		1992	300	25,000	Thailand	Chevron	Oct-07	Apr-09	196,000	186,000
GSF Galveston Key		1978	300	25,000	Vietnam	Cuu Long JOC	Mar-06	Mar-08	147,000	73,000
					Vietnam	Cuu Long JOC	Mar-08	Sep-08	178,000	147,000
					Vietnam	Cuu Long JOC	Sep-08	Mar-09	183,000	178,000
					Vietnam	Cuu Long JOC	Mar-09	Sep-09	187,000	183,000
					Vietnam	Cuu Long JOC	Sep-09	Mar-10	192,000	187,000
GSF Key Gibraltar		1976/1996	300	25,000	Thailand	PTTEP	Oct-07	Jun-08 70 days Shipyard or Project	205,000	192,000
					Malaysia	PTTEP	Jun-08 Aug-08	Dec-08	205,000	205,000
GSF Key Hawaii (15)		1982	300	25,000	Qatar	Maersk	Jul-07	Jul-09	175,000	195,000
GSF Labrador (15)		1983	300	25,000	UKNS	Tullow Oil	Dec-07	Apr-08 30 days Shipyard or Project	225,000	173,000
							Apr-08			
GSF Main Pass I		1982	300	25,000	Saudi Arabia	Saudi Aramco	Jul-07	Jul-11	164,000	100,000
GSF Main Pass IV		1982	300	25,000	Saudi Arabia	Saudi Aramco	Aug-07	Jul-11	164,000	100,000
GSF Parameswara		1983	300	20,000	Indonesia	Total	Jan-07	Jul-08 50 days Shipyard or Project	102,000	70,000
							Jul-08			
GSF Rig 134		1982	300	20,000	Malaysia	Petronas Carigali	Apr-07	May-10	166,000	128,000
GSF Rig 136		1982	300	20,000	Indonesia	BHP Billiton	Nov-07	May-08	185,000	210,000
Harvey H. Ward		1981	300	25,000	Malaysia	Talisman	Mar-07	Aug-08 125 days Shipyard or Project	110,000	116,000
							Aug-08			
Interocean III		1978/1993	300	25,000	Egypt	Agiba	Jul-07	Jan-09	117,000	65,000
J.T. Angel		1982	300	25,000	India	ONGC	Mar-07	May-10	148,000	105,000
Randolph Yost		1979	300	25,000	India	ONGC	Mar-07	Mar-10	148,000	61,000
Roger W. Mowell		1982	300	25,000	Malaysia	Talisman	Nov-06	Dec-08	110,000	48,000



Updated : January 8, 2008

Revisions to Last Month's Fleet Status Report Noted in Bold  
Dynamically positioned «

Rig Type/Name	Floater Type	Yr. (1) Entered Service	Water Depth (Feet)	Drilling Depth (Feet)	Location	Client	Current Contract Start/Idle Date	Estimated Expiration /Out of Service (2)	Current Contract Dayrate (3) (Dollars)	Previous Contract Dayrate (3) (Dollars)
Ron Tappmeyer Shelf Explorer		1978	300	25,000	India	ONGC	Feb-07	Feb-10	148,000	62,000
		1982	300	20,000	Vietnam	Lam Son	Dec-07	May-08	174,000	208,000
Transocean Nordic		1984	300	25,000			Oct-07	170 days Shipyard or Project		
<b>Trident 15</b>		1982	300	25,000	Thailand	Chevron	Nov-08 Feb-06	150 days Shipyard or Project <b>Feb-12</b>	100,000(17)	60,000
<b>Trident 16</b>		1982	300	25,000	Thailand	Chevron	May-07 <b>Nov-07</b> <b>Jan-08</b>	Project <b>Jan-08</b> <b>Aug-11</b>	<b>195,000</b>	95,000
Trident II		1977/1985	300	25,000	TBA	TBA	Jan-07	Aug-10	180,000	<b>195,000</b>
Trident IV		1980/1999	300	25,000	India	ONGC	Apr-07	Jun-11	148,000	60,000
Trident VIII		1981	300	21,000	Nigeria	Chevron	Feb-06	Mar-08	90,000	120,000
					Nigeria	Conoil	Apr-06	May-08	66,000	56,000
								15 days Shipyard or Project		
Trident XII		1982/1992	300	25,000	India	ONGC	May-08 Jan-07	Project Feb-10	148,000	62,000
<b>Trident XIV</b>		1982/1994	300	20,000	Angola	Chevron	Jun-06	<b>Jun-09</b>	98,000	61,000
GSF High Island II		1979	270	20,000	Saudi Arabia	Saudi Aramco	Jul-07	Jul-11	164,000	100,000
GSF High Island IV		1980/2001	270	20,000	Saudi Arabia	Saudi Aramco	May-07	May-11	164,000	107,000
<b>GSF High Island V</b>		1981	270	20,000	Gabon	Total	May-07	Jun-08	155,000	86,000
GSF High Island I		1979	250	20,000	USGOM	ADTI	Oct-07	Jan-08	65,000(23)	70,000
GSF High Island IX (15)		1983	250	20,000	Nigeria	Addax Petroleum	Jun-07	Jun-09	150,000	145,000
								14 days Shipyard or Project		
GSF High Island VII		1982	250	20,000	Cameroon	Total	Aug-08 Feb-07	Project Sep-08	160,000	98,000
								30 days Shipyard or Project		
<b>GSF High Island VIII</b>		1981	250	20,000	USGOM	LLOG Exploration	Oct-07	Jan-08	58,000	75,000
					USGOM	BHP Billiton	<b>Jan-08</b>	<b>Apr-08</b>	<b>72,000</b>	<b>58,000</b>
								60 days Shipyard or Project		
GSF Rig 103		1974	250	20,000	UAE	Atlantis	Sep-08 Sep-07	Project Feb-08	170,000	130,000
GSF Rig 105		1975	250	20,000	Egypt	Petrobel	Mar-07	Mar-08	90,000	85,000
GSF Rig 124		1980	250	20,000	Egypt	AMAPETCO	Apr-07	Oct-08	110,000	55,000
GSF Rig 127 (15)		1981	250	20,000	Qatar	Maersk	Jun-07	Jun-09	145,000	120,000
GSF Rig 141		1982	250	20,000	Egypt	Petroguif	Nov-07	Nov-08	115,000	115,000
Transocean Comet		1980	250	20,000	Egypt	GUPCO	Oct-07	Oct-09	112,000	62,000
Transocean Mercury		1969/1998	250	20,000	Egypt	Petrobel	Feb-06	Feb-08	58,000	50,000
Trident VI		1981	220	21,000	Vietnam	Vietsovpetro	Apr-07	Aug-08	193,000	142,000
GSF Britannia		1968	200	20,000	UKNS	Shell	Aug-07	Feb-09	61,000	55,000



Updated : January 8, 2008

Revisions to Last Month's Fleet Status Report Noted in Bold  
Dynamically positioned «

Rig Type/Name	Floater Type	Yr. (1) Entered Service	Water Depth (Feet)	Drilling Depth (Feet)	Location	Client	Current Contract Start/Idle Date	Estimated Expiration /Out of Service (2)	Current Contract Dayrate (3) (Dollars)	Previous Contract Dayrate (3) (Dollars)	
<b>Swamp Barges (2)</b>											
Searex 4		1981/1989	21	25,000	Indonesia	Total	Sep-04	Sep-09	39,000	N/A	
Hibiscus (18)		1979/1993	25	16,000	Indonesia	Total	Oct-07	Sep-12	71,500	74,000	
<b>Others (2)</b>											
<b>Joides Resolution (15) (19)</b>											
ship	«	1978	27,000	30,000	Singapore Worldwide	TAMRF	Oct-06 <b>Jul-08</b>	<b>600 days Shipyard or Project Jan-14</b>	64,500	35,000	
Sedco 135D (14)		1966/1977/ 2001	600		Brazil	SLB	Jun-01	Jun-09	33,000	N/A	
<b>Fixed-Price Options</b>											
<b>High Specification Floaters: Ultra-Deepwater</b>											
GSF Explorer	ship	«	1972/1998	7,800	30,000	Angola	BP	Jul-09	Oct-09	450,000	450,000
Sedco Express	semi	«	2001	7,500	25,000	Angola	BP	Jul-09	Jul-10	183,000	183,000
<b>Deepwater</b>											
Discoverer 534	ship	«	1975/1991	7,000	25,000	India	Reliance	Jul-10	Jan-11	250,000	250,000
Sedco 709	semi	«	1977/1999	5,000	25,000	Nigeria	Shell	Oct-08	Oct-09	205,000	205,000
<b>Harsh Environment</b>											
Henry Goodrich	semi	1985	2,000	30,000	USGOM	StatoilHydro	May-09	May-10	350,000	350,000	
<b>Midwater Floaters</b>											
Sedco 703	semi	1973/1995	2,000	25,000	Australia	ConocoPhillips	Apr-09	May-09	450,000	450,000	
Transocean Searcher	semi	1983/1988	1,500	25,000	NNS	StatoilHydro	Mar-12	Sep-12	390,000	411,000	
<b>High Specification Jackups</b>											
GSF Galaxy III		1999	400	30,000	UKNS	Nexen	<b>Sep-09</b>	<b>Mar-10</b>	108,000	108,000	
<b>Standard Jackups</b>											
GSF Parameswara		1983	300	20,000	Indonesia	Total	Sep-08	<b>Feb-09</b>	106,000	102,000	
<b>Others</b>											
<b>Joides Resolution</b>											
ship	«	1978	27,000	30,000	Worldwide	TAMRF	<b>Jan-14</b>	<b>Jan-24</b>	64,500	64,500	



Updated : January 8, 2008

**Revisions to Last Month's Fleet Status Report Noted in Bold  
Dynamically positioned «**

Footnotes:

- (1) Dates shown are the original service date and the date of the most recent upgrade, if any.
- (2) Expiration dates represent the company's current estimate of the earliest date the contract for each rig is likely to expire. Some rigs have two contracts in continuation, so the second line shows the estimated earliest availability. Many contracts permit the client to extend the contract. The out of service time represents those days in 2008 where the company anticipates that a rig will be out of service and not be available to earn an operating dayrate for a period of 14 days or longer. Please refer to the "Out of Service Days (Shipyards, Mobilizations, Etc.)" section of the Cover Page for a full description.
- (3) Represents the full operating dayrate, although the average dayrate over the term of the contract will be lower and could be substantially lower. Does not reflect incentive programs which are typically based on the rig's operating performance against a performance curve. Please refer to the "Client Contract Duration and Dayrates and Risks Associated with Operations" section of the Cover Page for a description of dayrates.
- (4) We have been awarded a five-year drilling contract by Chevron for the construction of an enhanced Enterprise-class drillship to be named *Discoverer Clear Leader*. Operations are expected to commence during the second quarter of 2009, after shipyard construction followed by sea trials, mobilization to the U.S. Gulf of Mexico and customer acceptance. The contract commencement date is contingent on vendor performance and other factors. During the first three years of the contract, the contract dayrate is \$469,000. The dayrate for the last two years of the contract is linked to the standard West Texas Intermediate crude oil price with a floor of \$40 per barrel resulting in a contract dayrate of \$400,000 and a ceiling of \$70 per barrel resulting in a contract dayrate of \$500,000.
- (5) We have been awarded a four-year drilling contract by StatoilHydro for the construction of an enhanced Enterprise-class drillship to be named *Discoverer Americas*. Operations are expected to commence by mid-2009, after shipyard construction followed by sea trials, mobilization to the U.S. Gulf of Mexico and customer acceptance. The contract commencement date is contingent on vendor performance and other factors.
- (6) We have been awarded a five-year contract by Chevron for the construction of an enhanced Enterprise-class drillship to be named *Discoverer Inspiration*. Operations are expected to commence during the first quarter of 2010, after shipyard construction followed by sea trials, mobilization to the U.S. Gulf of Mexico and customer acceptance. The contract commencement date is contingent on vendor performance and other factors.
- (7) In September 2007 we exercised an option to construct a Gusto MSC/P 10,000 design drillship which is yet to be named. Construction of the drillship is expected to be completed in the third quarter of 2010. We are actively marketing the drillship.
- (8) We own a 50 percent interest in this ultra-deepwater Samsung-design drillship to be named *Deepwater Pacific I* through a joint venture company with Pacific Drilling Limited. The joint venture has been awarded a four-year drilling contract with Reliance for construction of the drillship. Operations are expected to commence during the third quarter of 2009, after shipyard construction followed by sea trials, mobilization and customer acceptance. The contract commencement date is contingent on vendor performance and other factors. During the first six months of the contract, the contract dayrate is \$495,000, regardless of the duration of the remaining term of the contract. The dayrate for the remaining three and one-half years of the contract is \$530,000. On or prior to October 31, 2008, the contract may be extended to five years, in which case the dayrate would be reduced to \$515,000 for the remaining four and one-half years.
- (9) We own a 50 percent interest in this ultra-deepwater Samsung-design drillship to be named *Deepwater Pacific II* through a joint venture company with Pacific Drilling Limited. The drillship is expected to finish construction in first quarter 2010. The joint venture is actively marketing the drillship.
- (10) We have been awarded a drilling contract by BP for the construction of an enhanced Enterprise-class drillship. The rig will be owned by a joint venture in which the company owns 65 percent. The contract has an initial term of five years, but can be converted at the customer's election by the end of March 2008 to a seven-year term. Operations are expected to commence during the third quarter of 2010, after shipyard construction followed by sea trials, mobilization to Angola and customer acceptance. The contract commencement date is contingent on vendor performance and other factors. The dayrate to be paid on a five-year contract period is \$460,000, or \$430,000 should the contract be converted to a seven-year term.

Updated : January 8, 2008

**Revisions to Last Month's Fleet Status Report Noted in Bold  
Dynamically positioned «**

- (11) We have been awarded a seven-year drilling contract by BP for the construction of a Keppel Fels MSC DSS 51 design semisubmersible to be named *GSF Development Driller III*. Operations are expected to commence by mid-2009, after shipyard construction followed by sea trials, mobilization to Angola and customer acceptance. The contract commencement date is contingent on vendor performance and other factors.
- (12) **Dayrate for contract period October 2007 through October 2010 to be set using a quarterly average of the stated contract dayrates on the company's other Ultra-Deepwater, dynamically positioned rigs operating in the U.S. Gulf of Mexico. The dayrate is currently estimated to range from \$445,000 in December 2007 to \$487,000 in October 2010.**
- (13) Current contract provides for a bonus incentive opportunity not reflected in the stated current contract dayrate.
- (14) Reflects the current contracted dayrate which is comprised of a foreign currency component and which could change due to foreign exchange adjustments.
- (15) Reflects the current contracted dayrate which could change due to cost escalations.
- (16) **Dayrate reflects a base level to be paid. The rig will receive a dayrate higher than the stated base level when utilized in a water depth of greater than 1,500 feet.**
- (17) Dayrate subject to annual adjustment based on market dayrates within specific parameters.
- (18) Owned by a joint venture in which the company owns an 80 percent interest.
- (19) Operated under a management contract with the rig's owner. The rig is currently engaged in scientific geological coring activities and is owned by a joint venture in which a subsidiary of the company has a 50 percent interest. Dayrate indicated reflects 100 percent of contract rate.
- (20) Operated under a management contract with the rig's owner.
- (21) **In December 2007, the customer elected to lengthen its original six month contract to a twelve month contract at a dayrate of \$350,000.**
- (22) On June 30, 2007, the riser for GSF Rig 135 was lost at sea when the transport vessel capsized. A newly manufactured riser that was to be shipped to GSF Rig 140 to replace GSF Rig 140's existing riser was redirected to GSF Rig 135. Since we were obligated to provide a new riser for GSF Rig 140's current contract, the dayrate for GSF Rig 140 was reduced by \$55,000 per day until such time that we are able to replace the riser. We believe that the \$55,000 dayrate reduction is covered under applicable insurance policies.
- (23) For the period of time that this rig is contracted to Applied Drilling Technology International, the drilling management services division of the Company's U.K. operating subsidiary, or Applied Drilling Technology Inc., the drilling management services division of the Company's U.S. operating subsidiary, accounting rules require that we eliminate the revenues and costs related to those contracts.