

Transocean Ltd. and subsidiaries Non-GAAP Financial Measures and Reconciliations Adjusted Net Income and Adjusted Diluted Earnings Per Share (in US\$ millions, except per share data)

Adjusted Nilmornam Influtabiliatio to controlling interest, as reported 1						YTD 06/30/16	QTD 06/30/16		QTD 03/31/16	
Add Sack Such and Comment of access of the properties of the pro	Adjusted Net Income									
Restructuring changes	Net income attributable to controlling interest, as reported					\$ 326	\$	77	\$	249
Contain containment of assets 1	Add back (subtract):									
Gain on disposal of assets, net (gino on disposal of assets, net (Restructuring charges					11		7		4
Gain on disposal of assets, net (gino on disposal of assets, net (Loss on impairment of assets					20		18		2
Common reliement of debt (Income) loss from decontinual operations	·							(4)		
Discrete tax items and other, net 10 1 1 1 1 1 1 1 1	•									-
Discrete lax lems and other, net						-				1
Not income (loss) attributable to controlling interest, as reported \$71 \$1231/15	•					4				
Diluted earnings per share, as reported S 0.88 S 0.21 S 0.68							\$		\$	
Add back (subtract): Restructuring charges	Adjusted Diluted Earnings Per Share:									
Restructuring charges	Diluted earnings per share, as reported					\$ 0.88	\$	0.21	\$	0.68
Loss on impalment of assets	Add back (subtract):									
Gain on disposal of assets, net Gain on retirement of debt (ncome) loss from discontinued operations Type Come	Restructuring charges					0.03		0.02		0.01
Gain on disposal of assets, net Gain on retirement of debt (ncome) loss from discontinued operations Type Come	Loss on impairment of assets					0.05		0.04		-
Cincome loss from discontinued operations	Gain on disposal of assets, net					(0.01)	((0.01)		-
Discrete tax items and other, net Diffued earnings per share, as adjusted YTD QTD YTD QTD	Gain on retirement of debt					(0.10)	((0.10)		-
Net income part Net income	(Income) loss from discontinued operations					-		-		-
Adjusted Net Income 12/31/115 12/31/115 12/31/115 12/31/115 12/31/115 12/31/115 12/31/115 12/31/115 12/31/115 12/31/115 12/31/115 12/31/115 12/31/115 12/31/115 13/30/30/115 13/30/30/115 13/30/30/31/15 13/30/30/31/15 13/30/30/31/15 13/30/30/31/15 13/30/30/31/15 13/30/30/31/15 13/30/30/31/15 13/30/30/31/15 13/30/30/31/15 13/30/30/31/15 13/30/30/31/15 13/30/30/31/15 13/30/30/31/15 13/30/30/31/15 13/30/30/31/15 13/30/30/31/15 13/30/30/30/31/15 13/30/30/30/31/15 13/30/30/30/31/15 13/30/30/30/30/30/30/31 13/30/30/30/30/30/30/30/30/30/30/30/30/30	Discrete tax items and other, net					0.01		0.01		-
Adjusted Net Income 12/31/15 12/31/15 09/30/15 06/30/15 06/30/15 03/31/15 Adjusted Net Income (loss) attributable to controlling interest, as reported Add back (subtract): 791 \$ 611 \$ 180 \$ 321 \$ (141) \$ 342 \$ (483) Add back (subtract): Litigation matters (735) - 7 (735) - 7 (735) (735) - 7 List patient of descers 40 22 18 2 16 11 5 Loss on impairment of assets 1,713 29 1,684 13 1,671 77 874 Gain on disposal of assets, net (12 (5) 77 (11) (6) (5) 77 (71) (6) 70 70 - 7 - 7 874 - 7	Diluted earnings per share, as adjusted					\$ 0.86	\$	0.17	\$	0.69
Add back (subtract): Litigation matters (735) - (735)	Adjusted Net Income									
Add back (subtract): Litigation matters (735) - (735)	•	\$ 791	\$ 611	\$ 180	\$ 321	\$ (141)	\$	342	\$	(483)
Litigation matters (735) - (73	•									
Restructuring charges		(735)		(735)	-	(735)		(735)		-
Loss on impairment of assets	•	, ,			2			. ,		5
Gain on disposal of assets, net (12) (5) (7) (1) (6) (5) (1) Gain on retirement of debt (23) (16) (7) (7) - - - - Gain on disposal of assets in discontinued operations (1) - (1) (1) - <td></td>										
Gain on retirement of debt (23) (16) (7) (7) -										
Gain on disposal of assets in discontinued operations (1) - (1) (1) -	•	. ,				-		-		-
(Income) loss from discontinued operations (1) 1 (2) (3) 1 (1) 2 Discrete tax items and other, net (35) (27) (8) (8) - (1) 1 Net income, as adjusted \$ 1,737 \$ 615 \$ 1,122 \$ 316 \$ 806 \$ 408 \$ 398 Adjusted Diluted Earnings Per Share: Diluted earnings (loss) per share, as reported \$ 2.16 \$ 1.66 \$ 0.49 \$ 0.88 \$ (0.39) \$ 0.93 \$ (1.33) Adjusted Diluted Earnings Per Share: Diluted earnings (loss) per share, as reported \$ 2.16 \$ 1.66 \$ 0.49 \$ 0.88 \$ (0.39) \$ 0.93 \$ (1.33) Adjusted Diluted Earnings Per Share: Diluted earnings (loss) per share, as reported \$ 2.16 \$ 1.66 \$ 0.49 \$ 0.88 \$ (0.39) \$ 0.93 \$ (1.33) Adjusted Diluted Earnings Per Share: Diluted earnings (loss) per share, as reported \$ 2.16 \$ 0.49 \$ 0.88 \$ (0.39) \$ 0.93 \$ (2.02) <t< td=""><td></td><td></td><td></td><td></td><td></td><td>_</td><td></td><td>-</td><td></td><td>-</td></t<>						_		-		-
Discrete tax items and other, net (35) (27) (8) (8) - (11) 1 Net income, as adjusted \$ 1,737 \$ 615 \$ 1,122 \$ 316 \$ 806 \$ 408 \$ 398 Adjusted Diluted Earnings Per Share: Diluted earnings (loss) per share, as reported \$ 2.16 \$ 1.66 \$ 0.49 \$ 0.88 \$ (0.39) \$ 0.93 \$ (1.33) Add back (subtract): Litigation matters (2.02) - (2.02) - (2.02) (2.02) - (2.02) Restructuring charges 0.11 0.06 0.04 - (0.04 0.03 0.01 Loss on impairment of assets 4.67 0.08 4.61 0.03 4.60 2.18 2.41 Gain on disposal of assets, net (0.02) (0.01) (0.02) - (0.02) (0.02) - (0.02) Gain on disposal of assets in discontinued operations - (2.02) - (2.02) - (2.02) - (2.02) Gain on disposal of assets in discontinued operations - (2.02) (0.02) - (2.02) - (2.02) - (2.02) Gin on disposal of assets in discontinued operations - (2.02) (0.02) (0.02) - (2.02) - (2.02) - (2.02) Gin on disposal of assets in discontinued operations - (2.02) (0.02) (0.02) - (2.02) - (2.02) - (2.02) Gin on disposal of assets in discontinued operations - (2.02) (0.02) (0.02) - (2.02) - (2.02) - (2.02) Gin on disposal of assets in discontinued operations - (2.02) - (2.02) - (2.02) - (2.02) - (2.02) - (2.02) Gain on disposal of assets in discontinued operations - (2.02) - (2.02) - (2.02) - (2.02) - (2.02) - (2.02) - (2.02) Gain on disposal of assets in discontinued operations - (2.02)	·					1		(1)		2
Net income, as adjusted \$ 1,737 \$ 615 \$ 1,122 \$ 316 \$ 806 \$ 408 \$ 398 Adjusted Diluted Earnings Per Share: Diluted earnings (loss) per share, as reported \$ 2.16 \$ 1.66 \$ 0.49 \$ 0.88 \$ (0.39) \$ 0.93 \$ (1.33) Add back (subtract): Litigation matters (2.02) - (2.02) - (2.02) - (2.02) - (2.02) - - (2.02) - - 0.04 0.03 0.01 0.01 0.03 4.60 2.18 2.41	•					_				
Diluted earnings (loss) per share, as reported \$ 2.16 \$ 1.66 \$ 0.49 \$ 0.88 \$ (0.39) \$ 0.93 \$ (1.33) Add back (subtract): Litigation matters (2.02) - (2.02)						\$ 806	\$		\$	
Add back (subtract): (2.02) - (2.02) - (2.02) - (2.02) - (2.02) - (2.02) - (2.02) -	Adjusted Diluted Earnings Per Share:									
Litigation matters (2.02) - (2.02) - (2.02) - (2.02) - (2.02) - - (2.02) -	Diluted earnings (loss) per share, as reported	\$ 2.16	\$ 1.66	\$ 0.49	\$ 0.88	\$ (0.39)	\$	0.93	\$	(1.33)
Restructuring charges 0.11 0.06 0.04 - 0.04 0.03 0.01 Loss on impairment of assets 4.67 0.08 4.61 0.03 4.60 2.18 2.41 Gain on disposal of assets, net (0.02) (0.01) (0.02) - (0.02) (0.01) - Gain on retirement of debt (0.06) (0.04) (0.02) (0.02) - - - - Gain on disposal of assets in discontinued operations - - - - - - - - (Income) loss from discontinued operations - - - - - - - - 0.01 Discrete tax items and other, net (0.10) (0.07) (0.02) (0.02) - - - - -	Add back (subtract):									
Loss on impairment of assets	Litigation matters	(2.02)		(2.02)	-	(2.02)	((2.02)		-
Gain on disposal of assets, net (0.02) (0.01) (0.02) - (0.02) (0.01) - Gain on retirement of debt (0.06) (0.04) (0.02) (0.02) - - - Gain on disposal of assets in discontinued operations - - - - - - - - (Income) loss from discontinued operations - - - - - - - - - 0.01 Discrete tax items and other, net (0.10) (0.07) (0.02) (0.02) - - - - -	Restructuring charges	0.11	0.06	0.04	-	0.04		0.03		0.01
Gain on disposal of assets, net (0.02) (0.01) (0.02) - (0.02) (0.01) - Gain on retirement of debt (0.06) (0.04) (0.02) (0.02) - - - Gain on disposal of assets in discontinued operations - - - - - - - - (Income) loss from discontinued operations - - - - - - - 0.01 Discrete tax items and other, net (0.10) (0.07) (0.02) (0.02) - - - -	Loss on impairment of assets	4.67	0.08	4.61	0.03	4.60		2.18		2.41
Gain on retirement of debt (0.06) (0.04) (0.02) (0.02) - - - Gain on disposal of assets in discontinued operations - - - - - - - - (Income) loss from discontinued operations - - - - - - - 0.01 Discrete tax items and other, net (0.10) (0.07) (0.02) (0.02) - - - -		(0.02)	(0.01)	(0.02)	-	(0.02)	((0.01)		-
Gain on disposal of assets in discontinued operations - - - - - - - - - - - 0.01 Discrete tax items and other, net (0.10) (0.07) (0.02) (0.02) - - - - -	Gain on retirement of debt	(0.06)	(0.04)	(0.02)	(0.02)	-		-		-
(Income) loss from discontinued operations - - - - - 0.01 Discrete tax items and other, net (0.10) (0.07) (0.02) -	Gain on disposal of assets in discontinued operations	-		-	-	-		-		-
		-		-	-	-		-		0.01
	Discrete tax items and other, net	(0.10)	(0.07)	(0.02)	(0.02)	-		-		
	Diluted earnings per share, as adjusted	\$ 4.74	\$ 1.68	\$ 3.06	\$ 0.87	\$ 2.21	\$	1.11	\$	1.10



Transocean Ltd. and subsidiaries Non-GAAP Financial Measures and Reconciliations Adjusted Net Income and Adjusted Diluted Earnings Per Share (in US\$ millions, except per share data)

	YTD 12/31/14	QTD 12/31/14	YTD 09/30/14	QTD 09/30/14	YTD 06/30/14	QTD 06/30/14	QTD 03/31/14	
Adjusted Net Income	12/01/11	12/01/11	07/00/11	07/00/11	00/00/11	00/00/11	00/01/11	
Net income (loss) attributable to controlling interest, as reported	\$ (1,913)	\$ (739)	\$ (1,174)	\$ (2,217)	\$ 1,043	\$ 587	\$ 456	
Add back (subtract):	. (,, ,,	, (2)	, (, ,	, (, ,		,	,	
Litigation matters	(12)		(12)	(14)	2	-	2	
Restructuring charges	9	1	8	3	5	4	1	
Loss on impairment of goodwill and other assets	3,826	1,140	2,686	2,621	65	-	65	
(Gain) loss on disposal of assets, net	(2)	(4)	2	3	(1)	(1)	-	
Loss on retirement of debt	13	8	5	-	5	4	1	
Loss on disposal of assets in discontinued operations	10	-	10	-	10	-	10	
Loss (income) from discontinued operations	10	4	6	1	5	7	(2)	
Discrete tax items and other, net	(138)	(66)	(72)	(45)	(27)	(14)	(13)	
Net income, as adjusted	\$ 1,803	\$ 344	\$ 1,459	\$ 352	\$ 1,107	\$ 587	\$ 520	
Adjusted Diluted Earnings Per Share:								
Diluted earnings (loss) per share, as reported	\$ (5.29)	\$ (2.04)	\$ (3.24)	\$ (6.12)	\$ 2.86	\$ 1.61	\$ 1.25	
Add back (subtract):								
Litigation matters	(0.03)	-	(0.03)	(0.04)	0.01	-	0.01	
Restructuring charges	0.02	-	0.02	0.01	0.01	0.01	-	
Loss on impairment of goodwill and other assets	10.53	3.15	7.39	7.22	0.19	-	0.19	
(Gain) loss on disposal of assets, net	(0.01)	(0.01)	0.01	0.01	-	-	-	
Loss on retirement of debt	0.04	0.02	0.01	-	0.01	0.01	-	
Loss on disposal of assets in discontinued operations	0.03	-	0.03	-	0.03		0.03	
Loss (income) from discontinued operations	0.03	0.01	0.02	-	0.01	0.02	(0.01)	
Discrete tax items and other, net	(0.38)		(0.21)	(0.12)	(0.08)	(0.04)	(0.04)	
Diluted earnings per share, as adjusted	\$ 4.94	\$ 0.95	\$ 4.00	\$ 0.96	\$ 3.04	\$ 1.61	\$ 1.43	