

Transocean Ltd. and subsidiaries
Projected Newbuilds Capital Expenditures and Other Capital Additions
June 30, 2022
(In millions)

	Total costs through December 31, 2021	Years ending December 31,		Total
		2022	2023	
Deepwater Atlas ⁽¹⁾	\$ 443	\$ 564	\$ 38	\$ 1,045
Deepwater Titan ⁽²⁾	512	589	94	1,195
Total	\$ 955	\$ 1,153	\$ 132	\$ 2,240

(1) *Deepwater Atlas* is an ultra-deepwater drillship under construction. In June 2022, we borrowed \$349 million under the Shipyard Loan and made a cash payment of \$46 million to satisfy the final milestone payment due upon delivery of *Deepwater Atlas*. We recorded the Shipyard Loan, net of imputed interest, and corresponding non cash capital additions of \$300 million. Following mobilization, readiness testing and customer acceptance, we expect the rig to commence operations under its drilling contract in the fourth quarter of 2022, in the first of two phases, using a 15,000 pounds per square inch blowout preventer. Before the start of the second phase, the rig will undergo installation of a 20,000 pounds per square inch blowout preventer and related equipment, which is expected to be commissioned in the year ending December 31, 2023.

(2) *Deepwater Titan* is an ultra-deepwater drillship under construction at the Jurong Shipyard Pte Ltd. in Singapore. We currently expect that the shipyard will be ready to deliver *Deepwater Titan* in the fourth quarter of 2022, and upon delivery, we expect to borrow approximately \$90 million under the Shipyard Loan, which may be discounted for imputed interest, to finance a portion of the final installment to the shipyard. The rig is expected to commence operations under its drilling contract in the second quarter of 2023. The projected capital additions include estimates for an upgrade for two 20,000 pounds per square inch blowout preventers and other equipment required by our customer.