

## 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)

|   | 06/30/15         | 03/31/15         |                  |                  |  |  |
|---|------------------|------------------|------------------|------------------|--|--|
| <b>Total Debt to Net Debt Reconciliation</b>            |                  |                  |                  |                  |  |  |
| Total debt  | \$ 10,015        | \$ 10,020        |                  |                  |  |  |
| Deduct: cash and cash equivalents                       | (3,769)          | (2,682)          |                  |                  |  |  |
| Deduct: cash restricted for debt service                | (296)            | (288)            |                  |                  |  |  |
| Net debt  | <u>\$ 5,950</u>  | <u>\$ 7,050</u>  |                  |                  |  |  |
| <b>Total Debt to Adjusted Debt Reconciliation</b>       |                  |                  |                  |                  |  |  |
| Total debt  | \$ 10,015        | \$ 10,020        |                  |                  |  |  |
| Deduct: Eksportfinans loans                             | (296)            | (288)            |                  |                  |  |  |
| Adjusted debt   | <u>\$ 9,719</u>  | <u>\$ 9,732</u>  |                  |                  |  |  |
| <b>Total Capital to Tangible Capital Reconciliation</b> |                  |                  |                  |                  |  |  |
| Total equity  | \$ 13,648        | \$ 13,510        |                  |                  |  |  |
| Add: adjusted debt                                      | 9,719            | 9,732            |                  |                  |  |  |
| Total capital   | 23,367           | 23,242           |                  |                  |  |  |
| Deduct: goodwill  | -                | -                |                  |                  |  |  |
| Tangible capital  | <u>\$ 23,367</u> | <u>\$ 23,242</u> |                  |                  |  |  |
| Total Debt / Total Capital                              | 42.9%            | 43.1%            |                  |                  |  |  |
| Adjusted Debt / Tangible Capital                        | 41.6%            | 41.9%            |                  |                  |  |  |
| <b>Total Debt to Net Debt Reconciliation</b>            |                  |                  |                  |                  |  |  |
|   | 12/31/14         | 09/30/14         | 06/30/14         | 03/31/14         |  |  |
| 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%            |  |  |
| <b>Total Debt to Net Debt Reconciliation</b>            |                  |                  |                  |                  |  |  |
|   | 12/31/13         | 09/30/13         | 06/30/13         | 03/31/13         |  |  |
| 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%            |  |  |