

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

	YTD	QTD	YTD	QTD	YTD	QTD	YTD
	12/31/25	12/31/25	09/30/25	09/30/25	06/30/25	06/30/25	03/31/25
Adjusted Net Income (Loss)							
Net income (loss) attributable to controlling interest, as reported	\$ (2,915)	\$ 25	\$ (2,940)	\$ (1,923)	\$ (1,017)	\$ (938)	\$ (79)
Restructuring costs	3	-	3	3	-	-	-
Loss on impairment of assets, net of tax	3,036	-	3,036	1,908	1,128	1,128	-
Gain on disposal of assets, net	(4)	(4)	-	-	-	-	-
Loss on conversion of debt to equity	99	-	99	75	24	24	-
Gain on retirement of debt	(3)	(3)	-	-	-	-	-
Discrete tax items	(179)	3	(182)	(1)	(181)	(195)	14
Net income (loss), as adjusted	\$ 37	\$ 21	\$ 16	\$ 62	\$ (46)	\$ 19	\$ (65)
Adjusted Diluted Earnings (Loss) Per Share:							
Diluted earnings (loss) per share, as reported	\$ (3.04)	\$ 0.02	\$ (3.23)	\$ (2.00)	\$ (1.15)	\$ (1.06)	\$ (0.11)
Restructuring costs	-	-	-	-	-	-	-
Loss on impairment of assets, net of tax	3.16	-	3.34	1.98	1.27	1.27	-
Gain on disposal of assets, net	-	-	-	-	-	-	-
Loss on conversion of debt to equity	0.10	-	0.11	0.08	0.03	0.03	-
Gain on retirement of debt	-	-	-	-	-	-	-
Discrete tax items	(0.18)	-	(0.20)	-	(0.20)	(0.22)	0.01
Dilutive effect, 4.625% exchangeable bonds due December 2029	-	-	(0.03)	-	(0.05)	(0.02)	-
Diluted earnings (loss) per share, as adjusted	\$ 0.04	\$ 0.02	\$ (0.01)	\$ 0.06	\$ (0.10)	\$ -	\$ (0.10)
Adjusted Net Income (Loss)							
	YTD	QTD	YTD	QTD	YTD	QTD	YTD
	12/31/24	12/31/24	09/30/24	09/30/24	06/30/24	06/30/24	03/31/24
Net income (loss) attributable to controlling interest, as reported	\$ (512)	\$ 7	\$ (519)	\$ (494)	\$ (25)	\$ (123)	\$ 98
Loss on impairment of assets, net of tax	755	-	755	617	138	138	-
Loss on impairment of investment in unconsolidated affiliates	5	-	5	-	5	4	1
Gain on retirement of debt	(161)	-	(161)	(21)	(140)	(140)	-
Discrete tax items	(141)	20	(161)	(38)	(123)	(2)	(121)
Net income (loss), as adjusted	\$ (54)	\$ 27	\$ (81)	\$ 64	\$ (145)	\$ (123)	\$ (22)
Adjusted Diluted Earnings (Loss) Per Share:							
Diluted earnings (loss) per share, as reported	\$ (0.76)	\$ (0.11)	\$ (0.65)	\$ (0.58)	\$ (0.03)	\$ (0.15)	\$ 0.11
Loss on impairment of assets, net of tax	0.82	-	0.82	0.64	0.17	0.17	-
Loss on impairment of investment in unconsolidated affiliates	0.01	-	0.01	-	-	-	-
Gain on retirement of debt	(0.18)	-	(0.18)	(0.02)	(0.17)	(0.17)	-
Discrete tax items	(0.15)	0.02	(0.18)	(0.04)	(0.15)	-	(0.14)
Diluted loss per share, as adjusted	\$ (0.26)	\$ (0.09)	\$ (0.18)	\$ -	\$ (0.18)	\$ (0.15)	\$ (0.03)
Adjusted Net Loss							
	YTD	QTD	YTD	QTD	YTD	QTD	YTD
	12/31/23	12/31/23	09/30/23	09/30/23	06/30/23	06/30/23	03/31/23
Net loss attributable to controlling interest, as reported	\$ (954)	\$ (104)	\$ (850)	\$ (220)	\$ (630)	\$ (165)	\$ (465)
Loss on impairment of assets	57	(1)	58	5	53	53	-
Loss on disposal of assets, net	169	-	169	-	169	-	169
Loss on impairment of investment in unconsolidated affiliate	5	5	-	-	-	-	-
Loss on conversion of debt to equity	27	24	3	-	3	3	-
(Gain) loss on retirement of debt	31	(1)	32	-	32	-	32
Discrete tax items	(74)	3	(77)	(65)	(12)	(1)	(11)
Net loss, as adjusted	\$ (739)	\$ (74)	\$ (665)	\$ (280)	\$ (385)	\$ (110)	\$ (275)
Adjusted Diluted Loss Per Share:							
Diluted loss per share, as reported	\$ (1.24)	\$ (0.13)	\$ (1.13)	\$ (0.28)	\$ (0.85)	\$ (0.22)	\$ (0.64)
Loss on impairment of assets	0.07	-	0.08	0.01	0.07	0.07	-
Loss on disposal of assets, net	0.22	-	0.23	-	0.23	-	0.23
Loss on impairment of investment in unconsolidated affiliate	0.01	0.01	-	-	-	-	-
Loss on conversion of debt to equity	0.04	0.03	-	-	-	-	-
(Gain) loss on retirement of debt	0.04	-	0.04	-	0.04	-	0.04
Discrete tax items	(0.10)	-	(0.10)	(0.09)	(0.01)	-	(0.01)
Diluted loss per share, as adjusted	\$ (0.96)	\$ (0.09)	\$ (0.88)	\$ (0.36)	\$ (0.52)	\$ (0.15)	\$ (0.38)