

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, except percentages)

| | 06/30/16 | 03/31/16 |
|---|------------------|------------------|
| Total Debt to Net Debt Reconciliation | | |
| Total debt | \$ 8,218 | \$ 8,453 |
| Deduct: cash and cash equivalents | (2,153) | (2,574) |
| Deduct: cash restricted for debt service | (177) | (179) |
| Net debt | \$ 5,888 | \$ 5,700 |
| Total Debt to Adjusted Debt Reconciliation | | |
| Total debt | \$ 8,218 | \$ 8,453 |
| Deduct: Eksportfinans loans | (177) | (179) |
| Adjusted debt | \$ 8,041 | \$ 8,274 |
| Total Capital to Tangible Capital Reconciliation | | |
| Total equity | \$ 15,140 | \$ 15,056 |
| Add: adjusted debt | 8,041 | 8,274 |
| Total capital | 23,181 | 23,330 |
| Deduct: goodwill | - | - |
| Tangible capital | \$ 23,181 | \$ 23,330 |
| Total Debt / Total Capital | 35.5% | 36.2% |
| Adjusted Debt / Tangible Capital | 34.7% | 35.5% |

| | 12/31/2015 (a) | 09/30/15 | 06/30/15 | 03/31/15 |
|---|------------------|------------------|------------------|------------------|
| Total Debt to Net Debt Reconciliation | | | | |
| Total debt | \$ 8,490 | \$ 8,753 | \$ 10,015 | \$ 10,020 |
| Deduct: cash and cash equivalents | (2,339) | (2,234) | (3,769) | (2,682) |
| Deduct: cash restricted for debt service | (216) | (223) | (296) | (288) |
| Net debt | \$ 5,935 | \$ 6,296 | \$ 5,950 | \$ 7,050 |
| Total Debt to Adjusted Debt Reconciliation | | | | |
| Total debt | \$ 8,490 | \$ 8,753 | \$ 10,015 | \$ 10,020 |
| Deduct: Eksportfinans loans | (216) | (223) | (296) | (288) |
| Adjusted debt | \$ 8,274 | \$ 8,530 | \$ 9,719 | \$ 9,732 |
| Total Capital to Tangible Capital Reconciliation | | | | |
| Total equity | \$ 14,808 | \$ 14,026 | \$ 13,648 | \$ 13,510 |
| Add: adjusted debt | 8,274 | 8,530 | 9,719 | 9,732 |
| Total capital | 23,082 | 22,556 | 23,367 | 23,242 |
| Deduct: goodwill | - | - | - | - |
| Tangible capital | \$ 23,082 | \$ 22,556 | \$ 23,367 | \$ 23,242 |
| Total Debt / Total Capital | 36.8% | 38.8% | 42.9% | 43.1% |
| Adjusted Debt / Tangible Capital | 35.8% | 37.8% | 41.6% | 41.9% |

| | 12/31/14 | 09/30/14 | 06/30/14 | 03/31/14 |
|---|------------------|------------------|------------------|------------------|
| Total Debt to Net Debt Reconciliation | | | | |
| 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 | \$ 7,088 | \$ 7,053 | \$ 7,823 | \$ 7,954 |
| Total Debt to Adjusted Debt Reconciliation | | | | |
| Total debt | \$ 10,092 | \$ 10,353 | \$ 10,457 | \$ 10,470 |
| Deduct: Eksportfinans loans | (369) | (427) | (517) | (529) |
| Adjusted debt | \$ 9,723 | \$ 9,926 | \$ 9,940 | \$ 9,941 |
| Total Capital to Tangible Capital Reconciliation | | | | |
| 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 | \$ 23,705 | \$ 23,864 | \$ 23,728 | \$ 24,129 |
| Total Debt / Total Capital | 42.6% | 41.6% | 39.1% | 38.6% |
| Adjusted Debt / Tangible Capital | 41.0% | 41.6% | 41.9% | 41.2% |

(a) The calculation as of December 31, 2015, is not directly comparable to prior periods due to the adoption of the new accounting standard update related to the classification of debt issue costs.