

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 millions, except percentages)

	12/31/18	09/30/18	06/30/18	03/31/18
<b>Total Debt to Net Debt Reconciliation</b>				
Total debt	\$ 9,978	\$ 9,327	\$ 9,630	\$ 9,855
Cash and cash equivalents	(2,160)	(2,307)	(2,506)	(2,712)
Short-term investments	-	-	-	(150)
Cash restricted for debt service	(105)	(105)	(122)	(132)
<b>Net debt</b>	<b>\$ 7,713</b>	<b>\$ 6,915</b>	<b>\$ 7,002</b>	<b>\$ 6,861</b>
<b>Total Capital to Tangible Capital Reconciliation</b>				
Total equity	\$ 13,114	\$ 11,961	\$ 12,362	\$ 13,427
Total debt	9,978	9,327	9,630	9,855
Total capital	23,092	21,288	21,992	23,282
Goodwill and other intangible assets	(795)	(554)	(583)	(1,073)
<b>Tangible capital</b>	<b>\$ 22,297</b>	<b>\$ 20,734</b>	<b>\$ 21,409</b>	<b>\$ 22,209</b>
Total Debt / Total Capital	43.2%	43.8%	43.8%	42.3%
Total Debt / Tangible Capital	44.8%	45.0%	45.0%	44.4%
	<b>12/31/17</b>	<b>09/30/17</b>	<b>06/30/17</b>	<b>03/31/17</b>
<b>Total Debt to Net Debt Reconciliation</b>				
Total debt	\$ 7,396	\$ 7,300	\$ 7,390	\$ 8,395
Cash and cash equivalents	(2,519)	(2,717)	(2,471)	(3,093)
Short-term investments	(450)	-	-	-
Cash restricted for debt service	(136)	(137)	(195)	(135)
<b>Net debt</b>	<b>\$ 4,291</b>	<b>\$ 4,446</b>	<b>\$ 4,724</b>	<b>\$ 5,167</b>
<b>Total Debt to Adjusted Debt Reconciliation</b>				
Total debt	\$ 7,396	\$ 7,300	\$ 7,390	\$ 8,395
Eksporfinans loans	(26)	(27)	(76)	(74)
<b>Adjusted debt</b>	<b>\$ 7,370</b>	<b>\$ 7,273</b>	<b>\$ 7,314</b>	<b>\$ 8,321</b>
<b>Total Capital to Tangible Capital Reconciliation</b>				
Total equity	\$ 12,711	\$ 12,803	\$ 14,209	\$ 15,900
Adjusted debt	7,370	7,273	7,314	8,321
Total capital	20,081	20,076	21,523	24,221
Goodwill and other intangible assets	-	-	-	-
<b>Tangible capital</b>	<b>\$ 20,081</b>	<b>\$ 20,076</b>	<b>\$ 21,523</b>	<b>\$ 24,221</b>
Total Debt / Total Capital	36.8%	36.4%	34.3%	34.7%
Adjusted Debt / Tangible Capital	36.7%	36.2%	34.0%	34.4%