

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)

	<u>03/31/14</u>			
Total Debt to Net Debt Reconciliation				
Total debt	\$ 10,470			
Deduct: cash and cash equivalents	(1,987)			
Deduct: cash restricted for debt service	(529)			
Net debt	<u>\$ 7,954</u>			
Total Debt to Adjusted Debt Reconciliation				
Total debt	\$ 10,470			
Deduct: Eksportfinans loans	(529)			
Adjusted debt	<u>\$ 9,941</u>			
Total Capital to Tangible Capital Reconciliation				
Total equity	\$ 17,175			
Add: adjusted debt	9,941			
Total capital	27,116			
Deduct: goodwill	(2,987)			
Tangible capital	<u>\$ 24,129</u>			
Total Debt / Total Capital	38.6%			
Adjusted Debt / Tangible Capital	41.2%			
	<u>12/31/13</u>	<u>09/30/13</u>	<u>06/30/13</u>	<u>03/31/13</u>
Total Debt to Net Debt Reconciliation				
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>
Total Debt to Adjusted Debt Reconciliation				
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>
Total Capital to Tangible Capital Reconciliation				
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%
	<u>12/31/12</u>	<u>09/30/12</u>	<u>06/30/12</u>	<u>03/31/12</u>
Total Debt to Net Debt Reconciliation				
Total debt	\$ 12,459	\$ 14,117	\$ 12,839	\$ 13,456
Deduct: cash and cash equivalents	(5,134)	(6,001)	(3,964)	(3,982)
Deduct: cash restricted for debt service	(835)	(825)	(853)	(907)
Net debt	<u>\$ 6,490</u>	<u>\$ 7,291</u>	<u>\$ 8,022</u>	<u>\$ 8,567</u>
Total Debt to Adjusted Debt Reconciliation				
Total debt	\$ 12,459	\$ 14,117	\$ 12,839	\$ 13,456
Deduct: Eksportfinans loans	(797)	(774)	(815)	(852)
Adjusted debt	<u>\$ 11,662</u>	<u>\$ 13,343</u>	<u>\$ 12,024</u>	<u>\$ 12,604</u>
Total Capital to Tangible Capital Reconciliation				
Total equity	\$ 15,730	\$ 15,256	\$ 15,609	\$ 15,505
Add: adjusted debt	11,662	13,343	12,024	12,604
Total capital	27,392	28,599	27,633	28,109
Deduct: goodwill	(2,987)	(2,987)	(3,099)	(3,099)
Deduct: other intangible assets	-	-	-	-
Tangible capital	<u>\$ 24,405</u>	<u>\$ 25,612</u>	<u>\$ 24,534</u>	<u>\$ 25,010</u>
Total Debt / Total Capital	45.5%	49.4%	46.5%	47.9%
Adjusted Debt / Tangible Capital	47.8%	52.1%	49.0%	50.4%