

HALLIBURTON COMPANY
Reconciliation of As Reported Income Tax Benefit to
Adjusted Income Tax Benefit
(Millions of dollars)
(Unaudited)

	Three Months Ended June 30, 2016
Baker Hughes termination fee and related costs	\$ 3,519
Impairments and other charges	423
Debt mandatory redemption fee and expenses	41
Total adjustments, before taxes	\$ 3,983
As reported income tax benefit	\$ 902
Income tax benefit of total adjustments	(896)
Adjusted income tax benefit (a)	\$ 6

- (a) Management believes that the Baker Hughes termination fee and related costs, impairments and other charges, debt mandatory redemption fee and expenses, and reported income tax benefits adjusted for tax adjustments are useful to investors to assess and understand operating performance, especially when comparing those results with previous and subsequent periods or forecasting performance for future periods, primarily because management views the excluded items to be outside of the company's normal operating results. Management analyzes income tax benefits without the impact of these items as an indicator of performance, to identify underlying trends in the business, and to establish operational goals. The adjustments remove the effects of these items. Adjusted income tax benefit is calculated as: "As reported income tax benefit" less "Income tax benefit of total adjustments."