

TABLE 1

HALLIBURTON COMPANY  
Adjusted Operating Income and Margin Excluding Impairment of Oil and Gas Property  
(Millions of dollars)  
(Unaudited)

	Three Months Ended September 30, 2010
As reported operating income	\$ 818
Sangu impairment charge (a)	50
Adjusted operating income (a)	\$ 868
As reported revenue	\$ 4,665
Adjusted operating margin (a) (b)	19%

- (a) Management believes that operating income adjusted for a non-cash impairment charge for an oil & gas property is useful to investors to assess and understand operating performance, especially when comparing current results with previous periods or forecasting performance for future periods, primarily because management views the excluded item to be outside of the Company's normal operating results. Management analyzes operating income and margin without the impact of the non-cash impairment charge for the oil and gas property as an indicator of ongoing operating performance, to identify underlying trends in the business, and to establish segment and region operational goals. The adjustment removes the effect of the expense.
- (b) Adjusted operating margin is calculated as: "Adjusted operating income" divided by "As reported revenue."

TABLE 2

HALLIBURTON COMPANY  
Adjusted International Operating Income and Margin Excluding Impairment of Oil and Gas Property  
(Millions of dollars)  
(Unaudited)

	Three Months Ended September 30, 2010
Operating income by geographic region:	
Latin America	\$ 77
Europe/Africa/CIS	139
Middle East/Asia	91
International operating income	\$ 307
Sangu impairment charge (a)	50
Adjusted international operating income (a)	\$ 357
Revenue by geographic region:	
Latin America	\$ 568
Europe/Africa/CIS	947
Middle East/Asia	769
International revenue	\$ 2,284
Adjusted international operating margin (a) (b)	16%

- (a) Management believes that international operating income adjusted for a non-cash impairment charge for an oil & gas property is useful to investors to assess and understand operating performance, especially when comparing current results with previous periods or forecasting performance for future periods, primarily because management views the excluded item to be outside of the Company's normal operating results. Management analyzes international operating income and margin without the impact of the non-cash impairment charge for the oil and gas property as an indicator of ongoing operating performance, to identify underlying trends in the business, and to establish segment and region operational goals. The adjustment removes the effect of the expense.
- (b) Adjusted international operating margin is calculated as: "Adjusted international operating income" divided by "International revenue."