

Transocean Ltd. and subsidiaries
Projected Newbuilds Capital Expenditures and Other Capital Additions
December 31, 2018
(in millions)

	Total costs through December 31, 2018	Years ending December 31,			Total
		2019	2020	2021	
Ocean Rig Santorini ⁽¹⁾	\$ -	\$ 455	\$ -	\$ -	\$ 455
Ultra-deepwater drillship TBN1	293	65	527	-	885
Ocean Rig Crete ⁽¹⁾	-	12	613	-	625
Ultra-deepwater drillship TBN2 ⁽²⁾	216	106	622	106	1,050
Total	\$ 509	\$ 638	\$ 1,762	\$ 106	\$ 3,015

(1) *Ocean Rig Santorini* and *Ocean Rig Crete*, two ultra-deepwater drillships under construction at Samsung Heavy Industries Co., Ltd. shipyard in South Korea, do not yet have drilling contracts and are expected to be delivered in the third quarter of 2019 and the third quarter of 2020, respectively. Upon delivery of *Ocean Rig Santorini* and *Ocean Rig Crete* in the third quarter of 2019 and third quarter of 2020, respectively, our expected remaining obligations to the shipyard will be \$360 million and \$520 million, respectively. The shipyard has agreed to finance the expected remaining obligations at an interest rate of three percent per annum, payable semiannually, with principal due at maturity in June 2023 and January 2024, respectively.

(2) Our unnamed ultra-deepwater drillship under construction at the Jurong Shipyard Pte Ltd. in Singapore is expected to commence operations in the fourth quarter of 2021. The projected capital additions include estimates for an upgrade for two 20,000 pounds per square inch blow out preventers and other equipment required by our customer, Chevron.

In May 2018 and January 2019, we made an aggregate cash investment of \$91 million and \$59 million, respectively, representing a 33.0 percent ownership interest in Orion Holdings (Cayman) Limited, an unconsolidated Cayman Islands company formed to construct and own the newbuild harsh environment semisubmersible *Transocean Norge*. The total purchase price for the rig, under construction at the Jurong Shipyard Pte Ltd. in Singapore, is \$500 million. The Moss Maritime CS60 design is considered among the most capable newbuild semisubmersibles in the world. We expect to operate the rig, through one of our wholly owned subsidiaries, under a six-well drilling contract that is expected to commence in July 2019.