

The Company reports its financial results in accordance with generally accepted accounting principles (GAAP). However, management believes that certain non-GAAP performance measures and ratios may provide users of this financial information additional meaningful comparisons between current results and results in prior operating periods. See the table below for supplemental financial data and corresponding reconciliations to GAAP financial measures for the three and nine months ended September 30, 2003 and 2002. Non-GAAP financial measures should be viewed in addition to, and not as an alternative for, the Company's reported results prepared in accordance with GAAP.

**Weatherford International Ltd.**  
**Reconciliation of GAAP to Non-GAAP Financial Measures**  
(Unaudited)  
(In thousands, except per share data)

	<b>For the three months ended September 30, 2003</b>		
	<b>GAAP</b>	<b>Items impacting the period*</b>	<b>Non-GAAP Adjusted Earnings</b>
Income before Income Taxes	\$ 44,074	\$ 20,911	\$ 64,985
Provision for Income Taxes	(10,032)	(7,319)	(17,351)
Net Income	<u>\$ 34,042</u>	<u>\$ 13,592</u>	<u>\$ 47,634</u>
Diluted Earnings Per Share	\$ 0.25		\$ 0.35
Diluted Weighted Average Shares Outstanding	136,542		145,639

\* Relates to charges from the call premium and write-off of unamortized debt issuance costs from the early extinguishment of debentures.

	<b>For the three months ended September 30, 2002</b>		
	<b>GAAP</b>	<b>Items impacting the period*</b>	<b>Non-GAAP Adjusted Earnings</b>
Income (Loss ) before Income Taxes	\$(183,109)	\$ 232,493	\$ 49,384
(Provision) Benefit for Income Taxes	61,467	(76,282)	(14,815)
Net Income (Loss)	<u>\$(121,642)</u>	<u>\$ 156,211</u>	<u>\$ 34,569</u>
Diluted Earnings (Loss) Per Share	\$ (1.01)		\$ 0.28
Diluted Weighted Average Shares Outstanding	120,193		125,138

\* Relates to charges from the non-cash write down of our investment in Universal Compression Holdings, Inc. and severance and facility closures.

**Weatherford International Ltd.**  
**Reconciliation of GAAP to Non-GAAP Financial Measures**

(Unaudited)

(In thousands, except per share data)

	<b>For the nine months ended September 30, 2003</b>		
	<b>GAAP</b>	<b>Items impacting the period*</b>	<b>Non-GAAP Adjusted Earnings</b>
Income before Income Taxes	\$ 129,964	\$ 33,271	\$ 163,235
Provision for Income Taxes	(33,493)	(9,472)	(42,965)
Net Income	<u>\$ 96,471</u>	<u>\$ 23,799</u>	<u>\$ 120,270</u>
Diluted Earnings Per Share	\$ 0.74		\$ 0.92
Diluted Weighted Average Shares Outstanding	130,274		133,227

\* Primarily relates to charges from the call premium and write-off of unamortized debt issuance costs from the early extinguishment of debentures, severance and our equity investment's, Universal Compression Holdings, Inc., debt restructuring charges.

	<b>For the nine months ended September 30, 2002</b>		
	<b>GAAP</b>	<b>Items impacting the period*</b>	<b>Non-GAAP Adjusted Earnings</b>
Income (Loss) before Income Taxes	\$ (55,726)	\$ 232,493	\$ 176,767
(Provision) Benefit for Income Taxes	18,155	(76,282)	(58,127)
Net Income (Loss)	<u>\$ (37,571)</u>	<u>\$ 156,211</u>	<u>\$ 118,640</u>
Diluted Earnings (Loss) Per Share	\$ (0.31)		\$ 0.94
Diluted Weighted Average Shares Outstanding	119,796		131,568

\* Relates to charges from the non-cash write down of our investment in Universal Compression Holdings, Inc. and severance and facility closures.