

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 years ended December 31, 2003 and 2002 and for the three months ended September 30, 2003. 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 year ended December 31, 2003</b>		
	<b>GAAP</b>	<b>Items impacting the period*</b>	<b>Non-GAAP Adjusted Earnings</b>
Income before Income Taxes	\$ 193,680	\$ 33,271	\$ 226,951
Provision for Income Taxes	(50,328)	(9,472)	(59,800)
Net Income	\$ 143,352	\$ 23,799	\$ 167,151
Diluted Earnings Per Share	\$ 1.09		\$ 1.27
Diluted Weighted Average Shares Outstanding	131,761		140,858

\* 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 year ended December 31, 2002</b>		
	<b>GAAP</b>	<b>Items impacting the period*</b>	<b>Non-GAAP Adjusted Earnings</b>
Income (Loss) before Income Taxes	\$ (10,683)	\$ 232,493	\$ 221,810
Provision for Income Taxes	4,653	(76,282)	(71,629)
Net Income (Loss)	\$ (6,030)	\$ 156,211	\$ 150,181
Diluted Earnings (Loss) Per Share	\$ (0.05)		\$ 1.20
Diluted Weighted Average Shares Outstanding	120,058		125,583

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

**For the three months ended September 30, 2003**

(restated for the impact for the change in accounting for stock-based compensation)

	<b>GAAP</b>	<b>Items impacting the period*</b>	<b>Non-GAAP Adjusted Earnings</b>
Income before Income Taxes	\$ 41,851	\$ 20,911	\$ 62,762
Provision for Income Taxes	(9,439)	(7,319)	(16,758)
Net Income	<u>\$ 32,412</u>	<u>\$ 13,592</u>	<u>\$ 46,004</u>
Diluted Earnings Per Share	\$ 0.24		\$ 0.34
Diluted Weighted Average Shares Outstanding	136,465		145,562

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