

We report our financial results in accordance with U.S. generally accepted accounting principles (GAAP). However, Weatherford's management believes that certain non-GAAP financial measures and ratios (as defined under the SEC's Regulation G) may provide users of this financial information, additional meaningful comparisons between current results and results of prior periods and comparisons with peer companies. The non-GAAP amounts shown in the following tables should not be considered as substitutes for operating income, provision for income taxes, net income or other data prepared and reported in accordance with GAAP, but should be viewed in addition to the Company's reported results prepared in accordance with GAAP.

Weatherford International plc
Reconciliation of GAAP to Non-GAAP Financial Measures

(Unaudited)

(In Millions, Except Per Share Amounts)

	Three Months Ended		
	3/31/2018	12/31/2017	3/31/2017
Operating Loss:			
GAAP Operating Loss	\$ (39)	\$ (1,741)	\$ (214)
Restructuring and Transformation Charges ^(a)	25	43	75
Litigation Charges, Net	—	(6)	—
Impairments, Asset Write-Downs and Other ^(b)	18	1,681	17
Gain from Dispositions ^(c)	—	(96)	—
Operating Non-GAAP Adjustments	43	1,622	92
Non-GAAP Adjusted Operating Income (Loss)	<u>\$ 4</u>	<u>\$ (119)</u>	<u>\$ (122)</u>
Loss Before Income Taxes:			
GAAP Loss Before Income Taxes	\$ (210)	\$ (1,872)	\$ (410)
Operating Non-GAAP Adjustments	43	1,622	92
Bond Tender and Call Premium ^(d)	34	—	—
Warrant Fair Value Adjustment	(46)	(28)	62
Defined Benefit Pension Plan Gains ^(e)	—	—	(20)
Currency Devaluation Charges ^(f)	26	—	—
Non-GAAP Loss Before Income Taxes	<u>\$ (153)</u>	<u>\$ (278)</u>	<u>\$ (276)</u>
(Provision) Benefit for Income Taxes:			
GAAP Provision for Income Taxes	\$ (32)	\$ (62)	\$ (33)
Tax Effect on Non-GAAP Adjustments	—	15	(4)
Non-GAAP Provision for Income Taxes	<u>\$ (32)</u>	<u>\$ (47)</u>	<u>\$ (37)</u>
Net Loss Attributable to Weatherford:			
GAAP Net Loss	\$ (245)	\$ (1,938)	\$ (448)
Non-GAAP Adjustments, net of tax	57	1,609	130
Non-GAAP Net Loss	<u>\$ (188)</u>	<u>\$ (329)</u>	<u>\$ (318)</u>
Diluted Loss Per Share Attributable to Weatherford:			
GAAP Diluted Loss per Share	\$ (0.25)	\$ (1.95)	\$ (0.45)
Non-GAAP Adjustments, net of tax	0.06	1.62	0.13
Non-GAAP Diluted Loss per Share	<u>\$ (0.19)</u>	<u>\$ (0.33)</u>	<u>\$ (0.32)</u>
GAAP Effective Tax Rate ^(g)	(15)%	(3)%	(8)%
Non-GAAP Effective Tax Rate ^(h)	(21)%	(16)%	(14)%

(a) Represents \$11 million in severance costs, \$9 million in transformation costs and \$5 million in facility exit costs in the first quarter of 2018.

(b) Represents \$26 million in long-lived asset impairments and \$8 million in net credits in the first quarter of 2018. The fourth quarter of 2017, impairments, asset write-downs and other include \$928 million in long-lived asset impairments (of which \$740 million relates to Land Drilling Rigs assets reclassified to held for sale), \$440 million in inventory write-downs, \$230 million in the write-down of Venezuelan receivables, \$83 million of other write-downs charges and credits of which \$4 million were related to transformation costs.

(c) Represents the sale of U.S. Pressure Pumping and Pump-Down Perforating assets.

(d) Represents a bond tender premium of \$30 million and a call premium of \$4 million on the 9.625% senior notes.

(e) Represents the supplemental executive retirement plan gain that was reclassified from Operating Non-GAAP Adjustments to non-operating Other Income (Expense), Net in the first quarter of 2018 upon retrospective adoption of the new pension accounting standards.

(f) Represents currency devaluations of the Angolan kwanza and Venezuelan bolivar.

(g) GAAP Effective Tax Rate is the GAAP provision for income taxes divided by GAAP income before income taxes and calculated in thousands.

(h) Non-GAAP Effective Tax Rate is the Non-GAAP provision for income taxes divided by Non-GAAP income before income taxes and calculated in thousands.

Weatherford International plc
Reconciliation of GAAP to Non-GAAP Financial Measures - EBITDA
(Unaudited)
(In Millions, Except Per Share Amounts)

	Three Months Ended		
	3/31/2018	12/31/2017	3/31/2017
Net Loss Attributable to Weatherford	\$ (245)	\$ (1,938)	\$ (448)
Net Income Attributable to Noncontrolling Interests	3	4	5
Net Loss	<u>(242)</u>	<u>(1,934)</u>	<u>(443)</u>
Interest Expense, Net	149	152	141
Income Tax Provision	32	62	33
Depreciation and Amortization	147	190	208
EBITDA	<u>86</u>	<u>(1,530)</u>	<u>(61)</u>
Other (Income) Expense Adjustments:			
Warrant Fair Value Adjustment	(46)	(28)	62
Bond Tender and Call Premium	34	—	—
Currency Devaluation Charges	26	—	—
Other (Income) Expense, Net	8	7	(7)
Restructuring and Transformation Charges	25	43	75
Impairments, Asset Write-Downs and Other	18	1,681	17
Litigation Charges, Net	—	(6)	—
Gain from Dispositions	—	(96)	—
Adjusted EBITDA	<u>\$ 151</u>	<u>\$ 71</u>	<u>\$ 86</u>