

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			Six Months Ended	
	6/30/2018	3/31/2018	6/30/2017	6/30/2018	6/30/2017
Operating Loss:					
GAAP Operating Loss	\$ (73)	\$ (39)	\$ (145)	\$ (112)	\$ (359)
Restructuring and Transformation Charges ^(a)	38	25	31	63	106
Impairments, Asset Write-Downs and Other ^(b)	70	18	8	88	25
Operating Non-GAAP Adjustments	108	43	39	151	131
Non-GAAP Adjusted Operating Income (Loss)	<u>\$ 35</u>	<u>\$ 4</u>	<u>\$ (106)</u>	<u>\$ 39</u>	<u>\$ (228)</u>
Loss Before Income Taxes:					
GAAP Loss Before Income Taxes	\$ (233)	\$ (210)	\$ (148)	\$ (443)	\$ (558)
Operating Non-GAAP Adjustments	108	43	39	151	131
Bond Tender and Call Premium ^(c)	—	34	—	34	—
Warrant Fair Value Adjustment	(10)	(46)	(127)	(56)	(65)
Defined Benefit Pension Plan Gains ^(d)	—	—	(20)	—	(40)
Currency Devaluation Charges ^(e)	11	26	—	37	—
Non-GAAP Adjustments Before Taxes	<u>\$ 109</u>	<u>\$ 57</u>	<u>\$ (108)</u>	<u>\$ 166</u>	<u>\$ 26</u>
Non-GAAP Loss Before Income Taxes	<u>\$ (124)</u>	<u>\$ (153)</u>	<u>\$ (256)</u>	<u>\$ (277)</u>	<u>\$ (532)</u>
(Provision) Benefit for Income Taxes:					
GAAP Provision for Income Taxes	\$ (26)	\$ (32)	\$ (17)	\$ (58)	\$ (50)
Tax Effect on Non-GAAP Adjustments	(1)	—	(3)	(1)	(7)
Non-GAAP Provision for Income Taxes	<u>\$ (27)</u>	<u>\$ (32)</u>	<u>\$ (20)</u>	<u>\$ (59)</u>	<u>\$ (57)</u>
Net Loss Attributable to Weatherford:					
GAAP Net Loss	\$ (264)	\$ (245)	\$ (171)	\$ (509)	\$ (619)
Non-GAAP Adjustments, net of tax	108	57	(111)	165	19
Non-GAAP Net Loss	<u>\$ (156)</u>	<u>\$ (188)</u>	<u>\$ (282)</u>	<u>\$ (344)</u>	<u>\$ (600)</u>
Diluted Loss Per Share Attributable to Weatherford:					
GAAP Diluted Loss per Share	\$ (0.26)	\$ (0.25)	\$ (0.17)	\$ (0.51)	\$ (0.63)
Non-GAAP Adjustments, net of tax	0.10	0.06	(0.11)	0.16	0.02
Non-GAAP Diluted Loss per Share	<u>\$ (0.16)</u>	<u>\$ (0.19)</u>	<u>\$ (0.28)</u>	<u>\$ (0.35)</u>	<u>\$ (0.61)</u>
GAAP Effective Tax Rate ^(f)	(11)%	(15)%	(12)%	(13)%	(9)%
Non-GAAP Effective Tax Rate ^(g)	(22)%	(21)%	(8)%	(21)%	(11)%

(a) Represents severance, transformation and facility exit costs in 2018.

(b) Represents long-lived asset impairments, other asset write-downs and inventory charges, partially offset by gains on purchase of the remaining interest in a joint venture, property sales and a reduction of a contingency reserve on a legacy contract in 2018.

(c) Represents a bond tender and call premium on the tender offer redemption of our 9.625% senior notes.

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

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

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

(g) 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			Six Months Ended	
	6/30/2018	3/31/2018	6/30/2017	6/30/2018	6/30/2017
Net Loss Attributable to Weatherford	\$ (264)	\$ (245)	\$ (171)	\$ (509)	\$ (619)
Net Income Attributable to Noncontrolling Interests	5	3	6	8	11
Net Loss	(259)	(242)	(165)	(501)	(608)
Interest Expense, Net	152	149	138	301	279
Income Tax Provision	26	32	17	58	50
Depreciation and Amortization	144	147	204	291	412
EBITDA	63	86	194	149	133
Other (Income) Expense Adjustments:					
Warrant Fair Value Adjustment	(10)	(46)	(127)	(56)	(65)
Bond Tender and Call Premium	—	34	—	34	—
Currency Devaluation Charges	11	26	—	37	—
Other (Income) Expense, Net	7	8	(8)	15	(15)
Restructuring and Transformation Charges	38	25	31	63	106
Impairments, Asset Write-Downs and Other	70	18	8	88	25
Adjusted EBITDA	\$ 179	\$ 151	\$ 98	\$ 330	\$ 184