

# NON-GAAP EBITDA RECONCILIATION

## For related conference call on February 20, 2020

Certain non-GAAP performance measures and corresponding reconciliations to GAAP financial measures for the Company have been provided for meaningful comparisons between current results and prior operating periods. Generally, a non-GAAP financial measure is a numerical measure of a company's performance, financial position, or cash flows that excludes or includes amounts that are not normally included or excluded in the most directly comparable measure calculated and presented in accordance with generally accepted accounting principles. In order to fully assess the financial operating results, management believes that the use of EBITDA, or earnings before interest, taxes, depreciation and amortization for the twelve months ended December 31, 2019, adjusted to exclude the following item, which are discussed in the Company's earnings conference call on February 20, 2020, is an appropriate measure of the continuing and normal operations of the Company:

- (i) In the third quarter of 2019, an impairment on one of our rigs and a loss on debt extinguishment; and
- (ii) In the fourth quarter of 2019, an impairment of a rig and capital spares, discrete tax items, and the contract buyout with Shell.

These non-GAAP adjusted measures should be considered in addition to, and not as a substitute for, or superior to, contract drilling revenue, contract drilling cost, contract drilling margin, average daily revenue, operating income, cash flows from operations, or other measures of financial performance prepared in accordance with GAAP. Please see the following Non-GAAP Financial Measures and Reconciliations for a complete description of the adjustments.

[Continued on next slide]



**NOBLE CORPORATION PLC AND SUBSIDIARIES**  
**NON-GAAP MEASURES**  
(In thousands, except per share amounts)  
(Unaudited)

| <b>Reconciliation of Adjusted EBITDA</b>                     | <b>Three Months Ended</b> |                           | <b>Twelve Months Ended</b> |
|--|---------------------------|---------------------------|----------------------------|
|  | <b>December 31, 2019</b>  | <b>September 30, 2019</b> | <b>December 31, 2019</b>   |
| Income (loss) from continuing operations before income taxes | \$ 46,822                 | \$ (709,797)              | \$ (909,085)               |
| Interest expense, net of amounts capitalized                 | 71,224                    | 68,991                    | 279,435                    |
| Interest (income) expense and other, net                     | (1,785)                   | 144                       | (6,007)                    |
| (Gain) loss on extinguishment of debt                        | —                         | 650                       | (30,616)                   |
| Depreciation and amortization                                | 106,740                   | 112,755                   | 440,221                    |
| Loss on impairment   | 19,784                    | 595,510                   | 615,294                    |
| <i>Noble Bully II</i> - Shell contract buyout                | (160,099)                 | —                         | (160,099)                  |
| Legal contingencies  | —                         | —                         | 100,000                    |
| <b>Adjusted EBITDA</b>                                       | <b>\$ 82,686</b>          | <b>\$ 68,253</b>          | <b>\$ 329,143</b>          |