

NON-GAAP EBITDA RECONCILIATION

For related conference call on August 3, 2018

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 results of operations, adjusted to exclude the following items, which are included in the Company's press release issued on August 2, 2018, and discussed in the related conference call on August 3, 2018, are appropriate measures of the continuing and normal operations of the Company:

- (i) In the second quarter of 2018, an impairment of three of our rigs and certain capital spare equipment; and
- (ii) In the first quarter of 2018, a loss on debt extinguishment.

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.

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

Non-GAAP EBITDA Reconciliation for related Conference Call on August 3, 2018

Reconciliation of loss from continuing operations before income taxes to EBITDA

	June 30, 2018	
	<u>Three Months Ended</u>	<u>Six Months Ended</u>
Loss from continuing operations before income taxes	\$ (916,871)	\$ (1,057,195)
Interest income and other, net	(2,865)	(4,204)
Interest expense, net of amount capitalized	74,130	150,145
Depreciation and amortization	129,681	258,436
Loss on impairment	792,843	792,843
EBITDA	<u>\$ 76,918</u>	<u>\$ 140,025</u>