

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. The non-GAAP amounts shown below 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		
	3/31/2015	12/31/2014	3/31/2014
<b>Operating Income:</b>			
GAAP Operating Income	\$ 50	\$ 32	\$ 130
Gain on Sale of Businesses and Investments, Net	—	(311)	—
Restructuring, Exited Business and Severance	41	58	84
Impairments, Divestiture Related and Other Charges <sup>(a)</sup>	18	618	21
Legacy Contracts and Other	9	40	46
Tax Remediation and Restatement Expenses	—	—	5
Total Non-GAAP Adjustments	68	405	156
Non-GAAP Operating Income	<u>\$ 118</u>	<u>\$ 437</u>	<u>\$ 286</u>
<b>Income (Loss) Before Income Taxes:</b>			
GAAP Loss Before Income Taxes	\$ (107)	\$ (315)	\$ (5)
Operating Income Adjustments	68	405	156
Devaluation of Venezuelan Bolivar	26	245	—
Non-GAAP Income (Loss) Before Income Taxes	<u>\$ (13)</u>	<u>\$ 335</u>	<u>\$ 151</u>
<b>Provision for Income Taxes:</b>			
GAAP Provision for Income Taxes	\$ —	\$ (148)	\$ (27)
Tax Effect on Non-GAAP Adjustments	(9)	77	(16)
Non-GAAP Provision for Income Taxes	<u>\$ (9)</u>	<u>\$ (71)</u>	<u>\$ (43)</u>
<b>Net Income (Loss) Attributable to Weatherford:</b>			
GAAP Net Loss	\$ (118)	\$ (475)	\$ (41)
Total Charges, net of tax	85	727	140
Non-GAAP Net Income (Loss)	<u>\$ (33)</u>	<u>\$ 252</u>	<u>\$ 99</u>
<b>Diluted Earnings (Loss) Per Share Attributable to Weatherford:</b>			
GAAP Diluted Loss per Share	\$ (0.15)	\$ (0.61)	\$ (0.05)
Total Charges, net of tax	0.11	0.93	0.18
Non-GAAP Diluted Earnings (Loss) per Share	<u>\$ (0.04)</u>	<u>\$ 0.32</u>	<u>\$ 0.13</u>
<b>GAAP Effective Tax Rate <sup>(b)</sup></b>	— %	(47)%	(540)%
<b>Non-GAAP Effective Tax Rate <sup>(c)</sup></b>	(73)%	21 %	28 %

(a) Impairments, Divestiture Related and Other Charges of \$18 million in the three months ended March 31, 2015 primarily include adjustments related to our 2014 divestiture activity and other professional fees.

(b) GAAP Effective Tax Rate is the GAAP provision for income taxes divided by GAAP income before income taxes.

(c) 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.

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. The non-GAAP amounts shown below should not be considered as substitutes for cash flow information prepared and reported in accordance with GAAP, but should be viewed in addition to the Company's reported cash flow statements prepared in accordance with GAAP.

**Weatherford International plc**

**Selected Cash Flow Data**

(Unaudited)

(In Millions)

	<b>Three Months Ended</b>		
	<b>3/31/2015</b>	<b>12/31/2014</b>	<b>3/31/2014</b>
Net Cash Used in Operating Activities	\$ (42)	\$ 585	\$ (406)
Less: Capital Expenditures for Property, Plant and Equipment	(224)	(405)	(286)
Free Cash Flow	<u>\$ (266)</u>	<u>\$ 180</u>	<u>\$ (692)</u>

Free Cash Flow: Free cash flow is defined as net cash provided by or used in operating activities less capital expenditures. Free cash flow is an important indicator of how much cash is generated or used by our normal business operations, including capital expenditures. Management uses free cash flow as a measure of progress on its capital efficiency and cash flow initiatives.