

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)

	<b>Three Months Ended</b>			<b>Nine Months Ended</b>	
	<b>9/30/2015</b>	<b>6/30/2015</b>	<b>9/30/2014</b>	<b>9/30/2015</b>	<b>9/30/2014</b>
<b>Operating Income:</b>					
GAAP Operating Income (Loss)	\$ (98)	\$ (464)	\$ 318	\$ (512)	\$ 473
Restructuring, Exited Businesses and Severance	51	72	175	164	345
Loss (Gain) on Sale of Businesses	—	5	(38)	2	(38)
Impairments, Divestiture Related and Other Charges	26	218	24	265	336
Legacy Contracts and Other	40	69	2	118	50
Litigation Charges	—	112	—	112	—
Total Non-GAAP Adjustments	117	476	163	661	693
Non-GAAP Operating Income	<u>\$ 19</u>	<u>\$ 12</u>	<u>\$ 481</u>	<u>\$ 149</u>	<u>\$ 1,166</u>
<b>Income (Loss) Before Income Taxes:</b>					
GAAP Income (Loss) Before Income Taxes	\$ (226)	\$ (615)	\$ 187	\$ (948)	\$ 60
Operating Income Adjustments	117	476	163	661	693
Currency Devaluation and Related Charges	26	16	—	68	—
Non-GAAP Income (Loss) Before Income Taxes	<u>\$ (83)</u>	<u>\$ (123)</u>	<u>\$ 350</u>	<u>\$ (219)</u>	<u>\$ 753</u>
<b>Benefit (Provision) for Income Taxes:</b>					
GAAP Benefit (Provision) for Income Taxes	\$ 65	\$ 132	\$ (98)	\$ 197	\$ (136)
Tax Effect on Non-GAAP Adjustments	(15)	(80)	8	(104)	(51)
Non-GAAP Benefit (Provision) for Income Taxes	<u>\$ 50</u>	<u>\$ 52</u>	<u>\$ (90)</u>	<u>\$ 93</u>	<u>\$ (187)</u>
<b>Net Income (Loss) Attributable to Weatherford:</b>					
GAAP Net Income (Loss)	\$ (170)	\$ (489)	\$ 77	\$ (777)	\$ (109)
Total Charges, net of tax	128	412	171	625	642
Non-GAAP Net Income (Loss)	<u>\$ (42)</u>	<u>\$ (77)</u>	<u>\$ 248</u>	<u>\$ (152)</u>	<u>\$ 533</u>
<b>Diluted Earnings (Loss) Per Share Attributable to Weatherford:</b>					
GAAP Diluted Earnings (Loss) per Share	\$ (0.22)	\$ (0.63)	\$ 0.10	\$ (1.00)	\$ (0.14)
Total Charges, net of tax	0.17	0.53	0.22	0.80	0.82
Non-GAAP Diluted Earnings (Loss) per Share	<u>\$ (0.05)</u>	<u>\$ (0.10)</u>	<u>\$ 0.32</u>	<u>\$ (0.20)</u>	<u>\$ 0.68</u>
<b>GAAP Effective Tax Rate <sup>(a)</sup></b>					
	29%	21%	52%	21%	226%
<b>Non-GAAP Effective Tax Rate <sup>(b)</sup></b>					
	60%	42%	26%	42%	25%

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

(b) 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.

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**Weatherford International plc**

**Selected Cash Flow Data**

(Unaudited)

(In Millions)

	<b>Three Months Ended</b>			<b>Nine Months Ended</b>	
	<b>9/30/2015</b>	<b>6/30/2015</b>	<b>9/30/2014</b>	<b>9/30/2015</b>	<b>9/30/2014</b>
Net Cash Provided by Operating Activities	\$ 134	\$ 291	\$ 350	\$ 383	\$ 379
Less: Capital Expenditures for Property, Plant and Equipment	(131)	(187)	(383)	(542)	(1,045)
Free Cash Flow	\$ 3	\$ 104	\$ (33)	\$ (159)	\$ (666)
Add: Litigation Settlements*	120	—	—	120	253
Free Cash Flow from Operations	<u>\$ 123</u>	<u>\$ 104</u>	<u>\$ (33)</u>	<u>\$ (39)</u>	<u>\$ (413)</u>

"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.

\*Litigation settlements represent (a) a settlement payment of \$120 million related to a shareholder derivative lawsuit in the three and nine months ended September 30, 2015 and (b) a settlement payment of \$253 million to settle the United Nations oil-for-food program governing sales of goods into Iraq and Foreign Corrupt Practices Act matters for the nine months ended September 30, 2014.