

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 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			Year Ended	
	12/31/2017	9/30/2017	12/31/2016	12/31/2017	12/31/2016
<b>Operating Loss:</b>					
GAAP Operating Loss	\$ (1,742)	\$ (64)	\$ (399)	\$ (2,129)	\$ (2,251)
Severance, Restructuring and Exited Businesses	43	34	130	183	280
Litigation Charges, Net	(6)	(4)	30	(10)	220
Impairments, Asset Write-Downs and Other <sup>(a)(b)(c)(d)</sup>	1,681	(2)	91	1,664	1,043
Legacy Contract	—	—	—	—	2
Gain from Disposition of U.S. Pressure Pumping and Pump-Down Perforating Assets	(96)	—	—	(96)	—
Operating Non-GAAP Adjustments	1,622	28	251	1,741	1,545
Non-GAAP Adjusted Operating Loss	<u>\$ (120)</u>	<u>\$ (36)</u>	<u>\$ (148)</u>	<u>\$ (388)</u>	<u>\$ (706)</u>
<b>Loss Before Income Taxes:</b>					
GAAP Loss Before Income Taxes	\$ (1,872)	\$ (226)	\$ (537)	\$ (2,656)	\$ (2,877)
Operating Income Adjustments	1,622	28	251	1,741	1,545
Bond Tender Premium, Net	—	—	—	—	78
Warrant Fair Value Adjustment	(28)	7	(16)	(86)	(16)
Currency Devaluation Charges	—	—	10	—	41
Non-GAAP Loss Before Income Taxes	<u>\$ (278)</u>	<u>\$ (191)</u>	<u>\$ (292)</u>	<u>\$ (1,001)</u>	<u>\$ (1,229)</u>
<b>(Provision) Benefit for Income Taxes:</b>					
GAAP Provision for Income Taxes	\$ (62)	\$ (25)	\$ (7)	\$ (137)	\$ (496)
Tax Effect on Non-GAAP Adjustments	15	—	1	8	600
Non-GAAP (Provision) Benefit for Income Taxes	<u>\$ (47)</u>	<u>\$ (25)</u>	<u>\$ (6)</u>	<u>\$ (129)</u>	<u>\$ 104</u>
<b>Net Loss Attributable to Weatherford:</b>					
GAAP Net Loss	\$ (1,938)	\$ (256)	\$ (549)	\$ (2,813)	\$ (3,392)
Non-GAAP Adjustments, net of tax	1,609	35	246	1,663	2,248
Non-GAAP Net Loss	<u>\$ (329)</u>	<u>\$ (221)</u>	<u>\$ (303)</u>	<u>\$ (1,150)</u>	<u>\$ (1,144)</u>
<b>Diluted Loss Per Share Attributable to Weatherford:</b>					
GAAP Diluted Loss per Share	\$ (1.95)	\$ (0.26)	\$ (0.59)	\$ (2.84)	\$ (3.82)
Non-GAAP Adjustments, net of tax	1.62	0.04	0.27	1.68	2.53
Non-GAAP Diluted Loss per Share	<u>\$ (0.33)</u>	<u>\$ (0.22)</u>	<u>\$ (0.32)</u>	<u>\$ (1.16)</u>	<u>\$ (1.29)</u>
<b>GAAP Effective Tax Rate <sup>(e)</sup></b>	(3)%	(11)%	(1)%	(5)%	(17)%
<b>Non-GAAP Effective Tax Rate <sup>(f)</sup></b>	(16)%	(13)%	(2)%	(13)%	8 %

(a) The fourth quarter of 2017, impairments, asset write-downs and other include \$934 million in long-lived asset impairments (of which \$740 million relates to Land Drilling Rigs assets reclassified to held for sale), \$434 million in inventory write-downs, \$230 million in the write-down of Venezuelan receivables and \$83 million of other write-downs charges and credits.

(b) During 2017, impairments, asset write-downs and other include \$934 million in long-lived asset impairments (of which \$740 million relates to Land Drilling Rigs assets reclassified to held for sale), \$434 million in inventory write-downs, \$230 million in the write-down of Venezuelan receivables and \$66 million of other write-downs charges and credits.

(c) The fourth quarter of 2016, impairments, asset write-downs and other include \$69 million in pressure pumping shutdown costs and \$22 million of other charges and credits.

(d) During 2016, impairments, asset write-downs and other include \$710 million in long-lived asset impairments and other charges and credits, \$219 million in inventory write-downs, \$114 million in pressure pumping business related charges.

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

(f) 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.