

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		
	3/31/2017	12/31/2016	3/31/2016
Operating Loss:			
GAAP Operating Loss	\$ (196)	\$ (399)	\$ (447)
Severance, Restructuring and Exited Businesses	75	130	77
Litigation Charges, Net	—	30	67
Impairments, Asset Write-Downs and Other ^{(a) (b)}	(3)	91	58
Legacy Contract	—	—	52
Total Non-GAAP Adjustments	72	251	254
Non-GAAP Adjusted Operating Loss	<u>\$ (124)</u>	<u>\$ (148)</u>	<u>\$ (193)</u>
Loss Before Income Taxes:			
GAAP Loss Before Income Taxes	\$ (410)	\$ (537)	\$ (592)
Operating Income Adjustments	72	251	254
Warrant Fair Value Adjustment	62	(16)	—
Currency Devaluation Charges	—	10	31
Non-GAAP Loss Before Income Taxes	<u>\$ (276)</u>	<u>\$ (292)</u>	<u>\$ (307)</u>
(Provision) Benefit for Income Taxes:			
GAAP (Provision) Benefit for Income Taxes	\$ (33)	\$ (7)	\$ 101
Tax Effect on Non-GAAP Adjustments	(4)	1	(26)
Non-GAAP (Provision) Benefit for Income Taxes	<u>\$ (37)</u>	<u>\$ (6)</u>	<u>\$ 75</u>
Net Loss Attributable to Weatherford:			
GAAP Net Loss	\$ (448)	\$ (549)	\$ (498)
Total Charges, net of tax	130	246	259
Non-GAAP Net Loss	<u>\$ (318)</u>	<u>\$ (303)</u>	<u>\$ (239)</u>
Diluted Loss Per Share Attributable to Weatherford:			
GAAP Diluted Loss per Share	\$ (0.45)	\$ (0.59)	\$ (0.61)
Total Charges, net of tax	0.13	0.27	0.32
Non-GAAP Diluted Loss per Share	<u>\$ (0.32)</u>	<u>\$ (0.32)</u>	<u>\$ (0.29)</u>
GAAP Effective Tax Rate ^(c)			
	(8)%	(1)%	17%
Non-GAAP Effective Tax Rate ^(d)			
	(14)%	(2)%	24%

(a) Impairments, asset write-downs and other of \$91 million in the fourth quarter of 2016 include \$69 million in pressure pumping business related shutdown costs and other charges, and \$22 million of other charges and credits.

(b) Impairments, asset write-downs and other of \$58 million in the first quarter of 2016 include \$35 million of pressure pumping business related charges and \$23 million primarily related to a land drilling rig loss and other charges and credits.

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

(d) 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.