

# NON-GAAP EBITDA RECONCILIATION

For related conference call on May 7, 2020

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 use of EBITDA, or earnings before interest, taxes, depreciation and amortization for the three months ended March 31, 2020, adjusted to exclude the following item, which are discussed in the Company's earnings conference call on May 7, 2020, is an appropriate measure of the continuing and normal operations of the Company:

- (i) In the first quarter of 2019, a gain on debt extinguishment;
- (ii) In the fourth quarter of 2019, an impairment of a rig and capital spares and the contract buyout with Shell; and
- (iii) In the first quarter of 2020, an impairment on four of our rigs and certain capital spare equipment.

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)

Reconciliation of Adjusted EBITDA	Three Months Ended March 31,		Three Months Ended
	2020	2019	December 31, 2019
Income (loss) from continuing operations before income taxes	\$ (1,205,717)	\$ (60,284)	\$ 46,822
Interest expense, net of amounts capitalized	70,880	70,244	71,224
Interest income and other, net	2,282	(2,506)	(1,785)
Gain on extinguishment of debt	—	(31,266)	—
Depreciation and amortization	103,681	109,578	106,740
Loss on impairment	1,119,517	—	19,784
<i>Noble Bully II</i> - Shell contract buyout	—	—	(160,099)
<b>Adjusted EBITDA</b>	<b>\$ 90,643</b>	<b>\$ 85,766</b>	<b>\$ 82,686</b>