



Conference Call – 3Q 2014 Results

November 26, 2014

Seadrill 

Forward Looking Statements

The statements described in this presentation that are not historical facts are forward-looking statements within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. Forward-looking statements which could be made include, but are not limited to, statements involving prospects for the Company, expected revenues, capital expenditures, costs and results of operations and contingencies and other factors discussed in the Company's most recent annual report on the Form 20-F for the year ended December 31, 2013 and in the Company's other filings with the SEC, which are available free of charge on the SEC's website at www.sec.gov. Should one or more of these risks or uncertainties materialize, or should underlying assumptions prove incorrect, actual results may vary materially from those indicated. All subsequent written and oral forward-looking statements attributable to the Company or to persons acting on our behalf are expressly qualified in their entirety by reference to these risks and uncertainties. You should not place undue reliance on forward-looking statements. Each forward-looking statement speaks only as of the date of the particular statement, and we undertake no obligation to publicly update or revise any forward-looking statements.



Seadrill Third Quarter Call Agenda

1 Company Highlights Q3 2014

2 Contract Wins & Market Outlook

3 Financial Performance Highlights

4 Appendix: Seadrill Limited Financials



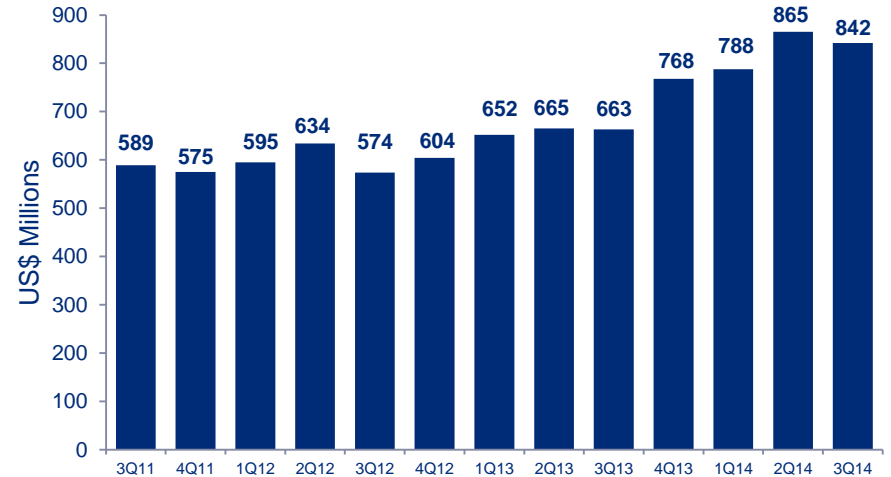
Company Highlights – Q3 2014

Seadrill Group generated consolidated EBITDA of US\$842 million for the third quarter 2014

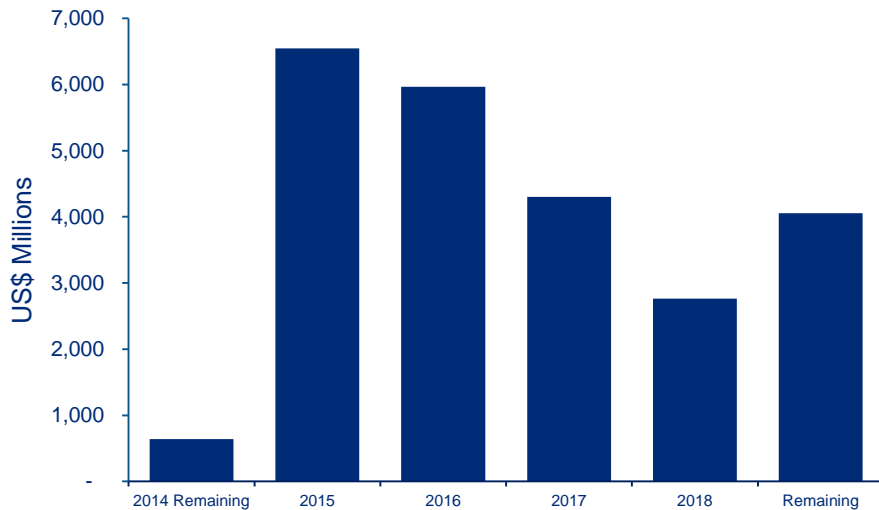
Economic utilization for the Group's floaters on a consolidated basis was 89 percent

Seadrill Group's current orderbacklog has increased to US\$24 billion

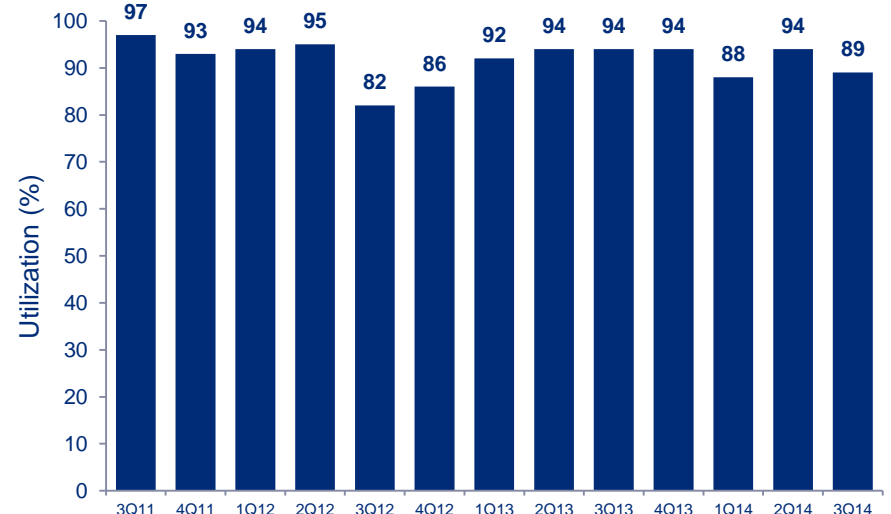
Quarterly EBITDA (proforma consolidated)



Current Backlog (proforma consolidated)



Ultra-Deepwater Economic Utilization (proforma consolidated)



Contracts

- Confirmation from Petrobras of approval for contract extensions for the West Eminence and West Taurus
 - Total revenue potential for the two extensions is **US\$1.1 billion**
- Confirmation from Petrobras of approval for contract awards on the Libra Field for the West Tellus and West Carina
 - Total revenue potential for the two contracts is **US\$1.1 billion**
- A new contract two year contract for the jack-up unit West Vigilant
 - The total revenue potential for the new contract is approximately **US\$102 million**
- 145 day contract extension with Total for the semi-submersible unit West Eclipse
 - Total revenue potential for the extension is approximately **US\$65 million**
- A new contract for the jack-up unit West Leda
 - The total revenue potential for the new contract is approximately **US\$16 million**
- A new contract for the jack-up unit West Telesto
 - This is in direct continuation from the previous contract in Australia and is for one well

Financing

- Seadrill sells the ultra-deepwater drillship West Vela to Seadrill Partners for **US\$900 million** on a 100% basis
- Seadrill received commitments for a **US\$750 million** credit facility for the 5 jack-ups for SeaMex
- Seadrill receives commitments for a **US\$950 million** credit facility for the financing of the West Carina and West Eclipse.

Contract Wins & Market Outlook



Success with the Biggest Rig Contractor

Libra Field Contracts

3 Year Contracts
West Tellus and West Carina

Backlog: US\$1.1 billion



Petrobras Extensions

3 Year Contracts
West Taurus and West Eminence

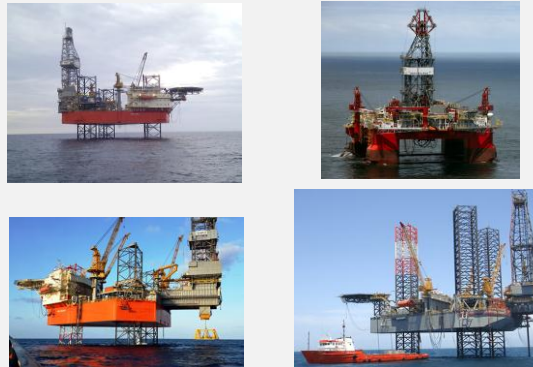
Backlog: US\$1.1 billion



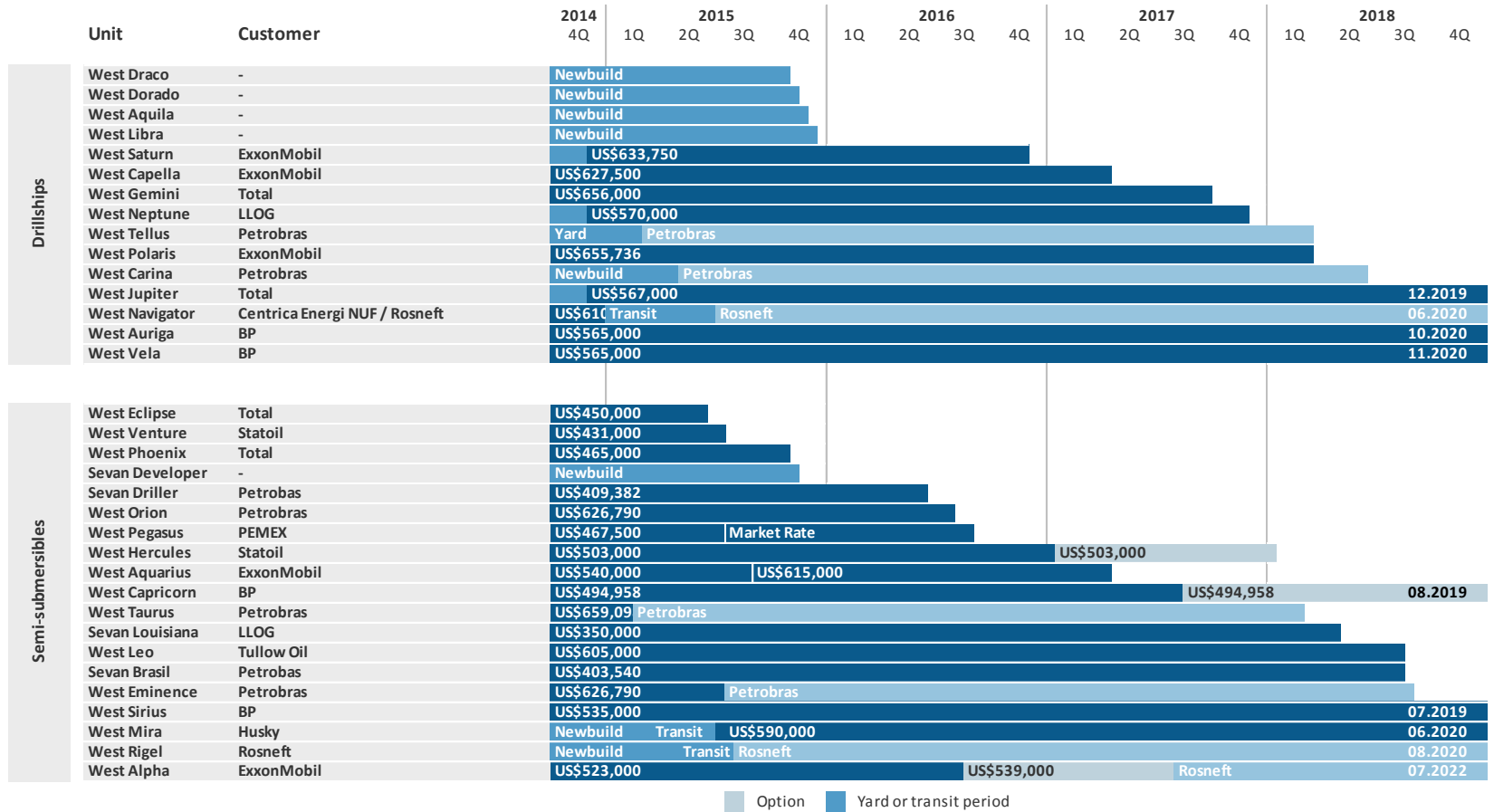
New and Maintained Relationships

West Eclipse, West Vigilant, West Leda
and West Telesto

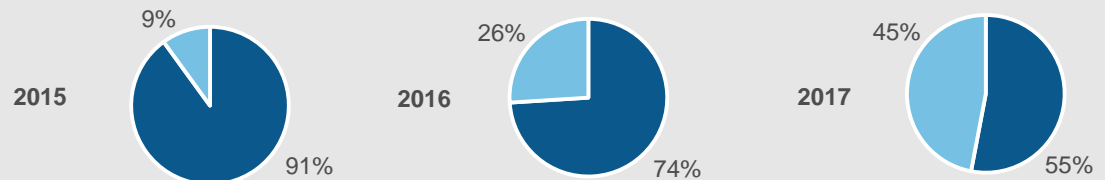
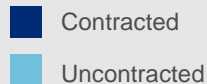
Backlog: US\$200 million



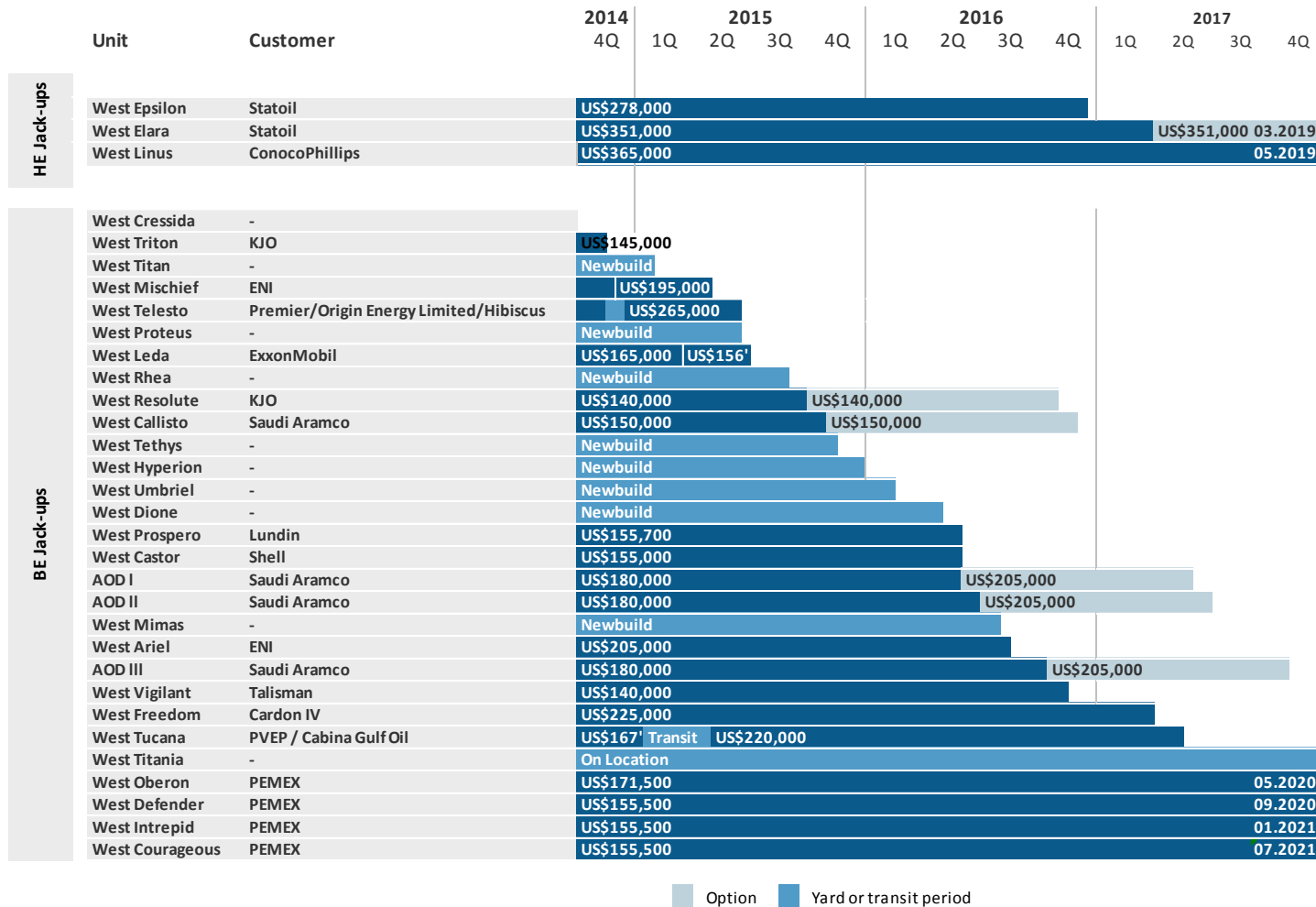
Floater – US\$18.7 Billion Contract Backlog



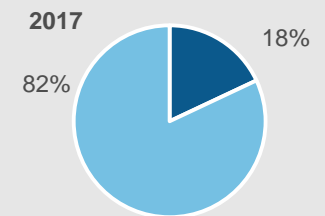
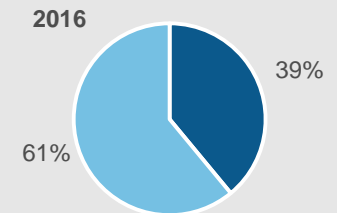
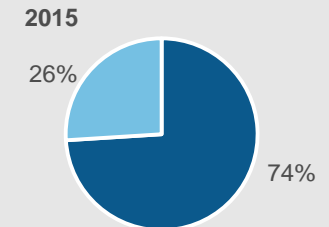
Contract coverage



Jack-ups - US\$5.2 Billion Contract Backlog



Contracted
Uncontracted



Note: Backlog generated by the tender rigs (T15, T16 and West Vencedor) is ~US\$0.35 billion.
Proforma consolidated backlog

Financial Performance Highlights



Financial Performance Highlights



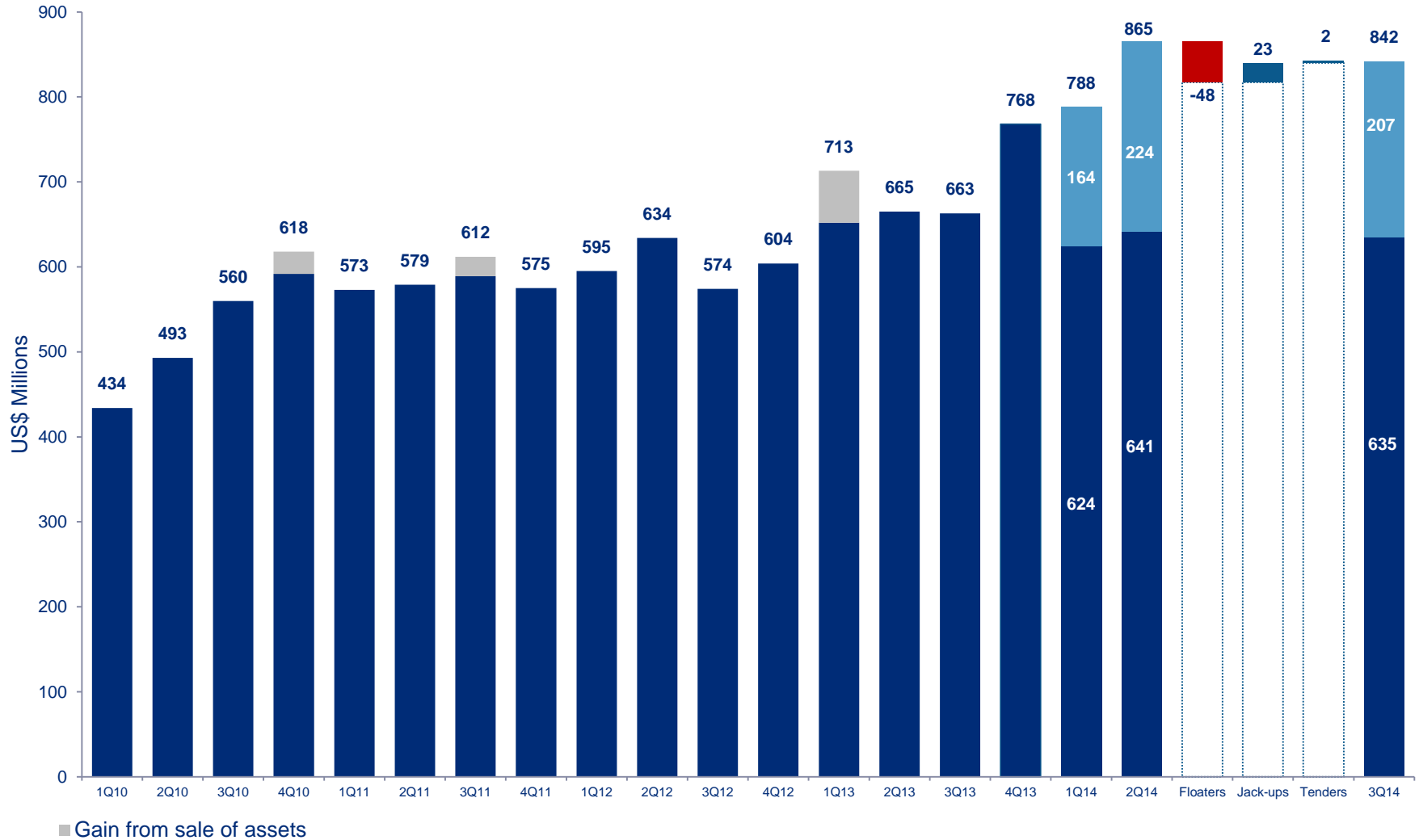
	Q3 2014 Stand alone	Q3 2014 Proforma Consolidated	Q2 2014 Proforma Consolidated	Q3 2013 Proforma Consolidated
Total Operating Revenue	US\$1,293 m	US\$1,610 m	US\$1,554 m	US\$1,280 m
Total Operating Expenses	US\$ 832 m	US\$984 m	US\$906 m	US\$809 m
Net Operating Income	US\$461 m	US\$626 m	US\$648 m	US\$471 m
EBITDA *	US\$635 m	US\$842 m	US\$865 m	US\$663 m
Dividend declared per share	-	-	US\$1.00	US\$0.95

Balance Sheet Summary



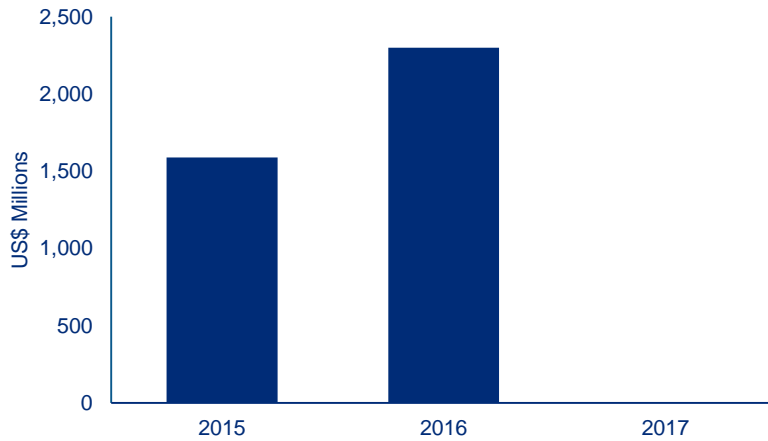
	September 30, 2014	June 30, 2014
Total Current Assets	3,422	3,185
Non-current assets		
Newbuildings	3,794	2,593
Drilling units	13,932	14,008
Other	6,239	6,818
Total non-current assets	23,965	23,419
TOTAL ASSETS	27,387	26,604
Current Liabilities		
Current portion of long-term debt	1,689	2,147
Other	1,920	1,956
Total current liabilities	3,609	4,103
Non-current liabilities		
Total Long-term Debt	11,422	10,025
Other	1,412	1,729
Total non-current liabilities	12,834	11,754
TOTAL LIABILITIES	16,443	15,857
Equity		
Total shareholder's equity	10,944	10,747
Total liabilities and shareholder's equity	27,387	26,604

EBITDA Contribution



Illustrative Funding Profile

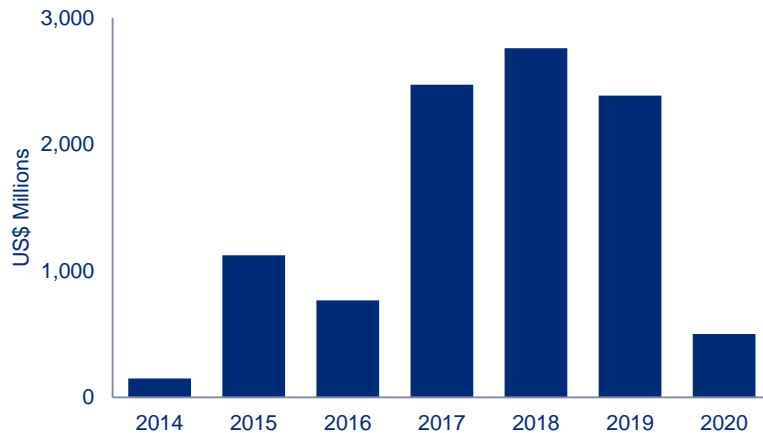
Unfunded Yard Instalments



2015 Funding Required

<u>Floater</u>	<u>Jack-ups</u>
West Rigel	West Titan
West Mira	West Proteus
	West Rhea
	West Tethys

Debt Maturity Profile



2016 Funding Required

<u>Floater</u>	<u>Jack-ups</u>
West Draco	West Hyperion
West Dorado	West Umbriel
West Aquila	West Dione
West Libra	West Mimas

Well Defined & Manageable Funding Requirements



Core Assets

- 32 6th generation ultra-deepwater units
- 2 Midwater harsh environment semi-submersible rigs
- 29 High-specification jack-ups
- 3 Harsh environment jack-ups
- 3 Tender rigs

Financial Investments



*8.18% of SapuraKencana –
Market Value ~US\$477mm*



*50.11% of Sevan Drilling –
Market Value ~US\$39mm*



*39.9% of Archer –
Market Value ~US\$212mm*

Appendix: Seadrill Limited Financials



Operating Income - Floaters

<i>Unaudited accounts in USD millions</i>	3Q14	2Q14	1Q14	4Q13
Total operating revenues	842	852	813	1,030
Gain on Sale	-	-	440	-
Vessel and rig operating expenses	298	263	271	370
Reimbursable expenses	39	58	23	17
Depreciation and amortisation	128	121	127	150
General and administrative expenses	53	49	48	62
Total operating expenses	518	491	469	599
Net operating income	324	361	784	431

Operating Income – Jack-up Rigs

<i>Unaudited accounts in USD millions</i>	3Q14	2Q14	1Q14	4Q13
Total operating revenues	408	335	315	339
Vessel and rig operating expenses	184	142	130	148
Reimbursable expenses	14	11	9	11
Depreciation and amortisation	46	44	48	46
General and administrative expenses	31	26	25	24
Total operating expenses	275	223	212	229
Net operating income	133	112	103	110

Operating Income – Total Seadrill Limited



<i>Unaudited accounts in USD millions</i>	3Q14	2Q14	1Q14	4Q13
Total operating revenues	1,293	1,222	1,221	1,469
Gain on sale of assets	-	-	440	-
Vessel and rig operating expenses	521	437	492	565
Reimbursable expenses	53	69	32	50
Depreciation and amortisation	174	165	174	200
General and administrative expenses	84	75	73	86
Total operating expenses	832	746	771	901
Net operating income	461	476	890	568

Net Income – Total Seadrill Limited



<i>Unaudited accounts in USD millions</i>	3Q14	2Q14	1Q14	4Q13
Net operating income	461	476	890	568
Financial items and other income				
Interest income	2	32	11	8
Interest expense	(114)	(124)	(118)	(134)
Share in results from associated companies	(26)	54	20	(189)
(Loss)/Gain in financial derivatives	(80)	(95)	(37)	2
Foreign exchange gain/(loss)	52	22	(15)	25
Gain on realization of marketable securities	-	131	-	-
Other financial items	(66)*	51	39	2
Gain on deconsolidation of Seadrill Partners	-	-	2,339	-
Total financial items and other income	(232)	71	2,239	(286)
Income before income taxes	229	547	3,129	282
Income taxes	(39)	106	(35)	(1)
Net income	190	653	3,094	281
Earnings per share (US\$)	0.31	1.29	6.54	0.49

4Q13 includes Seadrill Partners

* Includes US\$76mm loss on debt extinguishment

Balance Sheet - Assets

<i>Unaudited accounts in USD millions</i>	September 30, 2014	June 30, 2014	March 31, 2014
Current assets			
Cash and cash equivalents	638	543	912
Restricted cash	279	237	206
Marketable securities	878	933	1,072
Accounts receivables, net	797	824	780
Other current assets	830	648	1,061
Total current assets	3,422	3,185	4,031
Non-current assets			
Newbuildings	3,794	2,593	3,917
Drilling units	13,932	14,008	13,163
Assets held for sale – non current	1,079	1,048	-
Restricted cash	114	126	146
Deferred tax assets	48	47	28
Other non-current assets	4,998	5,597	6,206
Total non-current assets	23,965	23,419	23,460
Total assets	27,387	26,604	27,491

Balance Sheet – Liabilities & Shareholder’s Equity



	September 30, 2014	June 30, 2014	March 31, 2014
Current liabilities			
Current portion of long-term debt	1,689	2,147	1,662
Trade accounts payable	90	61	111
Other current liabilities	1,830	1,895	2,621
Total current liabilities	3,609	4,103	4,394
Non-current liabilities			
Long-term interest bearing debt	11,442	10,025	10,728
Deferred taxes	79	73	48
Other non-current liabilities	1,313	1,656	1,648
Total non-current liabilities	12,834	11,754	12,424
Equity			
Total shareholder’s equity	10,944	10,747	10,673
Total liabilities and shareholder’s equity	27,387	26,604	27,491