



Conference Call – 1Q 2015 Results

May 28, 2015



Forward Looking Statements

This news release includes forward looking statements. Such statements are generally not historical in nature, and specifically include statements about the Company's plans, strategies, business prospects, changes and trends in its business and the markets in which it operates. These statements are made based upon management's current plans, expectations, assumptions and beliefs concerning future events impacting the Company and therefore involve a number of risks, uncertainties and assumptions that could cause actual results to differ materially from those expressed or implied in the forward-looking statements, which speak only as of the date of this news release. Important factors that could cause actual results to differ materially from those in the forward-looking statements include, but are not limited to offshore drilling market conditions including supply and demand, day rates, customer drilling programs and effects of new rigs on the market, contract awards and rig mobilizations, contract backlog, dry-docking and other costs of maintenance of the drilling rigs in the Company's fleet, the cost and timing of shipyard and other capital projects, the performance of the drilling rigs in the Company's fleet, delay in payment or disputes with customers, our ability to successfully employ our drilling units, procure or have access to financing, ability to comply with loan covenants, liquidity and adequacy of cash flow from operations, fluctuations in the international price of oil, international financial market conditions changes in governmental regulations that affect the Company or the operations of the Company's fleet, increased competition in the offshore drilling industry, and general economic, political and business conditions globally. Consequently, no forward-looking statement can be guaranteed. When considering these forward-looking statements, you should keep in mind the risks described from time to time in the Company's filings with the SEC, including its Annual Report on Form 20-F. The Company undertakes no obligation to update any forward looking statements to reflect events or circumstances after the date on which such statement is made or to reflect the occurrence of unanticipated events. New factors emerge from time to time, and it is not possible for us to predict all of these factors. Further, the Company cannot assess the impact of each such factors on its business or the extent to which any factor, or combination of factors, may cause actual results to be materially different from those contained in any forward looking statement.



Agenda

1 Highlights Q1 2015

2 Financial Performance Highlights

3 Market Outlook

4 Appendix: Seadrill Limited Financials



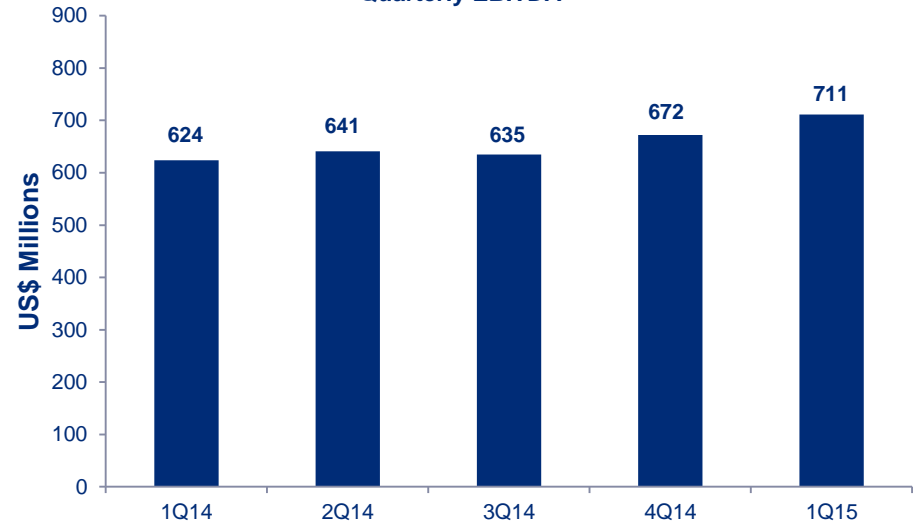
Company Highlights – Q1 2015

Seadrill generated EBITDA of \$711 million for the first quarter 2015

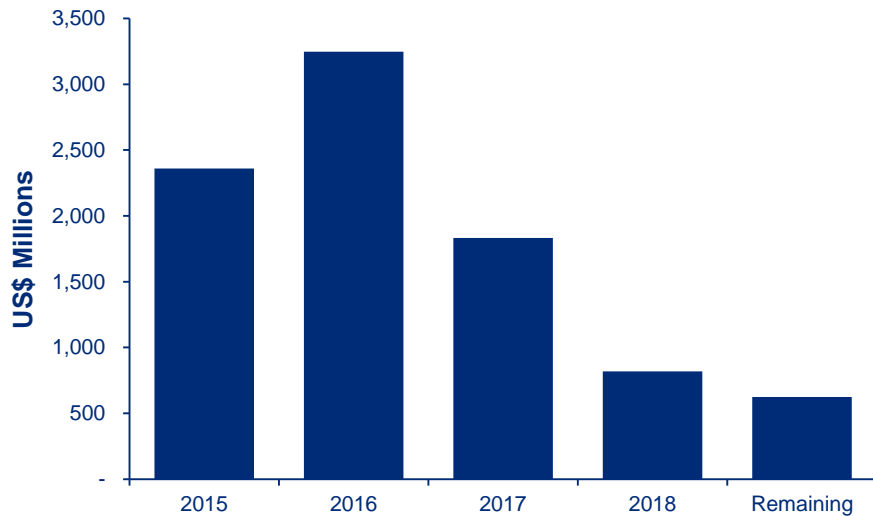
Seadrill achieves 93% economic utilization for its floaters and 98% percent for its jack-ups

\$8.9 billion current orderbacklog (\$15.5 billion on a consolidated basis)

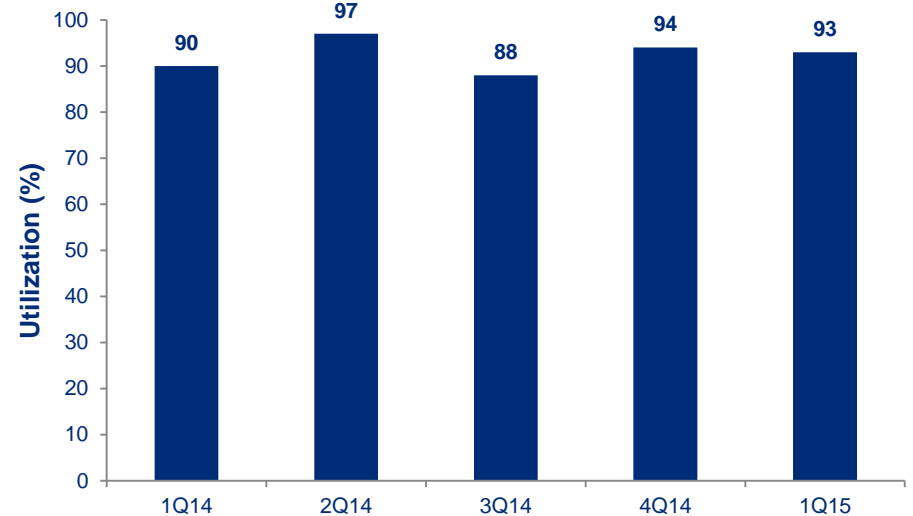
Quarterly EBITDA



Current Backlog



Ultra-Deepwater Economic Utilization



Financial Performance Highlights



Financial Performance Highlights



	Q1 2015	Q4 2014	Q1 2014
Total Operating Revenue	\$1,244	\$1,261	\$1,221
Gain on sale of assets	\$190	\$192	\$440
Total Operating Expenses*	\$731	\$1,001	\$771
Net Operating Income	\$703	\$452	\$890
EBITDA	\$711	\$672	\$624

* Loss on impairment included 4Q14 operating expenses

Balance Sheet Summary



	March 31, 2015	December 31, 2014
Total Current Assets	3,022	3,415
Non-current assets		
Newbuildings	2,482	2,030
Drilling units	15,071	15,145
Other	5,244	5,916
Total non-current assets	22,797	23,091
TOTAL ASSETS	25,819	26,506
Current Liabilities		
Current portion of long-term debt	1,427	2,309
Other	1,943	2,265
Total current liabilities	3,370	4,574
Non-current liabilities		
Total Long-term Debt	10,642	10,311
Other	1,097	1,231
Total non-current liabilities	11,739	11,542
TOTAL LIABILITIES	15,109	16,116
Equity		
Total shareholder's equity	10,710	10,390
Total liabilities and shareholder's equity	25,819	26,506

Transaction Details

- Total Consideration: \$1.17 billion
- Net Cash: \$586 million
- Sellers Credit: \$250 million (due 2019)
- Related Party Receivable: \$185 million
- Settlement of West Oberon Debt: \$150 million

Summary Financial Impact*

- Net Asset Disposal: \$1.15 billion
- Paid down \$522 million in debt
- Gain on Sale: \$186 million
- Revenue: (\$81) million per quarter
- EBITDA: (\$40.5) million per quarter

<i>Unaudited accounts in USD millions</i>	Through 2016
Debt Maturities	1,300
Yard Instalments	3,500
Total Funding Requirement	4,800
Debt Amortization	1,800

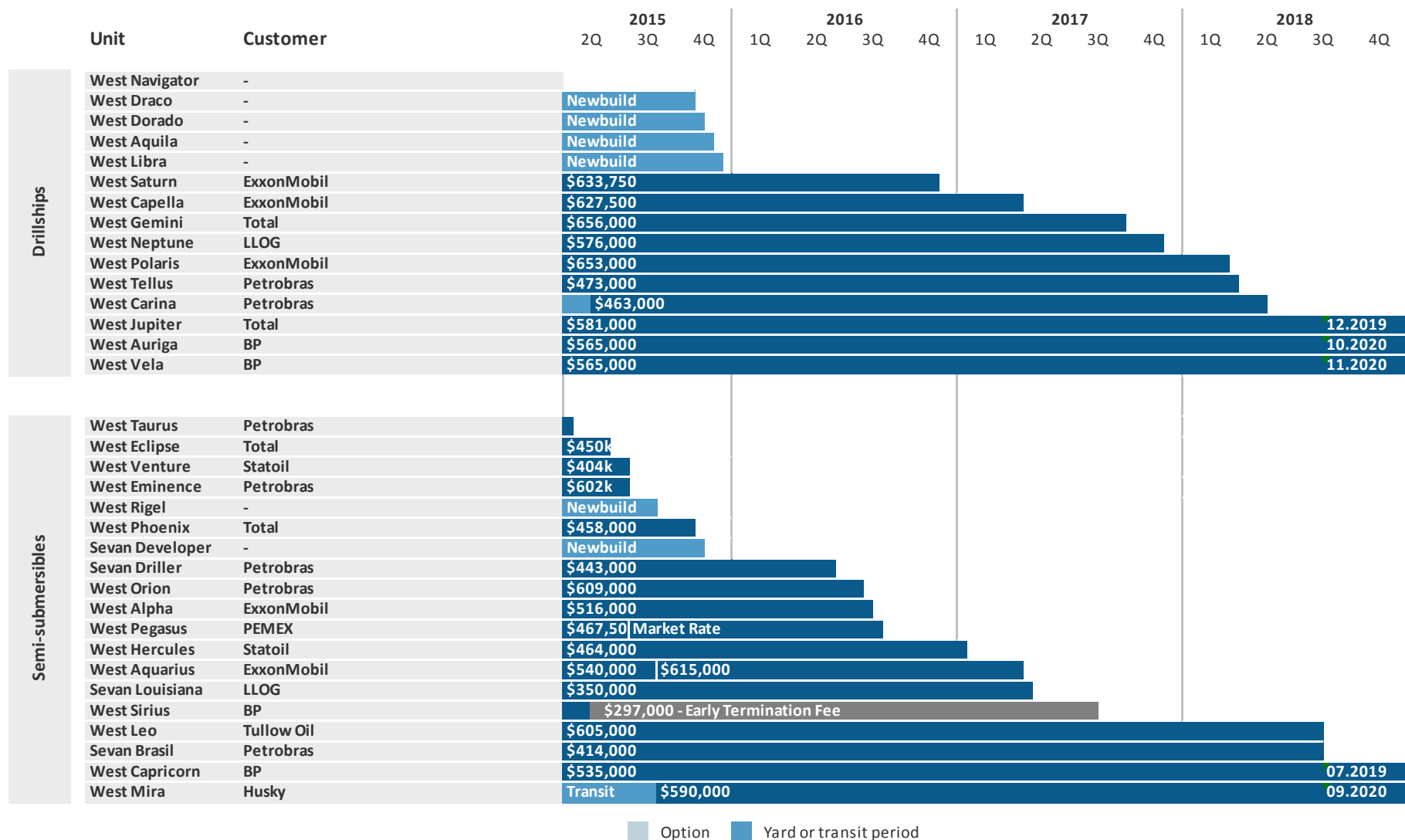
- US\$1.3 billion in debt maturing in 2015 and 2016
- US\$3.5 billion in yard instalments until the end of 2016.
- In the first quarter the Seadrill Group successfully completed \$1.7 billion in financing in the secured bank and ECA markets.

Well Defined & Manageable Funding Requirements

Market Outlook



Seadrill Group US\$15.4 Billion Contract Backlog





Group 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 ~\$352mm*



*50.11% of Sevan Drilling –
Market Value ~\$20mm*



*39.9% of Archer –
Market Value ~\$85mm*

Appendix: Seadrill Limited Financials



Operating Income - Floaters

<i>Unaudited accounts in USD millions</i>	1Q15	4Q14	3Q14	2Q14
Total operating revenues	832	801	842	852
Gain on Sale*	4	192	-	-
Vessel and rig operating expenses	(253)	(268)	(298)	(263)
Reimbursable expenses	(19)	(12)	(39)	(58)
Depreciation and amortisation	(141)	(132)	(128)	(121)
General and administrative expenses	(47)	(58)	(53)	(49)
Total operating expenses	(460)	(470)	(518)	(491)
Net operating income	376	523	324	361

* Gain on sale of assets at 4Q14 relates to the disposal of Vela to Seadrill Partners

Operating Income – Jack-up Rigs

<i>Unaudited accounts in USD millions</i>	1Q15	4Q14	3Q14	2Q14
Total operating revenues	377	420	408	335
Gain on sale*	186	-	-	-
Vessel and rig operating expenses	(160)	(184)	(184)	(142)
Reimbursable expenses	(3)	(4)	(14)	(11)
Depreciation and amortisation	(57)	(48)	(46)	(44)
Loss on impairment ⁽²⁾	-	(232)	-	-
General and administrative expenses	(18)	(25)	(31)	(26)
Total operating expenses	(238)	(493)	(275)	(223)
Net operating income	325	(73)	133	112

* Gain on sale of assets at 1Q15 relates to the deconsolidation of Seamex

Operating Income – Total Seadrill Limited



<i>Unaudited accounts in USD millions</i>	1Q15	4Q14	3Q14	2Q14
Total operating revenues	1,244	1,261	1,293	1,222
Gain on sale of assets*	190	192	-	-
Vessel and rig operating expenses	(446)	488	521	437
Reimbursable expenses	(22)	18	53	69
Depreciation and amortisation	(198)	180	174	165
Loss on impairment	-	232	-	-
General and administrative expenses	(65)	83	84	75
Total operating expenses	(731)	1,001	832	746
Net operating income	703	452	461	476

*Gain on sale of assets at 4Q14 relates to the disposal of Vela to Seadrill Partners
Gain on sale of assets at 1Q15 relates to the deconsolidation of Seamex

Net Income – Total Seadrill Limited



<i>Unaudited accounts in USD millions</i>	1Q15	4Q14	3Q14	2Q14
Net operating income	703	452	461	476
Financial items and other income				
Interest income	17	18	2	32
Interest expense	(112)	(122)	(114)	(124)
Share in results from associated companies	32	41	(26)	54
(Loss)/Gain in financial derivatives	(181)	(285)	(80)	(95)
Foreign exchange gain/(loss)	50	105	52	22
Gain on realization of marketable securities	-	-	-	131
Other financial items	(3)	(8)	(66)	51
Gain on deconsolidation of Seadrill Partners	-	-	-	-
Total financial items and other income	(197)	(251)	(232)	71
Income before income taxes	506	201	229	547
Income taxes	(58)	(51)	(39)	106
Net income	448	150	190	653
Basic earnings per share (\$)	0.86	0.32	0.31	1.29

Balance Sheet - Assets

<i>Unaudited accounts in USD millions</i>	March 31, 2015	December 31, 2014	September 30, 2014
Current assets			
Cash and cash equivalents	903	831	638
Restricted cash	72	268	279
Marketable securities	309	426	878
Accounts receivables, net	956	1,017	797
Other current assets	782	873	830
Total current assets	3,022	3,415	3,422
Non-current assets			
Newbuildings	2,482	2,030	3,794
Drilling units	15,071	15,145	13,932
Assets held for sale – non current	-	1,105	1,079
Restricted cash	161	181	114
Deferred tax assets	27	30	48
Other non-current assets	5,056	4,600	4,998
Total non-current assets	22,797	23,091	23,965
Total assets	25,819	26,506	27,387

Balance Sheet – Liabilities & Shareholder's Equity



<i>Unaudited accounts in USD millions</i>	March 31, 2015	December 31, 2014	September 30, 2014
Current liabilities			
Current portion of long-term debt	1,427	2,309	1,689
Trade accounts payable	96	84	90
Other current liabilities	1,847	2,181	1,830
Total current liabilities	3,370	4,574	3,609
Non-current liabilities			
Long-term interest bearing debt	10,642	10,311	11,442
Deferred taxes	55	67	79
Other non-current liabilities	1,042	1,164	1,313
Total non-current liabilities	11,739	11,542	12,834
Equity			
Total shareholder's equity	10,710	10,390	10,944
Total liabilities and shareholder's equity	25,819	26,506	27,387