

Transocean Ltd.
Form 10-Q
November 04, 2015

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10 Q
(Mark one)

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended September 30, 2015

OR

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the transition period from _____ to _____

Commission file number 000 53533

TRANSOCEAN LTD.
(Exact name of registrant as specified in its charter)

Zug, Switzerland 98 0599916
(State or other jurisdiction of incorporation or organization) (I.R.S. Employer Identification No.)

10 Chemin de Blandonnet 1214
Vernier, Switzerland
(Address of principal executive offices) (Zip Code)

+41 (22) 930 9000
(Registrant's telephone number, including area code)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes No
Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S T during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes

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No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non accelerated filer, or a smaller reporting company. See the definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer Accelerated filer Non accelerated filer (do not check if a smaller reporting company)
Smaller reporting company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes No

As of October 26, 2015, 363,735,543 shares were outstanding.

TRANSOCEAN LTD. AND SUBSIDIARIES
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PART I. FINANCIAL INFORMATION

Item 1. Financial Statements

TRANSOCEAN LTD. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS

(In millions, except per share data)

(Unaudited)

	Three months ended September 30,		Nine months ended September 30,	
	2015	2014	2015	2014
Operating revenues				
Contract drilling revenues	\$1,569	\$2,215	\$5,346	\$6,785
Other revenues	39	55	189	152
	1,608	2,270	5,535	6,937
Costs and expenses				
Operating and maintenance	880	1,318	2,161	3,800
Depreciation	210	288	750	849
General and administrative	45	52	135	172
	1,135	1,658	3,046	4,821
Loss on impairment	(13)	(2,768)	(1,839)	(2,833)
Loss on disposal of assets, net	(15)	(12)	(20)	(14)
Operating income (loss)	445	(2,168)	630	(731)
Other income (expense), net				
Interest income	5	6	17	31
Interest expense, net of amounts capitalized	(109)	(122)	(345)	(360)
Other, net	3	6	45	12
	(101)	(110)	(283)	(317)
Income (loss) from continuing operations before income tax expense	344	(2,278)	347	(1,048)
Income tax expense (benefit)	17	(16)	140	136
Income (loss) from continuing operations	327	(2,262)	207	(1,184)
Income (loss) from discontinued operations, net of tax	3	(1)	2	(16)
Net income (loss)	330	(2,263)	209	(1,200)
Net income (loss) attributable to noncontrolling interest	9	(46)	29	(26)
Net income (loss) attributable to controlling interest	\$321	\$(2,217)	\$180	\$(1,174)
Earnings (loss) per share basic				
Earnings (loss) from continuing operations	\$0.87	\$(6.12)	\$0.48	\$(3.20)
Earnings (loss) from discontinued operations	0.01	—	0.01	(0.04)
Earnings (loss) per share	\$0.88	\$(6.12)	\$0.49	\$(3.24)
Earnings (loss) per share diluted				
Earnings (loss) from continuing operations	\$0.87	\$(6.12)	\$0.48	\$(3.20)
Earnings (loss) from discontinued operations	0.01	—	0.01	(0.04)
Earnings (loss) per share	\$0.88	\$(6.12)	\$	