

CONSENT DECREE Q1 2015 QUARTERLY REPORT TRANSOCEAN LTD.

Under the Consent Decree dated February 19, 2013 (“Consent Decree”) entered into between certain affiliates of Transocean (“Transocean”) and applicable US government agencies (“US”) relating to the 2010 Macondo incident, the Transocean Ltd. Board of Directors (the “Transocean Board”) shall receive a quarterly report per Sections 23(a)(2), 23(a)(3) and 31(b) of the Consent Decree. The Transocean Board has designated the Transocean Board’s HSE Committee (the “Transocean HSE Committee”) to receive such reports on its behalf.

Steps Taken to Comply

The compliance steps taken for each obligation under the Consent Decree have been monitored and documented. The attached chart lists each obligation (“Obligations List”). For reference and tracking purposes, the obligations are organized under one of seven categories and the Obligations List indicates whether in Q1 steps were taken to comply with the referenced obligation. Also, during the Q1 update presentation by the Chairman of the TODDI Board to the Transocean HSE Committee, the steps undertaken during Q1 were discussed.

In addition to the specific steps referenced above, considerable effort was put forth by the Obligations Team in Q1 finalizing various internally developed processes and templates to comply with the first full year of Annual Reporting requirements. This effort involved the posting of hundreds of submission documents to the Public Website, including redaction of documents containing confidential information. The processes and templates developed will aid greatly in reporting and posting during the remaining four years of the Consent Decree.

Also significant in Q1, the Independent Auditor’s Final Report was submitted to the US agencies on March 25, 2015. In the Report, the Auditor noted Transocean was in material compliance with the Consent Decree and Performance Plan for calendar year 2014. Importantly, the Auditor confirmed Transocean’s management system complies with the US SEMS requirements. Finally, the Auditor in a positive manner recognized that “Transocean was fully transparent regarding the information, documents, and observations used to verify compliance with the Consent Decree and Performance Plan for calendar year 2014” and referenced the responsiveness of Transocean in complying with the Auditor’s various requests.

Evaluation of Response/Improvements in Safety and Operational Risk Issues

As part of the Q1 Consent Decree compliance update presentation to the TODDI HSE Committee (Committee) held on April 21, 2015, the Committee reviewed a detailed Quarterly Report and heard from the Transocean Chief Compliance Officer regarding the compliance efforts and related issues. In addition, the Senior Vice President, Americas, led a discussion using detailed information presented to the Committee on blow out preventer, downtime and other relevant process safety information. In addition to discussing blow out preventer and downtime information, the Committee spent a considerable amount of time discussing issues of relevance to process safety.

Problems or Challenges Encountered in Attempting to Comply

A key aspect of Transocean’s compliance efforts is to openly and in a positive manner address potential or actual compliance challenges that may occur from time to time with the over 500 individual compliance obligations. To that end, monthly update calls continue with the US and Independent Auditors and in Q1 there were periodic emails and in-person meetings held with the Independent Auditor and with the Process Safety Consultant.

Regarding non-compliances, the Independent Auditor's February 2015 draft report referenced a non-compliance concluding that an employee list we submitted in January 2014 identifying all "current" employees assigned to rigs operating in US waters failed to include nine "corporate Labor Pool" employees based in the US. The Obligations Team explained the good faith rationale used in developing the original list, but did then agree to accept the non-compliance and confirm in the future that Labor Pool employees would be included in this annual requirement to provide a list of employees. In mentioning this issue to US agency representatives during our March monthly update call, there were no concerns expressed.

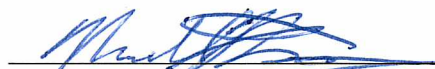
Input/Recommendations to the Transocean Board; Request for Assistance

For Q1, the Committee is comfortable with the information provided and the efforts being undertaken regarding compliance with the Consent Decree. The Committee is also comfortable with blow out preventer related issues. Finally, based on the Q1 Compliance update provided, except for the minor non-compliance issue identified above, the Committee is confident that each obligation under the Consent Decree has been and will be timely complied with and therefore does not seek assistance from Transocean Ltd. to help ensure compliance.

Officer Certification

I certify under penalty of law that this document and any attachments were prepared under my direction or supervision in accordance with a system designed to assure that qualified personnel properly gather and evaluate the information submitted. Based on my inquiry of the person or persons who manage the system, or those persons directly responsible for gathering the information, the information submitted is, to the best of my knowledge and belief, true, accurate, and complete. I am aware that there are significant penalties for submitting false information, including the possibility of fine and imprisonment for knowing violations.

Dated: April 23, 2015



Michael F. Munro
Vice President, Deputy General Counsel and
Chief Compliance Officer

List of Each Consent Decree Obligation

COMPLIANCE OBLIGATIONS (<i>Consent Decree paragraph reference</i>)	Steps Taken in Q1	In Full Compliance/ On Track *
Operational Processes and Competencies.		
<i>SEMS based Management System (15.a.1)</i>	Yes	Yes
<i>Competence Assessment Management System (15.d.5)</i>	Yes	Yes
<i>Competence Assessment Program (15.d.6)</i>	Yes	Yes
<i>Hazard Identification Training (15.d.9)</i>	Yes	Yes
Operational Response and Audit.		
<i>Annual Report on safety and other key issues (15.g)</i>	Yes	Yes
<i>Stop Work Authority Procedures (15.a.2)</i>	Yes	Yes
<i>Global Management System (“GMS”) to be used for Operational Alerts (15.d.8)</i>	Yes	Yes
<i>Audit-Review-Closeout Process (15.a.1)</i>	Yes	Yes
Well Control and Blow Out Preventer.		
<i>Well Control Competency Assessment Plan (15.d.1)</i>	Yes	Yes**
<i>40 hours Annual Training (15.d.3)</i>	Yes	Yes
<i>Blow Out Preventer (BOP) Certification (15.b)</i>	Yes	Yes
<i>Gap Analysis between BOP maintenance and OEM recommendations (15.c.2)</i>	Yes	Yes
Emergency Preparedness and Response.		
<i>Emergency Response Team Training (16.a-b)</i>	Yes	Yes
<i>Oil Spill Exercises including simulated and actual notices (17.b)</i>	Yes	Yes
<i>Operator Table-top Exercise Participation (17.c)</i>	Yes	Yes
<i>Weekly Emergency Response Drills (17.d)</i>	Yes	Yes
<i>Oil Spill Response Plans Addendum to Operators OSRP (18)</i>	Yes	Yes
<i>Emergency Response Plans provided to Operators (19.a)</i>	Yes	Yes
<i>Record of inhibits of Fire and Gas Alarm Systems (19.b)</i>	Yes	Yes
Technology and Equipment.		
<i>State-of-art BOP and Pipe Shearing Technology evaluation (15.c)</i>	Yes	Yes
<i>Commercially Available Real-time Monitoring Technology evaluation (15.e)</i>	Yes	Yes
<i>Records of Equipment drilling and production tests (15.f)</i>	Yes	Yes
<i>Input well control and spill response equipment on National Response Resource Inventory (21.c)</i>	Yes	Yes
<i>New Technology evaluation; Technology Innovation Group (“TIG”) (20)</i>	Yes	Yes
Transparency, Oversight and Third Party Involvement.		
<i>Post Information on Public Website (21.b)</i>	Yes	Yes
<i>Document Retention (58)</i>	Yes	Yes
<i>TODDI HSE Board Committee (21.a, 23.a)</i>	Yes	Yes
<i>Independent Consent Decree Compliance Auditor appointed (22)</i>	Yes	Yes
<i>An Independent Process Safety Consultant shall be retained (23.b)</i>	Yes	Yes
Training Center and Other		
<i>Training Center certification(15.d.4)</i>	Yes	Yes
<i>Training Center sessions available to US (15.d.4.2)</i>	Yes	Yes
<i>Performance Plan (14.e)</i>	Yes	Yes
<i>Prompt Reporting of non-compliance (32)</i>	Yes	Yes

*If “No”, a detailed explanation will be provided.

**There was a minor non-compliance report provided to the US regarding a previously submitted 2014 list of employees.