

Transocean Ltd.  
Form 10-Q  
May 08, 2013

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

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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 March 31, 2013

OR

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

For the transition period from \_\_\_\_\_ to \_\_\_\_\_

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Commission file number 000-53533

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

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Zug, Switzerland  
(State or other jurisdiction of  
incorporation or organization)

98-0599916  
(I.R.S. Employer Identification No.)

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

1214  
(Zip Code)

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

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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  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 April 30, 2013, 360,346,455 shares were outstanding.

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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 March 31,	
	2013	2012
Operating revenues		
Contract drilling revenues	\$ 2,145	\$ 2,014
Other revenues	52	96
	2,197	2,110
Costs and expenses		
Operating and maintenance	1,375	1,242
Depreciation	275	285
General and administrative	67	69
	1,717	1,596
Loss on impairment	—	(140)
Loss on disposal of assets, net	(7)	(3)
Operating income	473	371
Other income (expense), net		
Interest income	17	15
Interest expense, net of amounts capitalized	(157)	(180)
Other, net	(1)	(18)
	(141)	(183)
Income from continuing operations before income tax expense	332	188
Income tax expense	19	34
Income from continuing operations	313	154
Loss from discontinued operations, net of tax	—	(136)
Net income	313	18
Net income (loss) attributable to noncontrolling interest	(8)	8
Net income attributable to controlling interest	\$ 321	\$ 10
Earnings (loss) per share-basic		
Earnings from continuing operations	\$ 0.88	\$ 0.42
Loss from discontinued operations	—	(0.39)
Earnings per share	\$ 0.88	\$ 0.03
Earnings (loss) per share-diluted		

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Earnings from continuing operations	\$ 0.88	\$ 0.42
Loss from discontinued operations	—	(0.39)
Earnings per share	\$ 0.88	\$ 0.03
Weighted-average shares outstanding		
Basic	360	350
Diluted	360	350

See accompanying notes.

TRANSOCEAN LTD. AND SUBSIDIARIES  
 CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
 (In millions)  
 (Unaudited)

	Three months ended March 31,	
	2013	2012
Net income	\$ 313	\$ 18
Other comprehensive income (loss) before reclassifications		
Components of net periodic benefit costs	(35)	(28)
Gain (loss) on derivative instruments	(5)	3
Reclassifications to net income		
Components of net periodic benefit costs	14	13
(Gain) loss on derivative instruments	7	(3)
Other comprehensive loss before income taxes	(19)	(15)
Income taxes related to other comprehensive income (loss)	1	(3)
Other comprehensive loss, net of income taxes	(18)	(18)