

**Diamond Offshore Drilling, Inc.**  
**Non-GAAP Financial Measures and Reconciliations**  
(In thousands)

**Non-GAAP Financial Measures (Unaudited)**

To supplement the Company's consolidated financial statements presented on a basis in conformity with generally accepted accounting principles in the United States (GAAP), management has provided investors with adjusted earnings before interest, taxes and depreciation and amortization (or Adjusted EBITDA), which is a non-GAAP financial measure. Management believes that this measure provides meaningful information about the Company's performance by excluding certain items that may not be indicative of the Company's ongoing operating results. This allows investors and others to better compare the Company's financial results across previous and subsequent accounting periods and to those of peer companies and to better understand the long-term performance of the Company. Non-GAAP financial measures should be considered a supplement to, and not as a substitute for, or superior to, contract drilling revenue, contract drilling expense, operating income or loss, cash flows from operations or other measures of financial performance prepared in accordance with GAAP.

**Reconciliation of Loss Before Income Tax (Expense) Benefit to Adjusted EBITDA:**

(In thousands)

	<b>Twelve Months Ended</b>		
	<b>December 31, 2022</b>	<b>December 31, 2021<sup>(1)</sup></b>	<b>December 31, 2020</b>
<b>As reported loss before income tax (expense) benefit</b>	\$ (105,606)	\$ (2,177,083)	\$ (1,276,090)
Interest expense	40,423	61,007	42,585
Interest income	(18)	(33)	(484)
Foreign currency transaction loss	3,023	1,169	4,498
Depreciation	103,478	161,262	320,085
Asset impairments	—	329,476	842,016
Restructuring	—	—	17,724
Reorganization items, net	—	1,647,851	76,910
Gain on disposition of assets	(4,895)	(6,510)	(7,375)
Other, net	(1,267)	(11,150)	(560)
<b>Adjusted EBITDA</b>	<b>\$ 35,138</b>	<b>\$ 5,989</b>	<b>\$ 19,309</b>

<sup>(1)</sup> Numbers presented reflect the combined results of the Successor and Predecessor Company as described in our Form 10-K filed February 28, 2023.