

Transocean Ltd.  
Form 10-Q  
November 03, 2011

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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, 2011

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  
(State or other jurisdiction of  
incorporation or organization)

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

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

1214  
(Zip Code)

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+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 October 26, 2011, 319,855,270 shares were outstanding.

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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,	
	2011	2010	2011	2010
		(As adjusted)		(As adjusted)
Operating revenues				
Contract drilling revenues	\$ 2,061	\$ 2,183	\$ 6,097	\$ 6,880
Contract drilling intangible revenues	12	23	32	85
Other revenues	169	75	591	374
	2,242	2,281	6,720	7,339
Costs and expenses				
Operating and maintenance	1,540	1,202	4,391	3,735
Depreciation and amortization	362	388	1,075	1,155
General and administrative	67	59	200	180
	1,969	1,649	5,666	5,070
Loss on impairment	(3)	—	(28)	—
Gain (loss) on disposal of assets, net	(2)	2	5	256
Operating income	268	634	1,031	2,525
Other income (expense), net				
Interest income	7	7	27	17
Interest expense, net of amounts capitalized	(151)	(142)	(443)	(415)
Other, net	(77)	(13)	(79)	(1)
	(221)	(148)	(495)	(399)
Income from continuing operations before income tax expense	47	486	536	2,126
Income tax expense	100	123	263	368
Income (loss) from continuing operations	(53)	363	273	1,758
Income (loss) from discontinued operations, net of tax	(7)	15	171	25
Net income (loss)	(60)	378	444	1,783
Net income attributable to noncontrolling interest	11	10	50	23
Net income (loss) attributable to controlling interest	\$ (71)	\$ 368	\$ 394	\$ 1,760

Earnings (loss) per share-basic

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Earnings (loss) from continuing operations	\$ (0.20)	\$ 1.10	\$ 0.69	\$ 5.39
Earnings (loss) from discontinued operations	(0.02)			