

HALLIBURTON COMPANY
Reconciliation of Effective Tax Rate to Adjusted Effective Tax Rate
(Millions of dollars)
(Unaudited)

Three Months Ended
December 31, 2017

As reported income from continuing operations before income taxes (a)	\$ 244
Adjustments during the period:	
Impairments and other charges	385
Total adjustments, before taxes	385
Adjusted income from continuing operations before income taxes (b)	\$ 629
As reported income tax provision (a)	\$ (1,050)
Tax effect of total adjustments and discrete tax adjustments	882
Adjusted provision for income taxes (b)	\$ (168)
As reported effective tax rate (a)	430%
Adjusted effective tax rate (b)	27%

- (a) As reported effective tax rate is calculated as: "As reported income tax provision" divided by "As reported income from continuing operations before income taxes."
- (b) Management believes that the effective tax rate adjusted for impairments and other charges and discrete tax adjustments for the three months ended December 31, 2017 is useful to investors, especially when comparing this rate with previous and subsequent periods, primarily because management views the excluded items to be outside of the company's normal operating results. Management analyzes effective tax rate without the impact of these items as an indicator of normal tax results. Adjusted effective tax rate is calculated as: "Adjusted provision for income taxes" divided by "Adjusted income from continuing operations before income taxes."