

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

	Three Months Ended September 30, 2025
As reported income before income taxes (a)	\$ 219
Impairments and other charges	392
Other, net	23
Adjusted income before income taxes (c)	\$ 634
As reported income tax provision (a)	\$ (199)
Tax valuation allowance (b)	125
Tax adjustment (b)	(62)
Adjusted income tax provision (c)	\$ (136)
As reported effective tax rate (a)	90.9%
Adjusted effective tax rate (c)	21.5%

- (a) As reported effective tax rate is calculated as: "As reported income tax provision" divided by "As reported income before income taxes."
- (b) The adjustments in the table above include a \$125 million tax expense associated with a valuation allowance recorded against our deferred tax assets, which resulted from the impact on the realizability of our United States foreign tax credits due to the "One Big Beautiful Bill Act" (OBBBA), as well as the tax effect on impairments and other charges and the impairment of an investment in Argentina recorded during the three months ended September 30, 2025.
- (c) Adjusted effective tax rate is a Non-GAAP financial measure which is calculated as: "Adjusted income tax provision" divided by "Adjusted income before income taxes." Management believes that the effective tax rate adjusted for impairments and other charges, the tax valuation allowance, and the tax adjustment, for the three months ended September 30, 2025 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.