

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

	Three Months Ended December 31, 2021
As reported income before income taxes (a)	\$ 418
As reported income tax benefit (a)	\$ 409
Tax benefit related to adjusting items (b)	(504)
Adjusted income tax provision (c)	\$ (95)
As reported effective tax rate (a)	-98%
Adjusted effective tax rate (c)	23%

- (a) As reported effective tax rate is calculated as: "As reported income tax benefit" divided by "As reported income before income taxes."
- (b) During the three months ended December 31, 2021, based on improved market conditions, Halliburton recognized a \$504 million tax benefit, primarily associated with a partial release of a valuation allowance on its deferred tax assets.
- (c) Management believes that the effective tax rate adjusted for special items, for the three months ended December 31, 2021 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 income tax provision" divided by "As reported income before income taxes."