

Denne melding til obligasjonseierne er kun utarbeidet på engelsk. For informasjon vennligst kontakt Nordic Trustee AS.

To the bondholders in:

ISIN: NO 001069241.1, FRN North Atlantic Drilling Ltd. Senior Unsecured Bond Issue 2013/2018 (the “NADL 2013 Bonds”);

ISIN: NO 001067314.8, FRN Seadrill Limited Senior Unsecured Bond Issue 2013/2018 (the “SL 2013 Bonds”); and

ISIN: NO 001070579.1, FRN Seadrill Limited Senior Unsecured Bond Issue 2014/2019 (the “SL 2014 Bonds,” and together with the NADL 2013 Bonds and SL 2013 Bonds, the “Bonds”)

Oslo, 16 May 2018

Information to Bondholders

Nordic Trustee AS (the “**Bond Trustee**”) acts as trustee for the holders (the “**Bondholders**”) of the Bonds issued by North Atlantic Drilling Ltd. (“**NADL**”) and Seadrill Limited (“**Seadrill**,” and together with NADL, the “**Issuers**”) pursuant to: (i) the bond agreement dated October 30, 2013, as amended and restated by the First Amendment and Restatement Agreement dated February 13, 2015 (the “**NADL 2013 Bond Agreement**”); (ii) the bond agreement dated March 11, 2013 (the “**SL 2013 Bond Agreement**”); and (iii) the bond agreement dated March 17, 2014 (the “**SL 2014 Bond Agreement**”). As you were previously advised, on September 12, 2017 (the “**Petition Date**”), the Issuers and certain of their affiliates (the “**Debtors**”) filed voluntary petitions under Chapter 11 of the United States Code, Title 11 (the “**Bankruptcy Code**”) in the United States Bankruptcy Court for the Southern District of Texas (the “**Court**”). The Debtors’ cases (the “**Cases**”) are jointly administered under Main Case No. 17-60079 (DRJ).

Reference is made to the information letters dated 21 March 2018 (“**March 2018 Letter**”) (https://www.stamdata.com/documents/NO0010692411_IB_20180321_1.PDF) and 27 April 2018 (“**April 2018 Letter**”) (https://www.stamdata.com/documents/NO0010692411_IB_20180427.PDF). Unless otherwise stated, all capitalised terms used but not defined herein shall have the meaning assigned to them in the Plan, the Disclosure Statement, the March 2018 Letter and the April 2018 Letter.

VIKTIG INFORMASJON – Dette dokumentet beskriver en vesentlig del av verdien for obligasjonseierne i restruktureringen, som man kan gå glipp av ved å forholde seg passiv. De som ikke har lovmessig mulighet til å delta i tegningsrettene kan få en kontantkompensasjon ved å erklære dette innen 8. juni 2018 klokken 1700 New York City-tid. Norsk sammendrag på neste side.

IMPORTANT INFORMATION – This document describes a significant part of the recovery for the Bondholders in the restructuring, which can be lost by being passive. Those who do not have the legal opportunity to participate in the subscription rights offering can get a cash compensation by certifying this by 8 June 2018, 5:00 p.m. New York City time.

Kortfattet sammendrag på norsk.

Dette er ikke et fullstendig sammendrag av alle detaljer, og det henvises til tegningsmaterialet distribuert fra Prime Clerk for fullstendig informasjon. Dette materialet ble også publisert på www.stamdata.com

Nordic Trustee AS tar ikke på seg noe ansvar for eventuelle feil eller mangler i dette dokumentet.

Proseduren for hva den enkelte obligasjonseier skal gjøre avhenger blant annet av investorstatus. Det er lovmessige krav om å være såkalt «Eligible Holders», som for norske investorer betyr at de må være en «qualified investor», for å kunne delta i tegningsrettsprosessen. Definisjonen av «qualified investor» er angitt i brevet som ble sendt fra Nordic Trustee til obligasjonseierne 21. mars 2018.

Obligasjonseiere som er «Eligible Holders» kan tegne seg for nye obligasjoner (NSN) og nye aksjer. For å tegne seg må man fylle inn følgende dokumenter innen tegningsperiodens slutt:

- Tegningsblankett («Subscription Form») for både nye obligasjoner og nye aksjer
- Relevant IRS Form W-8
- Tegningsavtale («Subscription Agreement») for både nye obligasjoner og nye aksjer

I tillegg til må man

- i) sørge for at man har en konto som kan holde verdipapirer registrert i DTC
- ii) overføre tilstrekkelig betaling for tegnede verdipapirer. Det er ulike kontonummer for betaling for de nye obligasjonene og de nye aksjene
- iii) dersom man tegner nye aksjer, blokkere obligasjonen for handel gjennom å sende «Krav om innløsning av obligasjonsbeholdning» (PUT) til sin kontofører eller lånets kontofører

Obligasjonseiere som ikke er «Eligible Holders» kan søke om en kontantkompensasjon for at de ikke har rett til å tegne i tegningsrettsprosessen. De må fylle inn følgende dokumenter innen tegningsperiodens slutt:

- Notes Rights Offering Cash Out Form og Equity Rights Offering Cash Out Form
- Relevant IRS Form W-8

I tillegg må man blokkere obligasjonen for handel gjennom å sende «Krav om innløsning av obligasjonsbeholdning» til sin kontofører eller lånets kontofører.

Nordic Trustee kan dessverre ikke bidra med hjelp til utfylling av disse skjemaene ut over det som er angitt nedenfor.

Dokumenter sendes til seadrillrightsoffering@primeclerk.com innen tegningsperiodens slutt. Man trenger ikke å ettersende originaler.

VIKTIG – Obligasjonseiere som vil tegne seg for nye aksjer eller motta kontantkompensasjon for at de ikke kan benytte retten til å tegne seg for nye aksjer MÅ blokkere obligasjonen sin for handel gjennom å sende «Krav om innløsning av obligasjonsbeholdning» til sin kontofører eller lånets kontofører innen tegningsperiodens slutt. Dersom man ikke har gjennomført dette vil man ikke få tegnet nye aksjer eller motta kontantkompensasjon.

Plan confirmation

On April 17, 2018, the Court confirmed the Plan.

The below information is provided only as a summary of publicly available information, and Bondholders should carefully review the Plan, Disclosure Statement, and Rights Offering Documents. All of the documents and information mentioned below are available free of charge through the Debtors' claims and noticing agent, Prime Clerk, at the following link: <https://cases.primeclerk.com/seadrill/>.

Significant Dates

The following timeline applies (subject to modification) with respect to the subscription period:

- The Subscription Commencement Date with respect to the Rights Offerings was 7 May 2018.
- The Subscription Expiration Deadline with respect to the Rights Offerings will be 8 June 2018 at 5:00 p.m. New York City Time.

Plan Distributions

The Plan Distributions are described in the March 2018 Letter and the April 2018 Letter. A significant part of the recovery for an "Eligible Holder" is the ability to participate in a Notes Rights Offering and/or an Equity Rights Offering, or a cash compensation for a "Certified Non-Eligible Holder". **All Bondholders will have to take active steps to take part in this portion of the overall recovery, as described below.**

Eligible Holders

Due to certain securities law restrictions not all Bondholders will qualify as Note Eligible Holders or Equity Eligible Holders. The Disclosure Statement provides detail on who are eligible to participate in the Rights Offerings, and a summary was given in the March 2018 Letter. The Bondholders will self-certify under penalty of perjury if they are an Eligible Holder or a Certified Non-Eligible Holder.

New Secured Notes Rights Offering

Please note that only Notes Eligible Holders as of the Subscription Commencement Date will be eligible to participate in the Notes Rights Offering ("**NSN Record Date**"). Subscription Rights will not be transferred with Bonds sold after the NSN Record Date. Eligible Holders as of the NSN Record Date may subscribe for the following amounts (subject to rounding, please use factors in subscription form for correct calculations):

NOK 1 million face value in NADL 2013 Bonds	USD 12,321.29
NOK 1 million face value in SL 2013 Bonds	USD 7,287.79
SEK 1 million face value in SL 2014 Bonds	USD 7,134.83

Minimum subscription is \$1,000 and integral multiples of \$1,000 in excess thereof.

Each Notes Eligible Holder who subscribes for New Secured Notes will also receive 62.074 New Seadrill Common Shares (“Shares”) per \$1,000 aggregate principal amount of New Secured Notes purchased.

Please also note that the New Secured Notes issued under the Notes Rights Offering will only be registered through DTC,¹ and all holders will need to have a brokerage or similar account into which securities held through DTC may be deposited in order to obtain the New Secured Notes. Please contact your bank or broker for information of their ability to provide such custody account. New Equity that is offered in combination with New Secured Notes pursuant to the Notes Rights Offering will be restricted. This means that that New Equity that is offered in combination with New Secured Notes may not be freely tradable under United States securities laws upon issuance. For further information regarding the restrictions applicable to new securities, please refer to the Q&A described below (including Q15 and Q40).

Equity Rights Offering

Equity Eligible Holders may subscribe for the following number of Shares (subject to rounding, please use factors in subscription form for correct calculations) :

NOK 1 million face value in NADL 2013 Bonds	589.41 Shares
NOK 1 million face value in SL 2013 Bonds	348.62 Shares
SEK 1 million face value in SL 2014 Bonds	341.31 Shares

The Shares will be subscribed at a price of \$ 8.421 per Share.

To exercise the right to acquire Shares, the Bondholder will be required to transfer the Bonds to the Subscription Agent as a condition to participation in the Equity Rights Offering, prior to the Subscription Expiration Deadline. Bondholders should instruct their broker or nominee to have their Bonds blocked from being traded, by using the PUT procedure in the VPS. Bondholders directly registered in VPS have received a notice of this event (in Norwegian “Innløsningsrett for investor”) and should instruct their account manager or the paying agent, Danske Bank at VPSERVICE@danskebank.no, to PUT the Bonds. Bondholders holding the Bonds through a nominee should instruct their prime broker or nominee where they hold their Bonds to PUT the Bonds, and make sure that the relevant custodian registered in VPS PUT the Bonds in the VPS system. **Holders that do not PUT (which PUT will be verified by VPS) will not receive the Equity Rights Offering proceeds, even if they submit the documentation and payment.**

Subscription procedure

The below information is provided only as a summary of the Rights Offering Procedures, which were distributed to the Bondholders and published on Stamdata on 8 May 2018 under the title “Rights Offering Material” (https://www.stamdata.com/documents/NO0010692411_MD_20180508.pdf). The terms of the Rights Offerings are set forth in documents entitled “Seadrill Limited Equity Rights Offering Procedures” and “Seadrill Limited Notes Rights Offering Procedures.” These documents are the definitive statement of the terms and conditions of the two Rights

¹ The Depository Trust Company, a securities depository based in the U.S.

Offerings. This information is intended to assist you in understanding the Rights Offering Procedures, but if there is any inconsistency between the Rights Offering Procedures and this notice, the Rights Offering Procedures will govern. Bondholders are advised to carefully review the Rights Offering Procedures.

To subscribe for securities offered in the Rights Offerings or to certify status as Certified Non-Eligible Holders you would need to properly fill out the following documents:

- the Subscription Form
- IRS Form W-9 (U.S. persons) or appropriate IRS Form W-8 (non-U.S. persons)
- the Subscription Agreement

These documents must be received by the Subscription Agent, Prime Clerk, before 5:00 PM (New York Time) on 8 June, 2018. Because the subscription materials relating to the Notes Rights Offering contain a “Nominee Certification” portion, which cannot be completed by Bondholders themselves, Bondholders holding the Bonds through a nominee should allow sufficient time for their ultimate nominee (registered as Bondholder in the VPS) to complete this information. As Bondholders’ individual nominees may have varying procedural preferences, please inquire with your particular nominee as to whether you should (a) have your nominee complete the “Nominee Certification” and return it to you, in order for you to send all materials to the Subscription Agent; or (b) send your full packet of otherwise-completed materials to your nominee, in order for your nominee to complete the “Nominee Certification” and send the fully-completed materials directly to the Subscription Agent. Bondholders directly registered in VPS should send their subscription material to seadrillrightsoffering@primeclerk.com.

In addition, the applicable Purchase Payment Amount should be paid using the payment details in item 4 of the Notes Rights Offering Subscription Form and Item 5 of the Equity Rights Offering Subscription Form, as applicable, prior to the Subscription Expiration Deadline. Note that there are different payment instructions. Make sure to include all instructions with the wire transfer.

Equity Eligible Holders must also block the Bonds by using the PUT procedure as described above, prior to the Subscription Expiration Deadline.

The Notes Rights Offering Subscription Form should be filled in as follows:

Item number	Description
Item 1	Fill in the nominal amount of Bonds held
Item 2a	Calculate the maximum amount of Notes Rights Offering Securities. Such amount must be rounded down to the nearest \$1,000 increment
Item 2b	Insert the number of New Secured Notes that you elect to purchase and calculate the Purchase Payment Amount
Item 2c	Certify that you are an Eligible Holder by completing both (1) and (2). Generally, Norwegian individual Bondholders may fill in (1) “No” and both (2) and (2)(d) “Yes.” However, each Bondholder should carefully review the Certification and respond as applicable to its own particular circumstances
Item 3	Bondholders who are not Commitment Parties should check box a
Item 4	Make payment of the Purchase Payment Amount using the provided payment details
Item 5	Read, complete and sign the certification
Item 6A	Indicate to whom non-DTC eligible securities may be issued. Bondholders should provide their own personal information in order to have new securities issued under their name

Item 6B	Indicate the account into which DTC-eligible securities may be deposited
Item 6C	Provide wire instructions in the event that a refund is required. Please also provide BIC and IBAN under SWIFT information. These can be calculated by using, e.g., https://www.ibancalculator.com/ ("Find IBAN")
Item 7	Have your Nominee complete the Nominee Certification, or check the boxes to indicate that you hold your position directly with VPS

The Equity Rights Offering Subscription Form should be filled in as follows:

Item number	Description
Item 1	Fill in the nominal amount of Bonds held
Item 2a	Calculate the maximum amount of Equity Rights Offering Securities. Such amount must be rounded down to the nearest whole Share
Item 2b	Insert the number of Shares that you elect to purchase and calculate the Purchase Payment Amount
Item 2c	Certify that you are an Eligible Holder by completing both (1) and (2). Generally, Norwegian individual Bondholders may fill in (1) "No" and (2) "Yes." However, each Bondholder should carefully review the Certification and respond as applicable to its own particular circumstances
Item 3	Bondholders who are not Commitment Parties should check box a
Item 4	Certify that you have instructed your Nominee (or your account manager or paying agent if you hold your position directly with VPS) to electronically block your Bonds by using the PUT procedure
Item 5	Make payment of the Purchase Payment Amount using the provided payment details
Item 6	Read, complete and sign the certification
Item 7	Provide wire instructions in the event that a refund is required. Please also provide BIC and IBAN under SWIFT information. These can be calculated by using, e.g., https://www.ibancalculator.com/ ("Find IBAN")

A separate Subscription Form must be completed for each of the Notes Rights Offering and the Equity Rights Offering.

The appropriate IRS Form W-8 can be downloaded from www.irs.gov. There are different versions of the IRS Form W-8, such as:

Form W-8BEN	Certificate of Foreign Status of Beneficial Owner for United States Tax Withholding
Form W-8BEN-E	Certificate of Status of Beneficial Owner for United States Tax Withholding and Reporting (Entities)
Form W-8ECI	Certificate of Foreign Person's Claim That Income Is Effectively Connected With the Conduct of a Trade or Business in the United States
Form W-8EXP	Certificate of Foreign Government or Other Foreign Organization for United States Tax Withholding
Form W-8IMY	Certificate of Foreign Intermediary, Foreign Flow Through Entity, or Certain U.S. Branches for United States Tax Withholding

Generally, the appropriate form for Norwegian private investors and entities may be the Form W8-BEN or the Form BEN-E, respectively. However, each Bondholder's particular situation will determine which form is appropriate. Bondholders should consult with their own tax professionals regarding any question they may have. Nordic Trustee is not in a position to give support in relation to what the appropriate IRS Form W-8 and the content of the form.

The Subscription Agreement should be read and countersigned, which will indicate your acceptance and approval of the terms and conditions set forth therein.

Originals are not required.

The issuance of the new securities will take on the Effective Date. This is expected to occur approximately mid-July 2018 (however there is no assurance that the Effective Date will in fact occur in mid-July 2018).

Certified Non-Eligible Holders

Certified Non-Eligible Holders, as compensation in lieu of the right to participate in the Rights Offerings, will receive a cash payment equal to up to 10 percent of their applicable General Unsecured Claim as described in the March 2018 Letter. Eligibility to participate will be separately determined for each of the Notes Rights Offering and the Equity Rights Offering.

To submit the proper certification and receive the appropriate cash consideration, Bondholders should complete the following documents and send them to the Subscription Agent by the Subscription Expiration Deadline.

- Notes Rights Offering Cash Out Form and/or the Equity Rights Offering Cash Out Form, as applicable
- appropriate IRS Form W-9 or IRS Form W-8, as applicable

There are separate Cash Out Forms with respect to each of the Notes Rights Offering and the Equity Rights Offering, which a Certified Non-Eligible Holder must complete depending on whether it is not eligible to participate in one or both of the Rights Offering.

The Notes Rights Offering Cash Out Form should be filled in as follows:

Item number	Description
Item 1	Fill in the nominal amount of Bonds held
Item 2a	Calculate the Cash Out Amount you are eligible to receive
Item 2b	Read and complete the certification that you are a Certified Non-Eligible Holder. Generally, Norwegian Non-Eligible individual Bondholders may fill in (1) "No" and (2) "No." However, each Bondholder should carefully review the Certification and respond as applicable to its own particular circumstances
Item 4	Read, complete and sign the certification
Item 5	Provide wire instructions in the event that a refund is required. Please also provide BIC and IBAN under SWIFT information. These can be calculated by using, e.g., https://www.ibancalculator.com/ ("Find IBAN")
Item 6	Have your Nominee complete the Nominee Certification and Nominee Confirmation, or check the boxes to indicate that you hold your position directly with VPS

The Equity Rights Offering Cash Out Form should be filled in as follows:

Item number	Description
Item 1	Fill in the nominal amount of Bonds held
Item 2a	Calculate the Cash Out Amount you are eligible to receive

Item 2b	Read and complete the certification that you are a Certified Non-Eligible Holder. Generally, Norwegian individual Non-Eligible Bondholders may fill in (1) “No” and (2) “No.” However, each Bondholder should carefully review the Certification and respond as applicable to its own particular circumstances
Item 3	Certify that you have instructed your Nominee (or your account manager or paying agent if you hold your position directly with VPS) to electronically block your Bonds by using the PUT procedure
Item 5	Read, complete and sign the certification
	Provide wire instructions in the event that a refund is required. Please also provide BIC and IBAN under SWIFT information. These can be calculated by using, e.g., https://www.ibancalculator.com/ (“Find IBAN”)

Equity Certified Non-Eligible Holders must also block the Bonds by using the PUT procedure as described above, prior to the Subscription Expiration Deadline.

Originals are not required.

Important Note for Commitment Parties

Commitment Parties that are not participating in the Equity Rights Offering must block Bond using the PUT procedure described above because each Commitment Party has waived its entitlement to receive Unsecured Pool Recovery Cash as part of its Plan distribution.

Tax effects

Nordic Trustee does not have knowledge of potential tax effects for Bondholders. For a brief description of such tax effects, please refer to the Q&A described below.

Further Information

Questions regarding rights offering procedures, or requests for documents, may be directed Prime Clerk by: (i) writing to Seadrill Ballot Processing, c/o Prime Clerk LLC, 830 Third Avenue, 3rd Floor, New York, New York 10022; (ii) emailing seadrillrightsoffering@primeclerk.com with reference to “Seadrill Notes Rights Offering” or “Seadrill Equity Rights Offering”, as applicable, in the subject line; or (iii) calling the Debtors’ restructuring hotline at 800-25-030 (Norway Toll Free) or 844-858-8891 (US Toll Free).

The Bond Trustee will from time to time provide additional information on www.stamdata.com. This will include additional information related to the Rights Offerings to be published in connection with the subscription period. Updates of this document may be uploaded to www.stamdata.com without being distributed to the Bondholders by mail.

A Q&A (questions and answers) prepared by advisors to the Committee was also published as part of the “Rights Offering Material” uploaded to www.stamdata.com on 8 May 2018.

Retention of Professionals

The Bond Trustee has retained the U.S. law firm of Bryan Cave Leighton Paisner LLP, and specifically, Stephanie Wickouski, Esq., to represent the Bond Trustee in connection with the Bonds and the Cases. Ms. Wickouski’s contact information is:

Stephanie Wickouski, Esq.
1290 Avenue of the Americas
New York, New York 10104
Telephone: +1 (212) 541-1114
Email: stephanie.wickouski@bclplaw.com

The Bond Trustee and its counsel will continue to monitor the case and notify Bondholders of significant developments in the case. While the Bond Trustee will endeavour to keep Bondholders informed of major developments that will affect their Bonds, the Bond Trustee does not intend to provide regular updates to the Cases.

Bondholders should not rely on the Bond Trustee as their sole source of information.

Information about the Cases and updates to the Court docket is available free of charge through the Debtors' claims and noticing agent, Prime Clerk, at the following link: <https://cases.primeclerk.com/seadrill/>.

You may also contact the Committee at SeadrillUCCinquiry@kramerlevin.com.

Communications to the Trustee

For further questions to the Bond Trustee, please contact:

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Email: lundberg@nordictrustee.com

Lars Erik Lærum
Telephone: +47 22 87 94 06
Email: laerum@nordictrustee.com

As you were previously advised, the Bond Trustee was appointed as a member of the Committee on September 12, 2017. As a Committee member, the Bond Trustee actively participated in the negotiations which culminated in the Debtors' proposed Plan and Disclosure Statement. Please note that the Bond Trustee can not comment on the work of the Committee, as this may be confidential information.

Yours sincerely,
Nordic Trustee AS

