

## FINANCIAL HIGHLIGHTS

*Nabors Industries Ltd. and Subsidiaries*

### Operating Data

	Year Ended December 31,						Twelve Months Ended December 31, (Unaudited)	Year Ended September 30,		
	2003	2002	2001	2000	1999	1998	1997	1997	1996	1995
(In thousands, except per share amounts and ratio data)										
Operating revenues and Earnings from unconsolidated affiliates	\$ 1,890,186	\$ 1,481,218	\$ 2,228,070	\$ 1,414,943	\$ 670,186	\$ 1,007,864	\$ 1,115,032	\$ 1,029,303	\$ 719,743	\$ 572,788
Depreciation and amortization, and depletion	235,127	195,365	189,896	152,413	99,893	84,949	72,350	66,391	46,117	31,042
Net income	192,228	121,489	357,450	137,356	27,704	124,988	136,020	114,808	70,500	51,104
Earnings per diluted share	\$ 1.25	\$ .81	\$ 2.24	\$ .90	\$ .23	\$ 1.16	\$ 1.24	\$ 1.08	\$ .75	\$ .57
Weighted-average number of diluted common shares outstanding	156,897	149,997	168,790	152,417	120,449	112,555	113,793	111,975	93,752	89,655
Capital expenditures and acquisitions of businesses	\$ 357,393	\$ 702,843	\$ 803,241	\$ 334,279	\$ 837,732	\$ 315,057	\$ 381,196	\$ 399,895	\$ 177,925	\$ 144,560
Interest coverage ratio	6.8 : 1	6.0 : 1	13.3 : 1	11.8 : 1	5.8 : 1	19.4 : 1	18.3 : 1	16.1 : 1	11.7 : 1	12.8 : 1

## Balance Sheet Data

(In thousands, except ratio data)	As of December 31,						As of December 31, (Unaudited)	As of September 30,		
	2003	2002	2001	2000	1999	1998	1997	1997	1996	1995
Cash and cash equivalents, and short-term and long-term marketable securities	\$ 1,532,090	\$ 1,330,799	\$ 918,637	\$ 550,953	\$ 111,666	\$ 47,340	\$ 42,135	\$ 53,323	\$ 115,866	\$ 24,979
Working capital	917,274	618,454	700,816	524,437	195,817	36,822	62,571	70,872	172,091	33,892
Property, plant and equipment, net	2,990,792	2,801,067	2,451,386	1,835,039	1,678,664	1,127,154	923,402	861,393	511,203	393,464
Total assets	5,602,692	5,063,872	4,151,915	3,136,868	2,398,003	1,465,907	1,281,306	1,234,232	871,274	593,272
Long-term debt	1,985,553	1,614,656	1,567,616	854,777	482,600	217,034	226,299	229,507	229,504	51,478
Shareholders' equity	\$ 2,490,275	\$ 2,158,455	\$ 1,857,866	\$ 1,806,468	\$ 1,470,074	\$ 867,469	\$ 767,340	\$ 727,843	\$ 457,822	\$ 368,750
Funded debt to capital ratio:										
Gross	0.48 : 1	0.49 : 1	0.46 : 1	0.32 : 1	0.25 : 1	0.26 : 1	0.27 : 1	0.27 : 1	0.35 : 1	0.20 : 1
Net	0.23 : 1	0.26 : 1	0.26 : 1	0.15 : 1	0.20 : 1	0.17 : 1	0.20 : 1	0.20 : 1	0.21 : 1	0.09 : 1

## Geographic Distribution of Revenues and Assets

(In thousands)	Year Ended December 31,						Twelve Months Ended December 31, (Unaudited)	Year Ended September 30,		
	2003	2002	2001	2000	1999	1998	1997	1997	1996	1995
Operating revenues and Earnings from unconsolidated affiliates:										
United States	\$ 1,152,272	\$ 1,012,503	\$ 1,859,356	\$ 1,115,899	\$ 448,478	\$ 706,046	\$ 867,999	\$ 797,319	\$ 503,622	\$ 383,376
Foreign	737,914	468,715	368,714	299,044	221,708	301,818	247,033	231,984	216,121	189,412
	\$ 1,890,186	\$ 1,481,218	\$ 2,228,070	\$ 1,414,943	\$ 670,186	\$ 1,007,864	\$ 1,115,032	\$ 1,029,303	\$ 719,743	\$ 572,788

(In thousands)	As of December 31,						As of December 31, (Unaudited)	As of September 30,		
	2003	2002	2001	2000	1999	1998	1997	1997	1996	1995
Total assets:										
United States	\$ 3,641,185	\$ 3,569,657	\$ 3,282,429	\$ 2,649,923	\$ 1,917,751	\$ 1,068,193	\$ 958,026	\$ 897,453	\$ 593,014	\$ 348,248
Foreign	1,961,507	1,494,215	869,486	486,945	480,252	397,714	323,280	336,779	278,260	245,024
	\$ 5,602,692	\$ 5,063,872	\$ 4,151,915	\$ 3,136,868	\$ 2,398,003	\$ 1,465,907	\$ 1,281,306	\$ 1,234,232	\$ 871,274	\$ 593,272