



December 31, 1999

To the stockholders of Schlumberger Limited:

We are pleased to welcome you as a shareholder of Transocean Sedco Forex Inc.

On December 30, 1999, Schlumberger completed the spin-off of its offshore contract drilling business, Sedco Forex Holdings Limited. In that spin-off, holders of Schlumberger common stock were credited one Sedco Forex share for each Schlumberger share they held as of December 20, 1999. Your shares of Schlumberger remain outstanding and do not need to be exchanged.

On December 31, 1999, we completed our merger with Sedco Forex and changed our name to Transocean Sedco Forex Inc. In the merger, each Sedco Forex share you received in the spin-off was converted into 0.1936 of a Transocean Sedco Forex share. A share certificate representing your new Transocean Sedco Forex shares is included with this letter. No fractional Transocean Sedco Forex shares will be issued. Instead, all fractional shares will be accumulated by our transfer agent and sold in the open market. You will receive shortly your portion of these proceeds in lieu of any fractional shares to which you would otherwise be entitled. Also enclosed is a letter from Schlumberger detailing certain US federal income tax matters related to the spin-off and the merger.

If you have any questions regarding the spin-off, the merger or Transocean Sedco Forex, please contact Jeffrey L. Chastain, Director of Investor Relations and Communications, Transocean Sedco Forex Inc., 4 Greenway Plaza, Houston, Texas 77046; telephone (713) 232-7500.

Once again, it is a pleasure to welcome you as a shareholder of Transocean Sedco Forex Inc.

Sincerely,

A handwritten signature in black ink, appearing to read 'J. Michael Talbert', written in a cursive style.

J. Michael Talbert  
President and Chief Executive Officer