



SLB to Acquire Gyrodata Incorporated

What is the rationale for this acquisition?

With a multi-year growth cycle on the horizon as customers increase capital spending, we expect this acquisition to support strong growth in Well Construction in the coming years and extend our leadership position.

Gyrodata Incorporated is a leader in the field of high-accuracy downhole measurements specializing in gyroscopic wellbore positioning and survey technology. The company's technology is supported by a significant patent and intellectual property portfolio, industry know-how and people. The integration of Gyrodata's three-axis solid state gyro measurements, proprietary technologies and expertise within SLB's drilling and logging suites will support ongoing technological innovation and drive further operational and performance benefits including advancements of SLB's autonomous, self-steering leadership.

Coupled with our Neuro autonomous solutions, we will enable the design of more advanced drilling technologies leveraging downhole and surface automation that will drive well construction performance and operations efficiency to new levels.

What synergies are expected?

Combining technologies and tool capabilities will enable the simplification of drilling assembly designs and reduce capital intensity.

In addition, with a footprint in more than 120 countries, we are also able to bring to market Gyrodata services to our global customer base, significantly increasing market access and scaling the business faster.

Other synergies include cross-skilling existing workforces and improving utilization.

Investor FAQs (cont.)

Why do this deal now?

The technology driven acquisition of Gyrodata is aligned with our strategy to expand our core portfolio to deliver enhanced efficiency and performance to our customers. This combination will create significant value for our customers and shareholders. The multi-year growth cycle we are in, provides a platform to bring a series of technology innovations that will expand our traditional markets and open new markets by meeting their needs to drill efficiently and improve hydrocarbon recovery with reduced risk and carbon footprint.

When is the deal expected to close?

The transaction is subject to regulatory approvals and expected to close towards the end of 2022.

What markets/pull through opportunities does this unlock?

SLB's leading Well Construction business, combined with Gyrodata's advanced wellbore placement gyro technologies, will lead to improved trajectory control and wellbore quality, reduced drilling risks from more efficient operations and lower authorizations for expenditure (AFE)s—all with class-leading wellbore accuracy that can unlock the most remote of reservoirs both offshore and onshore. It will further complement our strength and leadership position in regions with higher complexity such as extended reach drilling and offshore deep water, amongst others. We will also be able to bring a step change in performance in drilling campaigns involving closely spaced wells or producing wellbores, and in infill drilling campaigns with outsized risk of costly wellbore collisions.

The technology integration will enable downhole automation and autonomous self-steering by eliminating the need for external corrections required by today's measurements-while-drilling (MWD) tools. In addition, this integration of technologies eliminates surveying redundancies required by several government and state regulations around the world and particularly benefits areas of heightened magnetic interference with improved measurement and well placement performance.

Where can investors find details of prior years' financials to understand what potential incremental growth this will unlock?

Gyrodata is a private company and the financial details for previous years are not public. Please refer to Gyrodata.com