

Occidental Petroleum Corporation
Earnings Per Share
Reconciliation to Generally Accepted Accounting Principles (GAAP)
(\$/share)

Reconciliation - Diluted Earnings Per Share	<u>Three Months Ended September 30,</u>		<u>Nine Months Ended September 30,</u>	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
Reported Diluted Earnings Per Share	\$ 2.44	\$ 0.25	\$ 4.45	\$ 1.06
Less: After-Tax Non-Core Adjustments				
Oil & Gas				
Domestic	\$ -	\$ 0.07	\$ -	\$ 0.50
Foreign	(0.26)	-	(0.26)	-
Exploration	-	-	-	-
Chemical	-	-	-	-
Midstream and Marketing	0.93	-	0.92	0.08
Corporate				
Interest	-	-	-	-
Other	-	-	-	-
Taxes	-	-	-	-
Discontinued Operations	\$ -	\$ -	\$ -	\$ -
Total After-Tax Non-Core Adjustments	\$ 0.67	\$ 0.07	\$ 0.66	\$ 0.58
Core Diluted Earnings Per Share	\$ 1.77	\$ 0.18	\$ 3.79	\$ 0.48
Average Diluted Shares Outstanding (millions)	763.3	766.4	765.8	765.7

The difference between reported average diluted shares outstanding and core average diluted shares outstanding is immaterial and does not impact the calculation of core earnings per share. As such, core earnings per share is calculated as core earning (loss) divided by reported average diluted shares outstanding.

Occidental Petroleum Corporation
ROCE, CROCE, Net Debt to Capital
Reconciliation to Generally Accepted Accounting Principles (GAAP)
(\$ Millions)

	Three months ended <u>12/31/2017</u>	Nine months ended <u>9/30/2018</u>	Twelve months ended <u>9/30/2018</u>
Net Income Applicable to Occidental Common Stock	\$ 497	\$ 3,425	\$ 3,922
Add: After-Tax Net Interest Expense	A <u>52</u>	<u>214</u>	<u>266</u>
Net Income Before Interest Expense	\$ 549	\$ 3,639	\$ 4,188
Average Equity Attributable to Occidental Common Stock and Long-Term Debt	B		31,149
ROCE			<u>13%</u>
Net Income Before Interest Expense			\$ 4,188
Depreciation, Depletion and Amortization Expense	1,076	2,891	<u>3,967</u>
Net Income Before Interest and DD&A Expense			8,155
Average Equity Attributable to Occidental Common Stock and Long-Term Debt	B		31,149
CROCE			<u>26%</u>
Long-Term Debt at 9/30/18			10,314
Less: Cash and Cash Equivalents at 9/30/18			<u>(2,954)</u>
Net Long-Term Debt			7,360
Total Equity and Long-Term Debt at 9/30/18			31,807
<u>Net Debt to Capital Ratio</u>			<u>23%</u>
Interest and Debt Expense, Net per Statement of Operations	\$ 87	\$ 290	\$ 377
Less: Interest Income	<u>(7)</u>	<u>(15)</u>	<u>(22)</u>
Net Interest Expense	80	275	355
Less: Income Tax	<u>(28)</u>	<u>(61)</u>	<u>(89)</u>
After-Tax Net Interest Expense	A <u><u>52</u></u>	<u><u>214</u></u>	<u><u>266</u></u>
Equity Attributable to Occidental Common Stock at 9/30/17			\$ 20,669
Long-Term Debt at 9/30/17			<u>9,826</u>
Total Equity Attributable to Occidental Common Stock and Long-Term Debt at 9/30/17			30,495
Equity Attributable to Occidental Common Stock at 9/30/18			21,489
Long-Term Debt at 9/30/18			<u>10,314</u>
Total Equity Attributable to Occidental Common Stock and Long-Term Debt at 9/30/18			31,803
Average Equity Attributable to Occidental Common Stock and Long-Term Debt	B		<u><u>\$ 31,149</u></u>

Occidental Petroleum Corporation
Third Quarter 2018 Midstream Sales Proceeds
Reconciliation to Generally Accepted Accounting Principles (GAAP)
(\$ Billions)

	Three months ended <u>9/30/2018</u>
Total Consideration for Third Quarter Midstream Sales	\$ 2.6
Less: Contingent Consideration	<u>(0.2)</u>
Total Proceeds per Consolidated Statement of Cash Flows	<u>\$ 2.4</u>

Occidental Petroleum Corporation
Cash Flow from Operations
Reconciliation to Generally Accepted Accounting Principles (GAAP)
(\$ Billions)

	Three months ended <u>9/30/2018</u>
Cash Flow from Operations before Working Capital	\$ 2.6
Add: Working Capital	(0.2)
Net Cash Provided by Operating Activities per Statements of Cash Flow	<u>\$ 2.4</u>