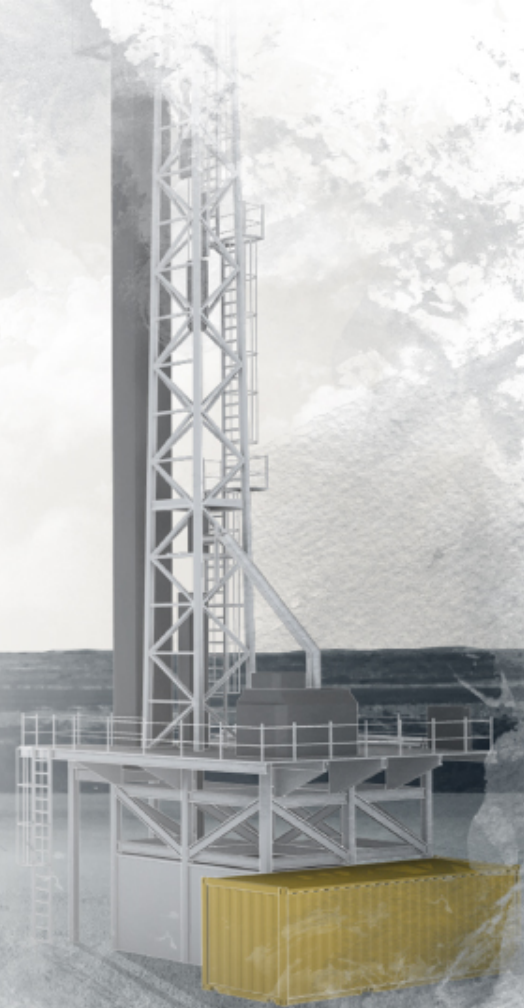


DELIVERING VALUE DRIVEN EXCELLENCE

Pareto Conference
10 SEPTEMBER 2014

Archer



Disclaimer

Cautionary Statement Regarding Forward-Looking Statements

In addition to historical information, this presentation contains statements relating to our future business and/or results. These statements include certain projections and business trends that are “forward-looking” within the meaning of the United States' Private Securities Litigation Reform Act of 1995. Archer Limited, or the Company, desires to take advantage of the safe harbor provisions of the Private Securities Litigation Reform Act of 1995 and is including this cautionary statement in connection with this safe harbor legislation. All statements other than statements of historical fact are statements that could be deemed forward-looking statements, including statements preceded by, followed by or that include the words “estimate,” “plan,” “project,” “forecast,” “intend,” “expect,” “anticipate,” “believe,” “think,” “view,” “seek,” “target,” “goal,” or similar expressions; any projections of earnings, revenues, expenses, synergies, margins or other financial items; any statements of the plans, strategies and objectives of management for future operations, including integration and any potential restructuring plans relating to merger & acquisitions; any statements concerning proposed new products, services, developments or industry rankings; any statements regarding future economic conditions or performance; any statements of belief; and any statements of assumptions underlying any of the foregoing.

Forward-looking statements do not guarantee future performance and involve risks and uncertainties. Actual results may differ materially from projected results as a result of certain risks and uncertainties. Further information about these risks and uncertainties are set forth in our most recent filing on Form 20-F (including, without limitation, those described under Item 3.D. “Risk Factors”) and in our other filings with the United States Securities and Exchange Commission. These forward-looking statements are made only as of the date of this presentation. We do not undertake any obligation to update or revise the forward-looking statements, whether as a result of new information, future events or otherwise.

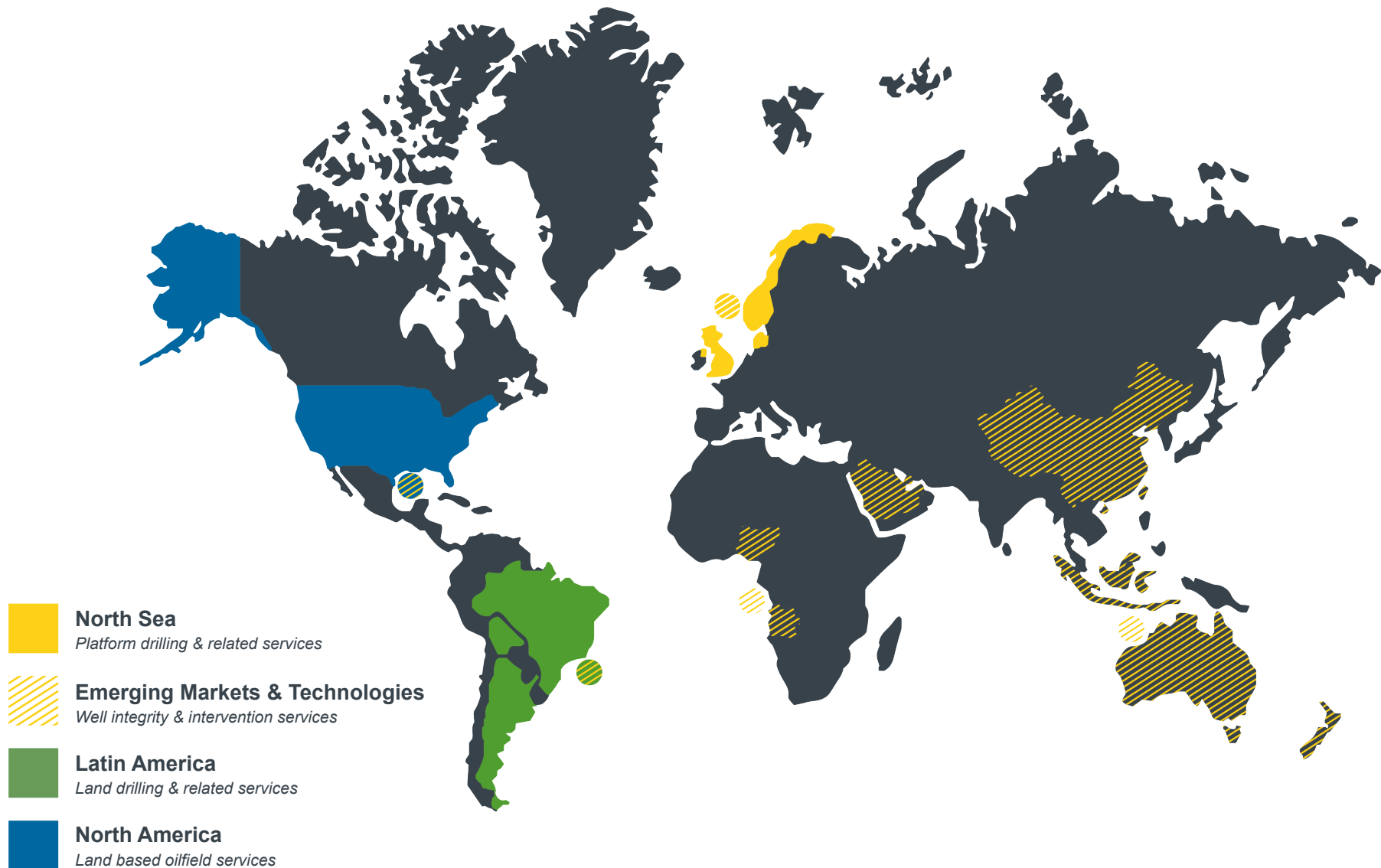
The forward-looking statements in this presentation are based upon various assumptions, many of which are based, in turn, upon further assumptions, including without limitation, management's examination of historical operating trends, data contained in our records and other data available from third parties. Although we believe that these assumptions were reasonable when made, because these assumptions are inherently subject to significant uncertainties and contingencies which are impossible to predict and are beyond our control, we cannot assure you that we will achieve or accomplish these expectations, beliefs or projections.

Use of GAAP and non-GAAP Performance Measures

We report our financial results in accordance with generally accepted accounting principles (GAAP). However, Archer's management believes that certain non-GAAP performance measures and ratios may provide users of this financial information additional meaningful comparison between current results and results in prior operating periods. One such non-GAAP financial measure we use is earnings before interest, taxes, depreciation, and amortization (EBITDA), adjusted for special charges or amounts. This adjusted income amount is not a measure of financial performance under GAAP. Accordingly, it should not be considered as a substitute for operating income, net income or other income data prepared in accordance with GAAP. Non-GAAP financial measures should be viewed in addition to, and not as an alternative for, the Company's reported results prepared in accordance with GAAP.



We are Archer



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Realizing the Potential of Our Business



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Market & Operational Update

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Market & Operational Update: North Sea

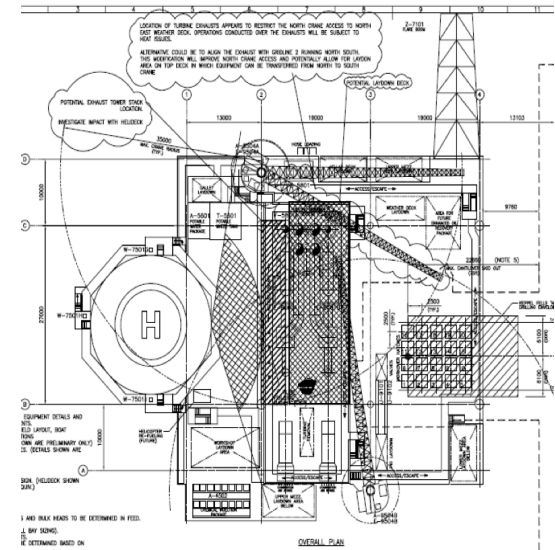
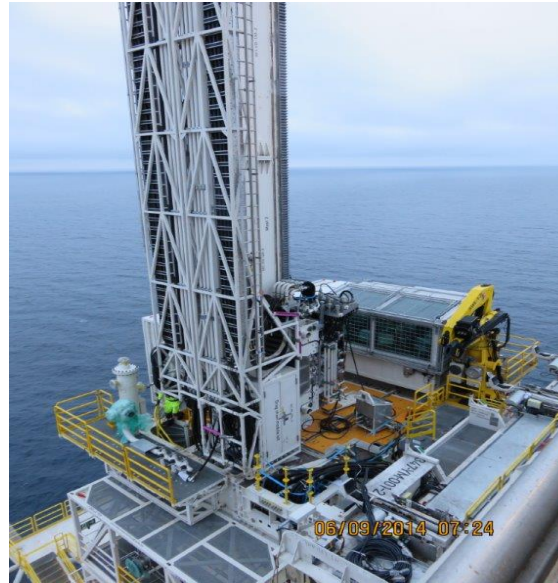


Figure 8.23-1 – Overall Plan – Exhaust & Top Deck modifications

Platform Drilling

- Proven track record of delivering excellent performance
- Large multi year backlog
- Ability to geographically expand into new markets

Modular Rig

- Invested in new technology and proved it out to market
- Safer, cheaper and more efficient to operate
- Addresses growing P&A market

Engineering

- Agile engineering services
- Core expertise in drilling facilities
- Improves asset performance and safety

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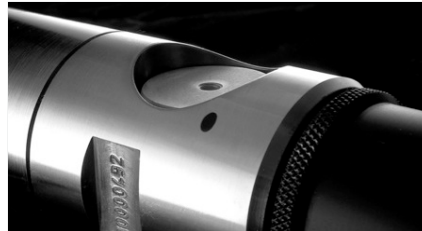
Market & Operational Update: Emerging Markets & Technology

- Continued geographic expansion into new markets
- Attractive well integrity products portfolio allows for significant growth
- Promising portfolio of intervention and imaging technologies
- 21% CAGR (2011-2013)



Cflex™

Annular seal integrity
extends well life



Point™

Bringing clarity to well
integrity management



Tornar™

Reliable wellbore and
BOP cleaning



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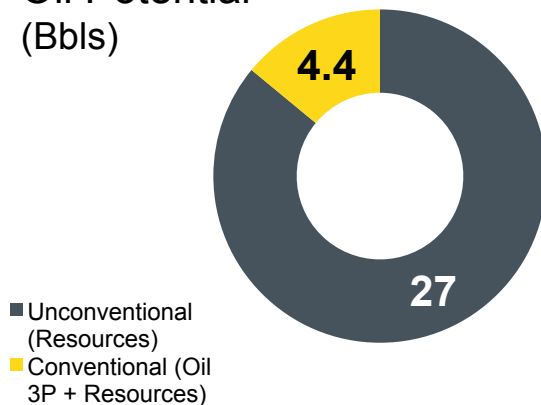
Market & Operational Update: Latin America



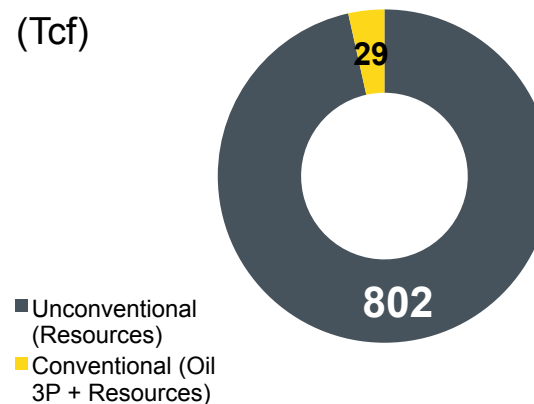
- One of the largest and most experienced contractors in Argentina
- Investing in new drilling rigs
- Experienced team with key customer relationships

Argentina has the 4th largest unconventional oil recoverable resources and the 2nd largest unconventional Gas recoverable resources

Oil Potential
(Bbls)

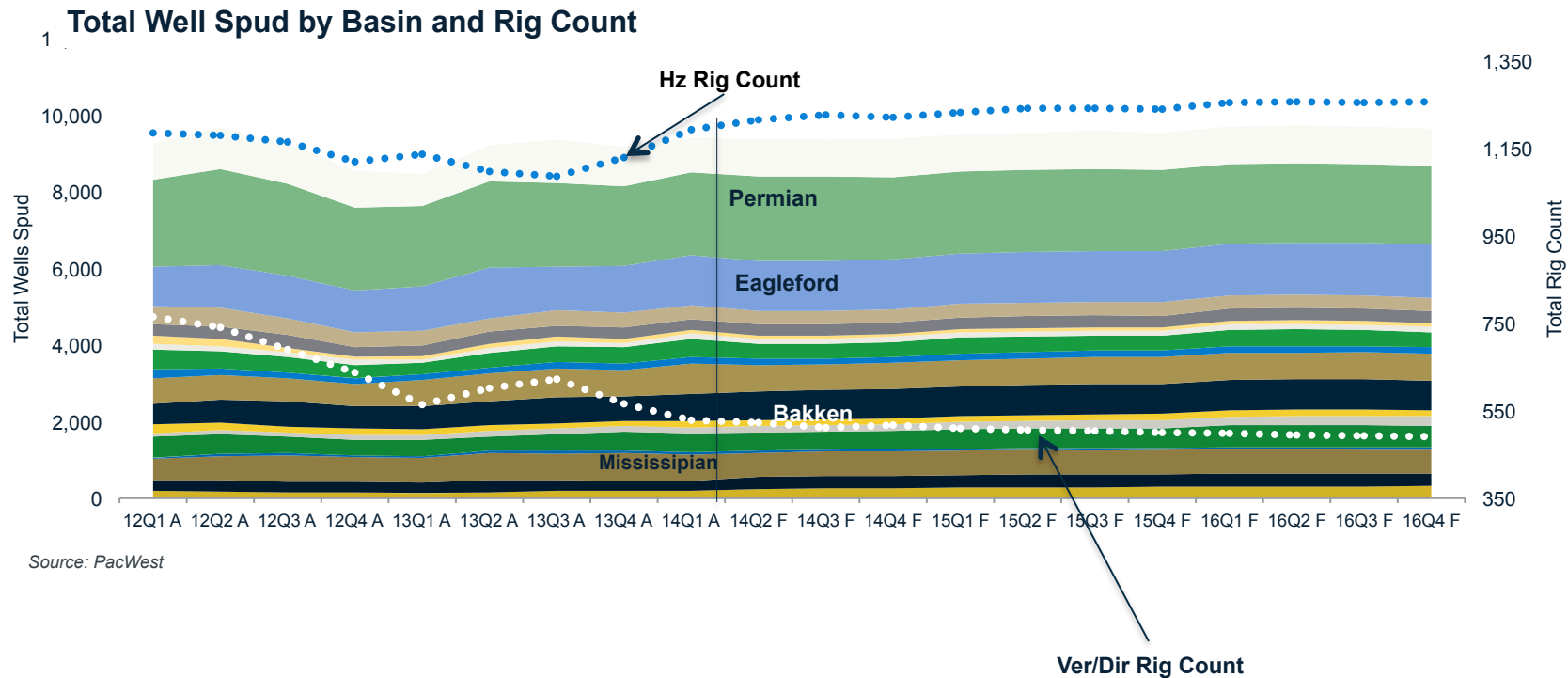


Gas Potential
(Tcf)



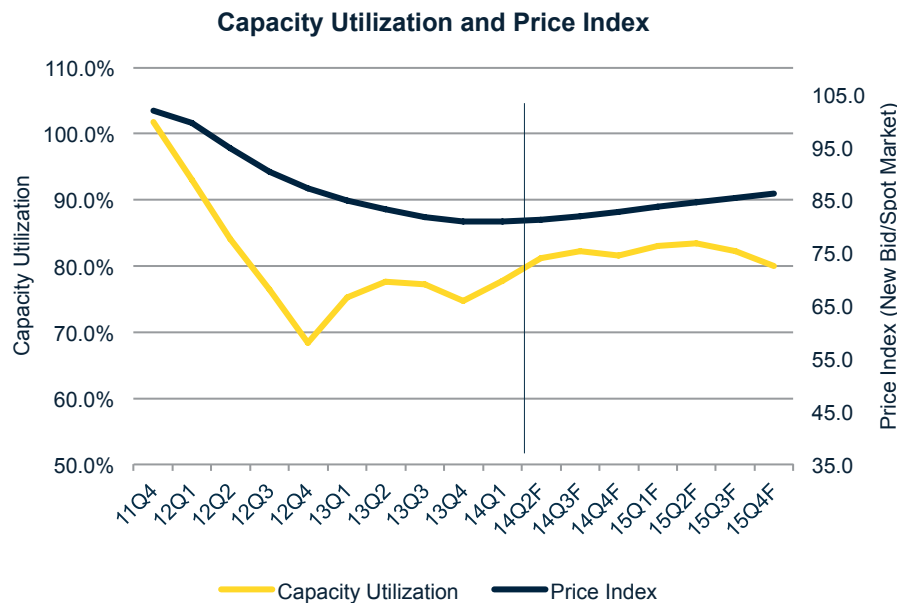
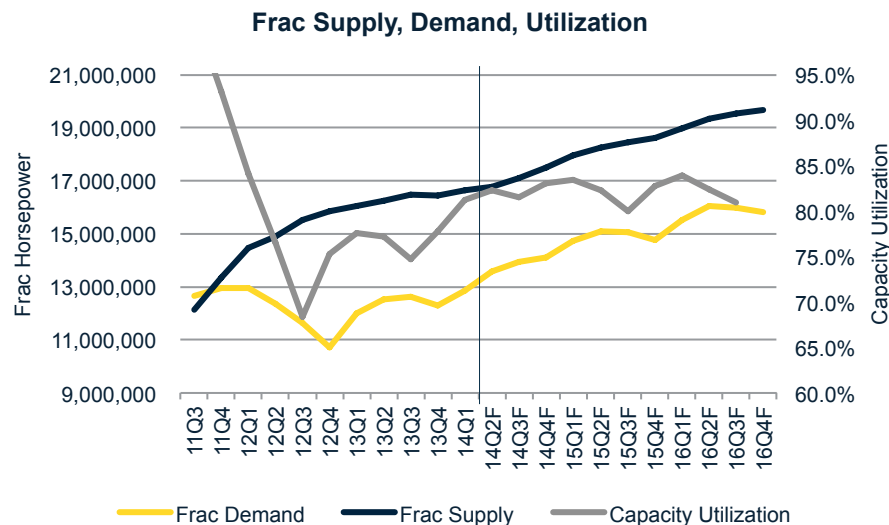
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Market Update: North America



- The severe pricing pressure experienced during the last 8-10 quarters has now abated
- Ramp up for Horizontal rigs combined with gains in rig efficiency and higher number of stages/well driving up demand
- Expect continued margin improvements to be driven by internal efficiency gains, and improved market outlook & position

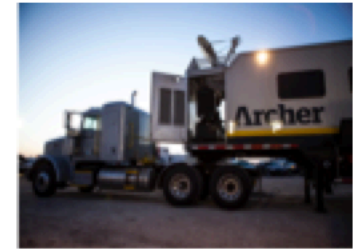
Market Update: US Land Pricing, Utilization & Supply



- Capacity utilization improved dramatically from late 2013 to 81%+ in 2Q14
- Increased capacity utilization will result in equipment attrition and help the Supply/Demand imbalance
- Expect 1+MM horsepower add in 2015 and 2016, resulting in mid-80's utilization but high-80s/low-90s utilization in key growth plays
- Sand supply and logistics currently very tight

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Market & Operational Update: North America



Directional
drilling

Frac
valves

Pressure
control

Wireline

Pressure
pumping



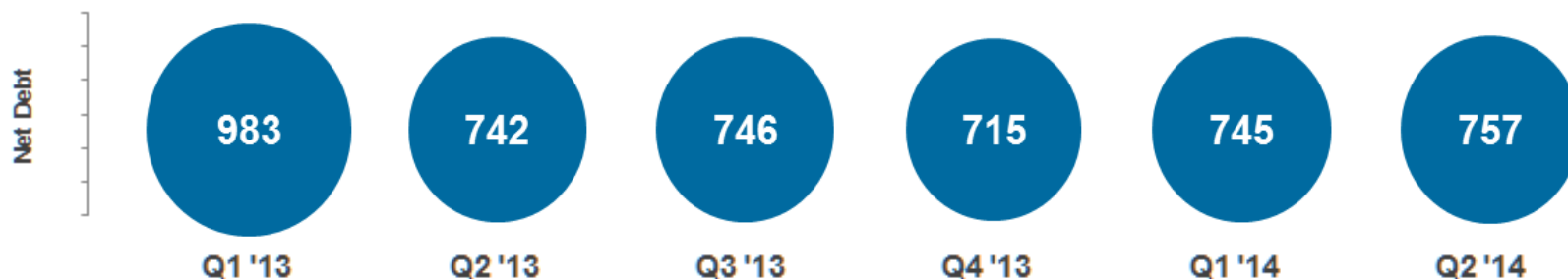
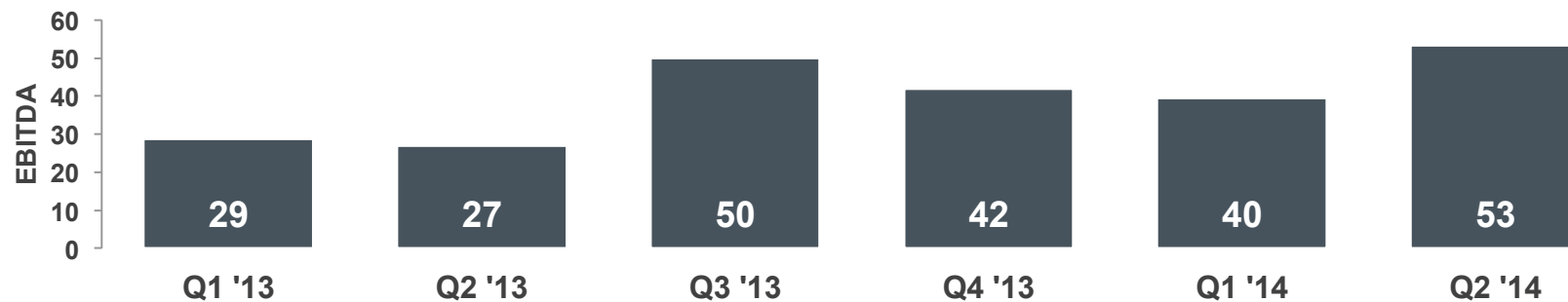
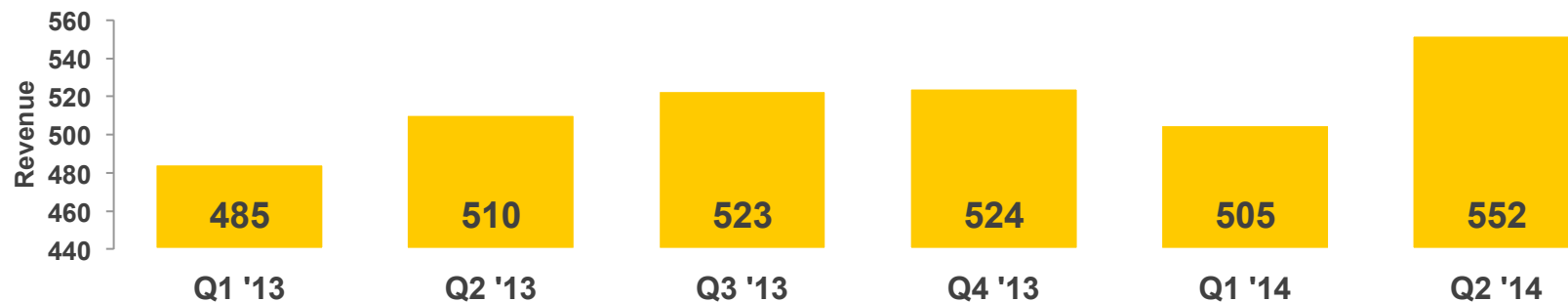
- Well positioned service offering and geographically located in basins with high capital spend
- High potential of integrated service approach with key customers
- Continued margin improvements from existing asset base
- Excellent opportunities to further enhance margins by selective investments

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Financial Performance Evolution

Quarterly Financial Performance

US \$ Millions



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Summary

- Improved basic operating parameters during the last year
- Increased margins as a result of restructuring and improved market conditions
- Promising opportunities in Argentina despite macroeconomic challenges
- Targeted and disciplined investments for further expansion and growth
- Increased focus on developing a differentiated technology portfolio
- Expect continued margin improvements from existing asset base

Questions?