



TRANSOCEAN SCHOLARSHIP TERMS AND CONDITIONS

I. Length and Amount. The scholarships shall normally be for one (1) academic year, but shall be renewable for a maximum of three (3) additional years, as set forth in **Section V Renewal and Reporting Requirements**, and shall be in the amount of \$2,500.00 per semester for a total of \$5,000.00 per academic year. So long as a recipient retains the scholarship, the amount of the award to the recipient may be increased but may not be decreased in any subsequent year.

II. Method of Payment. Within the discretion of the Company, the scholarship monies may be paid directly to the educational institution to be credited against the recipient's expenses. The annual amount will be paid in equal installments prior to the beginning of each academic year subdivision, i.e., quarter, tri-semester, or semester. Any scholarship monies paid directly to the educational institution for the recipient's account that are not used in an academic year shall be carried over to the next year. If said monies are not used within two years of origination, the institution shall return these funds back to the Company.

III. Educational Institutions. The recipient may select any recognized, accredited community college, four-year college or university, public or private that awards credits towards a Bachelor's Degree or its equivalent. Recipients have the liberty to change educational institutions at any time.

IV. Courses of Study. No restrictions shall be placed on the courses of study pursued by the recipient. The recipient has the liberty to use the scholarship in pursuit of any course of study and may change course of study at any time.

V. Renewal and Reporting Requirements. Although the scholarships granted hereunder are for one (1) academic year, they shall be renewable every semester for no more than three (3) years so long as the standards set forth below are met. The Scholarship Administrator will evaluate the recipient's academic performance each semester (fall and spring), and will renew the scholarship for the succeeding academic semester if the recipient performed academically in a satisfactory manner and earned at least twelve (12) credit hours each semester. Such renewal will be made without the submission of further application materials by the recipient.

Transocean Scholars are expected to maintain throughout their undergraduate a grade point average (GPA) of at least a 2.5 out of a possible 4.0 GPA or the equivalent per semester. If the Scholarship Administrator determines that this minimum GPA has been maintained, the scholarship will be renewed for the succeeding academic year. If the minimum GPA has not been maintained, however, the determination of whether the recipient has maintained a satisfactory academic performance, and consequently whether the scholarship will be renewed for the succeeding academic year, shall be made by the Scholarship Administrator in its complete, absolute, and sole discretion, taking into account all relevant factors. A renewal will not be granted, however, if the Company has any information indicating that the original scholarship is being used for any purpose other than that for which it was made, or if any of the transcripts required have not been furnished at the time the renewal decision is to be made.

Transocean Scholars must provide the Company with official school transcripts detailing the courses taken and grades received from the previous semester and current schedule for the upcoming semester by March 1st for the spring semester and October 1st for the fall semester. Transcripts received after this date will not be renewed for the semester.

VI. Investigation of Jeopardized Grants. Where reports to the Company or other information (including failure to submit transcripts after a reasonable time has elapsed from their due date) indicates that all or any part of scholarship funds are not being used for educational expenses, the Company shall initiate an investigation. While conducting the investigation, the Company shall withhold further payments until it has determined that no part of the scholarship has been used for improper purposes and any delinquent transcripts have been submitted.

If the Company determines that any part of a scholarship has been used for improper purposes, the Company shall take all reasonable and appropriate steps to recover diverted scholarship funds, to ensure the restoration of diverted funds and the dedication of other scholarship funds held by the grantee to the purposes being financed by the scholarship. These steps may include legal action unless such action would in all probability not result in the satisfaction of execution of a judgment.

If the Company determines that any part of a scholarship has been used for improper purposes, the Company shall cancel all future scholarship payments.

VII. Suspension and Termination. Students may be suspended or terminated from the scholarship program for the following reasons:

A. Scholarship may be suspended for:

- a. Failure to submit an official transcript listing the courses taken and the grades received in these courses at the end of each semester prior to the deadlines set under Section V;
- b. Failure to maintain at least a 2.5 GPA out of a possible 4.0 for the previous reporting semester.

B. Scholarship may be terminated for:

- a. Misappropriation of scholarship funds;
- b. Failure to maintain at least a 2.5 GPA out of a possible 4.0 for two (2) consecutive semesters;
- c. Being placed on disciplinary probation by the University.

A scholarship **may not** be terminated because the recipient's parent terminates employment with Transocean Offshore Deepwater Drilling Inc., its subsidiary or affiliate subsequent to the awarding of the scholarship.

VIII. Suspension or Termination Appeals. A student, placed in suspension or termination from the scholarship, may appeal their suspension or termination by providing the Scholarship Administrator with a letter stating the reason for failing to meet any of the required criteria for renewing scholarship and any supporting documents to help their cause. The student shall have thirty (30) days to send an appeal from the date they receive notification of their suspension and/or termination from the program. The determination of whether the scholarship will be renewed or reinstated for the current semester shall be made by the Scholarship Administrator in its complete, absolute, and sole discretion, taking into account all relevant factors.

IX. Voluntary Suspension. If a scholarship recipient enters a branch of the armed forces while on scholarship, then upon receipt of written notification to the Scholarship Administrator, the scholarship will be suspended while the recipient is in the armed services and will be reinstated, upon the recipient's written request of the Scholarship Administrator, when the recipient has been discharged and resumed full-time study, unless the discharge was dishonorable or the equivalent, in which event the scholarship shall be canceled. In addition, with the permission of the Scholarship Administrator for good cause shown, a recipient may remain out of school for up to one (1) year, during which time the scholarship will be suspended. The recipient's scholarship will be reinstated, upon written request to the Scholarship Administrator, when full-time study is resumed at an educational institution.

X. Video Interview. Selected recipients are consenting to being contacted by Transocean's Communications department and completing a video interview that Transocean will have the right to publish internally and externally, as appropriate.