

GlobalSantaFe

The future of drilling starts here

NYSE: GSF

Howard Weil 32nd Annual Energy Conference

New Orleans
March 28 - 31, 2004

FORWARD-LOOKING STATEMENTS

We have made forward-looking statements in these materials, including statements about our future performance and results. Some but not all of these statements are identifiable by words such as “outlook,” “project,” “estimate,” and “predict.” Please understand, however, that our business involves risks and uncertainties, some of which could cause the future to be materially different than our forward-looking statements indicate. Among other things, our business involves risks resulting from future oil and gas price uncertainty, uncertainty regarding future offshore drilling markets and dayrates, and the assumptions underlying dates we expect particular rigs to complete current commitments or start operating under new commitments.

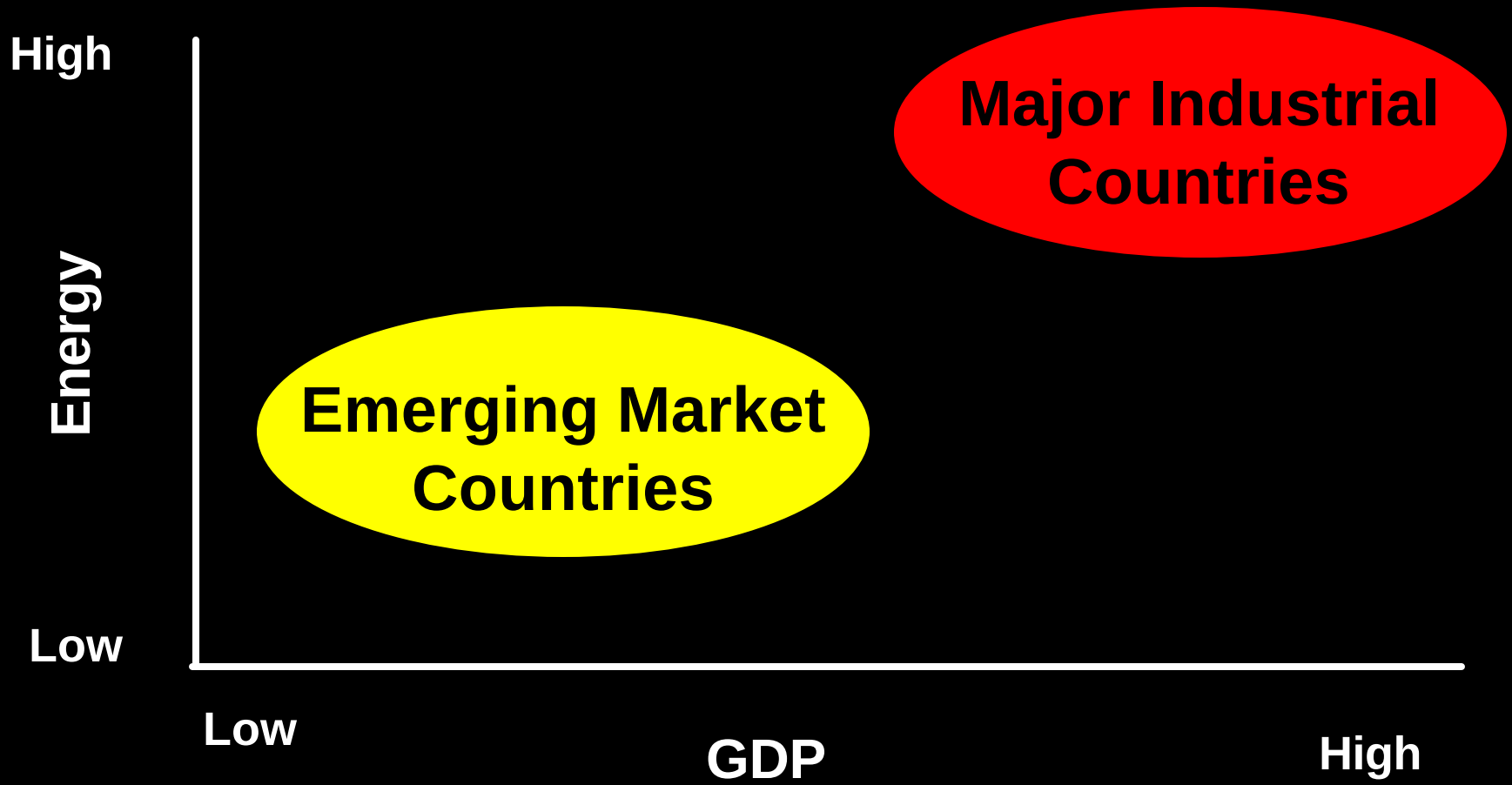
Because this material is a summary, it does not contain a full discussion of all the risks, uncertainties and other information that may be important to you. Before making any decision regarding GlobalSantaFe Corporation or its securities, you should review not only this material, but also the other information we provide, including our most recent Annual Report on Form 10-K and our other public filings.

Overview

- Overview of the Oil and Gas Markets
- Outlook for 2004 E&P Spending
- A Look at GlobalSantaFe

Note: See Forward Looking Statement Disclaimer - Page 2

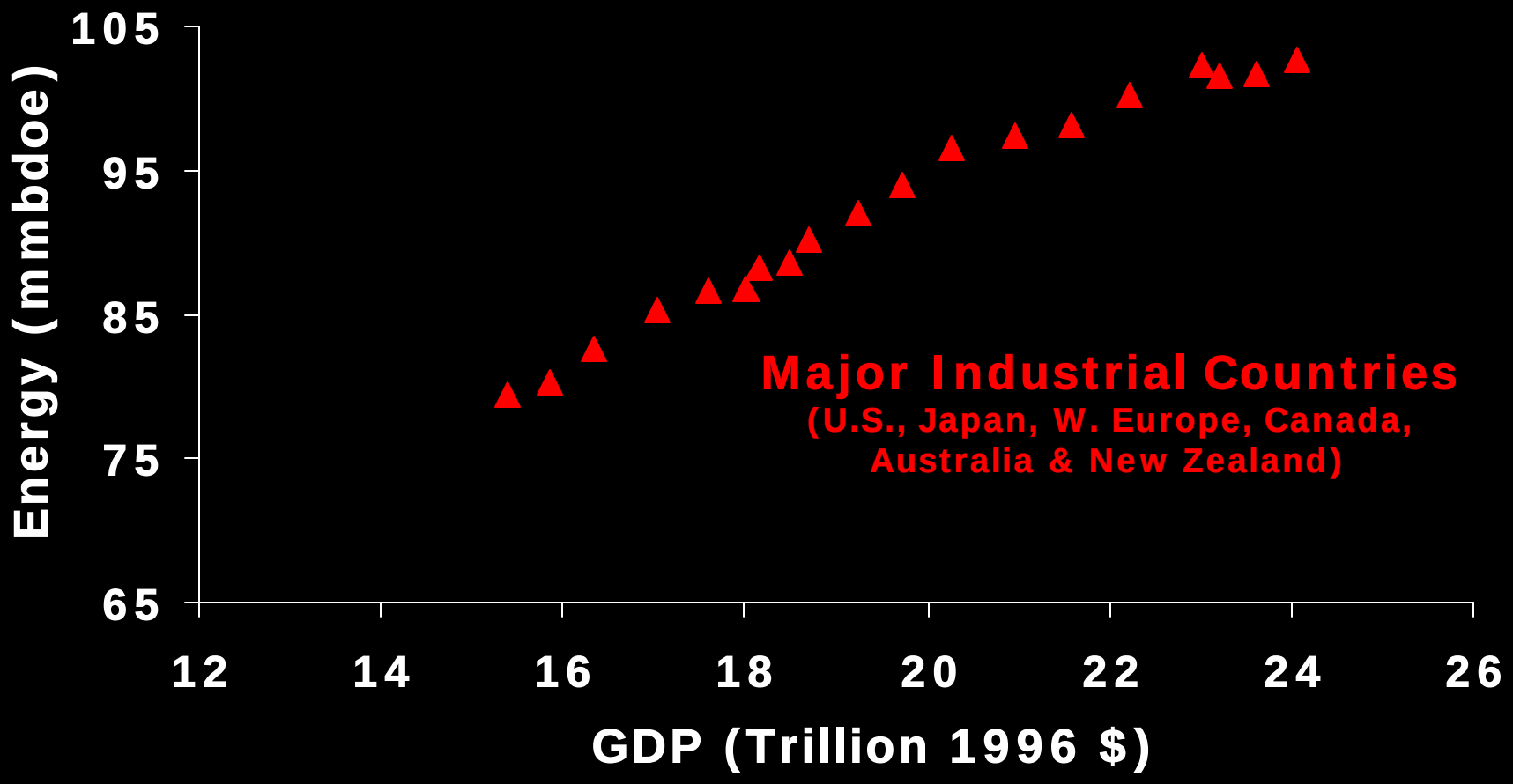
Energy and GDP Growth are Linked



Note: See Forward Looking Statement Disclaimer - Page 2

World Energy and GDP Trends

Nineteen Years (1985-2003)

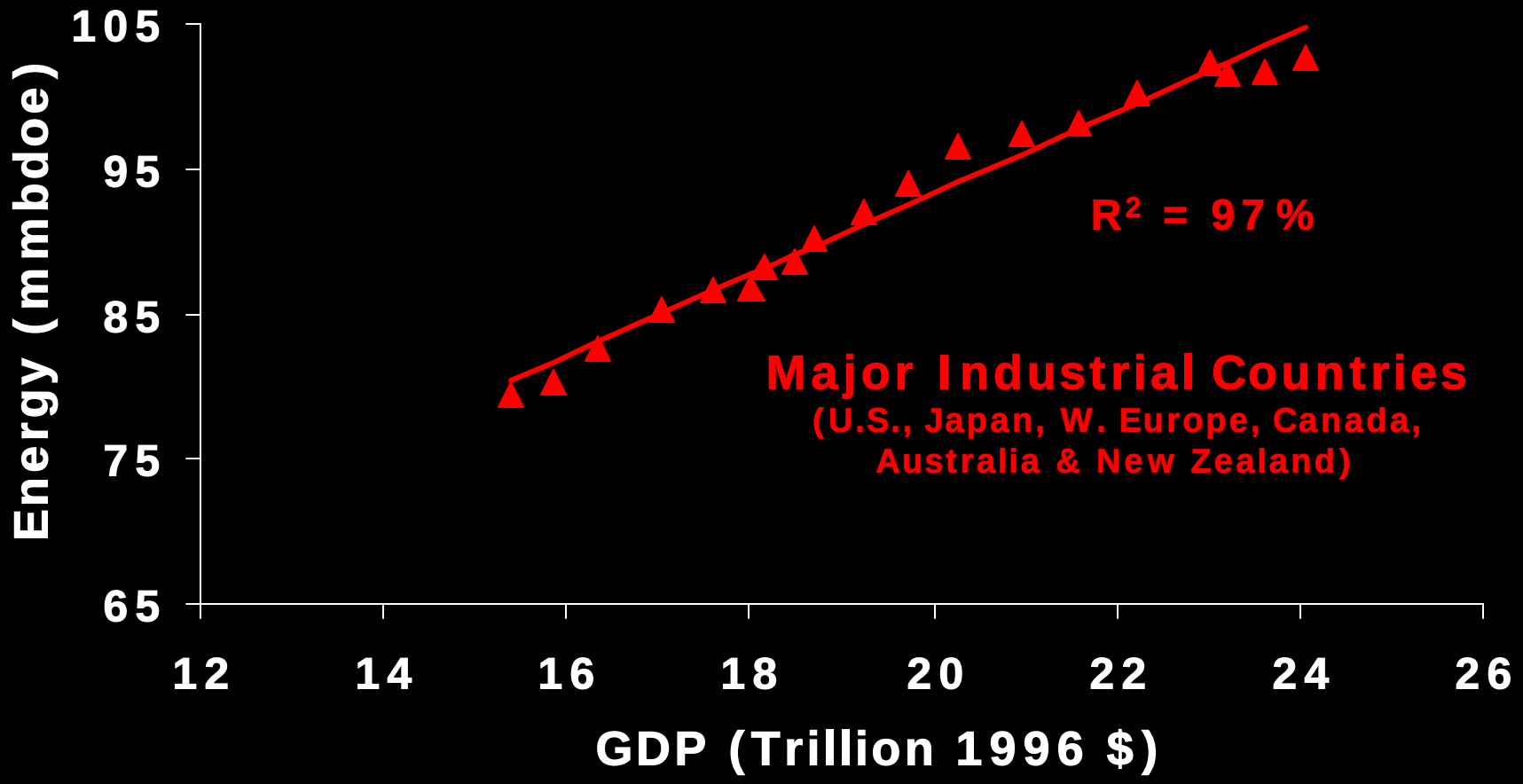


Source: PIRA, Retainer Client Seminar, October 2003, Table II-2

Note: See Forward Looking Statement Disclaimer - Page 2

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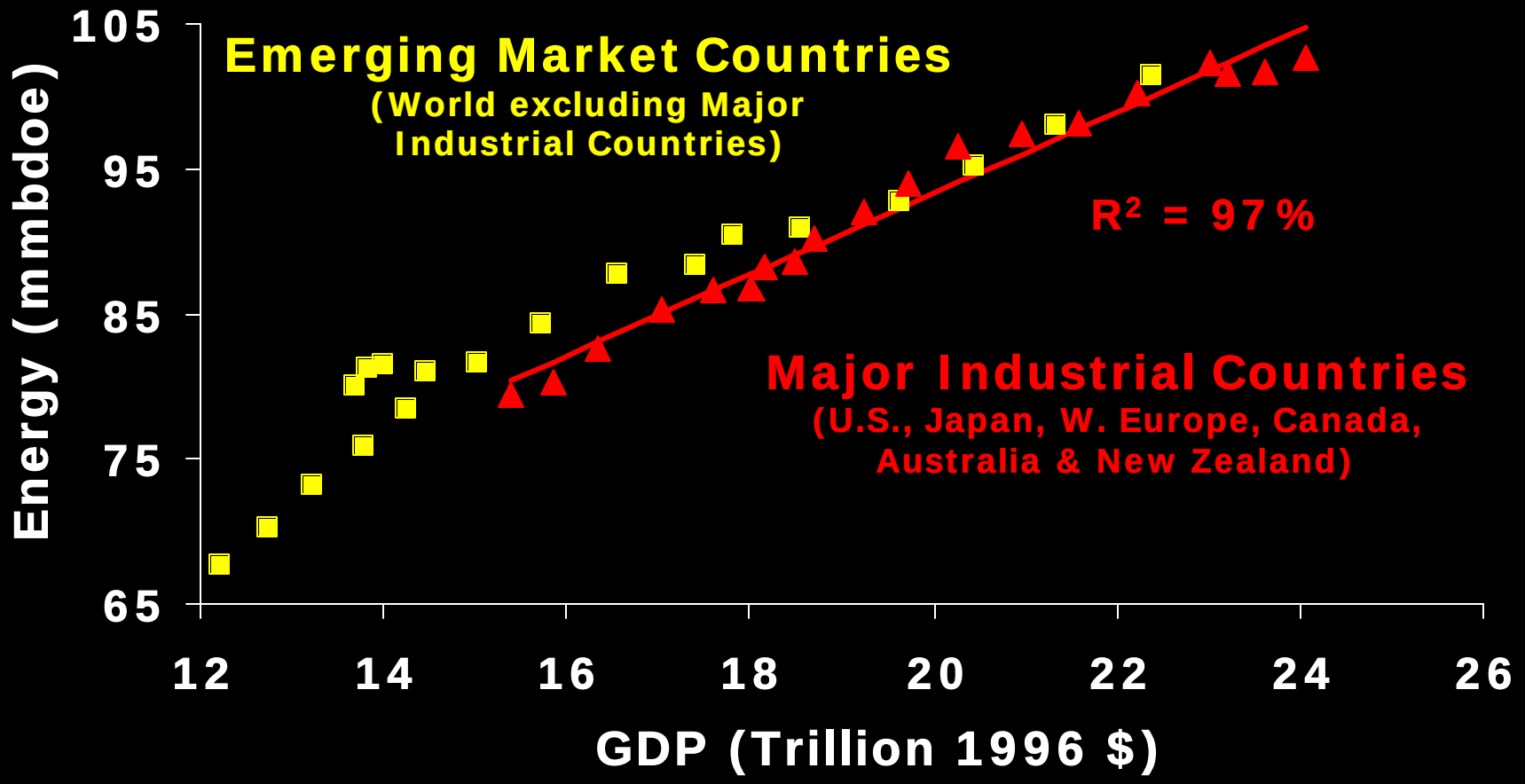


Source: PIRA, Retainer Client Seminar, October 2003, Table II-2

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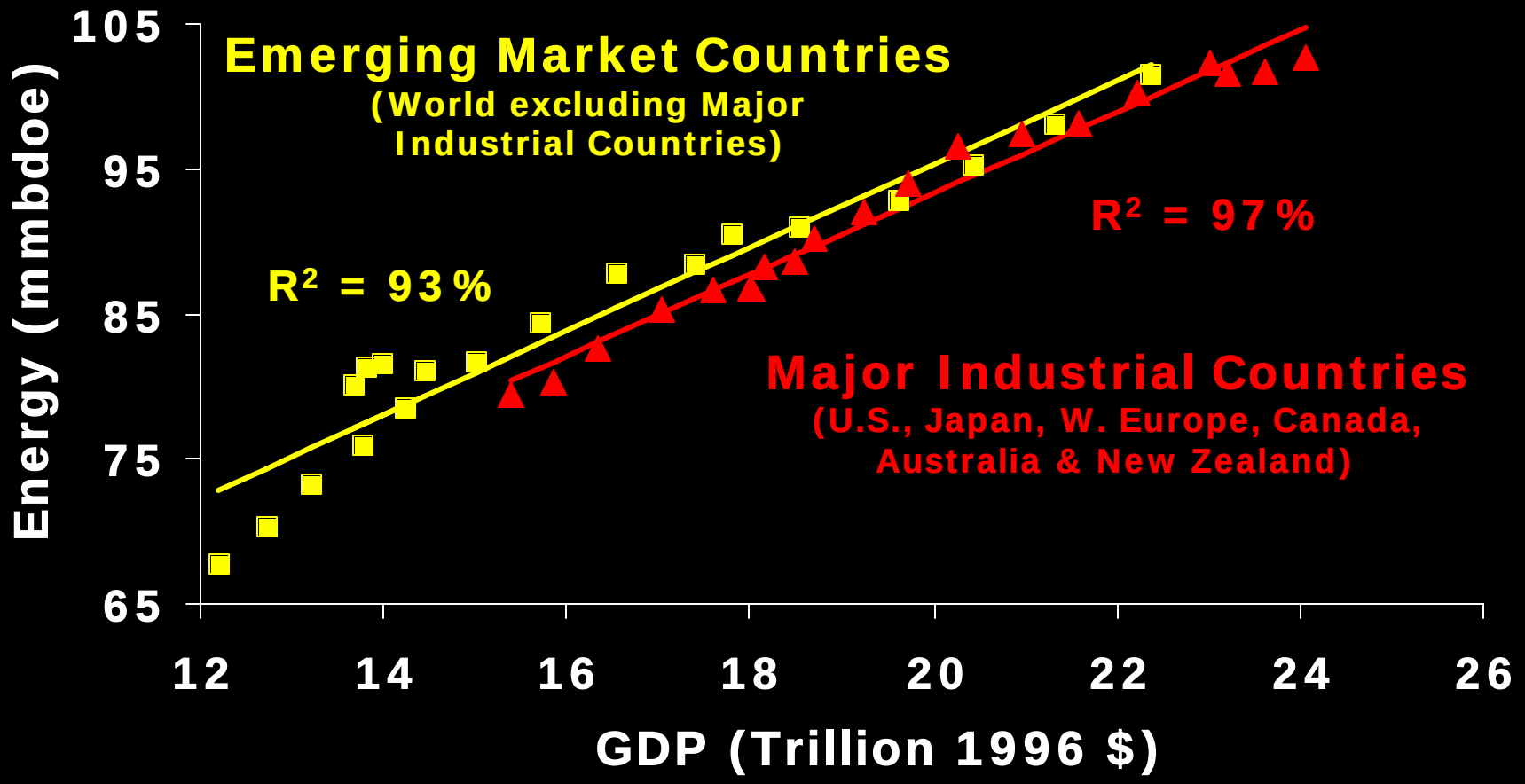


Source: PIRA, Retainer Client Seminar, October 2003, Table II-2

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World Energy and GDP Trends

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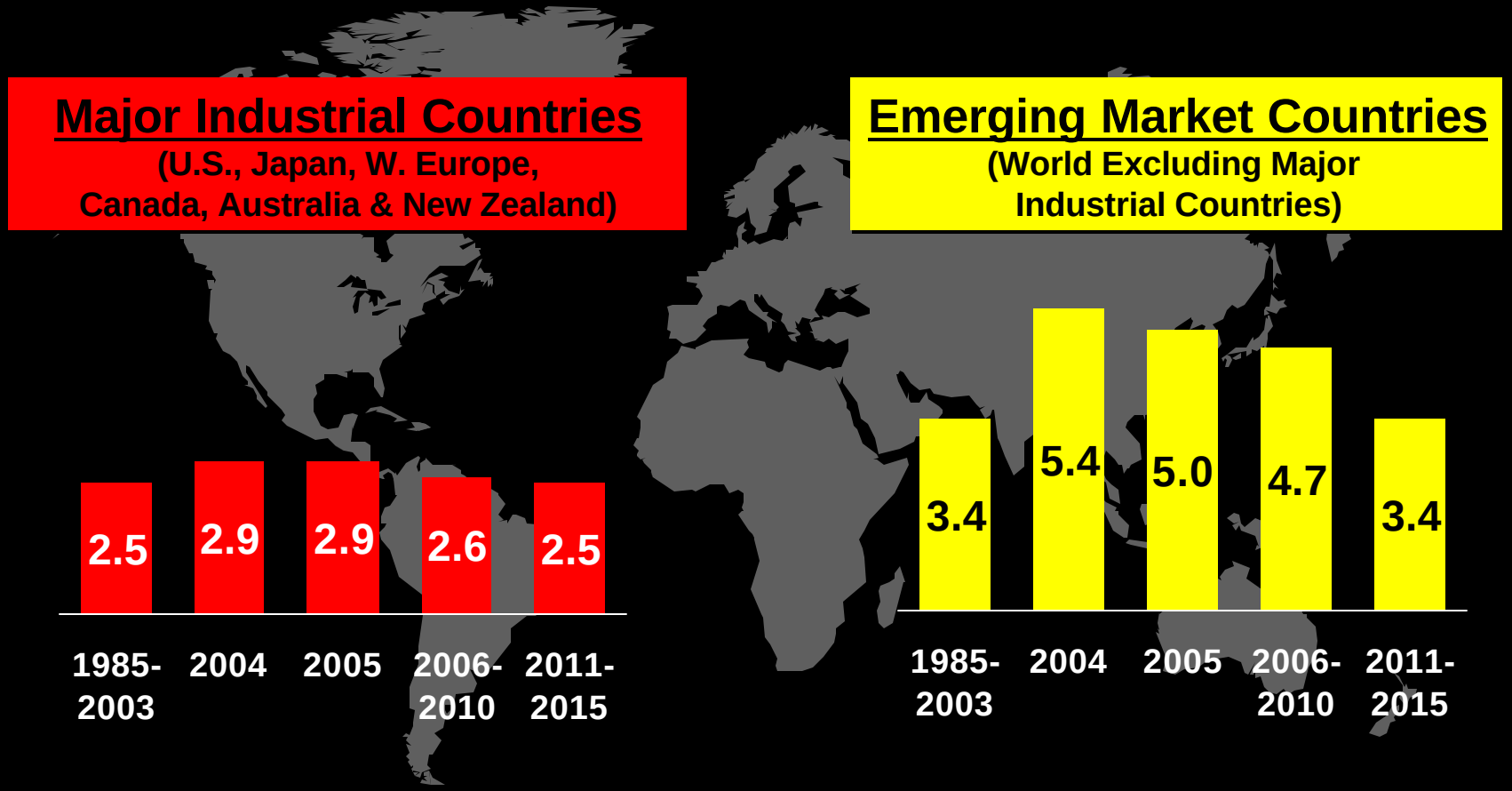


Source: PIRA, Retainer Client Seminar, October 2003, Table II-2

Note: See Forward Looking Statement Disclaimer - Page 2

World GDP: 1985-2015

Annual Percent Growth

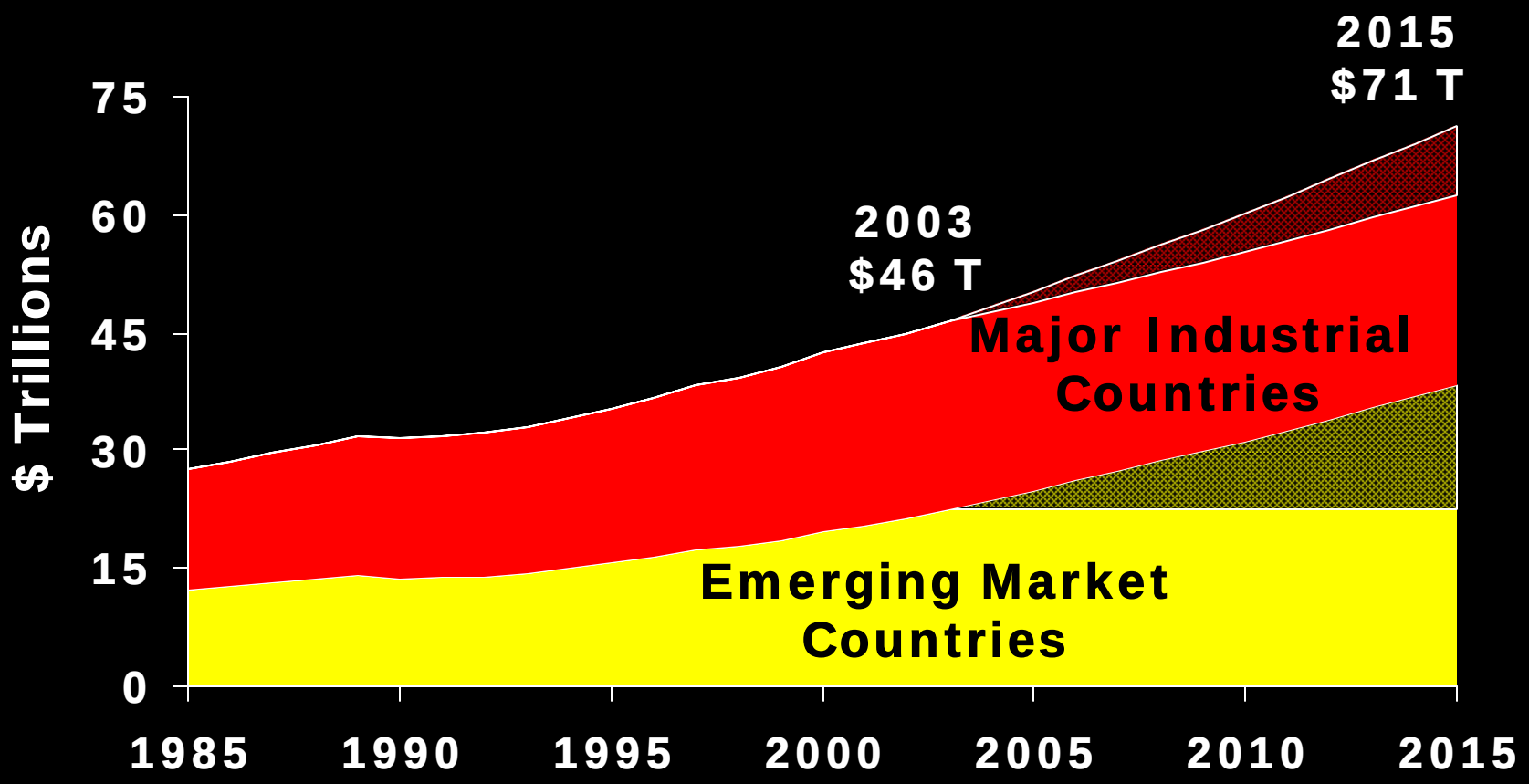


Source: PIRA, Retainer Client Seminar, October 2003, Table II-2

Note: See Forward Looking Statement Disclaimer - Page 2

World GDP

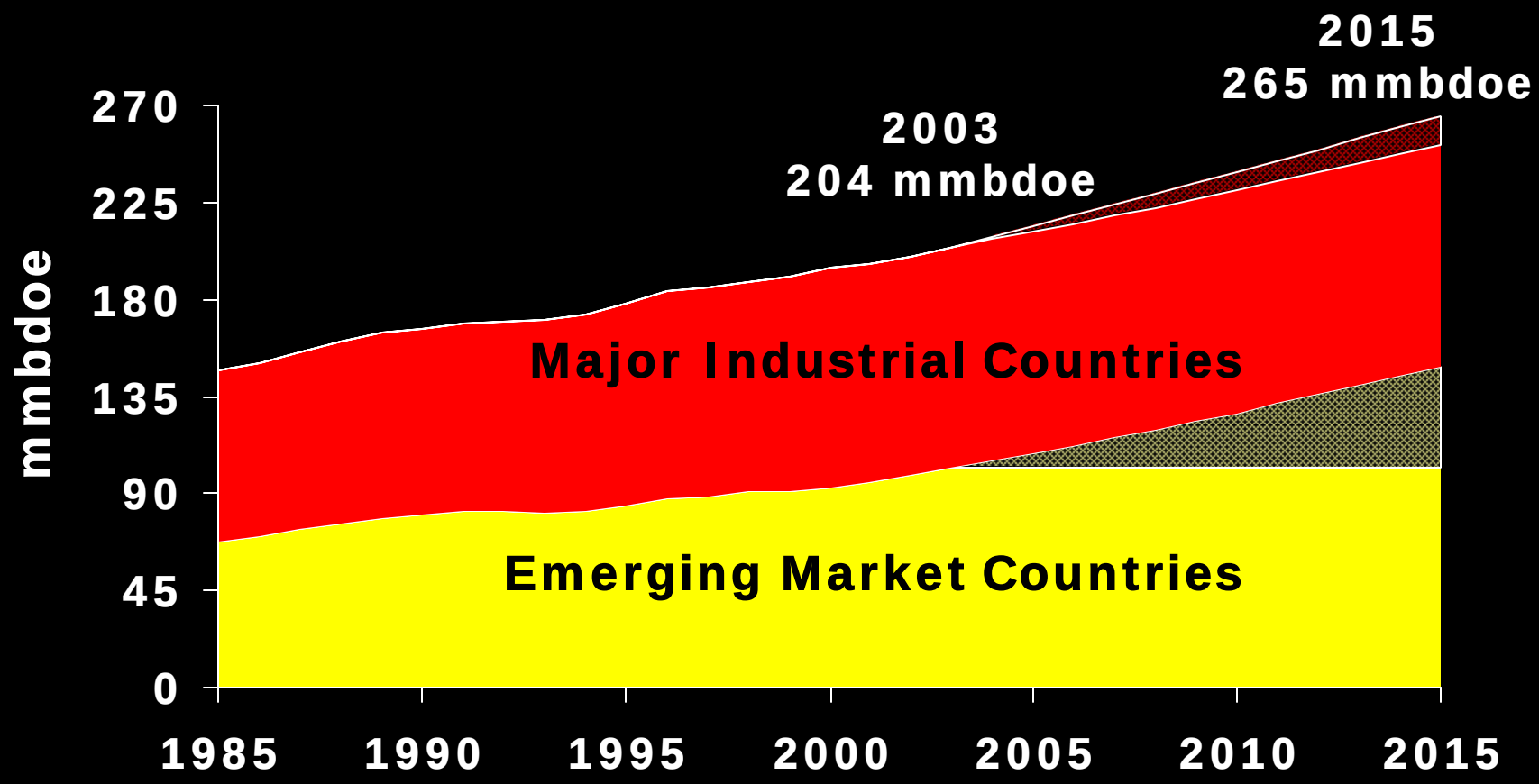
Expected to Increase 54%, or 3.7% Per Year (2004 – 2015)



Source: PIRA, Retainer Client Seminar, October 2003, Table II-2.
Note: See Forward Looking Statement Disclaimer - Page 2

World Energy Demand

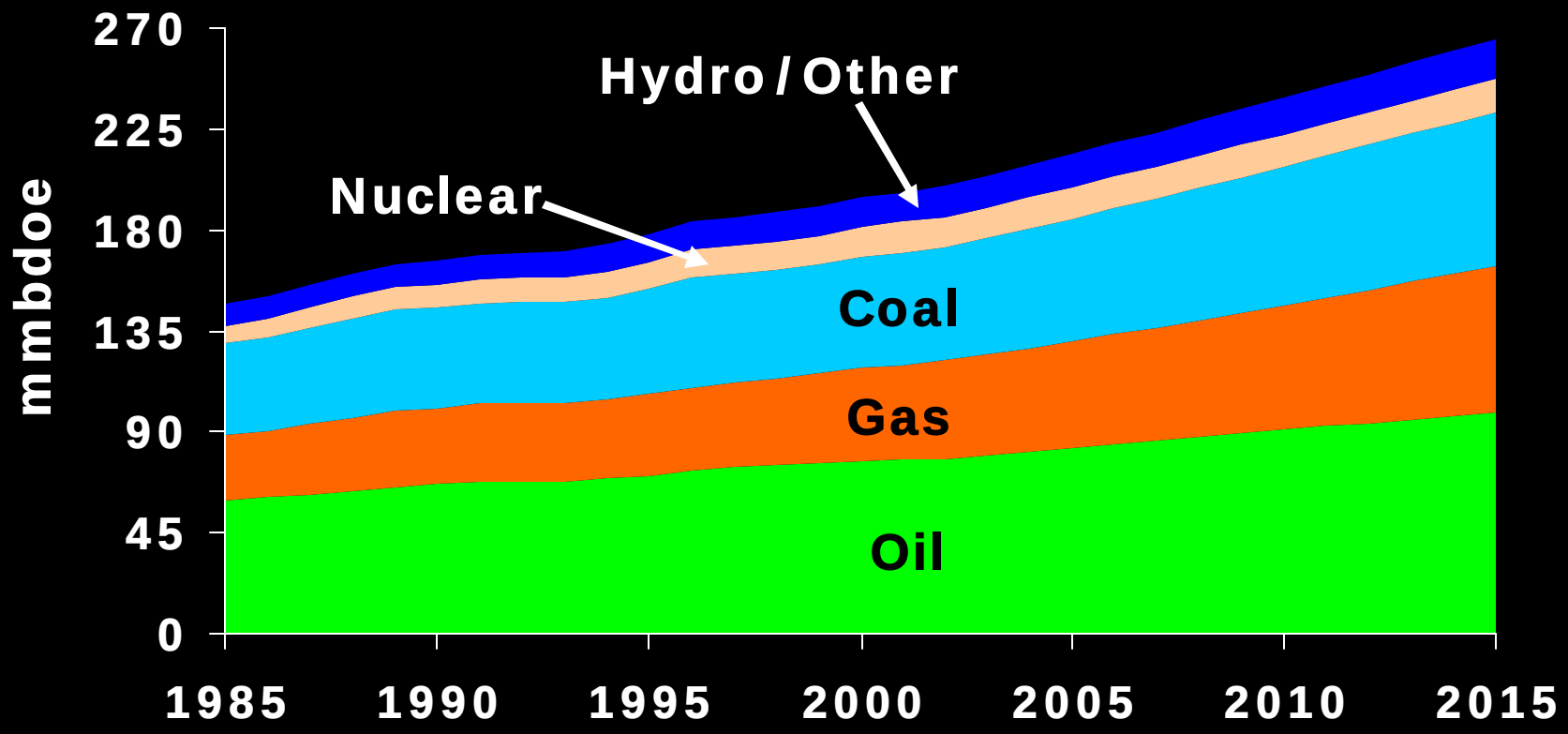
Expected to Increase 30%, or 2.2% Per Year (2004 – 2015)



Source: PIRA, Retainer Client Seminar, October 2003, Table II-2

Note: See Forward Looking Statement Disclaimer - Page 2

World Energy Demand by Fuel

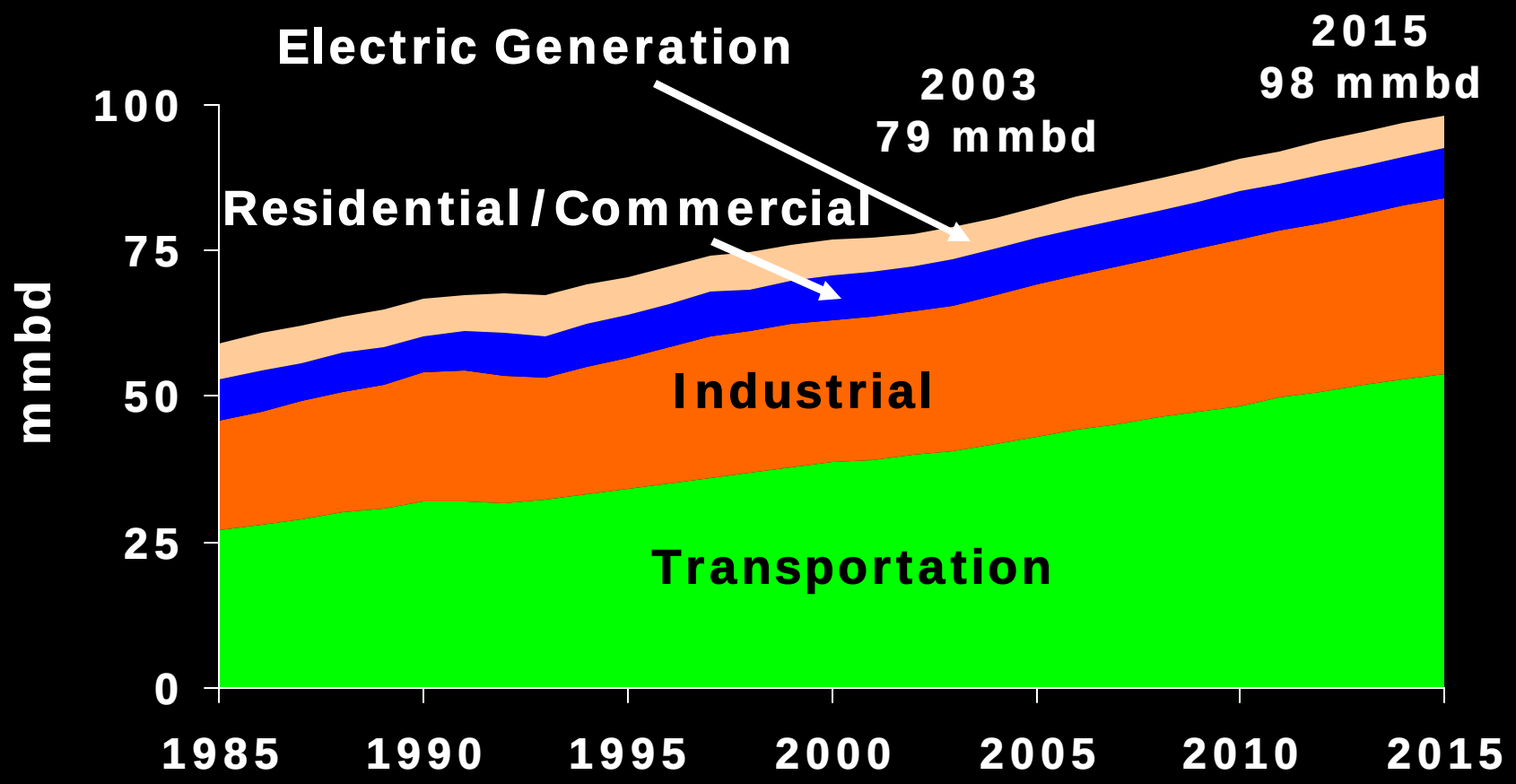


Source: PIRA, Retainer Client Seminar, October 2003, Table II-8

Note: See Forward Looking Statement Disclaimer - Page 2

World Oil Demand By End User

Expected to Increase 24%, or 1.8% Per Year (2004 – 2015)

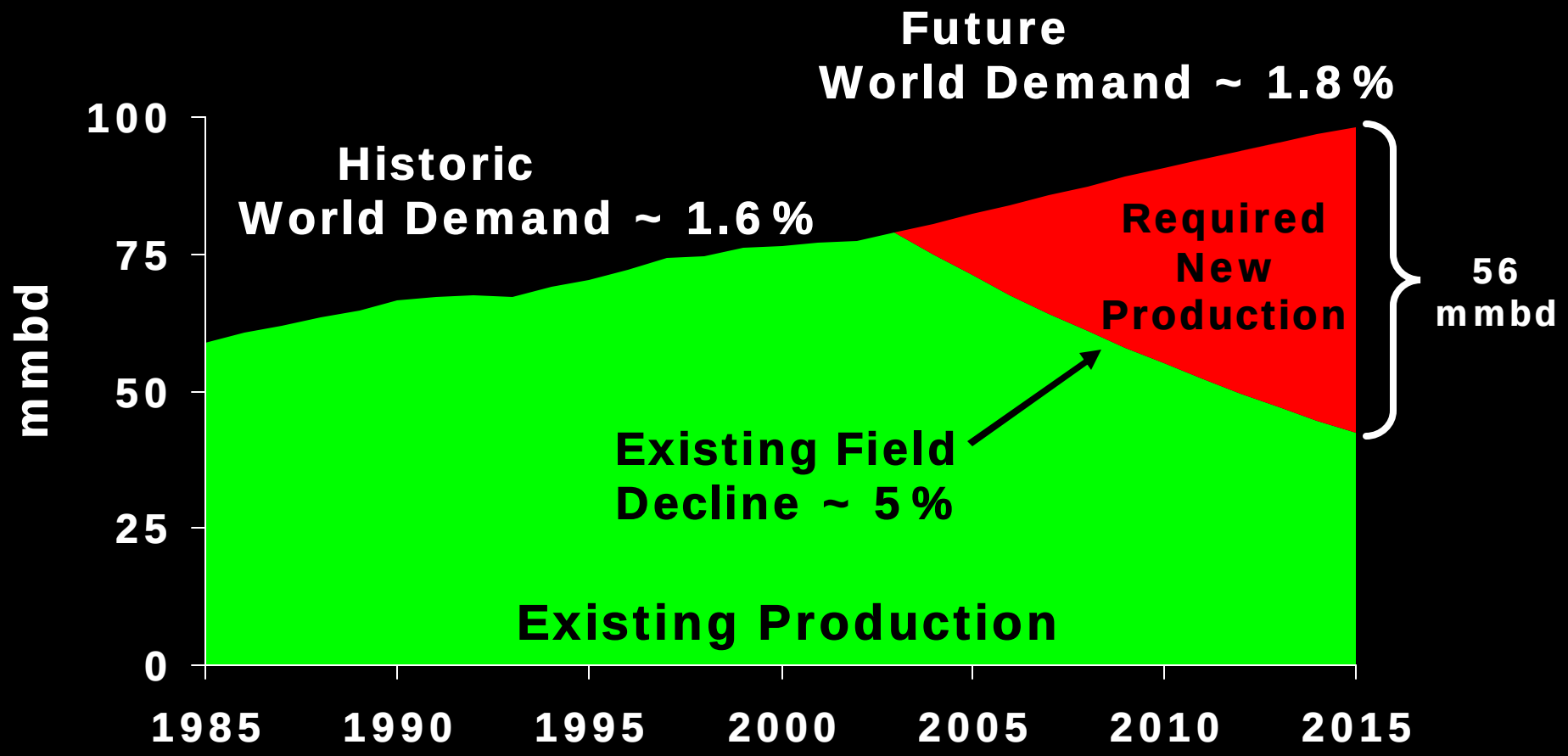


Source: PIRA, Retainer Client Seminar, October 2003, Table III-5

Note: See Forward Looking Statement Disclaimer - Page 2

World Oil Demand

Need to Develop 56 mmbd by 2015

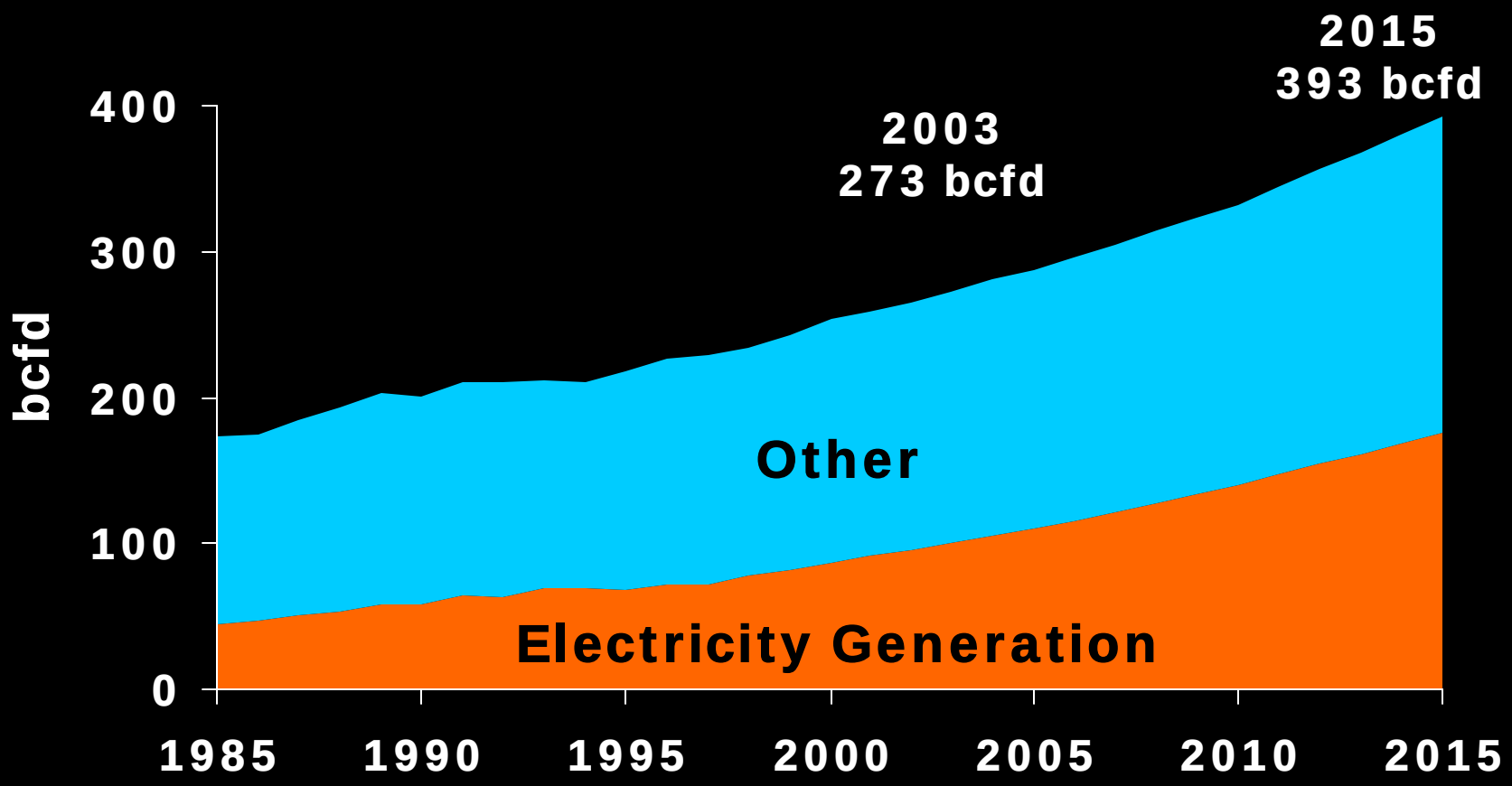


Source: PIRA, Retainer Client Seminar, October 2003, Table III-5 and GSF Estimates

Note: See Forward Looking Statement Disclaimer - Page 2

World Gas Demand

Expected to Increase 44%, or 3.1% Per Year (2004 – 2015)

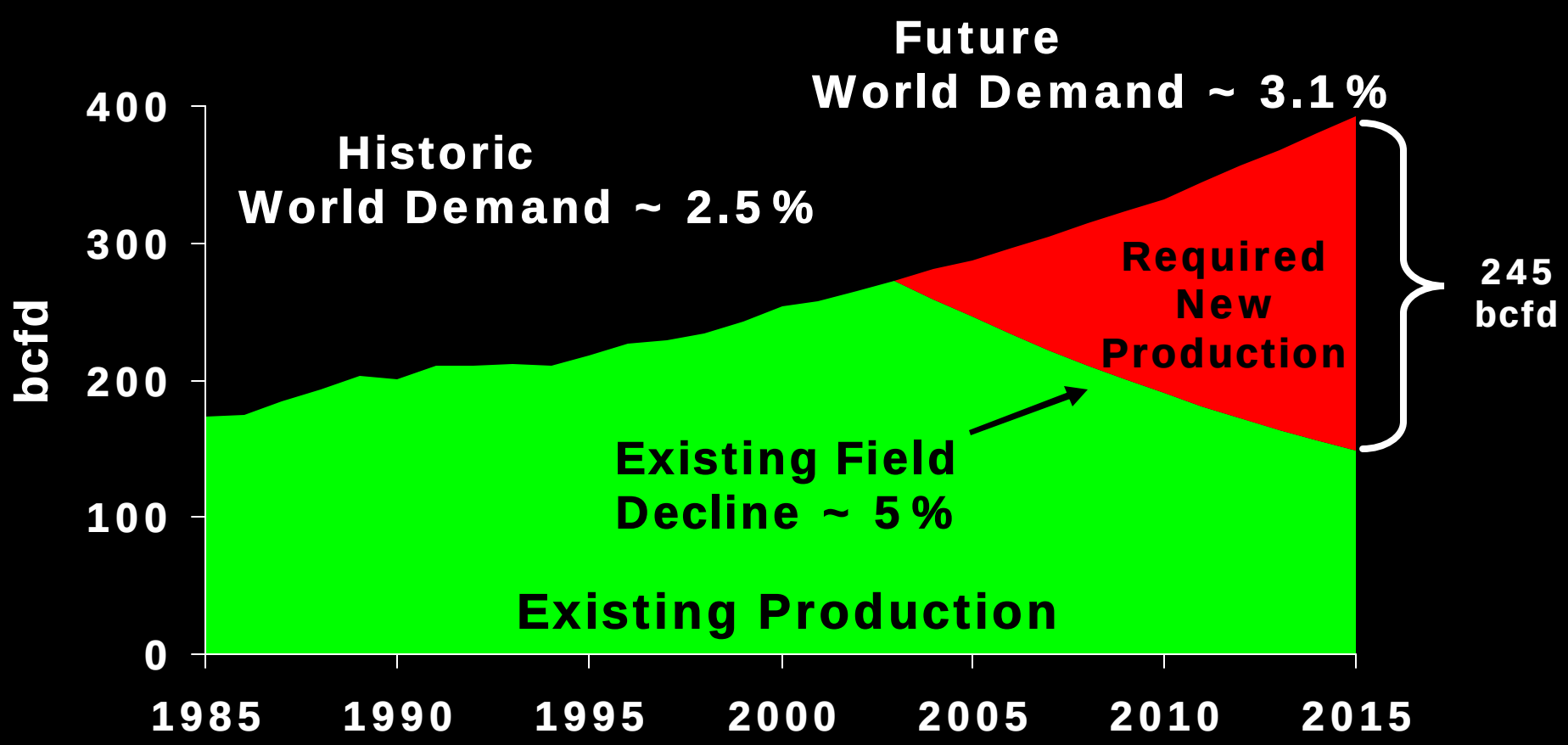


Source: PIRA, Retainer Client Seminar, October 2003, Table IV-1

Note: See Forward Looking Statement Disclaimer - Page 2

World Gas Demand

Need to Develop 245 bcfd by 2015



Source: PIRA, Retainer Client Seminar, October 2003, Table IV-1 and GSF Estimates

Note: See Forward Looking Statement Disclaimer - Page 2

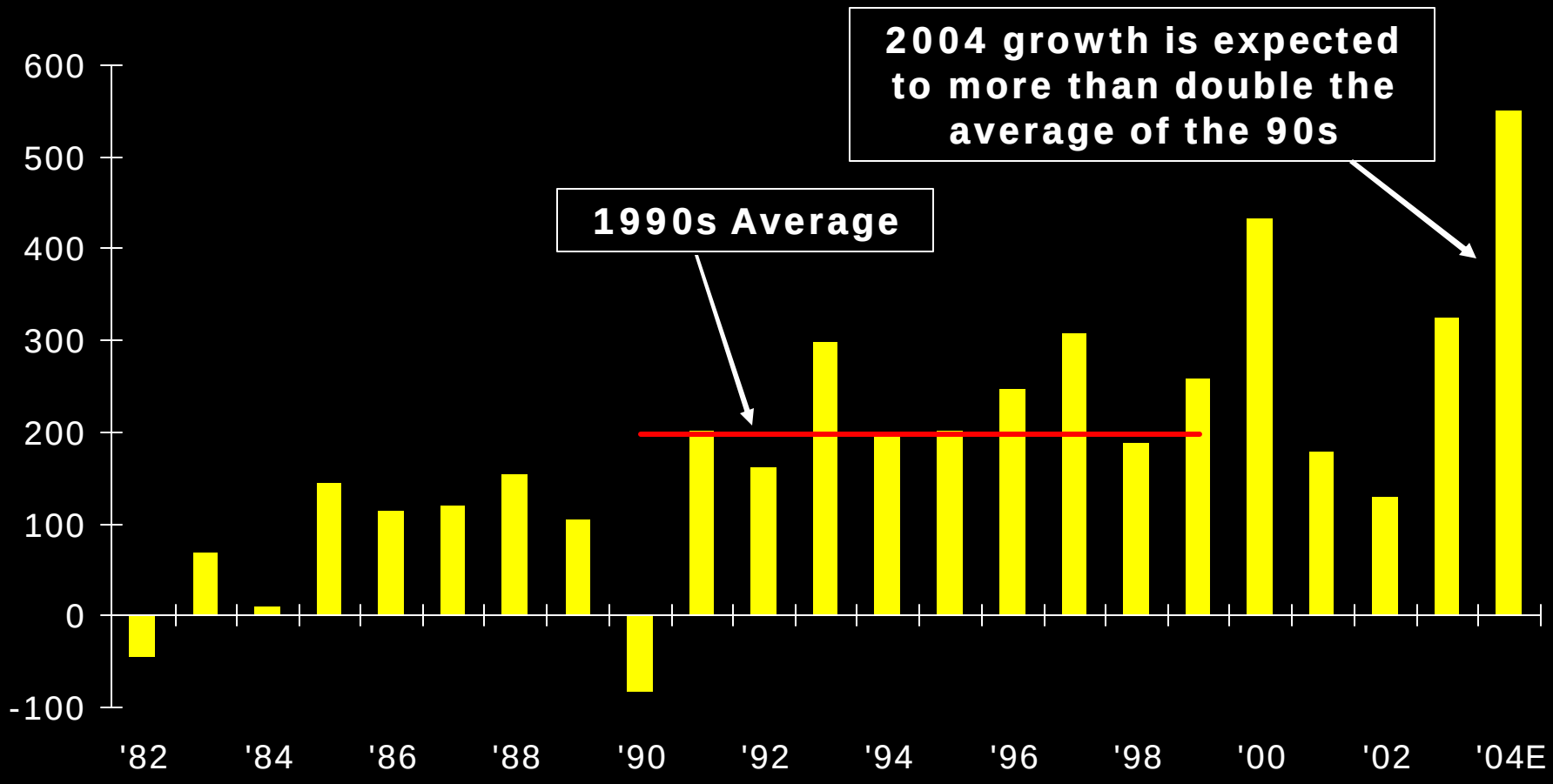
Summary

	2003 Existing Production	2015 New Production Required	% New / Existing
Oil (mmbd)	79	56	71%
Gas (bcfd)	273	245	90%

Note: See Forward Looking Statement Disclaimer - Page 2

China's Oil Demand Growth 1982-2004E

Year Over Year Oil Demand Growth (Thousand Barrels per Day)



Source: Raymond James, January 12, 2004

Note: See Forward Looking Statement Disclaimer - Page 2

E&P Worldwide Spending

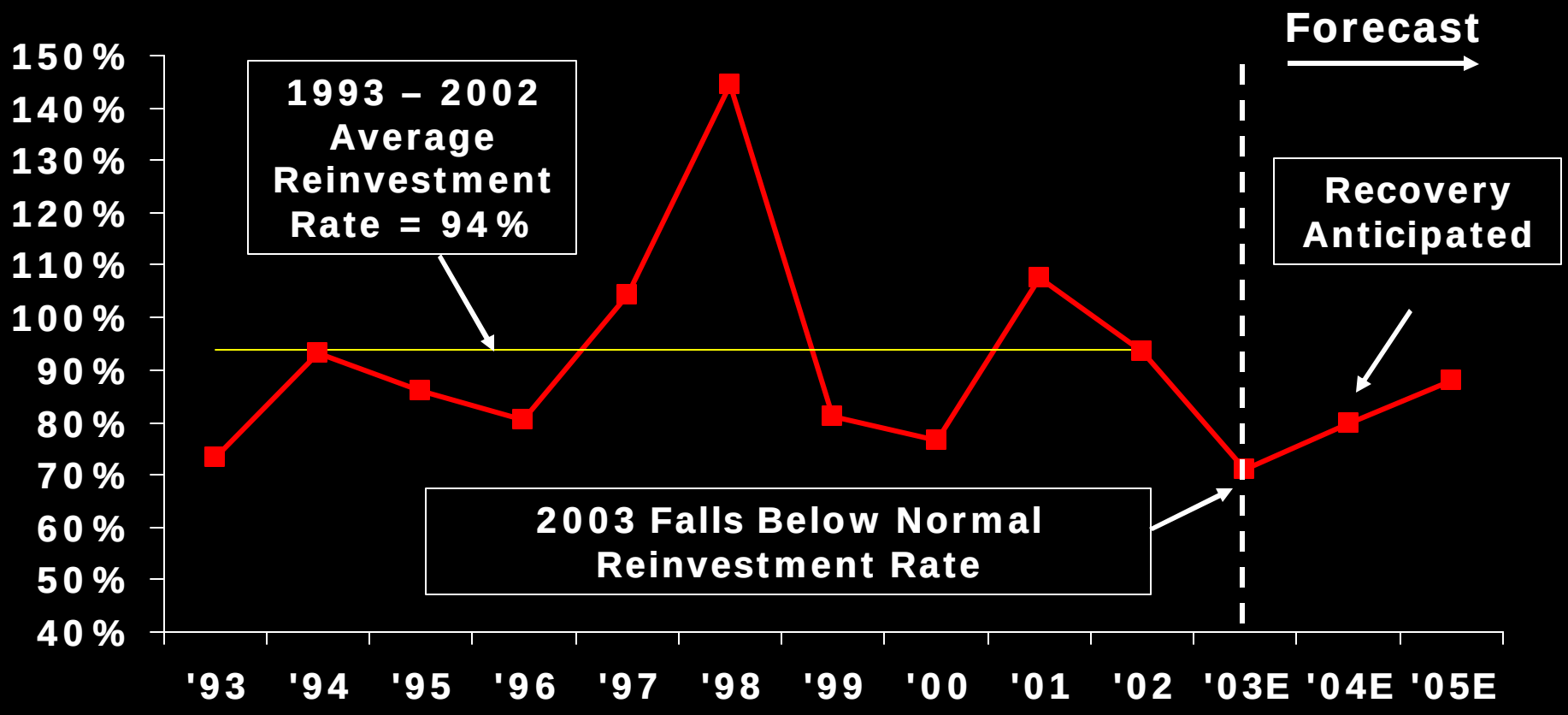
Survey Conducted By	Estimated 2004 Increased Spending
Citigroup Smith Barney	4.4%
Lehman Brothers	4.0%
Credit Suisse First Boston	8.0%

Note: See Forward Looking Statement Disclaimer - Page 2

Reinvestment Rate

U.S. Independents

Reinvestment Rate = (E&P Capex + Exploration Expenses) / Discretionary Cash Flow



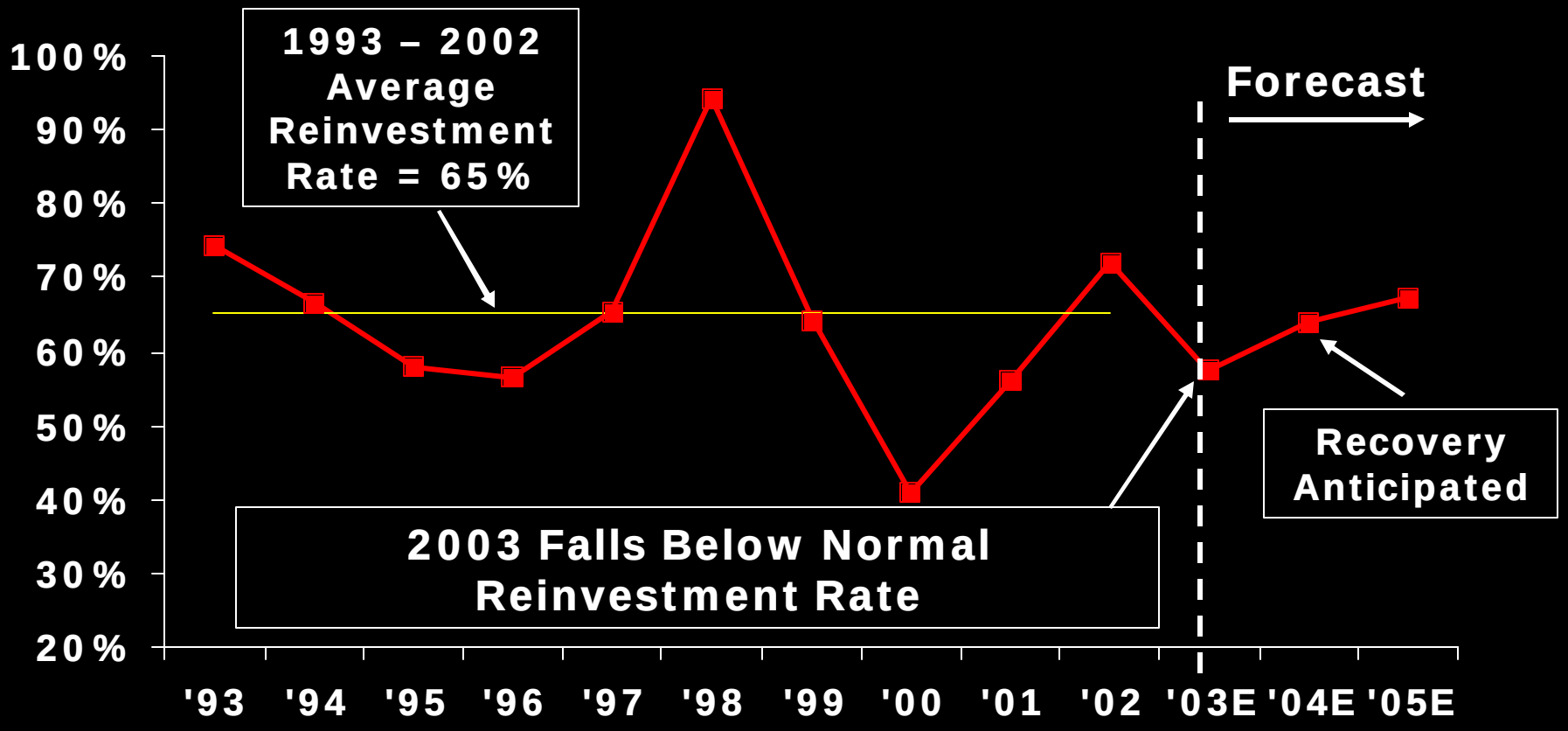
Source: Goldman Sachs, January 13, 2004, U.S. Independents include: APA, APC, BR, WMBPRI, EP, DVN, EOG, THX, MUR, NFX, NBL, PPP, PXD, XTO

Note: See Forward Looking Statement Disclaimer - Page 2

Reinvestment Rate

Majors

Reinvestment Rate = (E&P Capex X Exploration Expenses) / Discretionary Cash Flow

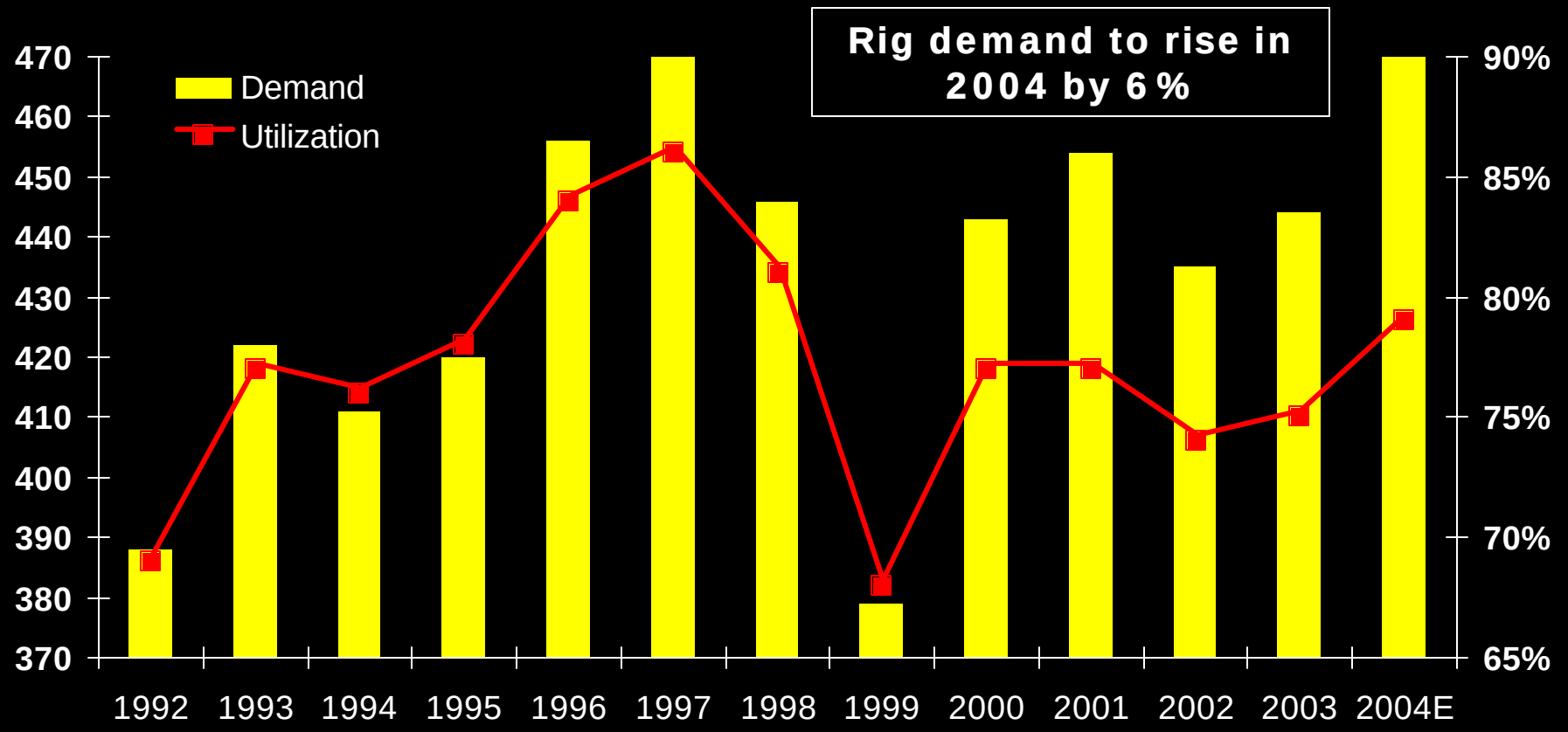


Source: Goldman Sachs, January 13, 2004, Majors Include: AHC, KMG, OXY, COP, UCL, BP, CVS, XOM, RD

Note: See Forward Looking Statement Disclaimer - Page 2

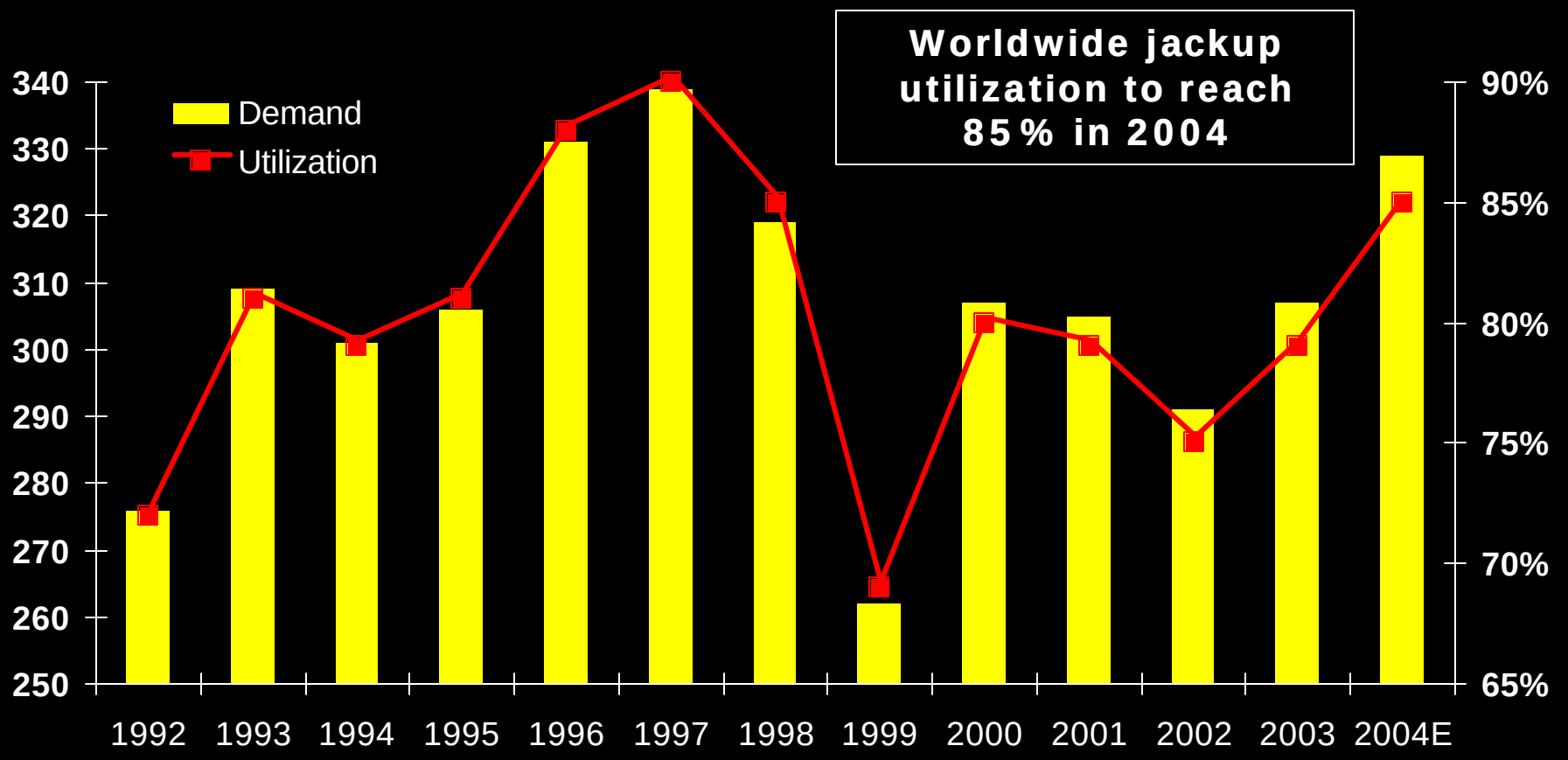
Worldwide Rig Market 1992-2004

Jackups, Semisubmersibles and Drillships



Source: ODS-Petrodata, Offshore Rig Monthly, December 2003 Vol. 30, Num. 12
Note: See Forward Looking Statement Disclaimer - Page 2

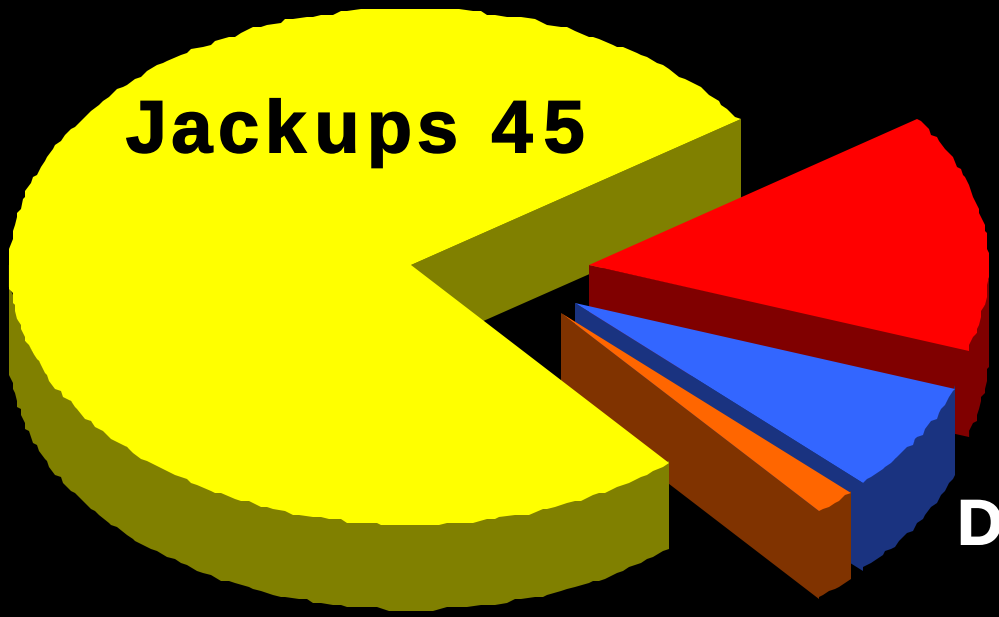
Worldwide Jackup Market 1992-2004



Source: ODS-Petrodata, Offshore Rig Monthly, December 2003 Vol. 30, Num. 12
Note: See Forward Looking Statement Disclaimer - Page 2

GSF Marine Fleet

Total 59 Marine Rigs



As of February 23, 2004

GSF Contract Drilling Worldwide

Owns 90 Rigs; Operates 2 for Others



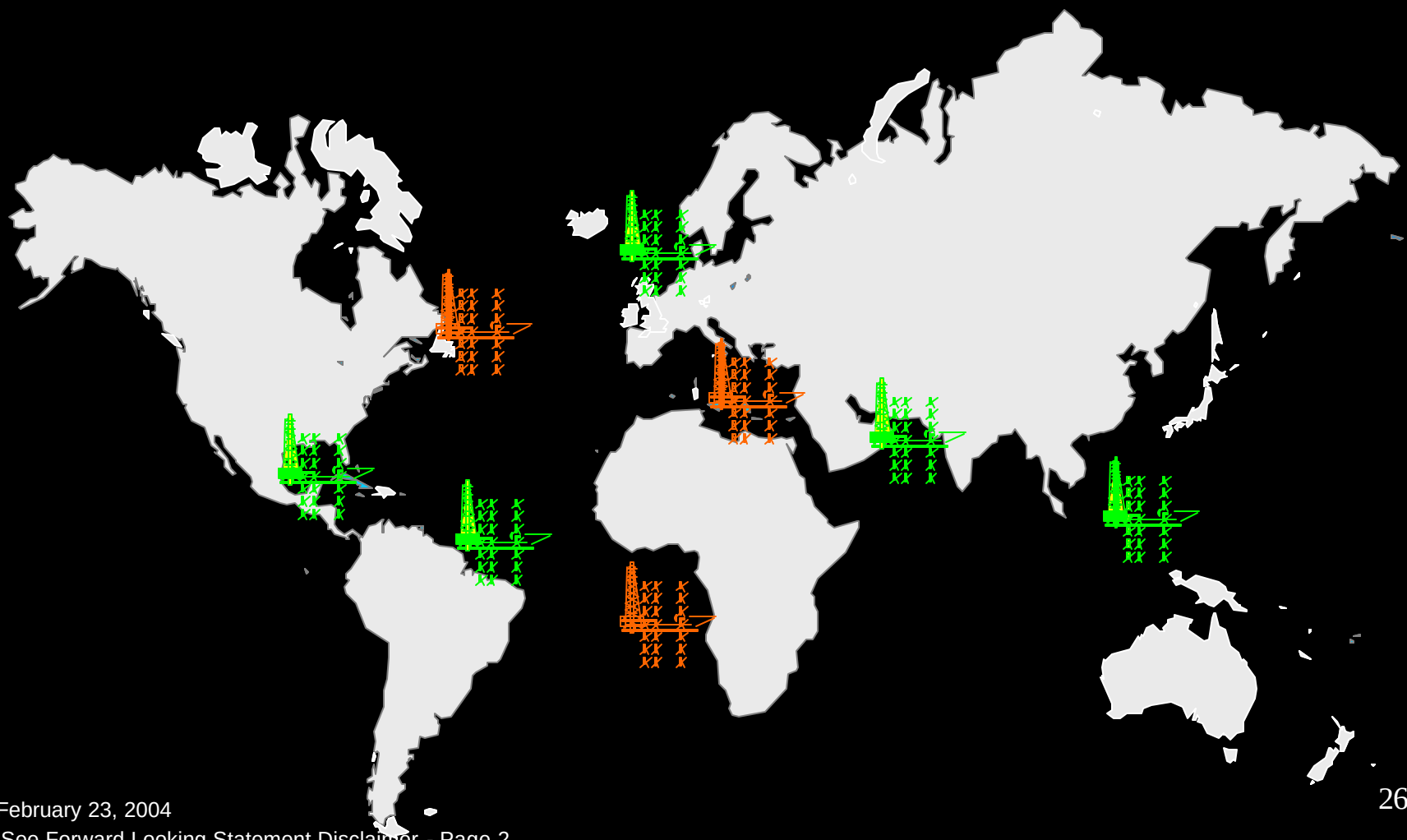
45 Jackups
4 Drillships
9 Semisubmersibles

1 Platform
31 Land Rigs
2 Operated for Others*

As of February 23, 2004

GSF 2004 Outlook for Jackups

Improving | Steady | Signs of Weakness | Weak



As of February 23, 2004

Note: See Forward Looking Statement Disclaimer - Page 2

GSF 2004 Outlook for Deepwater Rigs

Improving | Steady | Signs of Weakness | Weak

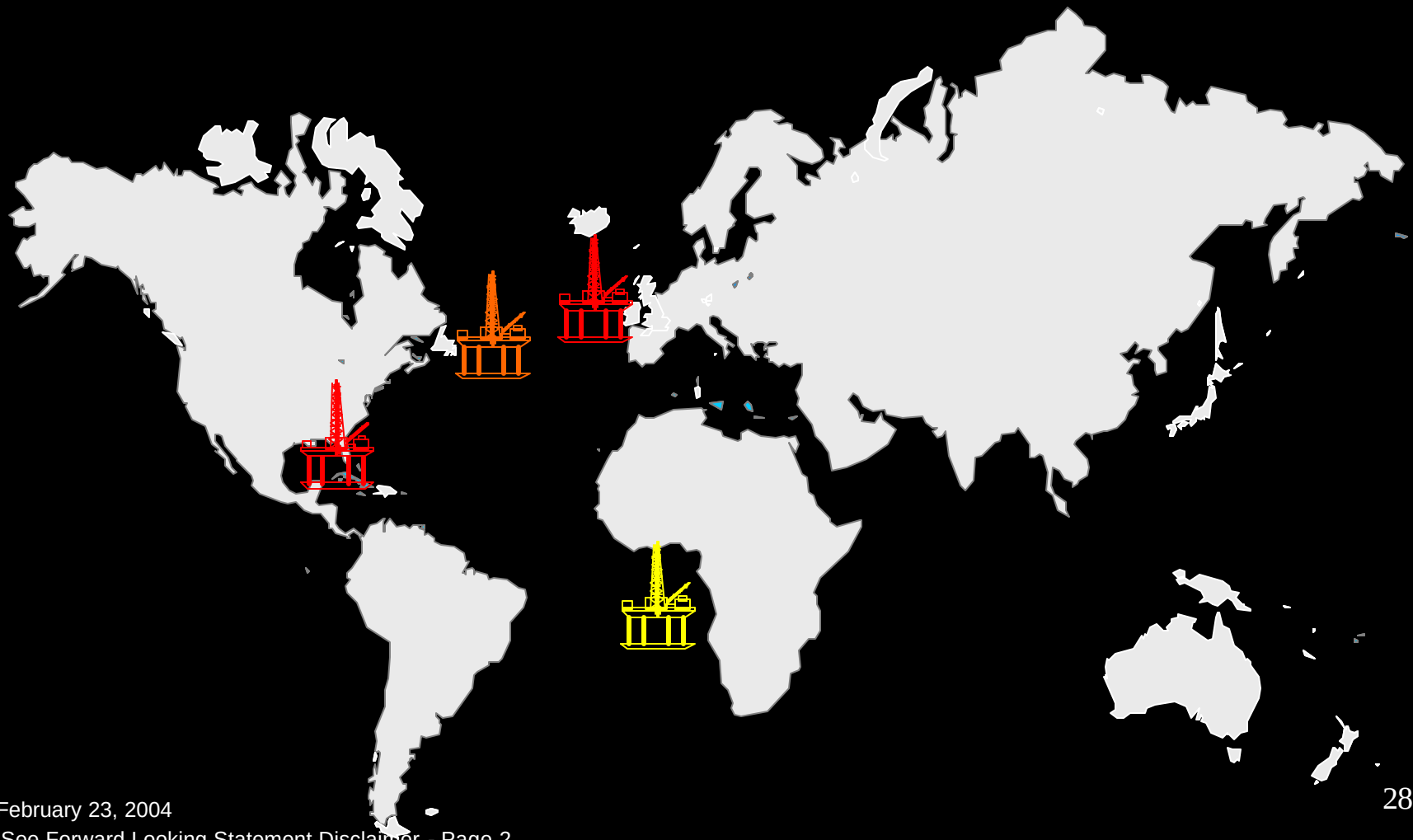


As of February 23, 2004

Note: See Forward Looking Statement Disclaimer - Page 2

GSF 2004 Outlook for Mid-water Semis

Improving | Steady | Signs of Weakness | Weak

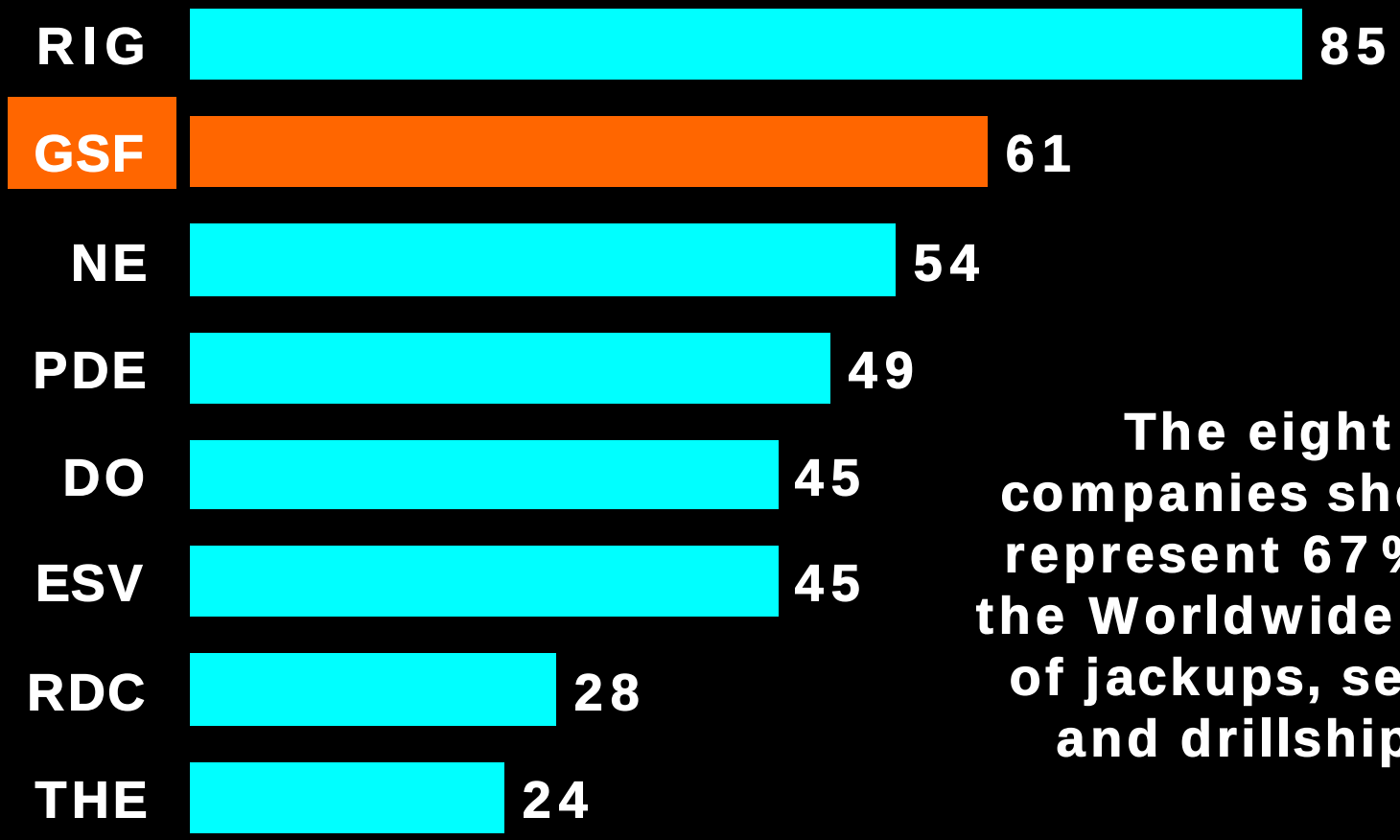


As of February 23, 2004

Note: See Forward Looking Statement Disclaimer - Page 2

Second Largest Fleet of Marine Rigs

Number of Jackups, Semisubmersibles and Drillships

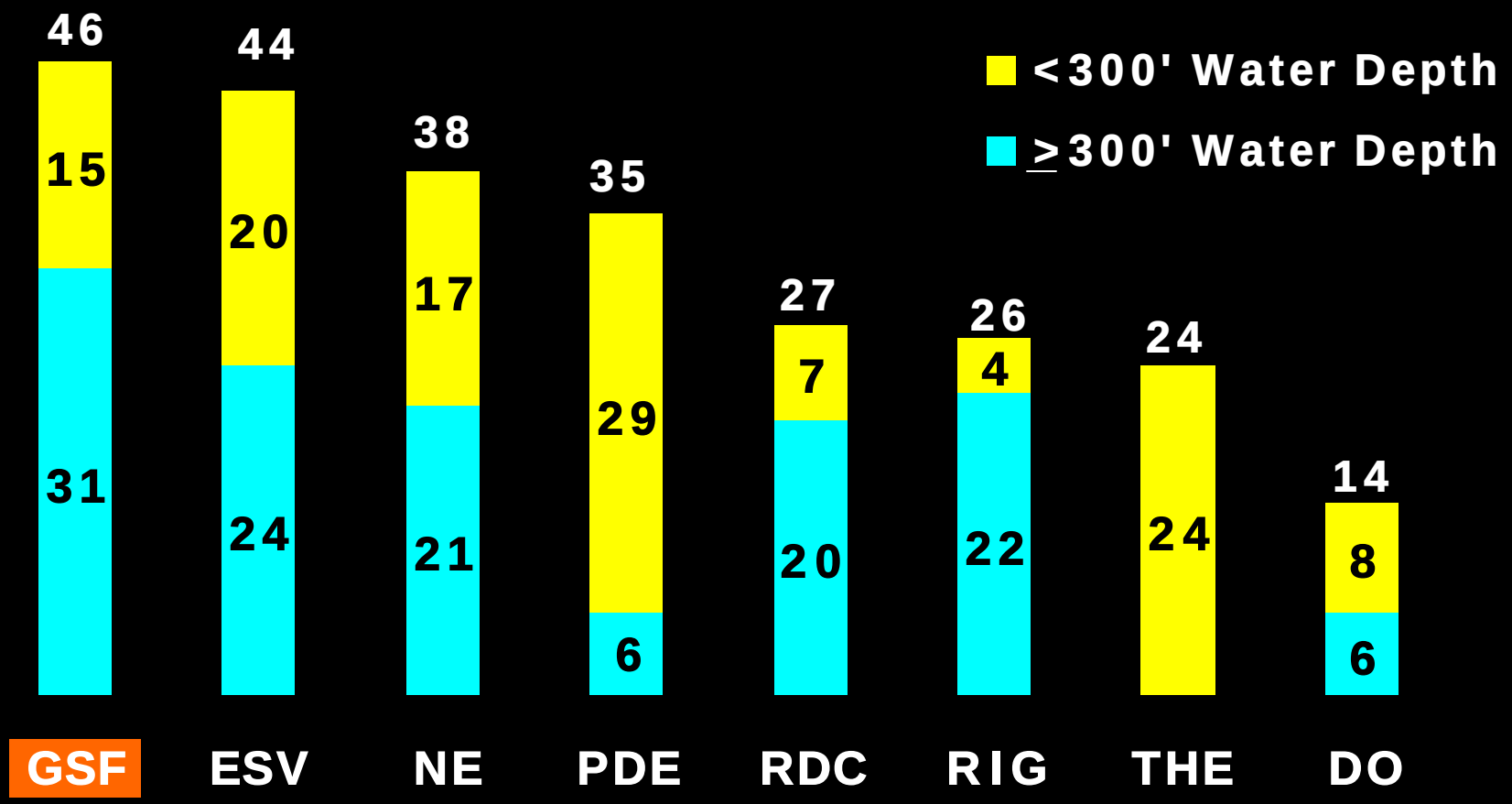


The eight companies shown represent 67% of the Worldwide fleet of jackups, semis and drillships.

Source: Jefferies & Company, Inc., January/February 2004
Note: Includes rigs under construction

Largest Fleet of Jackups

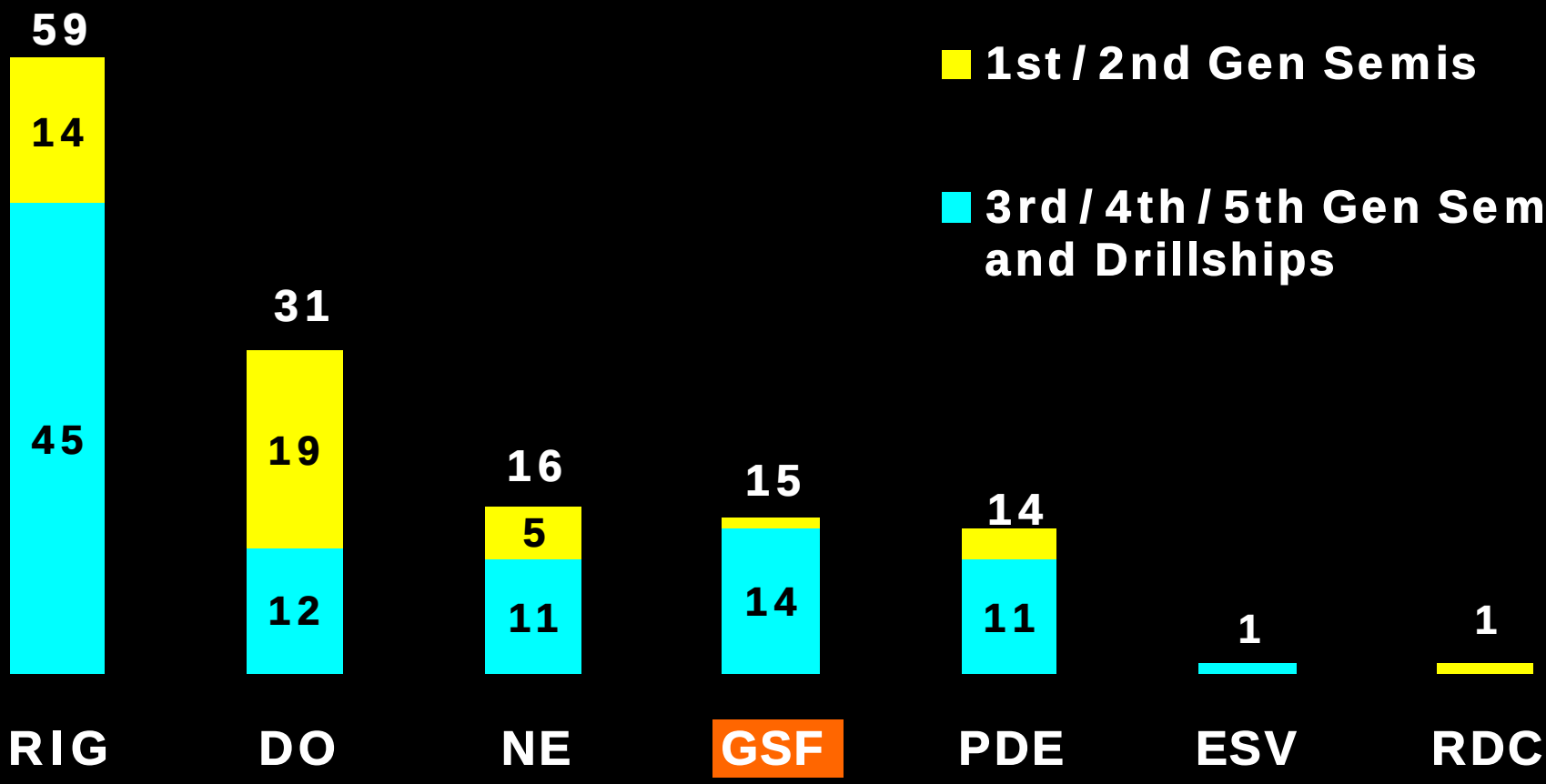
Number of Jackups



Source: Jefferies & Company, Inc., January/February 2004
Note: Includes rigs under construction

Fourth Largest Fleet of Floaters

Number of Semisubmersibles and Drillships



Source: Jefferies & Company, Inc., January/February 2004
Note: Includes rigs under construction

GSF Newbuild Program

Constellation I & II and Development Driller I & II



High Performance Jackup

- $133 million each
- First delivered
- Second delivery 1Q04



Ultra Deepwater Development Semi

- $285 million each
- First delivery 2Q04
- Second delivery 1Q05

Note: See Forward Looking Statement Disclaimer - Page 2

GSF – Estimated Potential Impact

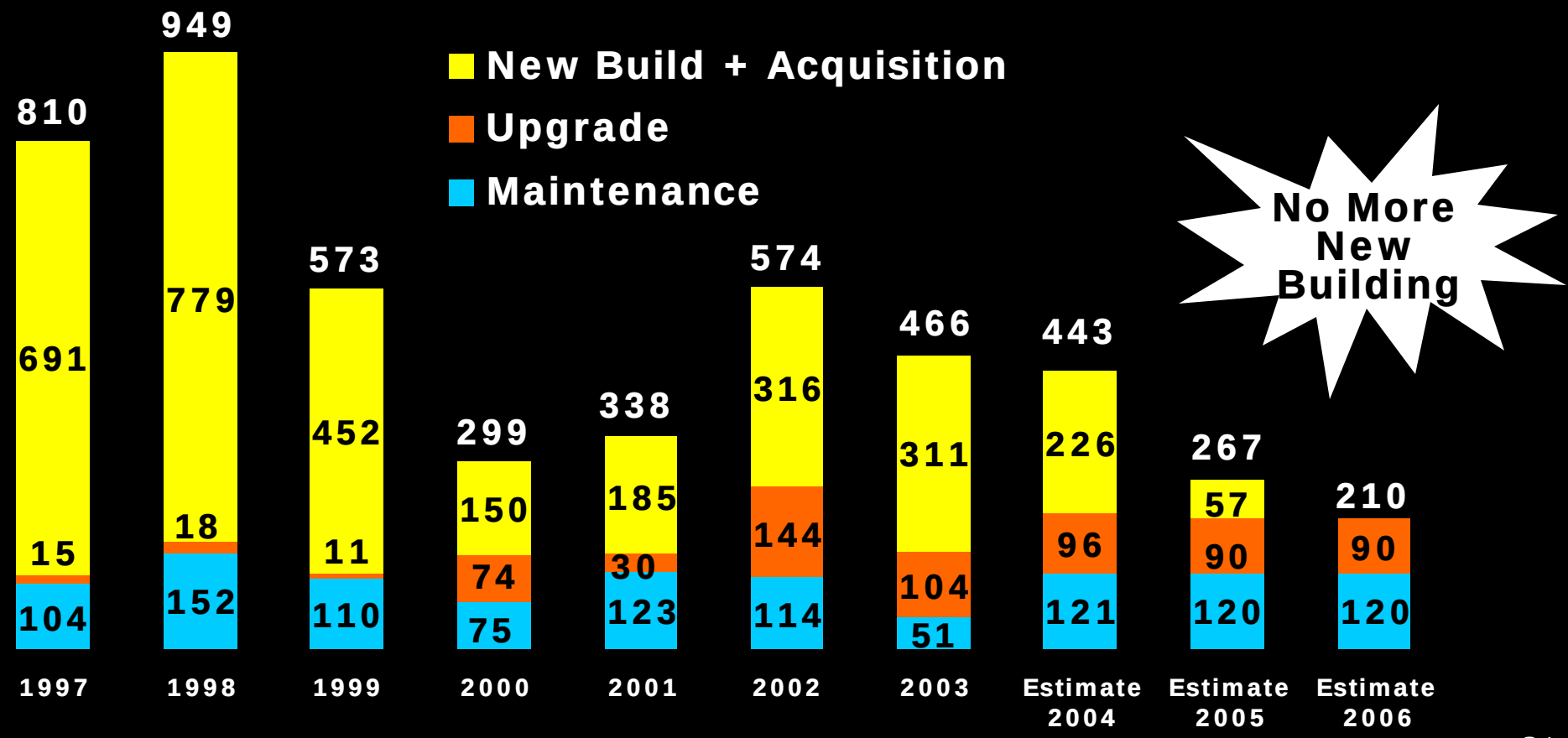
Adding Cash Flow

	Annual Pre-tax Cash Flow
Constellation I & II	
Dayrate mid $70s	$29 Million
Development Driller I & II	
Dayrate mid $180s	$86 Million
Total Annual Pre-tax Cash Flow	**$115 Million**

Note: See Forward Looking Statement Disclaimer - Page 2

GSF Capital Requirements

Dollars Millions (as of March 2004)

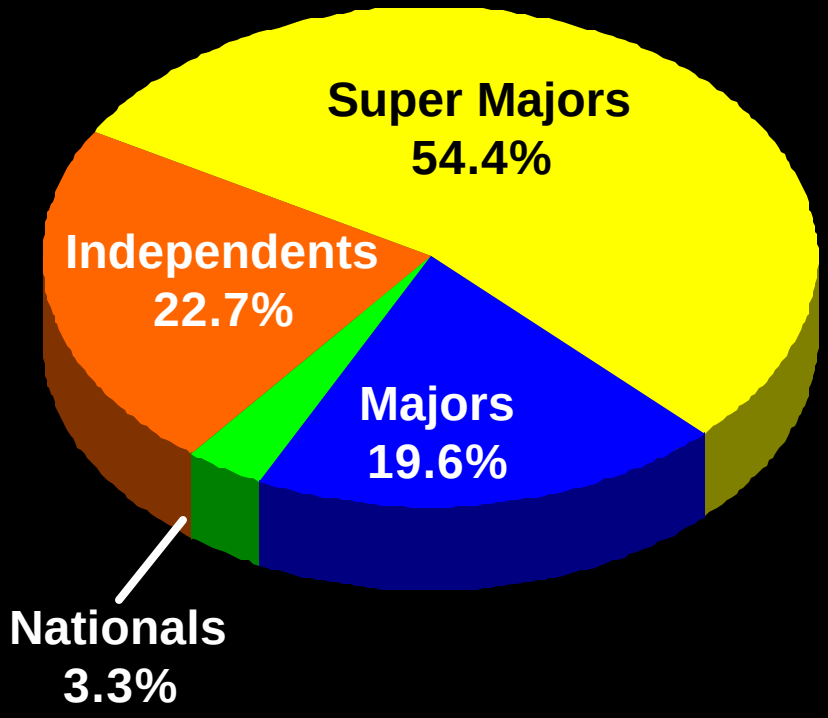


Note: Years 1997 through 2001 represent pro forma results

Note: See Forward Looking Statement Disclaimer - Page 2

GSF Source of Contract Drilling Revenues

Twelve Month Period Through December 31, 2003



Super Majors	% of Total
TotalFinaElf	17.1
ExxonMobil	16.9
ChevronTexaco	8.3
BP	6.7
Shell	5.4
	54.4%

GSF Balance Sheet

December 31, 2003 (Dollars Millions)

Cash and Cash Equivalents	846
Total Debt	1,231
Net Debt	385
Equity	4,334
Total Capitalization	5,565

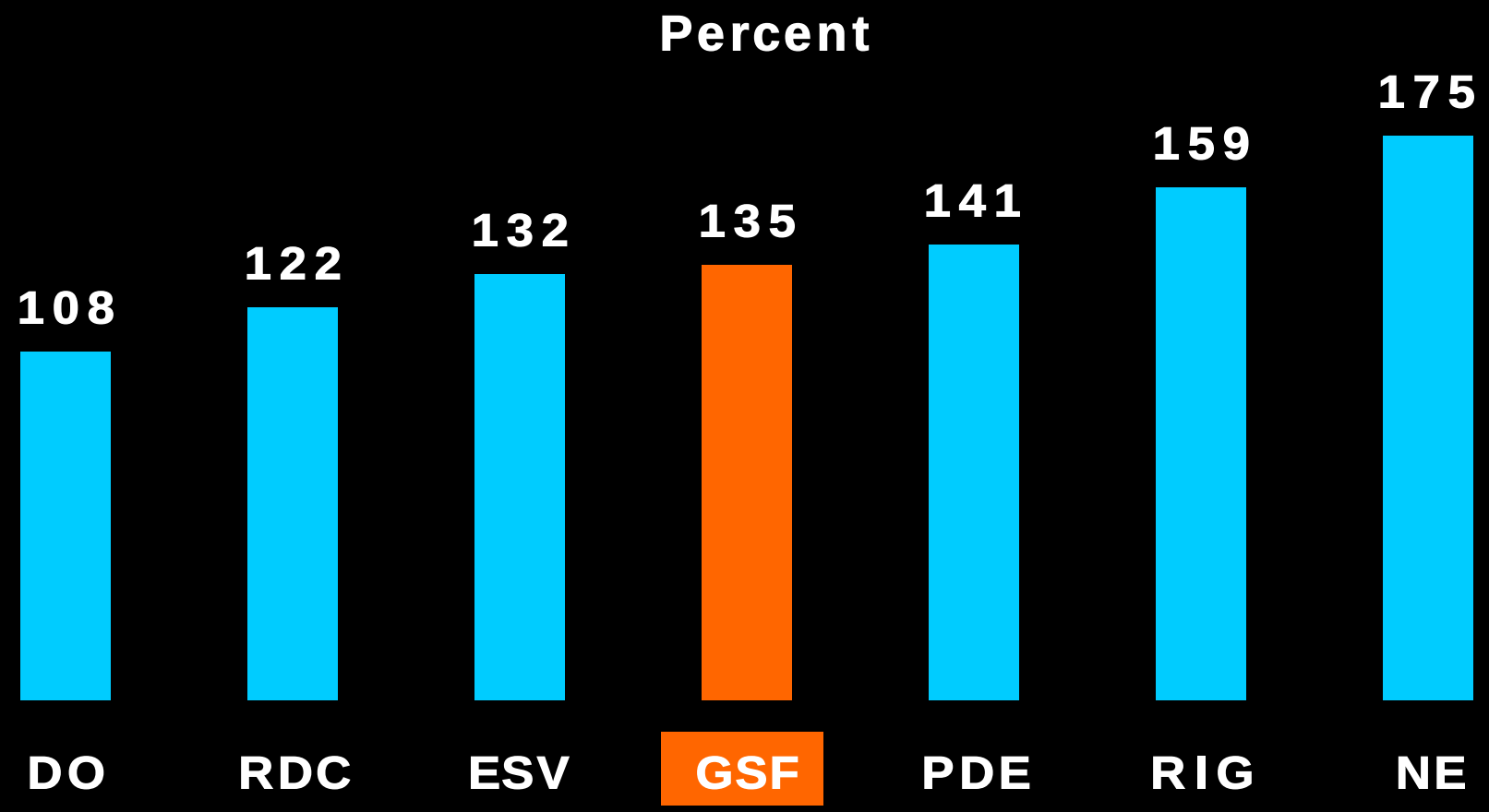
Total Debt to Total Capitalization: 22%

Net Debt to Total Capitalization: 7%

Note: Total Debt includes Capital Lease Obligations; Net Debt is Total Debt less Cash and Cash Equivalents

Stock Price / Net Asset Value Per Share

Closing Stock Price on March 25, 2004



Source: NAV per share from Jeffries & Company, Inc. – January/February 2004

Conclusion – For the Investor

Why GSF?

- Strong Long Term Industry Fundamentals
- Geographic Diversity of Quality Assets
- Quality Client Base
- Strong Balance Sheet
- Undervalued Relative to Peers

Note: See Forward Looking Statement Disclaimer - Page 2



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www.gsfdrill.com