

Form 5500 Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Annual Return/Report of Employee Benefit Plan This form is required to be filed for employee benefit plans under sections 104 and 4065 of the Employee Retirement Income Security Act of 1974 (ERISA) and sections 6047(e), and 6058(a) of the Internal Revenue Code (the Code). <p style="text-align: center;">▶ Complete all entries in accordance with the instructions to the Form 5500.</p>	OMB Nos. 1210-0110 1210-0089 2010 This Form is Open to Public Inspection
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Part I	Annual Report Identification Information
For calendar plan year 2010 or fiscal plan year beginning <u>01/01/2010</u> and ending <u>12/31/2010</u>	
A This return/report is for:	☐ a multiemployer plan; ☐ a multiple-employer plan; or ☒ a single-employer plan; ☐ a DFE (specify) ____
B This return/report is:	☐ the first return/report; ☐ the final return/report; ☒ an amended return/report; ☐ a short plan year return/report (less than 12 months).
C If the plan is a collectively-bargained plan, check here.	☐
D Check box if filing under:	☒ Form 5558; ☐ automatic extension; ☐ the DFVC program; ☐ special extension (enter description)

Part II	Basic Plan Information —enter all requested information				
1a Name of plan <u>WESTERNGECO SAVINGS AND PROFIT SHARING PLAN</u>	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">1b Three-digit plan number (PN) ▶</td> <td style="width: 20%; text-align: center;"><u>008</u></td> </tr> <tr> <td colspan="2">1c Effective date of plan <u>01/01/1990</u></td> </tr> </table>	1b Three-digit plan number (PN) ▶	<u>008</u>	1c Effective date of plan <u>01/01/1990</u>	
1b Three-digit plan number (PN) ▶	<u>008</u>				
1c Effective date of plan <u>01/01/1990</u>					
2a Plan sponsor's name and address (employer, if for a single-employer plan) (Address should include room or suite no.) <u>WESTERNGECO RESOURCES, INC.</u> <u>ATTN MARGARET G. BAILEY</u> <u>10001 RICHMOND AVENUE</u> <u>HOUSTON, TX 77042</u>	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td>2b Employer Identification Number (EIN) <u>76-0660256</u></td> </tr> <tr> <td>2c Sponsor's telephone number <u>713-689-9600</u></td> </tr> <tr> <td>2d Business code (see instructions) <u>211110</u></td> </tr> </table>	2b Employer Identification Number (EIN) <u>76-0660256</u>	2c Sponsor's telephone number <u>713-689-9600</u>	2d Business code (see instructions) <u>211110</u>	
2b Employer Identification Number (EIN) <u>76-0660256</u>					
2c Sponsor's telephone number <u>713-689-9600</u>					
2d Business code (see instructions) <u>211110</u>					

Caution: A penalty for the late or incomplete filing of this return/report will be assessed unless reasonable cause is established.

Under penalties of perjury and other penalties set forth in the instructions, I declare that I have examined this return/report, including accompanying schedules, statements and attachments, as well as the electronic version of this return/report, and to the best of my knowledge and belief, it is true, correct, and complete.

SIGN HERE	Filed with authorized/valid electronic signature.	10/15/2011	MARGARET BAILEY
	Signature of plan administrator	Date	Enter name of individual signing as plan administrator
SIGN HERE	Filed with authorized/valid electronic signature.	10/14/2011	DAVID MCGARTH LAND
	Signature of employer/plan sponsor	Date	Enter name of individual signing as employer or plan sponsor
SIGN HERE			
	Signature of DFE	Date	Enter name of individual signing as DFE

For Paperwork Reduction Act Notice and OMB Control Numbers, see the instructions for Form 5500.

Form 5500 (2010)
v.092307.1

3a Plan administrator's name and address (if same as plan sponsor, enter "Same") WESTERNGECO RESOURCES, INC. ATTN MARGARET G. BAILEY 10001 RICHMOND AVENUE HOUSTON, TX 77042	3b Administrator's EIN 76-0660256 3c Administrator's telephone number 713-689-9600
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4 If the name and/or EIN of the plan sponsor has changed since the last return/report filed for this plan, enter the name, EIN and the plan number from the last return/report: a Sponsor's name	4b EIN 4c PN
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5 Total number of participants at the beginning of the plan year	5	2901
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6 Number of participants as of the end of the plan year (welfare plans complete only lines 6a , 6b , 6c , and 6d).		
a Active participants.....	6a	1706
b Retired or separated participants receiving benefits.....	6b	2
c Other retired or separated participants entitled to future benefits.....	6c	1157
d Subtotal. Add lines 6a , 6b , and 6c	6d	2865
e Deceased participants whose beneficiaries are receiving or are entitled to receive benefits.....	6e	15
f Total. Add lines 6d and 6e	6f	2880
g Number of participants with account balances as of the end of the plan year (only defined contribution plans complete this item).....	6g	2782
h Number of participants that terminated employment during the plan year with accrued benefits that were less than 100% vested.....	6h	29

7 Enter the total number of employers obligated to contribute to the plan (only multiemployer plans complete this item)	7	
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8a If the plan provides pension benefits, enter the applicable pension feature codes from the List of Plan Characteristic Codes in the instructions:
 2E 2F 2G 2J 2K 2R 3H

b If the plan provides welfare benefits, enter the applicable welfare feature codes from the List of Plan Characteristic Codes in the instructions:

9a Plan funding arrangement (check all that apply) (1) ☐ Insurance (2) ☐ Code section 412(e)(3) insurance contracts (3) ☒ Trust (4) ☐ General assets of the sponsor	9b Plan benefit arrangement (check all that apply) (1) ☐ Insurance (2) ☐ Code section 412(e)(3) insurance contracts (3) ☒ Trust (4) ☐ General assets of the sponsor
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10 Check all applicable boxes in 10a and 10b to indicate which schedules are attached, and, where indicated, enter the number attached. (See instructions)

a Pension Schedules

- (1) ☒ **R** (Retirement Plan Information)
 (2) ☐ **MB** (Multiemployer Defined Benefit Plan and Certain Money Purchase Plan Actuarial Information) - signed by the plan actuary
 (3) ☐ **SB** (Single-Employer Defined Benefit Plan Actuarial Information) - signed by the plan actuary

b General Schedules

- (1) ☒ **H** (Financial Information)
 (2) ☐ **I** (Financial Information – Small Plan)
 (3) ☐ **A** (Insurance Information)
 (4) ☐ **C** (Service Provider Information)
 (5) ☒ **D** (DFE/Participating Plan Information)
 (6) ☐ **G** (Financial Transaction Schedules)

<div>SCHEDULE D</div> <div>(Form 5500)</div> <div>Department of the Treasury Internal Revenue Service</div> <div>Department of Labor Employee Benefits Security Administration</div>		<div>DFE/Participating Plan Information</div> <div>This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA).</div> <div>▶ File as an attachment to Form 5500.</div>		<div>OMB No. 1210-0110</div> <div>2010</div> <div>This Form is Open to Public Inspection.</div>	
For calendar plan year 2010 or fiscal plan year beginning 01/01/2010 and ending 12/31/2010					
A Name of plan WESTERNGECO SAVINGS AND PROFIT SHARING PLAN				B Three-digit plan number (PN) ▶ 008	
C Plan or DFE sponsor's name as shown on line 2a of Form 5500 WESTERNGECO RESOURCES, INC.				D Employer Identification Number (EIN) 76-0660256	
Part I Information on interests in MTIAs, CCTs, PSAs, and 103-12 IEs (to be completed by plans and DFEs) (Complete as many entries as needed to report all interests in DFEs)					
a Name of MTIA, CCT, PSA, or 103-12 IE: SCHLUM MASTER PROFIT SHARING TRUST					
b Name of sponsor of entity listed in (a): SCHLUMBERGER LIMITED					
c EIN-PN 36-6913039-010		d Entity code M		e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) 280362515	
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code		e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)	
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code		e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)	
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code		e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)	
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code		e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)	
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code		e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)	
a Name of MTIA, CCT, PSA, or 103-12 IE:					
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a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code		e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)	
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code		e Dollar value of interest in MTIA, CCT, PSA, or	

a Name of MTIA, CCT, PSA, or 103-12 IE:**b** Name of sponsor of entity listed in (a):**c** EIN-PN**d** Entity
code**e** Dollar value of interest in MTIA, CCT, PSA, or
103-12 IE at end of year (see instructions)**a** Name of MTIA, CCT, PSA, or 103-12 IE:**b** Name of sponsor of entity listed in (a):**c** EIN-PN**d** Entity
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code**e** Dollar value of interest in MTIA, CCT, PSA, or
103-12 IE at end of year (see instructions)

Part II Information on Participating Plans (to be completed by DFEs)

(Complete as many entries as needed to report all participating plans)

a Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
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plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN

SCHEDULE H (Form 5500) <small>Department of the Treasury Internal Revenue Service</small> <small>Department of Labor Employee Benefits Security Administration</small> <small>Pension Benefit Guaranty Corporation</small>	Financial Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA), and section 6058(a) of the Internal Revenue Code (the Code). ► File as an attachment to Form 5500.	<small>OMB No. 1210-0110</small> 2010 This Form is Open to Public Inspection
For calendar plan year 2010 or fiscal plan year beginning <u>01/01/2010</u> and ending <u>12/31/2010</u>		
A Name of plan <u>WESTERNGECO SAVINGS AND PROFIT SHARING PLAN</u>	B Three-digit plan number (PN) ►	<u>008</u>
C Plan sponsor's name as shown on line 2a of Form 5500 <u>WESTERNGECO RESOURCES, INC.</u>	D Employer Identification Number (EIN) <u>76-0660256</u>	

Part I	Asset and Liability Statement		
1 Current value of plan assets and liabilities at the beginning and end of the plan year. Combine the value of plan assets held in more than one trust. Report the value of the plan's interest in a commingled fund containing the assets of more than one plan on a line-by-line basis unless the value is reportable on lines 1c(9) through 1c(14). Do not enter the value of that portion of an insurance contract which guarantees, during this plan year, to pay a specific dollar benefit at a future date. Round off amounts to the nearest dollar. MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 1b(1), 1b(2), 1c(8), 1g, 1h, and 1i. CCTs, PSAs, and 103-12 IEs also do not complete lines 1d and 1e. See instructions.			
	Assets	(a) Beginning of Year	(b) End of Year
a Total noninterest-bearing cash	1a		
b Receivables (less allowance for doubtful accounts):			
(1) Employer contributions	1b(1)	4583715	4797262
(2) Participant contributions	1b(2)	233753	227343
(3) Other	1b(3)		
c General investments:			
(1) Interest-bearing cash (include money market accounts & certificates of deposit)	1c(1)		
(2) U.S. Government securities	1c(2)		
(3) Corporate debt instruments (other than employer securities):			
(A) Preferred	1c(3)(A)		
(B) All other	1c(3)(B)		
(4) Corporate stocks (other than employer securities):			
(A) Preferred	1c(4)(A)		
(B) Common	1c(4)(B)		
(5) Partnership/joint venture interests	1c(5)		
(6) Real estate (other than employer real property)	1c(6)		
(7) Loans (other than to participants)	1c(7)		
(8) Participant loans	1c(8)	2008705	2040487
(9) Value of interest in common/collective trusts	1c(9)		
(10) Value of interest in pooled separate accounts	1c(10)		
(11) Value of interest in master trust investment accounts	1c(11)	251526593	280362515
(12) Value of interest in 103-12 investment entities	1c(12)		
(13) Value of interest in registered investment companies (e.g., mutual funds)	1c(13)		
(14) Value of funds held in insurance company general account (unallocated contracts)	1c(14)		
(15) Other	1c(15)		

1d Employer-related investments:		(a) Beginning of Year	(b) End of Year
(1) Employer securities	1d(1)		
(2) Employer real property	1d(2)		
e Buildings and other property used in plan operation	1e		
f Total assets (add all amounts in lines 1a through 1e)	1f	258352766	287427607

Liabilities

g Benefit claims payable	1g		
h Operating payables	1h		
i Acquisition indebtedness	1i		
j Other liabilities	1j		
k Total liabilities (add all amounts in lines 1g through 1j)	1k	0	0

Net Assets

l Net assets (subtract line 1k from line 1f)	1l	258352766	287427607
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Part II Income and Expense Statement

2 Plan income, expenses, and changes in net assets for the year. Include all income and expenses of the plan, including any trust(s) or separately maintained fund(s) and any payments/receipts to/from insurance carriers. Round off amounts to the nearest dollar. MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 2a, 2b(1)(E), 2e, 2f, and 2g.

Income

		(a) Amount	(b) Total
a Contributions:			
(1) Received or receivable in cash from: (A) Employers	2a(1)(A)	5951136	
(B) Participants	2a(1)(B)	9080042	
(C) Others (including rollovers)	2a(1)(C)	24947	
(2) Noncash contributions	2a(2)		
(3) Total contributions. Add lines 2a(1)(A) , (B) , (C) , and line 2a(2)	2a(3)		15056125
b Earnings on investments:			
(1) Interest:			
(A) Interest-bearing cash (including money market accounts and certificates of deposit)	2b(1)(A)		
(B) U.S. Government securities	2b(1)(B)		
(C) Corporate debt instruments	2b(1)(C)		
(D) Loans (other than to participants)	2b(1)(D)		
(E) Participant loans	2b(1)(E)	96302	
(F) Other	2b(1)(F)		
(G) Total interest. Add lines 2b(1)(A) through (F)	2b(1)(G)		96302
(2) Dividends: (A) Preferred stock	2b(2)(A)		
(B) Common stock	2b(2)(B)		
(C) Registered investment company shares (e.g. mutual funds)	2b(2)(C)		
(D) Total dividends. Add lines 2b(2)(A) , (B) , and (C)	2b(2)(D)		0
(3) Rents	2b(3)		
(4) Net gain (loss) on sale of assets: (A) Aggregate proceeds	2b(4)(A)		
(B) Aggregate carrying amount (see instructions)	2b(4)(B)		
(C) Subtract line 2b(4)(B) from line 2b(4)(A) and enter result	2b(4)(C)		0

		(a) Amount	(b) Total
2b (5) Unrealized appreciation (depreciation) of assets: (A) Real estate.....	2b(5)(A)		
(B) Other	2b(5)(B)		
(C) Total unrealized appreciation of assets. Add lines 2b(5)(A) and (B).....	2b(5)(C)		0
(6) Net investment gain (loss) from common/collective trusts	2b(6)		
(7) Net investment gain (loss) from pooled separate accounts	2b(7)		
(8) Net investment gain (loss) from master trust investment accounts	2b(8)		28599328
(9) Net investment gain (loss) from 103-12 investment entities	2b(9)		
(10) Net investment gain (loss) from registered investment companies (e.g., mutual funds).....	2b(10)		
c Other income.....	2c		
d Total income. Add all income amounts in column (b) and enter total.....	2d		43751755

Expenses

e Benefit payment and payments to provide benefits:			
(1) Directly to participants or beneficiaries, including direct rollovers	2e(1)	13835568	
(2) To insurance carriers for the provision of benefits	2e(2)		
(3) Other	2e(3)		
(4) Total benefit payments. Add lines 2e(1) through (3).....	2e(4)		13835568
f Corrective distributions (see instructions)	2f		
g Certain deemed distributions of participant loans (see instructions).....	2g		
h Interest expense.....	2h		
i Administrative expenses: (1) Professional fees	2i(1)		
(2) Contract administrator fees	2i(2)		
(3) Investment advisory and management fees	2i(3)		
(4) Other	2i(4)		
(5) Total administrative expenses. Add lines 2i(1) through (4).....	2i(5)		0
j Total expenses. Add all expense amounts in column (b) and enter total.....	2j		13835568

Net Income and Reconciliation

k Net income (loss). Subtract line 2j from line 2d.....	2k		29916187
l Transfers of assets:			
(1) To this plan.....	2l(1)		
(2) From this plan	2l(2)		841346

Part III Accountant's Opinion

3 Complete lines 3a through 3c if the opinion of an independent qualified public accountant is attached to this Form 5500. Complete line 3d if an opinion is not attached.

a The attached opinion of an independent qualified public accountant for this plan is (see instructions):

(1) ☒ Unqualified (2) ☐ Qualified (3) ☐ Disclaimer (4) ☐ Adverse

b Did the accountant perform a limited scope audit pursuant to 29 CFR 2520.103-8 and/or 103-12(d)? ☐ Yes ☒ No

c Enter the name and EIN of the accountant (or accounting firm) below:

(1) Name: SALIBELLO & BRODER LLP

(2) EIN: 13-3051814

d The opinion of an independent qualified public accountant is **not attached** because:

(1) ☐ This form is filed for a CCT, PSA, or MTIA. (2) ☐ It will be attached to the next Form 5500 pursuant to 29 CFR 2520.104-50.

Part IV Compliance Questions

- 4** CCTs and PSAs do not complete Part IV. MTIAs, 103-12 IEs, and GIAs do not complete 4a, 4e, 4f, 4g, 4h, 4k, 4m, 4n, or 5. 103-12 IEs also do not complete 4j and 4l. MTIAs also do not complete 4l.

During the plan year:

	Yes	No	Amount
a Was there a failure to transmit to the plan any participant contributions within the time period described in 29 CFR 2510.3-102? Continue to answer "Yes" for any prior year failures until fully corrected. (See instructions and DOL's Voluntary Fiduciary Correction Program.).....		X	
b Were any loans by the plan or fixed income obligations due the plan in default as of the close of the plan year or classified during the year as uncollectible? Disregard participant loans secured by participant's account balance. (Attach Schedule G (Form 5500) Part I if "Yes" is checked.).....		X	
c Were any leases to which the plan was a party in default or classified during the year as uncollectible? (Attach Schedule G (Form 5500) Part II if "Yes" is checked.)		X	
d Were there any nonexempt transactions with any party-in-interest? (Do not include transactions reported on line 4a. Attach Schedule G (Form 5500) Part III if "Yes" is checked.).....		X	
e Was this plan covered by a fidelity bond?.....	X		500000
f Did the plan have a loss, whether or not reimbursed by the plan's fidelity bond, that was caused by fraud or dishonesty?		X	
g Did the plan hold any assets whose current value was neither readily determinable on an established market nor set by an independent third party appraiser?		X	
h Did the plan receive any noncash contributions whose value was neither readily determinable on an established market nor set by an independent third party appraiser?		X	
i Did the plan have assets held for investment? (Attach schedule(s) of assets if "Yes" is checked, and see instructions for format requirements.).....	X		
j Were any plan transactions or series of transactions in excess of 5% of the current value of plan assets? (Attach schedule of transactions if "Yes" is checked, and see instructions for format requirements.).....		X	
k Were all the plan assets either distributed to participants or beneficiaries, transferred to another plan, or brought under the control of the PBGC?.....		X	
l Has the plan failed to provide any benefit when due under the plan?		X	
m If this is an individual account plan, was there a blackout period? (See instructions and 29 CFR 2520.101-3.).....		X	
n If 4m was answered "Yes," check the "Yes" box if you either provided the required notice or one of the exceptions to providing the notice applied under 29 CFR 2520.101-3.		X	

- 5a** Has a resolution to terminate the plan been adopted during the plan year or any prior plan year?
If yes, enter the amount of any plan assets that reverted to the employer this year ☐ Yes ☒ No Amount:

- 5b** If, during this plan year, any assets or liabilities were transferred from this plan to another plan(s), identify the plan(s) to which assets or liabilities were transferred. (See instructions.)

5b(1) Name of plan(s)	5b(2) EIN(s)	5b(3) PN(s)
SCHLUMBERGER LIMITED SAVINGS AND PROFIT SHARING PLAN	52-0684746	015
SCHLUMBERGER TECHNOLOGY CORPORATION SAVINGS AND PROFIT SHARING PLAN	22-1692661	016

SCHEDULE R (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Retirement Plan Information This schedule is required to be filed under section 104 and 4065 of the Employee Retirement Income Security Act of 1974 (ERISA) and section 6058(a) of the Internal Revenue Code (the Code). ▶ File as an attachment to Form 5500.	OMB No. 1210-0110 2010 This Form is Open to Public Inspection.
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For calendar plan year 2010 or fiscal plan year beginning 01/01/2010 and ending 12/31/2010

A Name of plan <u>WESTERNGECO SAVINGS AND PROFIT SHARING PLAN</u>	B Three-digit plan number (PN) ▶ <u>008</u>
C Plan sponsor's name as shown on line 2a of Form 5500 <u>WESTERNGECO RESOURCES, INC.</u>	D Employer Identification Number (EIN) <u>76-0660256</u>

Part I	Distributions
---------------	----------------------

All references to distributions relate only to payments of benefits during the plan year.

1 Total value of distributions paid in property other than in cash or the forms of property specified in the instructions.....	1	<u>0</u>
2 Enter the EIN(s) of payor(s) who paid benefits on behalf of the plan to participants or beneficiaries during the year (if more than two, enter EINs of the two payors who paid the greatest dollar amounts of benefits): EIN(s): <u>36-6913039</u>		
Profit-sharing plans, ESOPs, and stock bonus plans, skip line 3.		
3 Number of participants (living or deceased) whose benefits were distributed in a single sum, during the plan year.....	3	

Part II	Funding Information (If the plan is not subject to the minimum funding requirements of section 412 of the Internal Revenue Code or ERISA section 302, skip this Part)
----------------	--

4 Is the plan administrator making an election under Code section 412(d)(2) or ERISA section 302(d)(2)?.....	☐ Yes	☐ No	☐ N/A
If the plan is a defined benefit plan, go to line 8.			
5 If a waiver of the minimum funding standard for a prior year is being amortized in this plan year, see instructions and enter the date of the ruling letter granting the waiver. Date: Month _____ Day _____ Year _____ If you completed line 5, complete lines 3, 9, and 10 of Schedule MB and do not complete the remainder of this schedule.			
6 a Enter the minimum required contribution for this plan year	6a		
b Enter the amount contributed by the employer to the plan for this plan year	6b		
c Subtract the amount in line 6b from the amount in line 6a. Enter the result (enter a minus sign to the left of a negative amount).....	6c		
If you completed line 6c, skip lines 8 and 9.			
7 Will the minimum funding amount reported on line 6c be met by the funding deadline?	☐ Yes	☐ No	☐ N/A
8 If a change in actuarial cost method was made for this plan year pursuant to a revenue procedure providing automatic approval for the change or a class ruling letter, does the plan sponsor or plan administrator agree with the change?.....	☐ Yes	☐ No	☐ N/A

Part III	Amendments
-----------------	-------------------

9 If this is a defined benefit pension plan, were any amendments adopted during this plan year that increased or decreased the value of benefits? If yes, check the appropriate box(es). If no, check the "No" box.....	☐ Increase	☐ Decrease	☐ Both	☐ No
--	-----------------------------------	-----------------------------------	-------------------------------	-----------------------------

Part IV	ESOPs (see instructions). If this is not a plan described under Section 409(a) or 4975(e)(7) of the Internal Revenue Code, skip this Part.
----------------	---

10 Were unallocated employer securities or proceeds from the sale of unallocated securities used to repay any exempt loan?.....	☐ Yes	☐ No
11 a Does the ESOP hold any preferred stock?	☐ Yes	☐ No
b If the ESOP has an outstanding exempt loan with the employer as lender, is such loan part of a "back-to-back" loan? (See instructions for definition of "back-to-back" loan.)	☐ Yes	☐ No
12 Does the ESOP hold any stock that is not readily tradable on an established securities market?	☐ Yes	☐ No

For Paperwork Reduction Act Notice and OMB Control Numbers, see the instructions for Form 5500.

Schedule R (Form 5500) 2010
v.092308.1

Part V Additional Information for Multiemployer Defined Benefit Pension Plans

13 Enter the following information for each employer that contributed more than 5% of total contributions to the plan during the plan year (measured in dollars). See instructions. *Complete as many entries as needed to report all applicable employers.*

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month Day Year

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents)

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify):

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month Day Year

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents)

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify):

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month Day Year

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents)

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify):

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month Day Year

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents)

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify):

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month Day Year

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents)

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify):

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month Day Year

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents)

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify):

- 14** Enter the number of participants on whose behalf no contributions were made by an employer as an employer of the participant for:

a The current year	14a	
b The plan year immediately preceding the current plan year	14b	
c The second preceding plan year	14c	

- 15** Enter the ratio of the number of participants under the plan on whose behalf no employer had an obligation to make an employer contribution during the current plan year to:

a The corresponding number for the plan year immediately preceding the current plan year	15a	
b The corresponding number for the second preceding plan year	15b	

- 16** Information with respect to any employers who withdrew from the plan during the preceding plan year:

a Enter the number of employers who withdrew during the preceding plan year	16a	
b If item 16a is greater than 0, enter the aggregate amount of withdrawal liability assessed or estimated to be assessed against such withdrawn employers	16b	

- 17** If assets and liabilities from another plan have been transferred to or merged with this plan during the plan year, check box and see instructions regarding supplemental information to be included as an attachment. ☐

Part VI Additional Information for Single-Employer and Multiemployer Defined Benefit Pension Plans

- 18** If any liabilities to participants or their beneficiaries under the plan as of the end of the plan year consist (in whole or in part) of liabilities to such participants and beneficiaries under two or more pension plans as of immediately before such plan year, check box and see instructions regarding supplemental information to be included as an attachment ☐

- 19** If the total number of participants is 1,000 or more, complete items (a) through (c)

- a** Enter the percentage of plan assets held as:

Stock: _____% Investment-Grade Debt: _____% High-Yield Debt: _____% Real Estate: _____% Other: _____%

- b** Provide the average duration of the combined investment-grade and high-yield debt:

☐ 0-3 years ☐ 3-6 years ☐ 6-9 years ☐ 9-12 years ☐ 12-15 years ☐ 15-18 years ☐ 18-21 years ☐ 21 years or more

- c** What duration measure was used to calculate item 19(b)?

☐ Effective duration ☐ Macaulay duration ☐ Modified duration ☐ Other (specify): _____

**WESTERNGECO SAVINGS AND
PROFIT SHARING PLAN**

**FINANCIAL STATEMENTS
AND SUPPLEMENTAL SCHEDULE**

**For The Years Ended December 31, 2010 And 2009
With Independent Auditors' Report**

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

TABLE OF CONTENTS

	<u>Page(s)</u>
Independent auditors' report	1 – 2
<u>Financial statements:</u>	
Statements of net assets available for benefits	3
Statements of changes in net assets available for benefits	4
Notes to financial statements	5 – 41
<u>Supplemental schedule*:</u>	
Schedule H (Form 5500) – Line 4i: Schedule of assets (held at end of year)	42

*Other schedules required by Section 2520.103-10 are omitted because they are not applicable.

Salibello & Broder LLP

Certified Public Accountants

633 Third Avenue, New York, NY 10017
212-315-5000 Fax: 212-397-5832

INDEPENDENT AUDITORS' REPORT

To the Participants and Plan Administrator of the
WesternGeco Savings and Profit Sharing Plan

We have audited the accompanying statements of net assets available for benefits of the WesternGeco Savings and Profit Sharing Plan (the "Plan") as of December 31, 2010 and 2009, and the related statements of changes in net assets available for benefits for the years then ended. These financial statements are the responsibility of the Plan's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Plan's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the net assets available for benefits of the Plan as of December 31, 2010 and 2009, and the changes in net assets available for benefits for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Our audits were performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying supplemental schedule of assets (held at end of year) as of December 31, 2010 is presented for the purpose of additional analysis and is not a required part of the basic financial statements but is supplementary information required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. This supplemental schedule is the responsibility of the Plan's management. The supplemental schedule has been subjected to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

A handwritten signature in black ink that reads "Salibello & Broder LLP". The signature is written in a cursive, flowing style.

October 12, 2011

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN
STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS
DECEMBER 31, 2010 AND 2009

	<u>2010</u>	<u>2009</u>
Investments, at fair value:		
Plan interest in Schlumberger		
Master Profit Sharing Trust	<u>\$ 280,362,515</u>	<u>\$ 251,526,593</u>
Receivables:		
Employer contributions	4,797,262	4,583,715
Participant contributions	227,343	233,753
Notes receivable from participants	<u>2,040,487</u>	<u>2,286,934</u>
Total receivables	<u>7,065,092</u>	<u>7,104,402</u>
Net assets available for benefits	<u>\$ 287,427,607</u>	<u>\$ 258,630,995</u>

The accompanying notes are an integral part of these financial statements.

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

STATEMENTS OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS

FOR THE YEARS ENDED DECEMBER 31, 2010 AND 2009

	<u>2010</u>	<u>2009</u>
<u>ADDITIONS</u>		
Contributions:		
Employer, net	\$ 5,951,136	\$ 5,615,852
Participants	9,080,042	8,808,777
Rollover	24,947	9,370
	<u>15,056,125</u>	<u>14,433,999</u>
Plan interest in the Schlumberger Master Profit Sharing Trust investment income	28,321,099	39,858,192
Interest income on notes receivable from participants	<u>96,302</u>	<u>131,575</u>
Total additions	<u>43,473,526</u>	<u>54,423,766</u>
<u>DEDUCTIONS</u>		
Benefits paid to participants	13,835,568	10,170,065
Net transfers to affiliated plans	<u>841,346</u>	<u>72,282</u>
Total deductions	<u>14,676,914</u>	<u>10,242,347</u>
Net increase	28,796,612	44,181,419
Net assets available for benefits:		
Beginning of year	<u>258,630,995</u>	<u>214,449,576</u>
End of year	<u>\$ 287,427,607</u>	<u>\$ 258,630,995</u>

The accompanying notes are an integral part of these financial statements.

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 1 - Description of the Plan

The following brief description of the WesternGeco Savings and Profit Sharing Plan (the “Plan”) provides only general information. Participants should refer to the Plan document for a more complete description of the Plan provisions.

General

The Plan is a defined contribution plan covering all full-time employees of the WesternGeco Resources, Inc. (the “Company”) who have met certain requirements, including length of service. It is subject to the provisions of the Employee Retirement Income Security Act of 1974, as amended (“ERISA”).

The Plan is administered by an Administrative Committee, which is appointed by the Board of Directors of the Company in accordance with certain provisions of the plan document and is a named fiduciary under the provisions of Section (3)(21) of ERISA. The Administrative Committee, which normally consists of at least three persons, is responsible for general administration of the Plan.

The Finance Committee is appointed by the Board of Directors of Schlumberger Limited in accordance with certain provisions of the Schlumberger Master Profit Sharing Trust (the “Trust”) agreement and is a named fiduciary under the provisions of Section (3)(21) of ERISA. The Finance Committee communicates to The Northern Trust Company (the “Trustee”) the funding policies and methods which have been established to carry out the objectives of the Plan.

In the event of the Plan’s withdrawal from the Trust, the Trustee shall set apart that portion or equitable share of the Trust allocated to participants in the Plan pursuant to a valuation and allocation of the Trust by the Trustee, subject to approval by the Finance Committee.

Eligibility

Each employee is eligible to become a participant in the Plan on the first day of the month following date of hire. Prior to January 1, 2009, employees were eligible to receive company matching and profit sharing contributions upon the completion of one year of eligibility service (i.e., 1,000 hours in twelve consecutive months). Effective January 1, 2009, the Plan was amended to eliminate the one-year eligibility service requirement for Company matching contributions.

Effective October 1, 2004, any employee hired prior to this date received an enhanced benefit from the Plan in lieu of continued participation in the WesternGeco Resources, Inc. Pension Plan (the “Pension Plan”) if they irrevocably elected to cease participation in the Pension Plan on or after January 1, 2005.

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 1 - Description of the Plan (cont'd)

Eligibility (cont'd)

Effective March 1, 2006, the Plan was amended to provide for automatic 401(k) enrollments for all employees hired on and after such date equal to 6% of admissible compensation to be deducted as soon as practicable following employment unless the participant elects otherwise.

Contributions

Participants may elect to defer, as their pretax savings contributions, any whole percentage of their admissible compensation, as defined by the Plan, from a minimum of 1% to a maximum of 15% for highly compensated employees and 20% for non-highly compensated employees, subject to certain limitations set forth in the Internal Revenue Code ("IRC"). Company profit sharing contributions are discretionary and, when added together with the basic matching contribution and supplemental matching contribution, may not exceed 15% of admissible compensation of the participating employees. Employees age 50 and older may elect to contribute a catch-up contribution. The limit set by the Internal Revenue Service ("IRS") for catch-up contributions during 2010 and 2009 was \$5,500.

For employees hired prior to October 1, 2004 and who did not elect to cease participation in the Pension Plan, the Company provides a matching contribution equal to 50% of the first 6% of employee pre-tax contributions in profitable years. In years the Company is not profitable, the matching contribution is limited to \$1,000. For employees hired on or after October 1, 2004, the Company provides a matching contribution equal to 100% of the first 3% of employee pre-tax contributions; and, in profitable years, provides an additional matching contribution equal to 100% of the next 3% of employee pre-tax contributions. In years the Company is not profitable, the matching contribution that is made subject to profitability is limited to \$1,000. The Company also may make an additional discretionary contribution for all eligible employees. Company contributions that are discretionary and/or subject to profitability are funded in the year following the year to which they relate.

Vesting

Participants are immediately vested in their voluntary contributions plus actual earnings thereon. Vesting in Company contributions plus actual earnings thereon is based on years of active service, as defined in the Plan document. A participant is 33-1/3% vested after two years, 66-2/3% vested after three years, and 100% vested after four years of active service.

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 1 - Description of the Plan (cont'd)

Participant accounts

Each participant's account is credited with the participant's contribution and an allocation of the Company's contribution, Plan earnings, and forfeitures of terminated participants' nonvested accounts (if applicable). Allocations are based on participant admissible compensation or account balances, as defined in the Plan document. The benefit to which a participant is entitled is the benefit that can be provided from the participant's vested account.

Notes receivable from participants

Participants may obtain loans from the Plan, which are secured by the vested balance in their account. The Plan limits one outstanding loan per participant at any time. Loans may not exceed five years. The minimum loan is \$1,000 and the maximum is the lower of \$50,000 or 50% of a participant's vested account balance, subject to IRS required limitations. Interest rates applicable to Plan loans are based on prime lending rate. Changes in the prime lending rate are effective on the first business day of the month subsequent to the change.

Distributions

Distributions to deceased, retired or terminated participants are made based upon the participants' account balances and their vested interest therein at the time of withdrawal from the Plan.

Forfeitures

Forfeited non-vested amounts are first used to restore forfeited amounts into participant's accounts. The remaining forfeiture amounts may be used to reduce future employer contributions to the Plan, pay administrative expenses of the Plan, or will be reallocated among the Plan participants who are entitled to share in the profit sharing contribution for the Plan year in a ratio as specified in the Plan document.

Forfeited accounts for the years ended December 31, 2010 and 2009 amounted to \$169,358 and \$113,654, respectively. During the years ended December 31, 2010 and 2009, forfeitures in the amount of \$6,815 and \$0, respectively, were used to restore participant's accounts and \$420,997 and \$23,034, respectively, were used to reduce the employer contribution.

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 2 - Summary of significant accounting policies

Basis of accounting

The accompanying financial statements of the Plan are prepared under the accrual basis of accounting.

Use of estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires the Plan's management to make estimates and assumptions that affect certain reported amounts and disclosures in the Plan's financial statements. Accordingly, actual results could differ from those estimates.

Valuation of investments

The Plan has an allocable interest in the net assets of the Trust which serves as the investing medium for this Plan and certain other plans of Schlumberger Limited and its affiliates. The Plan's interest in the Trust is stated at fair value, as determined by the Trustee, and consists of an allocation of the Trust's net assets that is based upon cumulative employer and employee contributions, net of benefits paid to terminated and retired participants, and allocations of Trust's investment income.

The Trust owns a proportionate share of the net asset value of the Schlumberger Group Trust (the "Group Trust") which, in 2009, invested in a fully benefit-responsive investment contract that was 100% allocable to the Trust. Investment contracts held by a defined contribution plan are required to be reported at fair value. However, contract value is the relevant measurement attribute for that portion of the net assets available for benefits of a defined contribution plan attributable to fully benefit-responsive investment contracts because contract value is the amount participants would receive if they were to initiate permitted transactions under the terms of the plan. The statement of net assets available for benefits presents the fair value of the investment contracts as well as the adjustment of the fully benefit-responsive investment contract from fair value to contract value, if deemed necessary. The statement of changes in net assets available for benefits is prepared on a contract value basis. As of December 31, 2009, the Trust has liquidated its entire interest in the fully benefit-responsive investment contract.

The Plan follows the provisions of Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") under Topic 820, "Fair Value Measurement." Under FASB ASC Topic 820, fair value is defined as the price that would be received to sell an asset or paid to transfer a liability (i.e., the exit price) in an orderly transaction between market participants at the measurement date.

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 2 - Summary of significant accounting policies (cont'd)

Valuation of investments (cont'd)

FASB ASC Topic 820 establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under FASB ASC Topic 820 are as described as follows:

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Plan has the ability to access.

Level 2 Inputs to the valuation methodology include:

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in inactive markets;
- inputs other than quoted prices that are observable for the asset or liability;
- inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of relevant observable inputs and minimize the use of unobservable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability developed based on market data obtained from sources independent of the Plan. Unobservable inputs are inputs that reflect the Plan's own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available in the circumstances. Changes in economic conditions or valuation techniques may require the transfer of financial instruments from one fair value level to another. In such instances, the transfer is reported at the beginning of the reporting period. See Notes 5 and 6 for the disclosures required by FASB ASC Topic 820 with regard to Plan investments.

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 2 - Summary of significant accounting policies (cont'd)

Valuation of investments (cont'd)

A fair value measurement is for a particular asset or liability. The unit of account determines what is being measured by reference to the level at which the asset or liability is aggregated (or disaggregated) for purposes of applying other accounting pronouncements. Accordingly, because the Plan does not hold shares of the Trust, the disclosures required by FASB ASC Topic 820 are required for the individual assets and liabilities under the Trust and are not required for the Plan's total interest in the Trust. In the same manner, the disclosures required by FASB ASC Topic 820 are required for the individual investments included in the self-directed investments. Similarly, since the Trust does not hold shares of the Group Trust, the disclosures required by FASB ASC Topic 820 are required for the individual assets and liabilities under the Group Trust and are not required for the Trust's total interest in the Group Trust. Likewise, since the Group Trust does not own shares of the different investment pools which are disclosed in Note 6, the disclosures required by FASB ASC Topic 820 are required for the individual assets and liabilities under each investment pool and are not required for the Group Trust's total interest in each of the investment pools.

In determining the fair value of assets and liabilities underlying the Trust, Group Trust and the investment pools owned by the Group Trust, the Trust and Group Trust use various inputs and valuation methodologies which are described in Notes 5 and 6. There have been no significant changes in the inputs or valuation methodologies used at December 31, 2010 and 2009.

Income taxes

The Plan evaluates each tax position individually using the recognition and measurement criteria established in FASB ASC Topic 740 "Income Taxes." That is, first, the Plan recognizes the financial statement benefit of a tax position if it determines that it is more likely than not (i.e., a likelihood of more than 50 percent), based on the technical merits, that the position will be sustained on examination. Then, the Plan measures the amount of benefit derived from such tax position as the largest amount of tax benefit that is greater than 50 percent likely of being realized upon settlement. The difference between a tax position taken or expected to be taken in a tax return and the tax benefit recognized and measured according to the aforementioned criteria is an unrecognized tax benefit for which a liability is created (and an expense is recorded). The Plan classifies interest and penalties associated with the liability for unrecognized tax benefits as income tax expense. The Plan is no longer subject to U.S. federal, state and local, or non-U.S. income tax examinations by tax authorities for years before 2007.

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 2 - Summary of significant accounting policies (cont'd)

Relevant accounting developments

In August 2009, the FASB issued ASU No. 2009-05, "Measuring Liabilities at Fair Value." ASU No. 2009-05 provides clarification that in circumstances in which a quoted price in active market for the identical liability is not available, a reporting entity is required to measure fair value using one or more of the following techniques: a) the quoted price of the identical liability when traded as an asset, b) quoted prices for similar liabilities when traded as assets, c) another valuation technique that is consistent with the principles of FASB ASC Topic 820. The adoption of the provisions of ASU No. 2009-05, as incorporated into FASB ASC Topic 820, as of January 1, 2010, did not have an impact on the Plan's financial statements.

In January 2010, the FASB issued Accounting Standards Update ("ASU") No. 2010-06, "Improving Disclosures About Fair Value Measurements." ASU No. 2010-06 requires a reporting entity to disclose separately the amounts of significant transfers in and out of Level 1 and Level 2 fair value measurements and the reasons for the transfers. ASU No. 2010-06 also requires a reporting entity to disclose separately, in the reconciliation for Level 3 fair value measurements, information about purchases, sales, issuances, and settlements. In addition, it clarifies existing disclosures about fair value measurements by requiring that such disclosures be made for each class of assets and liabilities. Finally, this accounting standard update clarifies that the disclosures about the valuation techniques and inputs used to measure fair value are required for fair value measurements that fall in either Level 2 or 3. The new disclosures and clarifications of existing disclosures are effective for the Plan annual periods beginning January 1, 2010, except for the disclosures about purchases, sales, issuances, and settlements in the roll forward of activity in Level 3 fair value measurements, which are effective for the Plan annual periods beginning January 1, 2011. The adoption of the provisions, effective January 1, 2010, of ASU No. 2010-06, as incorporated into FASB ASC Topic 820, did not have an impact on the Plan's financial statements. The adoption of the provisions effective beginning January 1, 2011 will require additional detailed disclosures in the reconciliation for Level 3 fair value measurements.

In September 2010, the FASB issued ASU No. 2010-25, "Reporting Loans to Participants by Defined Contribution Pension Plans," which amends FASB ASC Topic 962, "Plan Accounting – Defined Contribution Plans." Existing guidance required participant loans to be classified as plan investments, which generally were measured at fair value. ASU No. 2010-25 requires loans to participants to be classified as notes receivable from participants, which generally is measured at their unpaid principal balance. The amendments in ASU No. 2010-25 are to be applied retrospectively to all periods presented, effective for plan years ending after December 15, 2010. The Plan adopted the provisions of ASU No. 2010-25, retrospectively, as of January 1, 2009, and accordingly, reclassified the loans from investments and the interest on such loans from investment income.

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 2 - Summary of significant accounting policies (cont'd)

Relevant accounting developments (cont'd)

In May 2011, the FASB issued ASU No. 2011-04, "Amendments to Achieve Common Fair Value Measurement and Disclosure Requirements in U.S. GAAP and IFRSs." ASU No. 2011-04 was issued to provide a consistent definition of fair value between accounting principles generally accepted in the United States of America ("U.S. GAAP") and International Financial Reporting Standards ("IFRSs"). This pronouncement is effective for reporting periods beginning on or after December 15, 2011, with early adoption prohibited. Plan management currently is evaluating the impact of the adoption of ASU No. 2011-04 on the Plan's financial statements.

Risks and uncertainties

Due to various risks (i.e., interest rate, market and credit risk) associated with certain investments of the Trust and Group Trust, and the level of uncertainty related to changes in the value of investments, it is at least reasonably possible that changes in the values of the investments of the Trust and Group Trust will occur in the near term, and this could materially affect participants' account balances as well as the value of the Plan interest in the Trust and the corresponding investment income reported in the statements of net assets available for benefits and the statements of changes in net assets available for benefits, respectively.

The Trust and Group Trust invest in securities with contractual cash flows, such as asset-backed securities, collateralized mortgage obligations and commercial mortgage-backed securities. The value, liquidity and related income of these securities are sensitive to changes in economic conditions, including real estate value, delinquencies or defaults, or both, and may be adversely affected by shifts in the market's perception of the issuers and changes in interest rates.

Notes receivable from participants

Notes receivable from participants are measured at their unpaid principal balance plus any accrued but unpaid interest. Delinquent participant loans are reclassified as distributions based upon the terms of the written loan policy, which is promulgated by the Administrative Committee in accordance with applicable governmental regulations.

Expenses

Expenses incurred in the administration of the Plan, except expenses relating to securities transactions, are absorbed by the Company. Expenses are allocated to the Plan through its participation in the Trust.

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 2 - Summary of significant accounting policies (cont'd)

Benefit payments

Benefit payments are recorded when paid.

Note 3 - Plan termination

Although it has not expressed any intent to do so, the Company has the right under the Plan to discontinue its contributions at any time and to terminate the Plan subject to the terms of ERISA. In the event of Plan termination, participants will become 100% vested in their accounts.

Note 4 - Tax status

The Plan and Trust are exempt from taxation under the applicable sections of the IRC and have obtained a favorable tax determination letter on January 24, 2008 from the IRS. Plan management and tax counsel believe that the Plan, as amended, continues to qualify and to operate as designed.

Note 5 - Interest in the Schlumberger Master Profit Sharing Trust

The Plan's investments during the years ended December 31, 2010 and 2009 were entirely in the Trust. The Trust was established for the investment of assets of the Plan and other qualified profit sharing plans sponsored by Schlumberger Limited and its affiliates. Each participating plan has an allocable interest in the Trust. The assets of the Trust are held by the Trustee. At December 31, 2010 and 2009, the Plan's interest in the net assets of the Trust was approximately 10.19% (\$280.4 million) and 10.33% (\$251.5 million), respectively. Investment income and securities transaction expenses relating to the Trust are allocated to the individual plans based upon average monthly balances invested by each plan. The plans' balances reflect transfers to and from the individual plans as well as the plans' share of investment income.

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 5 - Interest in the Schlumberger Master Profit Sharing Trust (cont'd)

The following table presents the investments of the Trust:

(dollars in thousands)

	December 31,	
	2010	2009
Investments, at fair value:		
Trust interest in the Schlumberger Group Trust	\$ 2,592,485	\$ 2,294,019
Schlumberger Limited common stock	57,985	49,957
Dow common stock	2,851	2,469
Transocean Sedco Forex common stock	3,666	5,082
Short-term investments	11,312	10,312
Self-directed investments	83,032	73,334
	<u> </u>	<u> </u>
Total investments	<u>\$ 2,751,331</u>	<u>\$ 2,435,173</u>

The following table presents the investment income for the Trust:

(dollars in thousands)

	Year Ended December 31,	
	2010	2009
Investment income:		
Trust interest in the Schlumberger Group Trust income	\$ 288,686	\$ 390,507
Net appreciation (depreciation) in fair value of investments:		
Schlumberger Limited common stock	12,821	18,226
Dow common stock	538	1,092
Transocean Sedco Forex common stock	(807)	2,331
Self-directed investments	7,679	15,431
Net appreciation in fair value of investments	<u>20,231</u>	<u>37,080</u>
Dividends and interest	<u>1,709</u>	<u>1,620</u>
Total investment income	<u>\$ 310,626</u>	<u>\$ 429,207</u>

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 5 - Interest in the Schlumberger Master Profit Sharing Trust (cont'd)

The following tables set forth by level, within the fair value hierarchy discussed in Note 2, the Trust's assets at fair value as of December 31, 2010 and 2009. The following tables do not include the Trust's interest in the Group Trust because that information is presented in a separate table (see Note 6):

(dollars in thousands)

	Assets at Fair Value as of December 31, 2010			
	Level 1	Level 2	Level 3	Total
Cash and cash equivalents	\$ 11,510	\$ -	\$ -	\$ 11,510
Equity securities:				
U.S.:				
Common stocks and other equities	85,522	-	-	85,522
Mutual funds and other registered investment companies	41,527	-	-	41,527
International:				
Common stocks and other equities	8,643	-	-	8,643
Mutual funds and other registered investment companies	9,586	-	-	9,586
Debt securities:				
Corporate bonds and other fixed income obligations	38	569	-	607
Government and other related bonds	-	118	-	118
Other investments:				
Other short-term securities	-	1,087	-	1,087
	<u>\$ 156,826</u>	<u>\$ 1,774</u>	<u>\$ -</u>	<u>158,600</u>
Accrued income				<u>246</u>
Total assets				<u>\$ 158,846</u>

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 5 - Interest in the Schlumberger Master Profit Sharing Trust (cont'd)

(dollars in thousands)

	Assets at Fair Value as of December 31, 2009			
	Level 1	Level 2	Level 3	Total
Cash and cash equivalents	\$ 13,892	\$ 10,261	\$ -	\$ 24,153
Equity securities:				
U.S.:				
Common stocks and other equities	93,138	-	7	93,145
Mutual funds and other registered investment companies	10,095	-	-	10,095
International:				
Common stocks and other equities	10,978	-	-	10,978
Mutual funds and other registered investment companies	1,450	-	-	1,450
Debt securities:				
Corporate bonds and other fixed income obligations	-	433	-	433
Government and other related bonds	34	72	-	106
Other investments:				
Other short-term securities	-	548	-	548
	<u>\$ 129,587</u>	<u>\$ 11,314</u>	<u>\$ 7</u>	<u>140,908</u>
Accrued income				<u>246</u>
Total assets				<u>\$ 141,154</u>

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 5 - Interest in the Schlumberger Master Profit Sharing Trust (cont'd)

The following tables set forth a summary of changes in the fair value of the Trust's Level 3 assets for the years ended December 31, 2010 and 2009:

(dollars in thousands)

	Common stocks and other equities
Balance, December 31, 2009	\$ 7
Purchases, sales, issuances, and settlements (net)	(7)
Balance, December 31, 2010	\$ -

(dollars in thousands)

	Common stocks and other equities	Corporate bonds and other fixed income obligations
Balance, December 31, 2008	\$ 19	\$ 18
Unrealized gains relating to assets still held at year-end	1	2
Purchases, sales, issuances, and settlements (net)	(13)	(20)
Balance, December, 31, 2009	\$ 7	\$ -

For the year ended December 31, 2009, unrealized gains from Level 3 assets are reported in net appreciation in fair value of investments in the statement of changes in net assets of the Trust.

Valuation of investments

The Trust interest in the Group Trust is stated at fair value, as determined by the Trustee, which consists of an allocation of the Group Trust's net assets that is based on amounts contributed by the Trust, and a certain other trust and plan of Schlumberger Limited and its affiliates, net of distributions, that are invested by the Group Trust, and on a respective allocation of investment income and certain administrative expenses.

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 5 - Interest in the Schlumberger Master Profit Sharing Trust (cont'd)

Valuation of investments (cont'd)

Cash and cash equivalents are stated at fair value. Cash equivalents include highly liquid investments that are within three months of maturity when acquired, money market funds, and short-term investment funds. Money market funds are valued at fair value based on quoted prices in active markets. Short-term investment funds are stated using a constant price (or amortized cost) of \$1 per unit of participation, which approximates fair value. Other cash equivalents are valued on the basis of a bid evaluation or at amortized cost, which approximates fair value.

Common stocks and most of other equities are stated at fair value, as determined by closing quoted market prices in active markets in which the securities are traded. Certain other equity investments are valued at fair value based on mid prices (i.e., the average of the bid and ask prices).

Mutual funds and other registered investment companies are stated at fair value. Mutual funds are valued at quoted market prices (available to institutions and retail clients) which represent the net asset value of shares owned by the Trust at year-end. Certain other registered investment companies are valued based on the net asset value of the units owned by the Trust at year-end as determined by the investment manager of the other registered investment companies based on the fair value of the underlying investments of the other registered investment companies. Exchange traded funds, also considered to be other registered investment companies, are valued at quoted market prices, which may not represent the net asset value of the units owned by the Trust at year-end.

Corporate bonds and other fixed income obligations consist primarily of investment grade bonds from diversified industries. Corporate bonds and other fixed income obligations are stated at fair value. Certain corporate bonds and other fixed income obligations are valued based on a bid evaluation while others are valued based on mid and bid prices (i.e., a bid price represents a price a dealer is ready to pay for a security). Oftentimes, bid evaluations use proprietary models under a discounted cash flows approach that maximizes observable inputs, such as current yields of similar instruments, but includes adjustments for certain risks that may not be observable, such as credit and liquidity risks.

Government and other related bonds are comprised primarily of inflation protected U.S. treasuries, and to a lesser extent, other government-related securities (e.g., government agency obligations, municipal, and provincial bonds). Government and other related bonds are stated at fair value. Government and other related bonds, other than for those which have quoted market

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 5 - Interest in the Schlumberger Master Profit Sharing Trust (cont'd)

Valuation of investments (cont'd)

prices available, are valued based on a bid evaluation (i.e., an estimated price at which a dealer would pay for a security). Oftentimes, these evaluations use proprietary models under a discounted cash flows approach that maximizes observable inputs, such as current yields of similar instruments, but includes adjustments for certain risks that may not be observable, such as credit and liquidity risks.

Other short-term securities are valued at amortized cost, which approximates fair value.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Trust believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The disclosures required by FASB ASC Topic 820 are not required for accrued income.

Securities transactions and investment income

Net appreciation or depreciation in fair value of investments includes realized gains or losses on investments sold and unrealized gains or losses on investments held. Unrealized gains or losses on investments represent the change in the difference between the cost and fair value of investments at the end of the year and at the beginning of the year.

Purchases and sales of securities are recorded on a trade-date basis. Gains or losses on securities transactions are recorded as the difference between proceeds received and cost, with cost determined on the moving average basis. Interest income is recorded on the accrual basis. Dividend income is recorded on the ex-dividend date.

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 6 - Interest in the Schlumberger Group Trust

A portion of the Trust's investments are invested in the Group Trust. The Group Trust serves as the investing medium for the Trust and a certain other trust and plan of Schlumberger Limited and its affiliates. Each participating trust and plan has an allocable specific interest in the Group Trust. The assets of the Group Trust are held by the Trustee. At December 31, 2010 and 2009, the Trust's interest in the net assets of the Group Trust was approximately 50.22% (\$2.592 billion) and 51.34% (\$2.294 billion), respectively. Investment income and certain administrative expenses relating to the Group Trust are allocated to the individual trusts and plan based upon average monthly balances invested by each trust and plan in the underlying pooled investments of the Group Trust. Other administrative expenses are allocated to each trust and plan based on the specific services provided to them. The trusts' and plan's balances reflect transfers to and from the individual trusts and plan as well as the trusts' and plan's share of investment income.

At December 31, 2010 and 2009, the Trust's interest in the Group Trust investments was approximately as follows:

	<u>2010</u>	<u>2009</u>
U.S. Equities and Equity Index	48.12%	50.40%
Non-U.S. Equities	43.07%	46.37%
Fixed Income - Short Term	90.66%	84.27%
Fixed Income - Long Term	46.23%	45.58%
Guaranteed Investment Contracts ("GICs")	100.00%	100.00%
Treasury Inflation Protected Securities ("TIPS")	48.13%	36.42%

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 6 - Interest in the Schlumberger Group Trust (cont'd)

The following table presents the investments and liabilities of the Group Trust:

(dollars in thousands)

	December 31,	
	2010	2009
Investments, at fair value:		
Schlumberger U.S. Equity Pool and Equity Index Pool (including \$164,974 and \$125,007 of securities on loan at 2010 and 2009, respectively)	\$ 2,074,321	\$ 1,742,436
Schlumberger Non-U.S. Equity Pool (including \$25,404 and \$38,131 of securities on loan at 2010 and 2009, respectively)	908,108	711,218
Schlumberger Fixed Income - Short Term Pool (including \$19,905 and \$45,646 of securities on loan at 2010 and 2009, respectively)	381,900	418,842
Schlumberger Fixed Income - Long Term Pool (including \$186,323 and \$218,854 of securities on loan at 2010 and 2009, respectively)	1,463,181	1,283,624
GIC Pool	37,763	54,812
TIPS Pool	296,654	256,097
Short-term securities (security lending)	405,383	438,670
	<u>5,567,310</u>	<u>4,905,699</u>
Liabilities		
Obligation under security lending agreement	<u>405,383</u>	<u>438,670</u>
Net assets of the Group Trust	<u><u>\$ 5,161,927</u></u>	<u><u>\$ 4,467,029</u></u>

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 6 - Interest in the Schlumberger Group Trust (cont'd)

The following table presents the investment income for the Group Trust:

(dollars in thousands)

	Year Ended December 31,	
	2010	2009
Investment income:		
Net appreciation (depreciation) in fair value of investments:		
U.S. Equities and Equity Index	\$ 341,449	\$ 435,362
Non-U.S. Equities	98,861	191,004
Fixed Income - Short Term	(1,069)	108
Fixed Income - Long Term	57,793	50,994
Global Equities	-	(3,545)
GIC	302	(114)
TIPS	10,304	12,224
Net appreciation in fair value of investments	<u>507,640</u>	<u>686,033</u>
Dividends and interest	<u>105,850</u>	<u>97,577</u>
Total investment income	<u><u>\$ 613,490</u></u>	<u><u>\$ 783,610</u></u>

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 6 - Interest in the Schlumberger Group Trust (cont'd)

The following tables set forth by level, within the fair value hierarchy discussed in Note 2, the Group Trust's assets and liabilities underlying each investment pool at fair value as of December 31, 2010 and 2009:

(dollars in thousands)

	Assets at Fair Value as of December 31, 2010			
	Level 1	Level 2	Level 3	Total
Cash and cash equivalents	\$ 13,321	\$ 187,693	\$ -	\$ 201,014
Equity securities:				
U.S.:				
Common stocks and other equities	870,422	817	2,057	873,296
Mutual funds and other registered investment companies	294,502	-	-	294,502
Collective and other trusts	-	848,941	-	848,941
International:				
Common stocks and other equities	537,566	-	139	537,705
Mutual funds and other registered investment companies	137,730	190,416	-	328,146
Debt securities:				
Corporate bonds and other fixed income obligations	-	579,226	2,983	582,209
Government and other related bonds	-	886,510	352	886,862
Government mortgage-backed securities and other collateralized obligations	-	578,962	11,848	590,810
Other investments:				
GIC	-	37,441	-	37,441
Derivatives	123,615	3,823	-	127,438
Short-term securities under security lending program	-	405,383	-	405,383
Other short-term securities	-	14,486	-	14,486
	<u>\$ 1,977,156</u>	<u>\$ 3,733,698</u>	<u>\$ 17,379</u>	5,728,233
Due from brokers for securities sold				215,321
Accrued income and other assets				<u>19,603</u>
Total assets				<u>\$ 5,963,157</u>

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 6 - Interest in the Schlumberger Group Trust (cont'd)

(dollars in thousands)

	Liabilities at Fair Value as of December 31, 2010			
	Level 1	Level 2	Level 3	Total
Derivatives	\$ 124,148	\$ 6,979	\$ -	\$ 131,127
Other liabilities	-	2,600	59	2,659
Obligation under security lending agreement	-	405,383	-	405,383
	<u>\$ 124,148</u>	<u>\$ 414,962</u>	<u>\$ 59</u>	<u>539,169</u>
Due to brokers for securities purchased				<u>262,061</u>
Total liabilities				<u>\$ 801,230</u>

(dollars in thousands)

	Assets at Fair Value as of December 31, 2009			
	Level 1	Level 2	Level 3	Total
Cash and cash equivalents	\$ 26,146	\$ 216,803	\$ -	\$ 242,949
Equity securities:				
U.S.:				
Common stocks and other equities	691,071	29	-	691,100
Mutual funds and other registered investment companies	366,160	142,888	-	509,048
Collective and other trusts	-	734,901	-	734,901
International:				
Common stocks and other equities	436,474	352	1,400	438,226
Debt securities:				
Corporate bonds and other fixed income obligations	-	526,454	1,000	527,454
Government and other related bonds	-	663,790	353	664,143
Government mortgage-backed securities and other collateralized obligations	-	427,085	87	427,172
Other investments:				
GIC	-	54,811	-	54,811
Derivatives	-	67,368	54	67,422
Short-term securities under security lending program	-	438,670	-	438,670
Other short-term securities	-	18,500	-	18,500
	<u>\$ 1,519,851</u>	<u>\$ 3,291,651</u>	<u>\$ 2,894</u>	<u>4,814,396</u>
Due from brokers for securities sold				<u>313,825</u>
Accrued income and other assets				<u>18,266</u>
Total assets				<u>\$ 5,146,487</u>

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 6 - Interest in the Schlumberger Group Trust (cont'd)

(dollars in thousands)

	Liabilities at Fair Value as of December 31, 2009			
	Level 1	Level 2	Level 3	Total
Derivatives	\$ 1,455	\$ 65,591	\$ -	\$ 67,046
Other liabilities	300	3,582	259	4,141
Obligation under security lending agreement	-	438,670	-	438,670
	<u>\$ 1,755</u>	<u>\$ 507,843</u>	<u>\$ 259</u>	<u>509,857</u>
Due to brokers for securities purchased				<u>169,601</u>
Total liabilities				<u>\$ 679,458</u>

The following tables set forth a summary of changes in the fair value of the Group Trust's Level 3 assets for the years ended December 31, 2010 and 2009:

(dollars in thousands)

Level 3 Assets

	Common stocks and other equities	Corporate bonds and other fixed income obligations	Government and other related bonds	Government mortgage-backed securities and other collateralized obligations	Derivatives
Balance, December 31, 2009	\$ 1,400	\$ 1,000	\$ 353	\$ 87	\$ 54
Realized gains	109	82	-	6	-
Unrealized gains (losses) relating to assets still held at year-end	(1,285)	23	-	326	(54)
Transfers in and/or out of Level 3*	1,935	248	-	(204)	-
Purchases, sales, issuances, and settlements (net)	<u>37</u>	<u>1,630</u>	<u>(1)</u>	<u>11,633</u>	<u>-</u>
Balance, December 31, 2010	<u>\$ 2,196</u>	<u>\$ 2,983</u>	<u>\$ 352</u>	<u>\$ 11,848</u>	<u>\$ -</u>

* Transferred from Level 2 to Level 3 because of lack of observable market data due to decrease in market activity for these securities. Transferred from Level 3 to Level 2 because of availability of observable market data due to increase in market activity from a certain collateralized obligation security.

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 6 - Interest in the Schlumberger Group Trust (cont'd)

(dollars in thousands)

Level 3 Assets

	Common stocks and other equities	Corporate bonds and other fixed income obligations	Government and other related bonds	Government mortgage-backed securities and other collateralized obligations	Derivatives
Balance, December 31, 2008	\$ -	\$ -	\$ -	\$ -	\$ -
Realized gains (losses)	(2)	-	-	6	51
Unrealized gains (losses) relating to assets still held at year-end	180	-	(5)	(13)	54
Transfers in and/or out of Level 3*	-	-	34	577	-
Purchases, sales, issuances, and settlements (net)	1,222	1,000	324	(483)	(51)
Balance, December 31, 2009	<u>\$ 1,400</u>	<u>\$ 1,000</u>	<u>\$ 353</u>	<u>\$ 87</u>	<u>\$ 54</u>

* Transferred from Level 2 to Level 3 because of lack of observable market data due to decrease in market activity for these securities.

The following table sets forth a summary of changes in the fair value of the Group Trust's Level 3 other liabilities for the years ended December 31, 2010 and 2009:

(dollars in thousands)

	2010	2009
Balance, beginning of year	\$ 259	\$ -
Realized loss	-	(1)
Purchases, sales, issuances, and settlements (net)	(200)	260
Balance, end of year	<u>\$ 59</u>	<u>\$ 259</u>

For the years ended December 31, 2010 and 2009, realized gains (losses) and unrealized gains (losses) from Level 3 assets are reported in net appreciation (depreciation) in fair value of investments in the statement of changes in net assets of the Group Trust.

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 6 - Interest in the Schlumberger Group Trust (cont'd)

Valuation of investments and financial liabilities

Cash and cash equivalents are stated at fair value. Foreign currency included in cash is translated using closing spot rates of exchange. Cash equivalents include repurchase agreements, U.S Treasury bills and other highly liquid investments that are within three months of maturity when acquired, and short-term investment funds. Repurchase agreements are valued at amortized cost, which approximates fair value. U.S. government securities and government agency obligations included in cash equivalents are stated at fair value based on a bid evaluation. Short-term investment funds are stated using a constant price (or amortized cost) of \$1 per unit of participation, which approximates fair value. Other cash equivalents are valued on the basis of a bid evaluation or at amortized cost, which approximates fair value.

Equity securities include U.S. and international equity securities. U.S. equities include companies that are well diversified by industry sector and equity style (i.e., growth and value strategies). Active and passive management strategies are employed. Investments are primarily in large capitalization stocks and, to a lesser extent, mid-and small-cap stocks. International equities are invested in companies that are traded on exchanges outside the U.S. and are well diversified by industry sector, country and equity style. Active and passive strategies are employed. The vast majority of the investments are made in companies in developed markets with a small percentage in emerging markets.

For common stocks and other equities, corporate bonds and other fixed income obligations, government and other related bonds, and other short-term securities, the Group Trust valuation is similar to the Trust valuation (see Note 5).

Mutual funds and other registered investment companies are stated at fair value. Mutual funds are valued at quoted market prices (available to institutions and retail clients) which represent the net asset value of shares owned by the Group Trust at year-end. Certain other registered investment companies are valued based on the net asset value of the units owned by the Group Trust at year-end as determined by the investment manager of the other registered investment companies based on the fair value of the underlying investments of the other registered investment companies. Exchange traded funds, also considered to be other registered investment companies, are valued at quoted market prices, which may not represent the net asset value of the units owned by the Group Trust at year-end. Other registered investment companies include an open-end interval management investment fund that offers its shareholders the opportunity to purchase and redeem shares on a periodic basis. The fund seeks long-term growth of capital and invests primarily in common stock and other equity securities of issuers in developing countries. The fund redeems its shares at monthly interval and accepts redemption request at anytime (prior to close of business on the first business day of each month). Redemption from the fund is subject to the fund's open-end interval fund liquidity policy.

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 6 - Interest in the Schlumberger Group Trust (cont'd)

Valuation of investments and financial liabilities (cont'd)

Collective and other trusts are stated at fair value, represented by the net asset value of the units of participation owned by the Group Trust at year end as determined by the trustees of the collective and other trusts based on the fair value of the underlying investments of the collective and other trusts. The primary objectives of the collective and other trusts are to (1) achieve long-term growth of capital principally by investing in the equity securities of smaller, growing companies; and (2) approximate the risk and return characteristics of market indexes, such as the Russell 1000 Growth Index or the Standard & Poor's 500 Composite Stock Price Index. These indexes are commonly used to represent the large cap segment of the U.S. equity market with a focus on the "growth" style of investing. The overall collective and other trusts' redemption frequency is daily and there is no redemption notice period required, except for one of the trusts which has notification deadline of one day. One of the trusts is subject to withdrawal safeguards and another trust is subject to anti-dilution measures, wherein any flow in or out of the trust that exceeds 2% of the total net assets of the trust must use a transition account so as not to adversely affect other investors in the trust.

Government mortgage-backed securities and other collateralized obligations are debt obligations that represent claims to the cash flows from pools of credit cards, auto loans and mortgage loans which are purchased from banks, mortgage companies, and other originators and then assembled into pools by governmental, quasi-governmental and private entities. Government mortgage-backed securities and other collateralized obligations are stated at fair value. Government mortgage-backed securities and other collateralized obligations are valued based on a bid evaluation. Oftentimes, these evaluations use proprietary models under a discounted cash flows approach that maximizes observable inputs, such as current yields of similar instruments, but includes adjustments for certain risks that may not be observable, such as credit and liquidity risks.

The GIC is stated at fair value, represented by the net asset value, as determined by the insurance company, of the underlying investments in the separate account. The GIC's fair value approximates its contract value. The GIC is 100% allocable to the Trust.

Asset derivatives include options, swaps, swaptions and pending foreign exchange purchases. Derivatives are stated at fair value. Exchange traded options and futures are valued based on a settlement price which is the price set by the exchange at the end of each day's trading. Pending foreign exchange purchases are marked-to-market based upon year-end forward exchange rates. Other derivatives are valued based on a mid evaluation (i.e., the average

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 6 - Interest in the Schlumberger Group Trust (cont'd)

Valuation of investments and financial liabilities (cont'd)

of the estimated prices at which a dealer would pay for and sell a security). Oftentimes, these evaluations use proprietary models under a discounted cash flows approach that maximizes observable inputs, such as current yields of similar instruments, but includes adjustments for certain risks that may not be observable, such as credit and liquidity risks.

Short-term securities under security lending program represent short-term investments purchased with proceeds from cash collateral received from borrowers of the Group Trust's securities. Short-term securities under the security lending program are valued at cost, which approximates fair value.

Liability derivatives (which include options, swaps, and pending foreign exchange sales) and other liabilities are stated at fair value. Exchange traded options are valued based on a settlement price which is the price set by the exchange at the end of each day's trading. Pending foreign exchange sales are marked-to-market based upon year-end forward exchange rates. Other derivatives are valued on the basis of a mid evaluation. Oftentimes, these evaluations use proprietary models under a discounted cash flows approach that maximizes observable inputs, such as current yields of similar instruments, but includes adjustments for certain risks that may not be observable, such as credit and liquidity risks. Other liabilities are valued at cost which approximates fair value.

The obligation under security lending agreement represents amounts due to borrowers of Group Trust's securities for the cash collateral received from them. The amount due approximates fair value.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Group Trust believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The disclosures required by FASB ASC Topic 820 are not required for due from brokers for securities sold, due to brokers for securities purchased and accrued income and other assets.

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 6 - Interest in the Schlumberger Group Trust (cont'd)

Securities transactions and investment income

Net appreciation or depreciation in fair value of investments includes realized gains or losses on investments sold and unrealized gains or losses on investments held. Unrealized gains or losses on investments represent the change in the difference between the cost and fair value of investments at the end of the year and at the beginning of the year.

Purchases and sales of securities are recorded on a trade-date basis. Gains or losses on securities transactions are recorded as the difference between proceeds received and cost, with cost determined on the moving average basis. Interest income is recorded on the accrual basis. Dividend income is recorded on the ex-dividend date.

Derivative financial instruments

The Group Trust enters into various derivative financial instruments in carrying out its investment strategy, principally to: (1) hedge a portion of the Group Trust's portfolio to limit or minimize exposure to certain risks such as foreign exchange risk, interest rate risk, credit risk, and equity risk, (2) gain an exposure to a market more rapidly or less expensively than could be accomplished through the use of the cash markets, and (3) increase investment returns by reducing the cost of structuring the portfolio or by capturing value disparities between financial instruments.

Forward foreign exchange contracts are used to protect the Group Trust against the exchange risk associated with the Group Trust's investment in common stock and fixed income obligations denominated in foreign currency because the Group Trust is able to secure an exchange rate in the present for settlement at a future date. The terms of these contracts generally do not exceed one year. Risks in forward foreign exchange contracts arise from the possible inability of counterparties to meet the contract's terms and from movements in currency values. The Group Trust does not anticipate non-performance by counterparties to these contracts, and no material loss would be expected from any such non-performance. Procedures are in place to regularly monitor and report market and counterparty credit risk associated with these instruments.

The Group Trust reflects the fair value of all forward contracts as an asset (forward contracts to purchase foreign currency) or liability (forward contracts to sell foreign currency) in the Group Trust's statement of net assets. The change in value of these forward exchange contracts is included as unrealized gains or losses in the changes in Group Trust net assets. When the forward exchange contract is closed, the Group Trust transfers the unrealized

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 6 - Interest in the Schlumberger Group Trust (cont'd)

Derivative financial instruments (cont'd)

appreciation or depreciation to a realized gain or loss equal to the change in the value of the forward exchange contract when it was opened and the value at the time it was closed or offset. Unrealized and realized gains and losses are included in net appreciation (depreciation) in the Group Trust's statement of changes in net assets.

Interest rate contracts such as fixed income futures, interest rate swaps, and option premiums are used to manage the interest rate risk.

The Group Trust enters into fixed-income futures contracts in the normal course of its investment activities to reduce the interest rate risk associated with its fixed-income investments, to replicate government bond positions, and as a duration management tool to enhance portfolio returns.

Upon entering into a fixed-income futures contract, the Group Trust is required to pledge to the broker an amount of cash and/or liquid securities equal to the minimum "initial margin" requirements of the exchange. Pursuant to the futures contract, the Group Trust agrees to receive from, or pay to, the broker an amount of cash equal to the daily fluctuation in the value of the futures contract. Such receipts or payments are known as "variation margin" which is settled daily and is included in net appreciation (depreciation) in the changes in Group Trust net assets. The Group Trust records a variation margin receivable or payable in the Group Trust's statement of net assets for valuation margins which have not been received or paid at the end of the year. Fixed-income futures contracts are not included in the Group Trust's statement of net assets as cash settlements are made daily.

The risk of counterparty non-performance associated with the use of fixed-income futures is considered to be modest as performance is assured by the futures exchanges, which provide multiple layers of protection, such as the collection of variation margin on a daily basis and the use of standardized contracts to facilitate liquidity.

Interest rate swaps are used to adjust interest rate and yield curve exposures and as a substitute for physical securities. Swap agreements involve the exchange by the Group Trust with a counterparty of the respective commitments to pay or receive interest with respect to a notional amount of principal. Market risk of loss is limited to changes in the fair value from December 31 of each year presented through the applicable expiration date. Long swap positions increase exposure to long-term interest rates while short positions decrease exposure.

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 6 - Interest in the Schlumberger Group Trust (cont'd)

Derivative financial instruments (cont'd)

The Group Trust reflects the fair value of all interest rate swaps as an asset or liability in the Group Trust's statement of net assets. Gains or losses on interest rate swaps are accounted in net appreciation (depreciation) in the Group Trust's statement of changes in net assets.

The Group Trust may buy or write put and call options through listed exchanges and in the over-the-counter ("OTC") market. When the Group Trust buys or writes an option, an amount equal to the premium paid or received by the Group Trust is recorded as an asset or liability and is subsequently adjusted to the current market value of the option purchased or written. The premiums paid or received from buying or writing options are recorded as realized gains or losses upon the expiration of the options. The difference between the premium and the amount paid or received on effecting a closing purchase or sale transaction also is treated as a realized gain or loss. If an option is exercised, the premium paid or received is recorded as a realized gain or loss if sold or an adjustment to cost if acquired. The Group Trust, as a writer of an option, may have no control over whether the underlying securities may be sold (call) or purchased (put) and as a result bears the market risk of an unfavorable change in the price of the security underlying the written option. Options to purchase and sell fixed income securities and swaptions are used to manage interest rate and volatility exposure, while credit spreads are used to manage credit risk. Options will become worthless at expiration if the underlying instrument does not reach the strike price of the option.

Credit default swaps ("CDS") are used to manage credit exposure without buying or selling securities outright. Written CDS increase credit exposure ("selling protection"), obligating the portfolio to buy bonds from counterparties in the event of a default. Purchased CDS decrease exposure ("buying protection"), providing the right to "put" bonds to the counterparty in the event of a default. CDS agreements involve one party making a stream of payments (referred to as the buyer of protection) to another party (the seller of protection) in exchange for the right to receive a specified return in the event of a default or other credit event for the referenced entity, obligation or index. As a seller of protection on credit default swap agreements, the Group Trust will generally receive from the buyer of protection a fixed rate of income throughout the term of the swap provided that there is no credit event. As the seller, the Group Trust would effectively add leverage to its portfolio because, in addition to its total net assets, the Group Trust would be subject to investment exposure on the notional amount of the swap.

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 6 - Interest in the Schlumberger Group Trust (cont'd)

Derivative financial instruments (cont'd)

If the Group Trust is a seller of protection and a credit event occurs, as defined under the terms of that particular swap agreement, the Group Trust will either (i) pay to the buyer of protection an amount equal to the notional amount of the swap and take delivery of the referenced obligation, other deliverable obligations or underlying securities comprising the referenced index or (ii) pay a net settlement amount in the form of cash or securities equal to the notional amount of the swap less the recovery value of the referenced obligation or underlying securities comprising the referenced index. If the Group Trust is a buyer of protection and a credit event occurs, as defined under the terms of that particular swap agreement, the Group Trust will either (i) receive from the seller of protection an amount equal to the notional amount of the swap and deliver the referenced obligation, other deliverable obligations or underlying securities comprising the referenced index or (ii) receive a net settlement amount in the form of cash or securities equal to the notional amount of the swap less the recovery value of the referenced obligation or underlying securities comprising the referenced index.

The Group Trust may use credit default swaps on corporate issues, sovereign issues of an emerging country or U.S. municipal issues to provide a measure of protection against defaults of the issuers (i.e., to reduce risk where the Group Trust owns or has exposure to the referenced obligation) or to take an active long or short position with respect to the likelihood of a particular issuer's default. The Group Trust also may use credit default swaps on credit indices to hedge a portfolio of credit default swaps or bonds, which is less expensive than it would be to buy many credit default swaps to achieve a similar effect. Credit default swaps on indices are benchmarks for protecting investors owning bonds against default, and traders use them to speculate on changes in credit quality.

The maximum potential amount of future payments (undiscounted) that the Group Trust as a seller of protection could be required to make under a credit default swap agreement would be an amount equal to the notional amount of the agreement. These potential amounts would be partially offset by any recovery values of the respective referenced obligations, upfront payments received upon entering into the agreement, or net amounts received from the settlement of buy protection credit default swap agreements entered into by the Group Trust for the same referenced entity or entities.

The aggregate fair value of all derivative instruments with credit-risk-related contingent features that are in a liability position on December 31, 2010 and 2009 was \$1,097,757 and \$1,335,132, respectively.

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 6 - Interest in the Schlumberger Group Trust (cont'd)

Derivative financial instruments (cont'd)

The Group Trust reflects the fair value of all CDS as an asset or liability in the Group Trust's statement of net assets. Gains or losses on CDS are accounted in net appreciation (depreciation) in the Group Trust's statement of changes in net assets.

The objective of the S&P 500 Index futures contracts is to lock in the return of the S&P 500 Index and then used fixed income assets to add excess return over the benchmark. The risks involved with owning S&P 500 Index futures contracts are related to the volatility of the S&P 500 Index and that the performance of the Index and the futures may differ slightly. Changes in the contract values are settled daily and gains and losses are included in net appreciation (depreciation) in the fair value of investments in the Group Trust's statement of changes in net assets. S&P 500 Index futures contracts are not included in the Group Trust's statement of net assets as cash settlements are made daily.

U.S. Treasury Bills and other short-term investments owned and included in the investments of the Group Trust in the statement of net assets, with a fair value of \$3,680,644 and \$29,284,038 at December 31, 2010 and 2009, respectively, were held by the Group Trust's brokers as collateral for derivative transactions. The notional amount of this collateral at December 31, 2010 and 2009 was \$3,680,000 and \$29,231,450, respectively.

At December 31, 2010 and 2009, the notional values of derivative contracts were as follows:

	Long Contracts		Short Contracts	
	2010	2009	2010	2009
Interest rate contracts	\$ 401,037	\$ 451,312	\$ (372,276)	\$ (235,884)
Foreign exchange contracts	45,333	28,072	(93,250)	(34,217)
Equity contracts	325,968	290,170	-	-
Credit contracts	112,852	125,818	(8,200)	-
	<u>\$ 885,190</u>	<u>\$ 895,372</u>	<u>\$ (473,726)</u>	<u>\$ (270,101)</u>

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 6 - Interest in the Schlumberger Group Trust (cont'd)

Derivative financial instruments (cont'd)

As of December 31, 2010 and 2009, the fair values of outstanding derivative instruments and the location in the Group Trust's statement of net assets are summarized as follows:

(dollars in thousands)

Fair Values of Derivative Instruments

		Asset Derivatives	
	Statement of net assets location	Fair Value	
		2010	2009
Derivatives not designated as hedging instruments under FASB ASC Topic 815-20			
Interest rate contracts	Other investments: Derivatives	\$ 1,109	\$ 1,899
Foreign exchange contracts	Other investments: Derivatives	123,588	63,038
Credit contracts	Other investments: Derivatives	2,741	2,485
Total asset derivatives		\$ 127,438	\$ 67,422

(dollars in thousands)

Liability Derivatives

		Statement of net assets location		Fair Value	
				2010	2009
Derivatives not designated as hedging instruments under FASB ASC Topic 815-20					
Interest rate contracts	Derivatives and other liabilities	\$	6,312	\$	3,648
Foreign exchange contracts	Derivatives and other liabilities		123,740		62,072
Equity contracts	Derivatives and other liabilities		-		30
Credit contracts	Derivatives and other liabilities		1,075		1,296
Total liability derivatives		\$	131,127	\$	67,046

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 6 - Interest in the Schlumberger Group Trust (cont'd)

Derivative financial instruments (cont'd)

For the years ended December 31, 2010 and 2009, the effect of derivative instruments on the Group Trust's statement of changes in net assets was as follows:

(dollars in thousands)

Derivatives Not Designated as Hedging Instruments under FASB ASC Topic 815-20	Amount of Gain or (Loss) Recognized in Net Appreciation (Depreciation) in Fair Value of Investments		Amount of Expense (net) Recognized in Interest and Dividends	
	2010	2009	2010	2009
Interest rate contracts	\$ 19	\$ 22,588	\$ (1,631)	\$ (599)
Foreign exchange contracts	(108)	(1,935)	-	(69)
Equity contracts	42,939	65,428	-	-
Credit contracts	(861)	(11,484)	(1,264)	(1,299)
Total	\$ 41,989	\$ 74,597	\$ (2,895)	\$ (1,967)

Securities lending

Pursuant to the investment objectives of the Group Trust, stock loan transactions are permitted with the objective of adding investment income to the Group Trust. The Group Trust may lend securities held to unaffiliated broker-dealers registered under the Securities Exchange Act of 1934, or banks organized in the United States of America through the Group Trust's participation in the Trustee's securities lending program. At all times, the borrower must maintain cash or equivalent collateral equal in value to at least 100 percent of the value of the securities loaned. The cash collateral generally is invested in short-term securities which generate income that is allocated between the security lending agent and the Group Trust at predetermined contractual rates. The primary risk in lending securities is that a third-party borrower may default during a sharp rise in the price of the security that was borrowed, resulting in a deficiency in the collateral posted by the third-party borrower. The Group Trust seeks to minimize this risk by requiring that the market value of the loaned securities is recomputed each

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 6 - Interest in the Schlumberger Group Trust (cont'd)

Securities lending (cont'd)

day and that additional collateral is furnished daily, if necessary. The Group Trust records cash collateral received from the third-party borrower as an asset and also records a corresponding liability for the return of the cash collateral. The Group Trust bears the risk of loss with respect to the unfavorable change in fair value of the invested cash collateral. The fair value of the securities loaned in the Group Trust securities lending program amounted to \$396,605,911 and \$427,638,425 at December 31, 2010 and 2009, respectively, and is included in Investments in the Group Trust. The fair value of non-cash collateral received for securities on loan at December 31, 2010 and 2009 amounted to \$195,412 and \$1,831,476, respectively. The Group Trust recorded gross earnings from lending securities of \$1,487,524 and \$1,637,120 in 2010 and 2009, respectively, and net income of \$805,747 and \$1,322,091 in 2010 and 2009, respectively. Participating brokers received \$336,761 and paid \$123,413 for rebates in 2010 and 2009, respectively, and the Trustee received \$345,016 and \$438,442 in 2010 and 2009, respectively, for fees relating to security lending activity.

Note 7 - Party-in-interest transactions

The Trust holds common shares of Schlumberger Limited in the Schlumberger Common Stock Fund. The Schlumberger Common Stock Fund was closed to active investing on July 1, 1987.

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 8 - Participation in the Trust and investment options

The Plan's interest in the Trust's net assets allocated by participant investment options at December 31, 2010 and 2009 was:

	2010		2009	
	Amount	Percentage	Amount	Percentage
Short-Term Fixed Income Fund	\$ 82,810	19.61%	\$ 85,527	19.87%
Intermediate Fixed Income Fund	2,679	8.15%	140	1.88%
Conservative Balanced Fund	1,607	8.35%	323	6.83%
Moderate Balanced Fund	103,049	5.58%	89,690	5.41%
Aggressive Balanced Fund	3,549	14.26%	962	16.98%
U.S. Equity Fund	64,001	26.90%	55,928	29.29%
Global Equity Fund	2,270	11.82%	623	9.54%
Transocean Sedco Forex Stock Fund*	8	0.21%	9	0.18%
Self-Directed Account	20,390	24.57%	18,324	24.84%
Total	<u>\$ 280,363</u>		<u>\$ 251,526</u>	

*During 2010 and 2009, the stock funds were not investment options of the Plan.

The Short-term Fixed Income Fund primarily is composed of high-quality fixed income instruments with an average maturity of less than 3 years.

The Intermediate Fixed Income Fund primarily is composed of diversified mix of short, intermediate and long-term investments in U.S government, U.S. agency and investment grade corporate bonds and fixed income instruments.

The Conservative Balanced Fund maintains an asset mix of approximately 60% fixed income and approximately 40% equities. The Fund's fixed income holdings are a diversified mix of short, intermediate and long term investments in U.S. government, U.S. agency and investment grade corporate bonds, as well as mortgage-backed and asset-backed securities (including collateralized mortgage obligations), U.S. TIPS, certain derivatives (e.g., options, futures and forwards), guaranteed investment contracts, commercial paper and money market funds. The Fund's equity holdings are well diversified consisting substantially of large-capitalization U.S. stocks and to a lesser extent, mid- and small-cap U.S. and non-U.S. stocks, including emerging markets.

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 8 - Participation in the Trust and investment options (cont'd)

The Moderate Balanced Fund maintains an asset mix of approximately 60% equities and approximately 40% fixed income. The Fund's equity holdings are well diversified, consisting substantially of large-capitalization U.S. stocks and to a lesser extent, mid- and small-cap U.S. stocks and non-U.S. stocks, including emerging markets. The Fund's fixed income holdings are a diversified mix of short, intermediate and long term investments in U.S. government, U.S. agency and investment grade corporate bonds, as well as mortgage-backed and asset-backed securities (including collateralized mortgage obligations), U.S. TIPS, certain derivatives (e.g., options, futures and forwards), guaranteed investment contracts, commercial paper and money market funds.

The Aggressive Balanced Fund maintains an asset mix of approximately 80% equities and approximately 20% fixed income. The Fund's equity holdings are well diversified consisting substantially of large-capitalization U.S. stocks, mid- and small-cap U.S. and non-U.S. stocks, including emerging markets. The Fund's fixed income holdings are a diversified mix of intermediate and long-term U.S. government, U.S. agency and investment grade corporate bonds, as well as mortgage-backed and asset-backed securities (including collateralized mortgage obligations), U.S. TIPS, certain derivatives (e.g., options, futures and forwards), commercial paper and money market funds.

The U.S. Equity Fund is invested in stocks of U.S. companies and seeks to track the performance of the broad U.S. stock market. The Fund is allocated approximately 88% to large capitalization stocks and approximately 12% to small capitalization stocks. The Fund is well diversified by market capitalization (large, mid and small companies), equity style (growth, value, core) and investment management.

The Global Equity Fund maintains an asset mix of approximately 44% foreign stocks, 11% emerging markets stocks, and 45% U.S. stocks.

The Transocean Sedco Forex Stock Fund primarily is composed of Transocean Sedco Forex Company common stock.

The Self-Directed Account primarily is composed of U.S. and foreign equities, equity instruments (e.g., warrants, rights and options), mutual funds and short-term investments.

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 8 - Participation in the Trust and investment options (cont'd)

Effective October 1, 2009, Company contributions may be invested in the Short-Term Fixed Income Fund, Intermediate Fixed Income Fund, Conservative Balanced Fund, Moderate Balanced Fund, Aggressive Balanced Fund, U.S. Equity Fund or the Global Equity Fund (collectively referred to as the "Core Funds"). Participants may allocate between 1% - 100% of their balances attributable to Company contributions among any of these funds on a daily basis. Participants with an account balance in the Transocean Sedco Forex Stock Fund may elect to move 100% of their balance in this fund to any of the Core Funds.

Note 9 - Net transfers to affiliated plans

Transfers of assets to plans of affiliated companies result from employment transfers of individual participants between the various affiliated companies.

Note 10 - Reconciliation of net assets available for benefits to total of participant accounts

The following is a reconciliation of net assets available for benefits per the financial statements to the total of participant accounts:

	December 31,	
	2010	2009
Net assets available for benefits per the financial statements	\$ 287,427,607	\$ 258,630,995
Amounts not allocated to participant accounts:		
Employer contributions receivable	(4,797,262)	(4,583,715)
Participant contributions receivable	(227,343)	(233,753)
Other	270,931	243,388
Total of participant accounts	<u>\$ 282,673,933</u>	<u>\$ 254,056,915</u>

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

Note 11 - Reconciliation of financial statements to the Form 5500

The following is a reconciliation of net assets available for benefits per the financial statement to the Form 5500 as of December 31, 2009:

Net assets available for benefits per the financial statements	\$ 258,630,995
Certain deemed distributions of participant loans	<u>(278,229)</u>
Net assets available for benefits per the Form 5500	<u>\$ 258,352,766</u>

Note 12 - Subsequent events

For purposes of determining the effect of subsequent events on these financial statements, management has evaluated events subsequent to December 31, 2010 and through October 12, 2011, the date on which the financial statements were available to be issued.

SUPPLEMENTAL SCHEDULE

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

SCHEDULE H (FORM 5500) – LINE 4i:

SCHEDULE OF ASSETS (HELD AT END OF YEAR)

E.I.N. 76-0660256, PLAN NO. 008

DECEMBER 31, 2010

(a)	(b) Identity of issue, borrower, lessor or similar party	(c) Description of investment, including maturity date, rate of interest, collateral, par, or maturity value	(d) Cost*	(e) Current value
**	Schlumberger Master Profit Sharing Trust	Interest in Trust	\$	280,362,515
**	Notes receivable from participants	Interest rates ranging from 3.25% - 10.00% (maturity 2011-2015)		2,040,487
			\$	282,403,002

* Cost omitted for participant-directed investments.

** A party-in-interest as defined by ERISA.

WESTERNGECO SAVINGS AND PROFIT SHARING PLAN

SCHEDULE H (FORM 5500) – LINE 4i:

SCHEDULE OF ASSETS (HELD AT END OF YEAR)

E.I.N. 76-0660256, PLAN NO. 008

DECEMBER 31, 2010

(a)	(b) Identity of issue, borrower, lessor or similar party	(c) Description of investment, including maturity date, rate of interest, collateral, par, or maturity value	(d) Cost*	(e) Current value
**	Schlumberger Master Profit Sharing Trust	Interest in Trust	\$	280,362,515
**	Notes receivable from participants	Interest rates ranging from 3.25% - 10.00% (maturity 2011-2015)		2,040,487
			\$	282,403,002

* Cost omitted for participant-directed investments.

** A party-in-interest as defined by ERISA.