

Pro forma income statement of

the Company

for the year ended 31 December 2011

	Note	Integra Unit income statement ⁽¹⁾	Geotech Unit income statement ⁽²⁾	Adjustments		Pro forma income statement
				Purchase price adjustments	Eliminations	
(in US\$ '000)						
Continuing operations						
Revenue	2	263,743	364,629	-	(12,027)	616,345
Cost of sales	3	(237,160)	(287,256)	(10,206)	12,027	(522,595)
Impairment of property, plant and equipment		(292)	-	-	-	(292)
Gross profit		26,291	77,373	(10,206)	-	93,458
General and administrative expenses	4	(47,188)	(50,779)	-	-	(97,967)
Other operating income	5	924	15,339	-	-	16,263
Other operating expense	5	(2,276)	(21,444)	-	-	(23,720)
Operating profit/(loss)		(22,249)	20,489	(10,206)	-	(11,966)
Finance income	6	445	2,197	-	-	2,642
Finance expense	6	(2,322)	(51,208)	-	-	(53,530)
Net foreign exchange loss		(499)	(1,837)	-	-	(2,336)
Share in (loss)/income of an associate	1		(4,735)	-	-	(4,734)
Loss before tax from continuing operations		(24,624)	(35,094)	(10,206)	-	(69,924)
Income tax expense	7	(306)	(8,551)	2,041	-	(6,816)
Loss for the year from continuing operations		(24,930)	(43,645)	(8,165)	-	(76,740)
Discontinued operations						
Loss after tax for the year from discontinued operations	8	-	(8,370)	-	-	(8,370)
Loss for the year		(24,930)	(52,015)	(8,165)	-	(85,110)

(1) The Income Statement of the Integra Unit for the period from 1 January 2011 to 29 December 2011 has been extracted from the Integra Unit Financial Statements included in this Prospectus beginning on page F-98.

(2) The Income Statement of the Geotech Unit for the year ended 31 December 2011 has been extracted from the Company Financial Statements included in this Prospectus beginning on page F-28.

1. Basis of preparation

The Pro Forma Income Statement for the year ended 31 December 2011 has been prepared for illustrative purposes only to show the effect of the Transaction as if it had occurred on 1 January 2011. The Pro Forma Income Statement, because of its nature, addresses a hypothetical situation and, therefore, does not reflect the Group's actual financial position or results had the combination been completed at the date assumed or any other date and should not be regarded as an indication of the operating results generated by the Group or its future financial results.

For the period to 30 December 2011 the Group did not constitute a separate legal group. Therefore this Pro Forma Income Statement was prepared on a basis that combines results of each of the entities constituting the Group by applying the principles underlying the consolidation procedures of IAS 27 (revised) *Consolidated and Separate Financial Statements* ("IAS 27R") for the year ended 31 December 2011 as if the Transaction had taken place on 1 January 2011. The Pro Forma Income Statement does not reflect any transactions subsequent to 31 December 2011.

The Pro Forma Income Statement has been prepared in a form consistent with the accounting policies adopted in the Group on the basis going forward. The accounting policies of the Geotech Unit are consistent with the accounting policies of the Integra Unit. Combined and consolidated financial statements of the Integra Unit which are the basis for the Pro Forma Income Statement, in respect of historical financial information of the Integra Unit and its subsidiaries have been prepared for the period from 1 January 2011 to 29 December 2011 for the purpose of the presentation of the seismic segment of the Integra Group and its subsidiaries prior to the Transaction which occurred on 30 December 2011. Management of the Group believes that the omission of two days, i.e. 30 and 31 December 2011 does not have a material impact on the assessment of the Group's performance for the year ended 31 December 2011, except for the Transaction itself which has not affected any of the items presented in this Pro Forma Income Statement. Certain items from such combined and consolidated financial statements were reclassified to provide a more detailed description of revenue earned and costs incurred.

This Pro Forma Income Statement has been prepared specifically for inclusion in this Prospectus prepared by the Group in connection with its application for Admission and should be read in conjunction with (a) the Company Financial Statements prepared in accordance with IFRS as adopted by European Union and the requirements of the Cyprus Companies Law, Cap. 113, which reflect the historical financial information of the Geotech Unit, and (b) the Integra Unit Financial Statements prepared in accordance with IFRS, which reflect the historical financial information of the Integra Unit. The Pro Forma Income Statement has been compiled on the basis set out below and in accordance with the requirements of items 1 to 6 of Annex II to the Commission Regulation (EC) 809/2004. All the adjustments presented are factually supportable and will have a continuing effect on the Group and the sources of the adjustments are set out in Notes 2 to 9.

2. Revenue

	Integra Unit	Geotech Unit	Adjustments		Pro forma income statement
			Purchase price adjustments	Eliminations	
					(in US\$ '000)
Field seismic operations	254,005	349,373	-	(12,027)	591,351
Processing and interpretation of geophysical information	9,652	9,451	-	-	19,103
Other revenue	86	5,805	-	-	5,891
Total	263,743	364,629	-	(12,027)	616,345

Geotech Unit Adjustments: As the Integra Unit was the legal acquirer of the Geotech Unit, the financial statements of the Geotech Unit are presented herein as adjustments to the financial statements of the Integra Unit. The adjustments under the "Geotech Unit" column represent the historical financial information of Geotech Unit and have been extracted from the Company Financial Statements for the respective period as more fully explained in Note 1 above.

Elimination Adjustments: During the year, OJSC "Integra Geophysics" ("IGF"), a subsidiary of the Integra Unit, performed works under a subcontract agreement with OJSC "Khantymansiyskgeofizika" ("KHMG"), a subsidiary of the Geotech Unit, pursuant to which the revenue for services rendered by IGF to KHMG amounted to US\$12,027,000 and the costs of sales recorded by KHMG amounted to US\$12,027,000. The adjustment has been made to eliminate the revenue recorded in IGF. An adjustment has also been made to eliminate the respective costs recorded in KHMG (see Note 3 below).

3. Cost of sales

	Integra Unit	Geotech Unit	Adjustments		Pro forma income statement
			Purchase price adjustments	Eliminations	
					(in US\$ '000)
Labor and wages, including mandatory social contribution	95,884	109,862	-	-	205,746
Materials and supplies	46,992	54,149	-	-	101,141
Depreciation of property, plant and equipment and amortization of intangible assets	35,509	30,022	10,206	-	75,737
Oilfield services from third parties	30,908	65,740	-	(12,027)	84,621
Transportation services	12,020	12,404	-	-	24,424
Operating lease payments	11,721	5,469	-	-	17,190
Loss from the contract in Yemen	2,589	-	-	-	2,589
Other	1,537	9,610	-	-	11,147
Total	237,160	287,256	10,206	(12,027)	522,595

Geotech Unit Adjustments: As the Integra Unit was the legal acquirer of the Geotech Unit, the financial statements of the Geotech Unit are presented herein as adjustments to the financial statements of the Integra Unit. The adjustments under the "Geotech Unit" column represent the historical financial information of Geotech Unit and have been extracted from the Company Financial Statements for the respective period as more fully explained in Note 1.

3. Cost of sales (continued)

Purchase Price Adjustments: The pro forma adjustment to Depreciation of property, plant and equipment and amortization of intangible assets reflects additional depreciation and amortization arising from the impact of the purchase accounting adjustment in relation to the Integra Unit. The adjustment, which resulted in an additional depreciation and amortization charge of US\$10,206,000, reflects the changes in the estimated fair value of tangible and intangible assets of the Company taking into account the estimated remaining useful life of the acquired tangible and intangible assets. IFRS 3 (Revised) Business Combinations requires that the purchase price payable under the Transaction be allocated to the identifiable assets and liabilities of the Company at their fair values at the date of Transaction, which purchase price allocation resulted in an increase in the carrying amounts of the Company's property, plant and equipment and intangible assets and, accordingly, resulted in an increase in the associated depreciation charge. The purchase price adjustment of US\$10,206,000 was calculated as the product of (i) the effective depreciation rates for each group of property, plant and equipment, and (ii) their step-up in fair values. The effective depreciation rates used were calculated in accordance with the depreciation methods set out in Note 3 (Summary of significant accounting policies) to the Company Financial Statements. The step-up in fair values reconciles with the purchase price allocation used in the preparation of the Company's 31 December 2011 financial statements contained in the Company Financial Statements (in accordance with Note 4 (Business combinations) to the Company Financial Statements), which in turn is based on an independent appraisal.

Elimination Adjustments: During the year, IGF, a subsidiary of the Integra Unit, performed works under a subcontract agreement with KHMG, a subsidiary of the Geotech Unit, pursuant to which the revenue for services rendered by IGF to KHMG amounted to US\$12,027,000 and the costs of sales recorded in KHMG amounted to US\$12,027,000. The adjustment has been made to eliminate the costs of sales recorded in KHMG. An adjustment has also been made to eliminate the respective revenue recorded in IGF (see Note 2 above).

4. General and administrative expenses

	Integra Unit	Geotech Unit	Adjustments		Pro forma income statement
			Purchase price adjustments	Eliminations	
(in US\$ '000)					
Labor and wages, including mandatory social contribution	15,894	26,482	-	-	42,376
Depreciation of property, plant and equipment	1,289	5,852	-	-	7,141
Transaction related expenses	7,993	4,854	-	-	12,847
Consulting and fees payable to Integra Group	11,087	-	-	-	11,087
Third party services	1,829	1,788	-	-	3,617
Taxes, other than income tax	3,656	3,422	-	-	7,078
Bank charges	554	802	-	-	1,356
Operating lease payments	-	2,375	-	-	2,375
Other	4,886	5,204	-	-	10,090
Total	47,188	50,779	-	-	97,967

Geotech Unit Adjustments: As the Integra Unit was the legal acquirer of the Geotech Unit, the financial statements of the Geotech Unit are presented herein as adjustments to the financial statements of the Integra Unit. The adjustments under the "Geotech Unit" column represent the historical financial information of Geotech Unit and have been extracted from the Company Financial Statements for the respective period as more fully explained in Note 1.

5. Other operating income and expenses

Other operating income comprised the following:

	Integra Unit	Geotech Unit	Adjustments		Pro forma income statement
			Purchase price adjustments	Eliminations	
(in US\$ '000)					
Penalties and fines received	-	426	-	-	426
Gain on disposals of property, plant and equipment and other non-current assets	57	865	-	-	922
Restoration of provision for tax claims	-	2,272	-	-	2,272
Other income	867	11,776	-	-	12,643
Total	924	15,339	-	-	16,263

Geotech Unit Adjustments: As the Integra Unit was the legal acquirer of the Geotech Unit, the financial statements of the Geotech Unit are presented herein as adjustments to the financial statements of the Integra Unit. The adjustments under the "Geotech Unit" column represent the historical financial information of Geotech Unit and have been extracted from the Company Financial Statements for the respective period as more fully explained in Note 1.

5. Other operating income and expenses (continued)

Other operating expenses comprised the following:

			Adjustments		Pro forma income statement
	Integra Unit	Geotech Unit	Purchase price adjustments	Eliminations	
	(in US\$ '000)				
Loss on disposals of property, plant and equipment and other non-current assets	-	16,417	-	-	16,417
Penalties and fines paid	599	1,428	-	-	2,027
Provision for claims from tax authorities	-	699	-	-	699
Other expenses	1,677	2,900	-	-	4,577
Total	2,276	21,444	-	-	23,720

Geotech Unit Adjustments: As the Integra Unit was the legal acquirer of the Geotech Unit, the financial statements of the Geotech Unit are presented herein as adjustments to the financial statements of the Integra Unit. The adjustments under the "Geotech Unit" column represent the historical financial information of Geotech Unit and have been extracted from the Company Financial Statements for the respective period as more fully explained in Note 1.

6. Finance income and expenses

			Adjustments		Pro forma income statement
	Integra Unit	Geotech Unit	Purchase price adjustments	Eliminations	
	(in US\$ '000)				
Interest received	445	942	-	-	1,387
Gain from redemption of promissory notes	-	1,255	-	-	1,255
Total finance income	445	2,197	-	-	2,642
Interest expense on loans and borrowings	2,322	35,841	-	-	38,163
Unwinding of discount of payables for the acquisition of subsidiaries	-	9,661	-	-	9,661
Bank charges on loans and loan accounts	-	1,670	-	-	1,670
Interest expense on finance lease	-	4,036	-	-	4,036
Total finance expenses	2,322	51,208	-	-	53,530

Geotech Unit Adjustments: As the Integra Unit was the legal acquirer of the Geotech Unit, the financial statements of the Geotech Unit are presented herein as adjustments to the financial statements of the Integra Unit. The adjustments under the "Geotech Unit" column represent the historical financial information of Geotech Unit and have been extracted from the Company Financial Statements for the respective period as more fully explained in Note 1.

7. Income tax

Income tax expense comprised the following:

	Adjustments			Pro forma income statement
	Integra Unit	Geotech Unit	Purchase price adjustments Eliminations	
	(in US\$ '000)			
Income tax expense - current period	1,286	3,716	-	5,002
Income tax expense - prior period	-	6,880	-	6,880
Deferred income tax benefit	(980)	(2,045)	(2,041)	(5,066)
Total income tax expense	306	8,551	(2,041)	6,816

Geotech Unit Adjustments: As the Integra Unit was the legal acquirer of the Geotech Unit, the financial statements of the Geotech Unit are presented herein as adjustments to the financial statements of the Integra Unit. The adjustments under the "Geotech Unit" column represent the historical financial information of Geotech Unit and have been extracted from the Company Financial Statements for the respective period as more fully explained in Note 1.

Purchase Price Adjustments: The pro forma adjustment to Deferred income tax benefit represents the tax effect of the pro forma adjustments discussed above taking into consideration the local jurisdictions and estimated income tax rates.

8. Discontinued operations

Results of the discontinued operations and loss on disposal were as follows:

	For the period until the disposal in 2011
	(in US\$ '000)
Revenue	25,987
Expenses	(29,527)
Operating loss	(3,540)
Finance costs	(2,462)
Loss before tax from a discontinued operation	(6,002)
Loss on disposal of discontinued operation	(4,533)
	(10,535)
Tax benefit:	
Related to current pre-tax profit	2,165
Loss from discontinued operations	(8,370)

9. EBITDA

EBITDA is a supplemental measure of the Group's performance that is not defined or required by IFRS and may not be comparable to other similarly titled measures for other companies. We define EBITDA as operating profit from continuing operations before depreciation and amortization excluding any non-recurring transactions included within operating profit from continuing operations.

Calculation of EBITDA from operating profit/(loss):

	Integra Unit	Adjustments			Pro forma income statement
		Geotech Unit	Purchase price adjustments	Eliminations	
					(in US\$ '000)
Profit/(loss) from operating activities	(22,249)	20,489	(10,206)	-	(11,966)
Extraordinary loss from the contract in Yemen	3	2,589	-	-	2,589
Depreciation of property, plant and equipment	3, 4	34,573	35,405	10,206	80,184
Amortization of intangible assets	3, 4	2,223	469	-	2,692
Loss/(gain) on disposal of non-current assets	5	(57)	15,552	-	15,495
Impairment of property, plant and equipment		292	-	-	292
Transaction related expenses	4	7,993	4,854	-	12,847
Consulting and fees payable to Integra Group	4	11,087	-	-	11,087
Redundancy expenses attributable to transaction		-	726	-	726
Elimination of Corporate overheads pertaining to discontinued operations		-	1,818	-	1,818
EBITDA	36,451	79,313	-	-	115,764

Geotech Unit Adjustments: As the Integra Unit was the legal acquirer of the Geotech Unit, the financial statements of the Geotech Unit are presented herein as adjustments to the financial statements of the Integra Unit. The adjustments under the "Geotech Unit" column represent the historical financial information of Geotech Unit and have been extracted from the Company Financial Statements for the respective period as more fully explained in Note 1.

Purchase Price Adjustments: The pro forma adjustment to Depreciation of property, plant and equipment and amortization of intangible assets reflects additional depreciation and amortization arising from the impact of the purchase accounting adjustment in relation to the Integra Unit.

9. EBITDA (continued)

The adjustment, which resulted in an additional depreciation and amortization charge of US\$10,206,000, reflects the changes in the estimated fair value of tangible and intangible assets of the Company taking into account the estimated remaining useful life of the acquired tangible and intangible assets. IFRS 3 (Revised) Business Combinations requires that the purchase price payable under the Transaction be allocated to the identifiable assets and liabilities of the Company at their fair values at the date of Transaction, which purchase price allocation resulted in an increase in the carrying amounts of the Company's property, plant and equipment and intangible assets and, accordingly, resulted in an increase in the associated depreciation charge. The purchase price adjustment of US\$10,206,000 was calculated as the product of (i) the effective depreciation rates for each group of property, plant and equipment, and (ii) their step-up in fair values. The effective depreciation rates used were calculated in accordance with the depreciation methods set out in Note 3 (Summary of significant accounting policies) to the Company Financial Statements. The step-up in fair values reconciles with the purchase price allocation used in the preparation of the Company's 31 December 2011 financial statements contained in the Company Financial Statements (in accordance with Note 4 (Business combinations) to the Company Financial Statements), which in turn is based on an independent appraisal.