

SeaBird Exploration

First Quarter Presentation

3 May 2013



Forward-looking statements

All statements contained in this presentation that are not statements of historical facts, including statements on projected operating results, financial position, business strategy and other plans and objectives for future results, constitute forward-looking statements and are prediction of, or indicate, future events and future trends which do not relate to historical matters. No person should rely on these forward-looking statements because they involve known and unknown risks, uncertainties and other factors which are, in many cases, beyond the company's control and may cause its actual results, performance or achievements to differ materially from anticipated future results, performance or achievements expressed or implied by the forward-looking statements and from past results, performance or achievements. These forward-looking statements are made as of the date of this presentation and are not intended to give any assurance as to future results. None of the company, its employees and representatives assumes any obligation to update these statements. This presentation includes historical financial data. Your attention is directed to the notes to such data for a description of the accounting principles used to prepare historical data. This presentation must be viewed only in connection with the company's separately distributed Q1 2013 earnings release.

Highlights

Financial results

- Revenues of \$48.6 million, an increase of 42% compared to Q1 2012 and up 39% relative to Q4 2012.
- EBITDA of \$11.1 million, compared to \$2.9 million for Q1 2012 and up from \$6.8 million in Q4 2012
- EBITDA adjusted for Geo Pacific start-up costs were \$16.0 million in Q1 2013
- EBIT of \$5.1 million compared to negative \$8.7 million for Q1 2012 and \$0.9 million for Q4 2012.

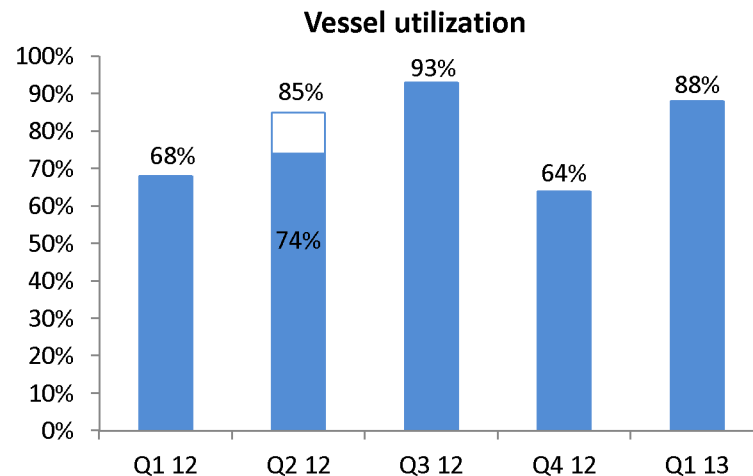
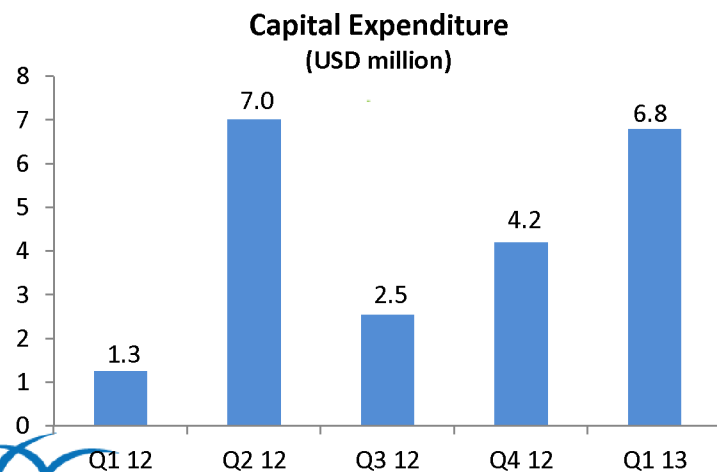
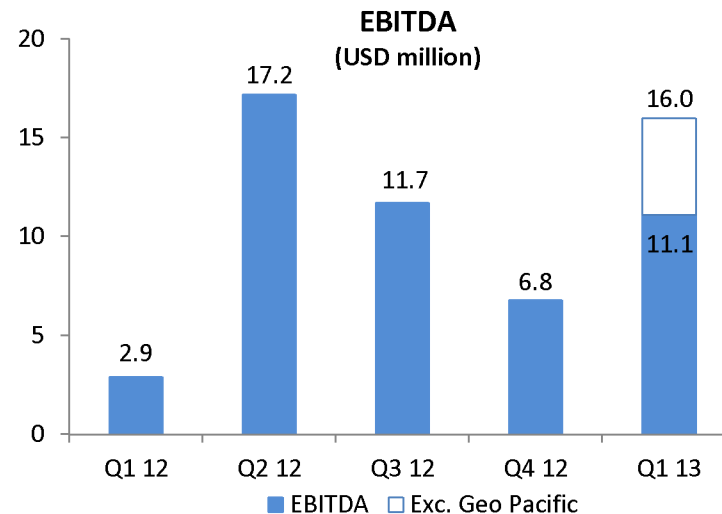
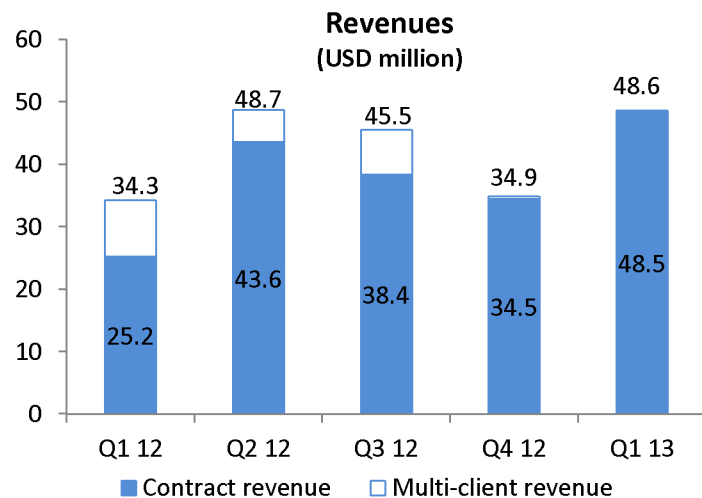
Quarterly observations

- Solid first quarter in spite of Geo Pacific startup costs and seasonal weakness
- Technical downtime less than 4%, well below industry norms
- Multi-streamer 3D vessel Geo Pacific successfully upgraded in Q1 2013; first contract in the Caribbean announced for Q2 2013
- Vessel utilization for the period was 88%

Financial summary



Historical operating comparison



Q1 financial review

- The EBITDA contribution from the Geo Pacific was negative \$4.9 million for the quarter as the vessel was being prepared for its initial contract
- Major capital cost items for the quarter included the docking and upgrade of the Geo Pacific, engine overhauls for the Voyager Explorer and Hawk Explorer and purchasing of seismic equipment across the fleet
- During the quarter the company has evaluated its tax domicile and structure
 - \$0.3 million of consultancy costs related to this exercise have been recognized as selling, general and administrative expenses
- Successfully completed private placement repair issue of 1,500,000 new shares; total gross proceeds of NOK 11.3 million (\$2.0 million)

Income statement

CONSOLIDATED INTERIM STATEMENT OF INCOME

<i>USD millions (except for EPS)</i>	Quarter ended		Year ended
	31 March		31 December
	2013	2012	2012
Contract	48.5	25.2	141.7
Multi-client	0.1	9.1	21.6
Total revenues	48.6	34.3	163.3
Cost of sales	(33.1)	(27.2)	(103.7)
Cost of multi-client sales	-	-	(5.1)
SG&A	(4.6)	(4.9)	(16.8)
Other income (expenses), net	0.2	0.7	0.8
EBITDA	11.1	2.9	38.6
Depreciation	(5.1)	(4.1)	(18.6)
Amortization	(0.9)	(7.5)	(15.8)
EBIT	5.1	(8.7)	4.2
Interest and finance expense	(3.0)	(3.5)	(13.5)
Income tax	(0.6)	(0.3)	(8.9)
Profit/(loss)	1.5	(12.5)	(18.2)
Earnings per share from continued operations			
Basic	0.04	(0.06)	(0.56)
Diluted	0.04	(0.06)	(0.56)

Cash flow statement

CONSOLIDATED INTERIM STATEMENT OF CASH FLOW

<i>USD millions</i>	Quarter ended 31 March 2013	2012	Year ended 31 December 2012
Profit/(loss) before income tax	2.0	(12.2)	(9.3)
Non cash items	8.8	14.2	44.6
Working capital changes	(2.9)	3.5	(15.4)
Net cash from operating activities	7.9	5.5	19.9
Capital expenditures	(6.8)	(1.3)	(15.0)
Multi-client investments	(0.2)	(3.0)	(6.6)
Net cash from investing activities	(7.0)	(4.3)	(21.6)
Proceeds from issuance of ordinary shares	1.9	-	14.0
Borrowings	(0.9)	(0.8)	(5.5)
Other financial items	(0.2)	-	(5.5)
Net cash from financing activities	0.8	(0.8)	3.1
Net (decrease)/increase in cash and cash equivalents	1.7	0.4	1.4

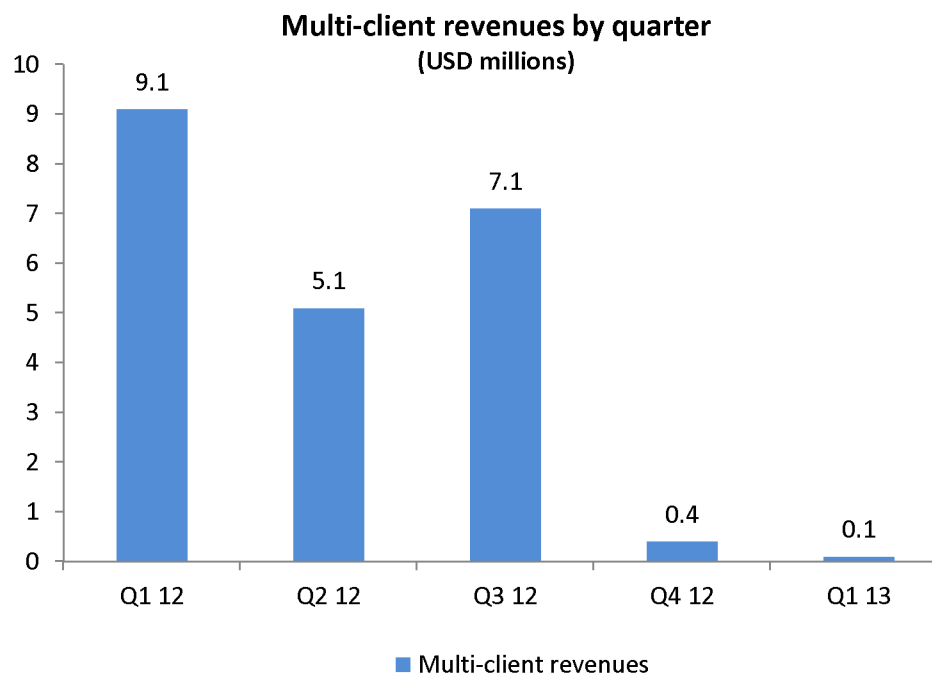
Balance sheet

CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

<i>USD millions</i>	Quarter ended 31 March 2013	2012	Year ended 31 December 2012
Property, plant and equipment	132.3	133.1	130.8
Multi-client library	2.7	12.9	3.4
Other non-current assets	1.3	1.3	1.3
Inventories	5.7	5.2	3.9
Trade receivables	44.8	20.6	33.1
Other current assets	10.1	10.6	10.2
Cash and cash equivalents	16.5	13.7	14.7
Total Assets	213.4	197.4	197.4
Equity	55.8	42.3	52.8
Non-current loans and borrowings	94.4	101.1	94.3
Other long-term liabilities	0.9	1.1	0.8
Trade and other payables	54.3	49.3	41.6
Current loans and borrowings	8.0	3.6	7.9
Total equity and liabilities	213.4	197.4	197.4
Net interest bearing debt	85.9	90.9	87.4
Equity ratio %	26.2%	21.4%	26.8%

Multi-client operations

- Minimal multi-client sales for the quarter of \$0.1 million
- Committed to selectively increase our investment in multi-client surveys
 - Better balance of supply and demand in the contract market
 - Capitalize on opportunities with attractive risk reward characteristics
- Multi-client survey performed in Barbados during the quarter
- Commencing new multi-client survey in Namibia in Q2



<i>USD millions</i>	Q1 2012	Q2 2012	Q3 2012	Q4 2012	Q1 2013
Beginning balance	16.6	12.9	9.6	4.5	3.4
Capitalized cost	3.1	1.1	2.7	-	0.2
Capitalized depreciation	0.7	-	0.1	-	-
Cost of multi-client sales	-	-	(5.1)	-	-
Amortization	(7.5)	(4.4)	(2.8)	(1.1)	(0.9)
Book value	12.9	9.6	4.5	3.4	2.7

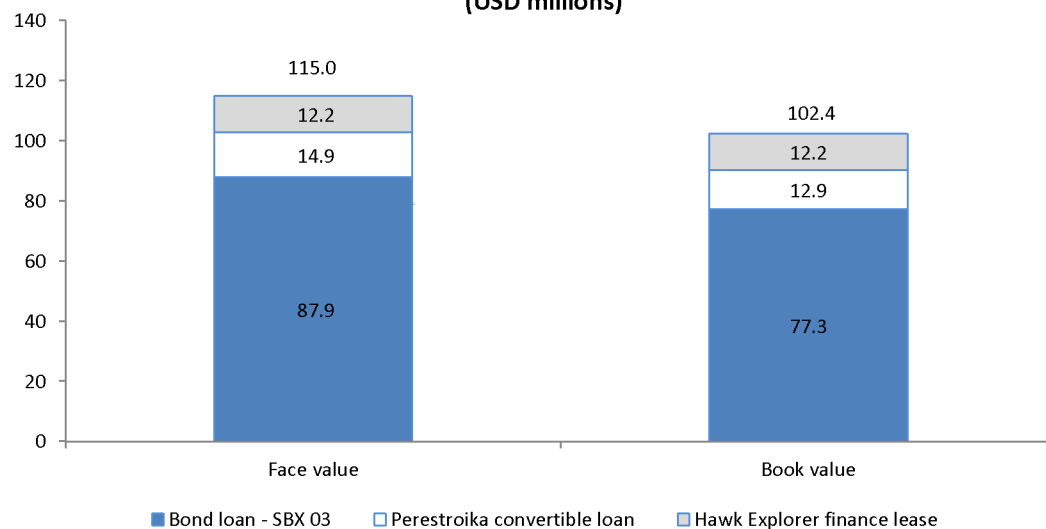
Funded debt review

<i>USD millions</i>	<i>AP +60</i>	<i>Equity ratio</i>	<i>Cash</i>
31 March 2013	\$0.9	26.2%	\$16.5

<i>Restrictions</i>	<i>AP +60</i>	<i>Equity ratio</i>	<i>Cash</i>
31 March 2013	< \$5.0	22.5%	≥ \$10.0

Included within cash is \$2.8 million restricted in connection with bank guarantees, deposits and the bond service account

**Funded debt profile
(USD millions)**



Bond refinancing update

- SeaBird Exploration Plc has mandated ABG Sundal Collier Norge ASA, Fearnley Securities AS and Pareto Securities AS to explore opportunities for the company to issue a secured bond in the Norwegian bond market
- The proceeds from any potential new bond issue would be used to refinance the existing \$87.9 million SBX03 bond and for general corporate purposes
- A new bond issue as described would be subject to redemption of SBX03
- The company has received approval from a sufficient majority of the SBX03 investors to ensure early redemption of SBX03 at a price of par

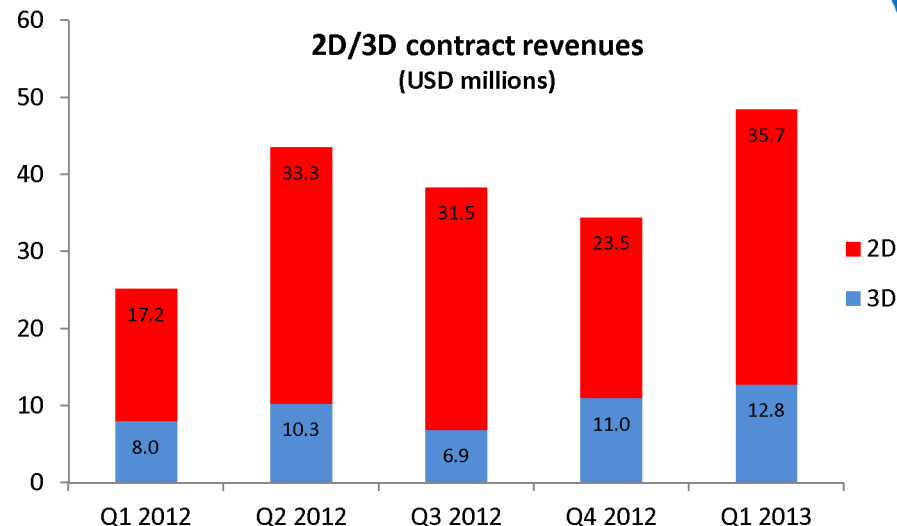
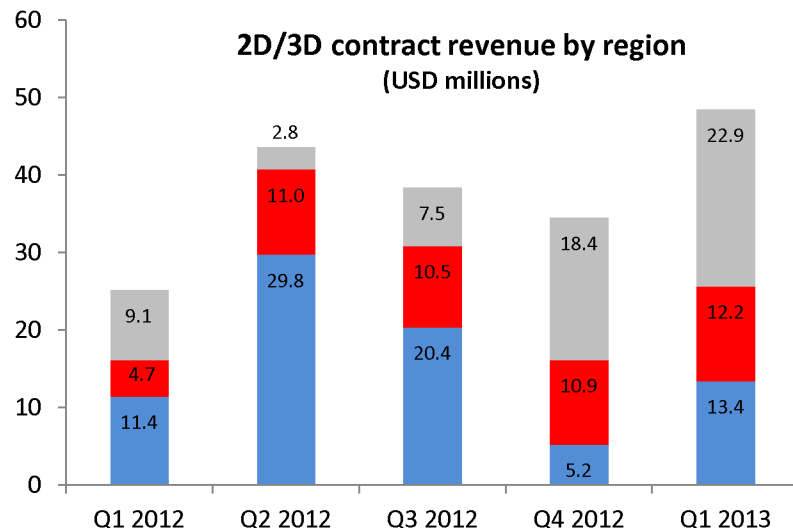
Operational review



Strong quarter for operations

- The company delivered another quarter of solid operational performance
 - Technical down-time of less than 4% for the period
- SeaBird has been further strengthened with the addition of experienced 3D sales, operations and offshore employees, supporting the expansion of the organization's fleet and position in the niche 3D market
- Another quarter of solid health, safety, security, environment and quality (HSSEQ) results
 - Lost time injury frequency (LTIF) rate was zero
- Commenced an effort to analyze past performance with an intention to further improve the HSSEQ processes and defining 2013 HSSEQ targets

Record high quarterly contract revenues



- Contract revenues of \$48.5 million due to;
 - Increased 2D contract revenue driven by higher day rates and higher fleet utilization
 - Seabird's 3D multi-contract campaign in Asia Pacific

Continued 3D success with Voyager in Australia and New Zealand

- Successful 3D multi-contract campaign;
 - Technical downtime of less than 2%
 - Notable commendations and high client satisfaction
- Proven track record with oil companies
- Continuously contracted since deployment in Q3 2011



Expanded 3D offering: Geo Pacific



- Enhanced offering with 6-8 streamer vessel targeting the 3D niche market
- Geo Pacific was dry-docked and upgraded during the quarter
 - Successfully performed sea trials with increased speed
- Mobilized for first contract commencing Q2 2013 in the Caribbean
- Healthy market interest for the vessel

Multi-client co-operation with GeoPartners

Namibia

- 2D multi-client project in partnership with GeoPartners Ltd; approximately 4,700km
- To be performed in Q2 2013
- Strong pre-funding

Promising Geological area



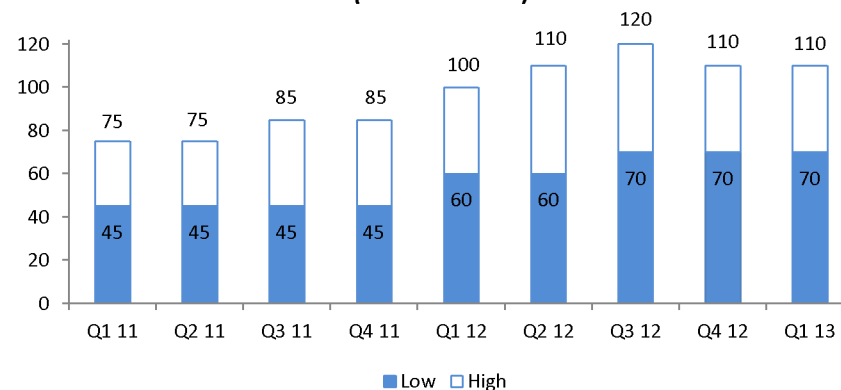
Outlook



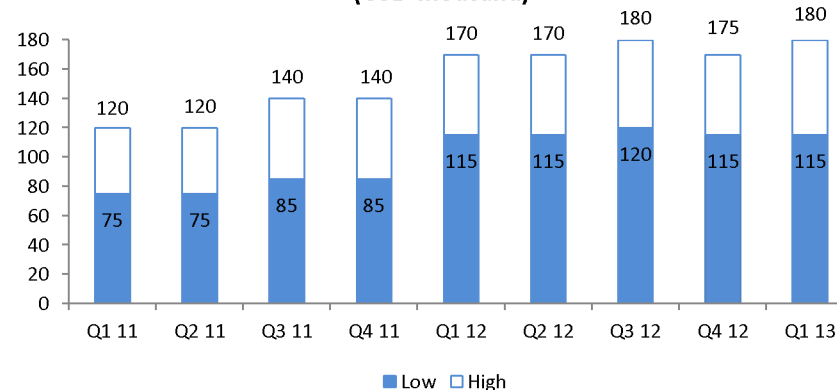
Market activity

- Solid activity in both 2D and niche 3D markets
- Record high tender activity
- Source market demand showing positive developments
- Strong day rates continued through the quarter
 - Potential for increase if vessel availability remains constrained
- Target to balance the vessel capacity between multi-client, longer-term contracts and shorter-term work

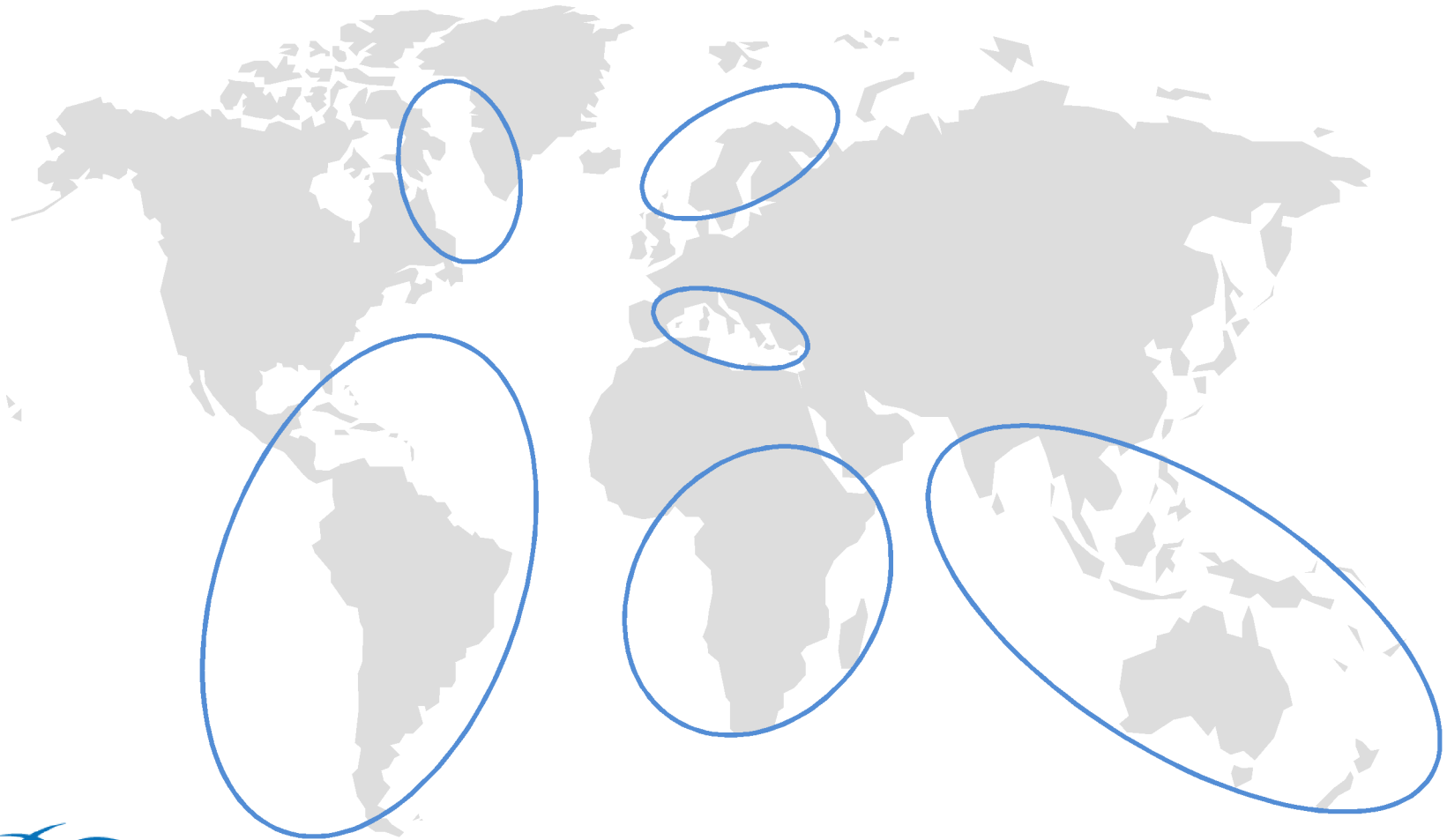
**2D High end
(USD thousand)**



**3D Low end
(USD thousand)**



Regional areas of focus



Q&A

