

Terms of Reference - Board of Directors

(approved by the Board on 25 March 2010)

1. Responsibility and Principal Duties

The Board of Directors has the overall responsibility for the management of the Company and for supervising and reviewing the Company's day-to-day management and activities.

While the fundamental responsibility of the Board is to act in the best interest of the Company, the Board has a responsibility to ensure congruence between shareholders expectations, corporate plans and management performance.

It is important to note that delegation of responsibility by the Board to a Committee does not absolve the full Board from responsibility for a Committee's work or decisions.

In discharging its obligations, the Board's principal duties are:

- To provide leadership in setting the Company's long-range strategic direction and to approve the Company's overall strategic plan, operating goals, budgets, performance indicators and the business plans established to achieve them.
- To monitor and evaluate the performance of the Company through financial reporting and reporting on operation development of the Company.
- To participate in identifying the principal risks of the business in which the Company is engaged, to achieve a proper balance between risks incurred and potential returns and to oversee the implementation of appropriate systems to manage the risks.
- To monitor and evaluate the performance of the CEO, taking appropriate action as warranted, and to provide for effective succession planning.
- To adopt policies and processes to enable effective communication with the shareholders, stakeholders and public.
- To ensure the integrity of the Company's internal control and management information system.
- To develop practices to ensure that the Board functions independently of management and major shareholders.
- To see that procedures are in place to ensure statutory responsibilities are met, an effective Corporate Governance program has been established, and corporate documents and records are properly prepared, approved and maintained.

2. Particular Items subject to Board Approval or Information

- The following items shall always be subject to Board approval:
 - Tenders and agreements related to seismic contracts with an estimated revenue value less than the current market rates and agreements of significant strategic impact.
 - Approval of material financing, with the exception of smaller working capital credit lines.
 - Investments in financial securities.

- All items that require decision by the Board as further set out in the Articles (appointment and resignation of CEO, appointment and resignation of CFO, appointment of auditors, increase of issued share capital and allotment of shares).
- Financial accounts – quarterly together with proposal for press release.
- Budgets, annually and when revision is required.
- Non-budget items over MUS\$ 1,000,000.
- Establishment of sales offices and formation of subsidiaries for strategic purposes.
- All resolutions to be approved by any of the Company’s subsidiaries.
- The following items shall regularly be presented to the Board for information:
 - Safety reports.
 - The latest available summary of accounts (prepared on monthly basis) with conformation to budget item by item and cash-flow projections.
 - Compliance with covenants of financing arrangements.
 - Currency exposure.
 - Status of Vessels CAPEX.
 - Vessels construction progress/Vessels schedule.
 - Recruitment status.
 - Sales status/marketing measures.

3. Constitution/Participation in Meetings

- The Board consists of nine Directors.
- At least five Directors must be present either in person or by telephone to constitute a quorum, of which at least one Director representing DW (Geoff Taylor or Rosli Khan) and one Director representing the initial founders (Peter Zickerman or Charlie Zickerman). If a phone meeting, a majority of Directors attending must be non-UK residents.
- Any non-UK resident Director should strive to appoint an alternate director to represent him in case of absence.
- Directors not able to participate in person shall, if possible, participate by phone.

4. Physical Board Meetings

The time and place of meetings of the Board and the procedures at such meetings shall be determined from time to time by the members of the Board, provided that:

- Physical Board Meetings shall take place 4 times a year and otherwise when required.
- Physical Board Meetings shall normally be held in Dubai and never in the UK.
- The CEO, CFO and Company Secretary shall in general always attend the Board Meetings.
- The Board shall at all times have the right to determine which non-Board members shall and shall not be present at any part of the meetings of the Board.

5. Phone Board Meetings

- Phone Meetings may be held when necessary.
- When possible, Directors and management located in Dubai, shall physically meet to participate in the meeting and such meetings shall always be deemed to be held in Dubai.
- Phone Meetings may only be initiated by invitation to phone conference from the Company Secretary or another person in the management of the Company situated in Dubai.

6. Written Resolutions

- Written Resolutions require signature of each Director in order to be valid.
- Written Resolutions may only be used to approve:
 - Items earlier discussed by the Board but not formally resolved upon in a meeting, provided no Director has expressed any disagreement to the proposed resolution; and
 - Minor issues that require approval by the Board due to request from a contract party;
 - Urgent issues where time does not permit a board meeting.
- Written resolutions may only be initiated by Company Secretary or another person in the management of the Company situated in Dubai.
- The UK resident Directors may sign a Written Resolution when in UK.

7. Notice of Board Meetings/Written Resolutions

- The CEO and any Director can require the Company Secretary to call for a Board Meeting.
- If time permits, any board meeting shall be formally called with at least 5 days written notice. Unscheduled physical Board meetings shall be notified as soon as possible.
- Request for a Written Resolution shall be submitted to the Directors at least 2 days in advance of the resolution being required.
- The Chairman shall always be notified of a board meeting/written resolution in advance of the notice.
- Notice of board meeting shall always take place via e-mails to all Directors with request for all Directors to acknowledge receipt of notice. If no acknowledgment is received within 24 hours, Company Secretary shall try to contact the relevant Director.
- The agenda of and any discussion material shall, if possible, be included in the notice of the board meeting. Discussion material shall in any event be submitted to the Board latest 48 hours prior to the board meeting. Only in extraordinary situations can a shorter time limit be accepted.
- The agenda for the meeting shall identify which items that require a resolution and which items that are only for information/discussion purposes.
- Discussion material shall always be prepared and sent to the Directors in advance where a Board resolution of monetary value is required. The discussion material shall, as a minimum, include a description of the background for the item and a proposal for resolution.
- In order to save the environment, the discussion material shall not be provided to the Directors in print.
- A member may in any manner waive a notice of meeting, and attendance of a member at a meeting is a waiver of notice of the meeting, except where a member attends a meeting for the express purpose of objecting to the transaction of any business on the grounds that the meeting is not lawfully called.

8. Resolutions

- Resolutions shall normally be passed with majority vote unless otherwise required by the Articles.
- If a majority vote cannot be made with the Directors present, the issue shall be postponed to the next meeting. The Chairman shall not use its double vote as given to him in the Articles of the Company.

- Authorisation to negotiate and sign any kind of documents shall as principle always be given to a member of the management and never to a UK-resident Director.

9. Minutes and Reporting Responsibility

- The Company Secretary shall prepare the Minutes of the Meetings.
- The Minutes shall be submitted to all directors for comments as soon as possible and latest one week after the meeting.
- The Directors shall submit any comments to the minutes in writing within 5 days after receiving the proposal for minutes, however the Minutes shall be formally approved on the following Board Meeting.
- The Minutes shall include:
 - Date and time of meeting;
 - Form and venue of meeting;
 - Present and absent Directors, physical location of each Director;
 - Whether the present Directors constitute a quorum;
 - Present members of management and their physical location;
 - Precise record of all decisions taken, brief summary of all issues discussed and any directives or authorizations given by the Board to the management;
 - Attachment of discussion material if required by a Director or if required for the understanding of the content of resolutions passed;
 - Record of whether resolutions were unanimous or include dissents, and if dissent, the identity of the dissenting party.
- The Minutes shall be signed by the Chairman and the Company Secretary at the following Board Meeting unless an earlier signed resolution is required. If earlier signed resolution is required, the Minutes shall be signed after the due date for comments from the Directors, provided that the Chairman may only sign Minutes when outside of the UK.

10. Annual Plan

The Board shall at the end of each year resolve on a Board Plan for the following year containing a schedule for physical board meetings and an outline and schedule of known items to be discussed at each meeting.

11. Committee Structure

The Board has statutory authority to appoint any Committees that it considers necessary for the efficient conduct of the affairs and business of the Corporation and to prescribe the duties of any Committee it appoints.

The Board of Directors has established the following committees:

- Corporate Governance; and
- Remuneration.

Separate Terms of Reference have been developed for the Committees.

12. Auditor

The Directors should meet with the auditor of the Company annually without the executive management being present. At the Board Meeting approving the annual accounts, the auditor shall as a main rule be available by phone for potential questions from the Board.

13. Evaluation

- The Directors shall evaluate their own performance once a year.
- The Directors shall evaluate the CEO once a year.

14. Management Responsibilities

The Board discharges its obligations directly through recommendations it receives from Committees of the Board and by delegating certain of its powers to officers and employees of the Company.

The CEO and the executive management is responsible for the day-to-day operations of the Company, acting within approved Board policies and directives.

In general terms, the Board expects that the CEO and the executive management will:

- Develop a vision and philosophy for the Company with strategic and operational plans to achieve the vision.
- Establish, prioritise and achieve corporate strategies, goals, budgets, business plans and performance indicators.
- Identify, prioritize and manage the principal risks to the Company.
- Appoint, train, motivate, monitor and evaluate employees, and develop an effective succession plan.
- Propose and implement policies and processes to enable effective communication with the shareholder, stakeholder and public.
- Design and implement policies and procedures to ensure the integrity of the Company internal control and management information systems.
- Provide accurate, complete and timely information to the Board to enable it to discharge its obligations and meet its governance and legal responsibilities.
- Establish and implement procedures to ensure statutory responsibilities are met, an effective Corporate Governance program is in place and Corporate documents and records are properly prepared, approved and maintained.
- Ensure compliance with significant policies and procedures by which the Company is operated.

15. Access to Corporate Records

In performing any of its duties and responsibilities, the Board shall have access to any and all books and records of the Company required for the execution of the Board's obligations and, as necessary, shall discuss with appropriate corporate officers and employees such records and other relevant matters.

16. Expenses

- Travel expenses shall be refunded by the Company subject to receipt of copy of invoices and copy of flight confirmation (if not arranged through HRG).
- The Directors may fly business class.
- The Directors will be refunded one night stay in hotel unless the Board Meeting last for more than one day.
- The Directors shall arrange their own flights.
- Only cost of phone calls related to the function as Director are refundable subject to invoice highlighting the calls that are requested refunded.
- Any expenses shall be submitted to the Company Secretary for approval by way of an expense claims form with relevant invoices attached.

17. Compliance with Laws and Regulations

The Board of Directors shall comply with:

- the Company's Articles of Association;
- the Company's principle of corporate governance;
- the Company's public policy and confidentiality principles;
- the Group's ethical and safety commitments.

18. Access to Corporate Records

In performing any of its duties and responsibilities, the Board of Director shall have access to any and all books and records of the Group and, as necessary, shall discuss with appropriate Group employees such records and other relevant matters.

19. Access to Independent Advice

The Board of Directors is entitled to engage outside advisors at the Group's expense, if, in the opinion of the Board, this is necessary in order for the Board to properly discharge its functions, duties and responsibilities.

20. Renewal of Terms of Reference

The Board shall review annually its Terms of Reference and, where appropriate, resolve on revisions of its Terms of Reference.