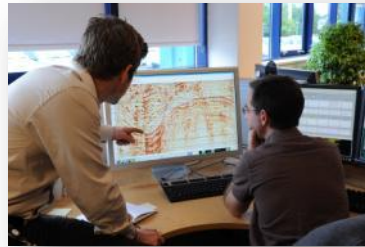


Q2 2012 Financial Results



July 27th 2012

Forward Looking Statements

This presentation contains forward-looking statements, including, without limitation, statements about CGGVeritas ("the Company") plans, strategies and prospects. These forward-looking statements are subject to risks and uncertainties that may change at any time, and, therefore, the Company's actual results may differ materially from those that were expected. The Company based these forward-looking statements on its current assumptions, expectations and projections about future events. Although the Company believes that the expectations reflected in these forward-looking statements are reasonable, it is very difficult to predict the impact of known factors and it is impossible for us to anticipate all factors that could affect our proposed results. All forward-looking statements are based upon information available to the Company as of the date of this presentation. Important factors that could cause actual results to differ materially from management's expectations are disclosed in the Company's periodic reports and registration statements filed with the SEC and the AMF. Investors are cautioned not to place undue reliance on such forward-looking statements.

Agenda



Q2 2012 Review

Financial Review

Operational Review

Outlook and Perspectives

Q2 Main Elements

▶ Marine Operational Improvement

- Production rate above 91% for the second consecutive quarter
- Successful upgrade of the Champion vessel
- Positive impact of price increase to have full impact on H2

▶ Lead on Innovation

- Success of BroadSeis™
- Launch of Sercel Sentinel® RD streamer
- Major breakthrough in marine acquisition: StagSeis™

▶ Return to Gulf of Mexico

- New Multi-Client program IBALT with StagSeis innovation

▶ Enhanced Commercial Visibility

- E&P spending to increase by 15% this year
- Tendering activity progressing well for the fourth quarter 2012 and first quarter 2013
- Strategic alliance in Russia with SMNG

▶ Continued Strong Sercel Performance

Q2 A Come Back to Growth and Profitability

- ▶ **Group Revenue was \$831m, up 11% y-o-y**
 - Sercel at \$285m, up 7%
 - Services at \$599m, up 13%
 - Improvement of marine operational performance
 - More favorable seasonality for our Land activity
 - Low marine multi-client sales in the Gulf of Mexico
 - Sustained high activity in Processing, Imaging & Reservoir
- ▶ **Group Operating Income was \$85m, a 10% margin**
 - Sercel performance was excellent with 32% operating margin
 - Services returned to profitability with an operating income of \$19m, a 3% margin
- ▶ **Net Income was positive at \$34m compared to a loss of \$38 million last year**
- ▶ **Net Free Cash Flow negative at \$129m**
- ▶ **Net Debt to Equity ratio at 42% compared to 39% at the end of March 2012**
- ▶ **Backlog as of June 30th 2012 was \$1.3 billion, stable y-o-y**

Agenda

Q2 2012 Review

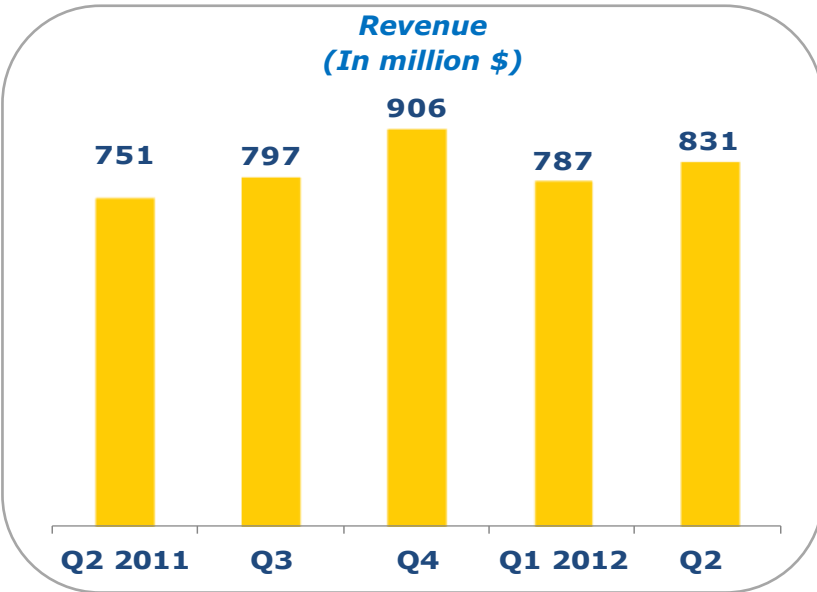


Financial Review

Operational Review

Outlook and Perspectives

Q2 2012 Financial Overview

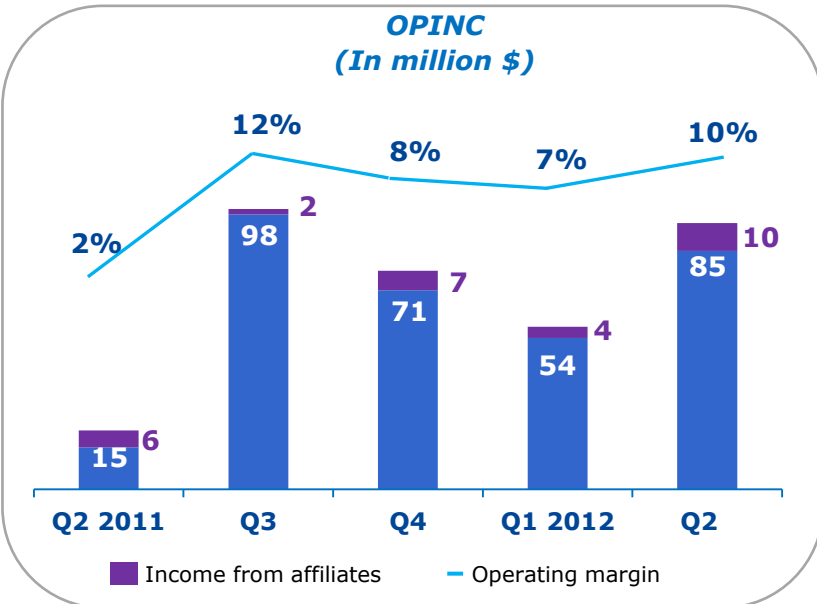


▶ Revenue \$831 million, up 11%

- Sercel at \$285m, up 7%
 - Internal sales at 19%
 - External sales at \$232 million
 - 28% contribution to Group Revenue
- Services at \$599m, up 13%

▶ Operating Income: \$85 million

- Sercel at \$92m, a 32% margin
 - 93% contribution to Group Operating Income
- Services at \$19m, a 3% margin

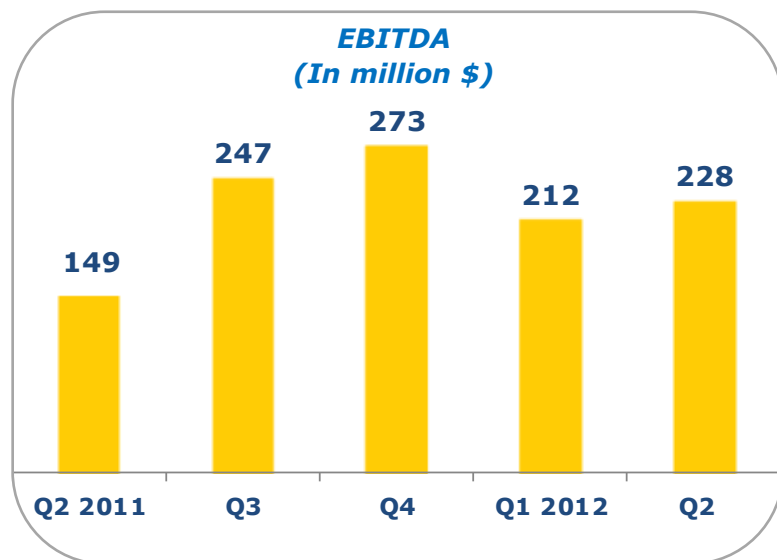


▶ Contribution from equity investees was strong at \$10 million

- Mainly related to the good performance of Argas

▶ Net Income at \$34 million

Q2 2012 Financial Overview

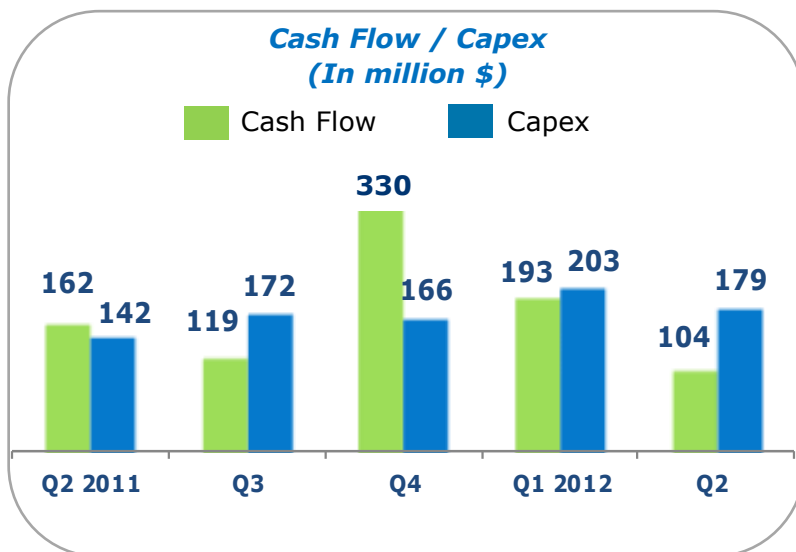


▶ EBITDAs: \$228 million, 27% margin

- Sercel at \$103m, a 36% margin
- Services at \$150m, a 25% margin

▶ Total Capex of \$179 million

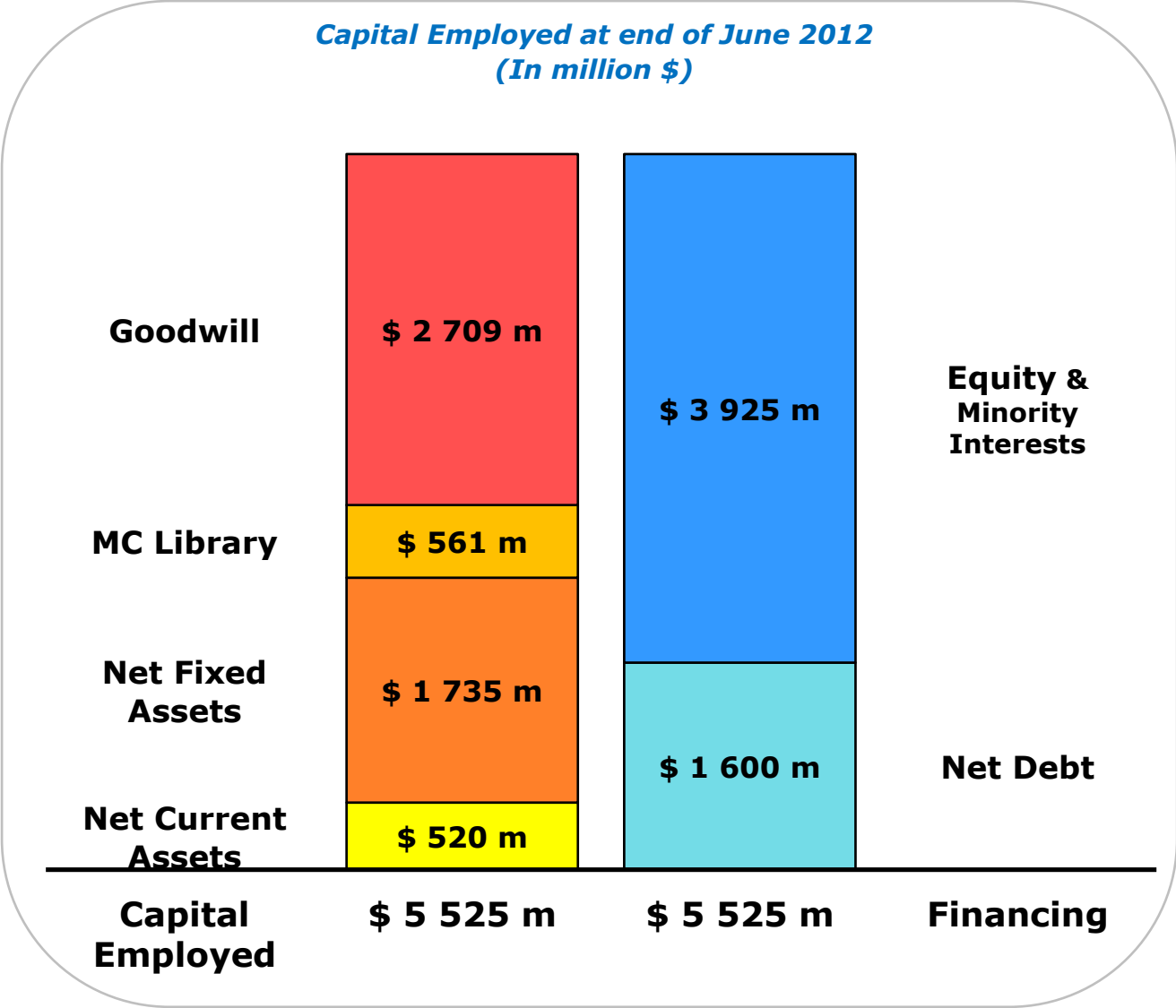
- Industrial Capex: \$97m
- Multi-Client Cash Capex at \$82m
 - Marine Capex at \$41m, 50% prefunded
 - Land Capex at \$41m, 60% prefunded
 - Depreciation rate at 74%



▶ Operational Cash Flow of \$104 million down 36% year-on-year

- Significant increase in working capital mainly related to the high level of invoicing in June, both at Sercel and Services
- Net free cash flow negative at \$129m

Financial Indicators – Strong Balance Sheet



Agenda

Q2 2012 Review

Financial Review

 **Operational Review**

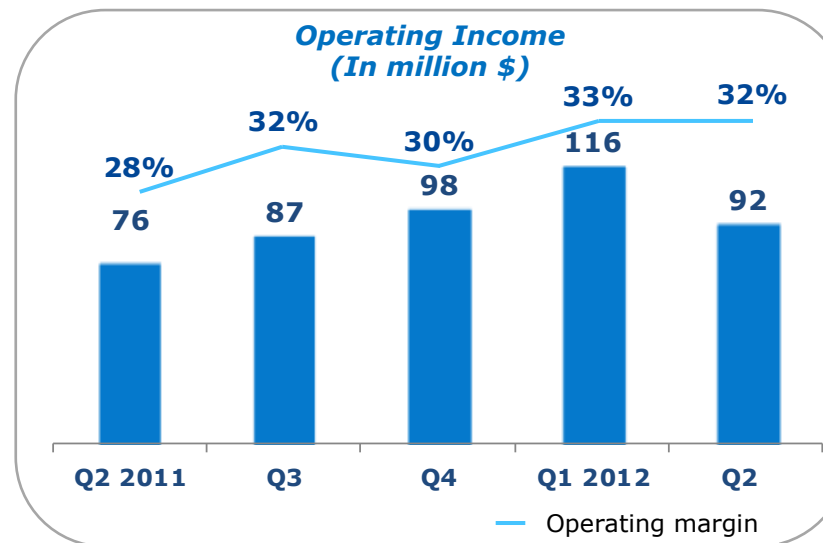
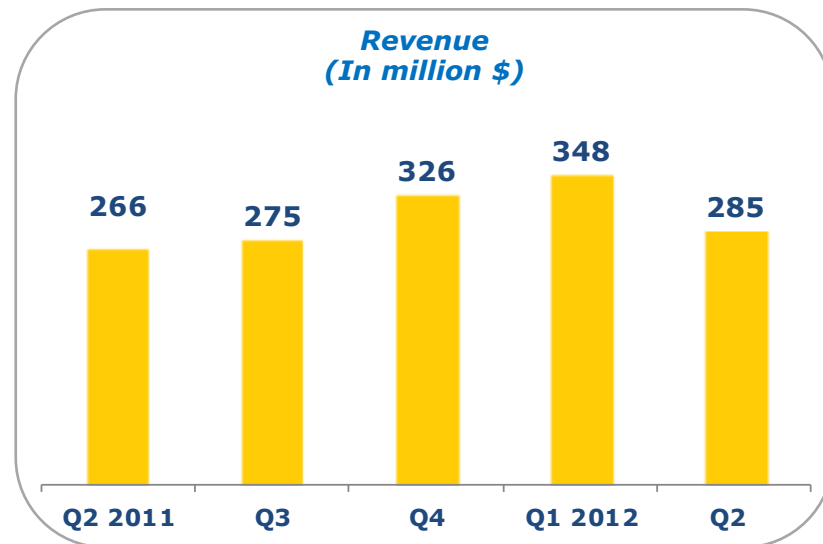
Outlook and Perspectives

Sercel: Q2 2012 Operational Overview



▶ Revenue up 7% y-o-y

- Back to typical seasonality revenue pattern
- Land Equipment
 - Strong deliveries mainly related to high-channel-count crews
 - Increasing demand for wireless-technology equipment especially in North America
 - First two 428XL high-channel-count crews equipped with Giga transverse technology started operations in the Middle East
- Marine Equipment
 - Launch of the new solid streamer Sentinel RD



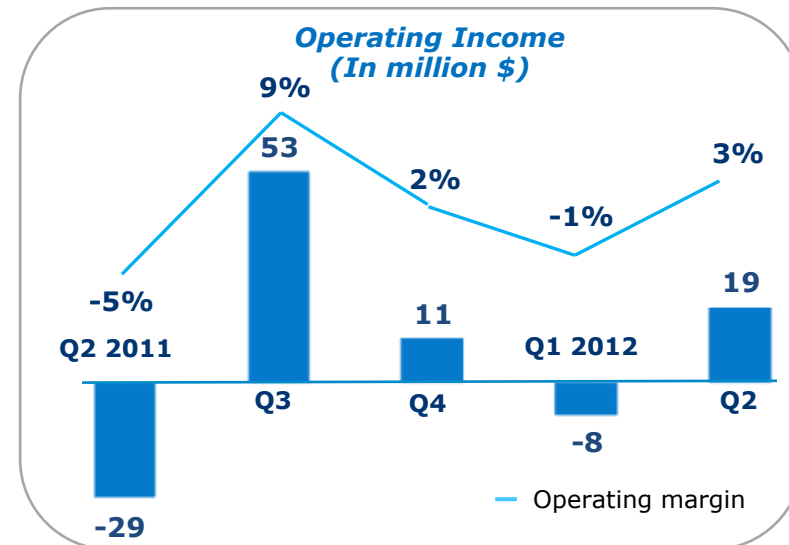
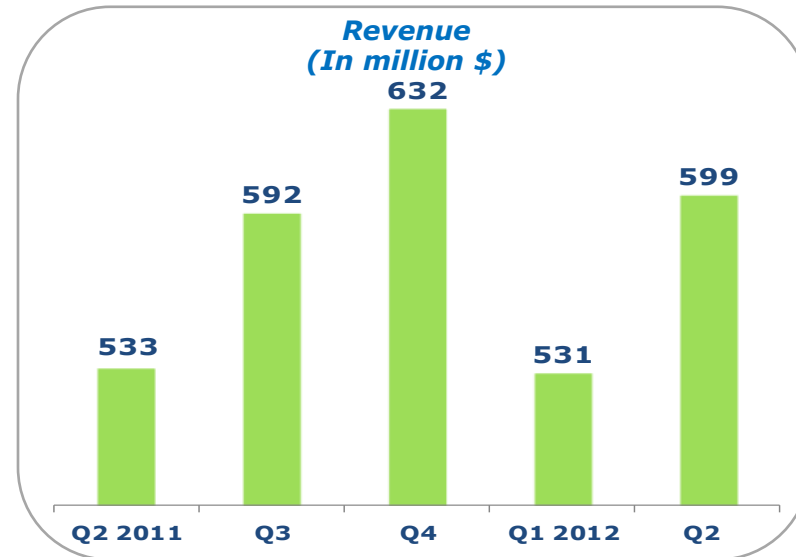
▶ Sustained high performance

- Operating margin at 32%
- Sustained outstanding financial performance

Services: Q2 2012 Operational Overview

► Revenue: \$599 million up 13% y-o-y

- Marine contract up 19%
 - Good fleet operational performance
 - First positive impact of price increase
 - Continued commercial success of BroadSeis
 - Completion of the largest Hi-Res WAZ BroadSeis survey
- Land contract up 38%
 - More favorable seasonal activity
 - 18 crews in operation
 - Sustained activity in transition zones and shallow water
- Processing, Imaging & Reservoir up 7%
 - Strong activity in the large processing centers
- Multi-client down 17%
 - Main production: offshore Brazil and onshore US (Marcellus basin and Alaska). Starting Angola
 - Prefunding rate at 55% due to postponement of clients' prefunding commitments to the third quarter
 - Low GoM marine multi-client after-sales as anticipated
 - Launch of new StagSeis multi-client program in the GoM



► Operating Income at \$19 million

Agenda

Q2 2012 Review

Financial Review

Operational Review

Outlook and Perspectives

2012 Perspectives: Growth and Performance

- ▶ **Group revenue should grow 10%-15%**
- ▶ **Sercel expected to continue to grow and deliver excellent results**
- ▶ **Services expected to improve significantly**
 - Marine vessel utilization rate should continue to remain high and prices to start impacting Q3 results. BroadSeis success expected to strengthen
 - Sustained Land activity expected in H2 in North America, North Africa, Middle East and Asia Pacific
 - Multi-Client activity driven by Gulf of Mexico StagSeis program and end of year after-sales
 - Processing & Reservoir should continue to benefit from solid demand for high-end imaging



2012 Perspectives: Growth and Performance

- ▶ **2011-2012 performance plan: \$150 million additional operating income target confirmed**
- ▶ **Industrial Capex**
 - As planned, 2/3 of original industrial capex spent on H1 (including the upgrade of the Champion)
 - H2 capex potentially revised up to take advantage of the positive market cycle
- ▶ **Multi-Client Cash Capex**
 - Marine at around \$250 million including StagSeis and Land at around \$130 million
 - Prefunding confirmed at 80%-85%
- ▶ **Positive Net Free Cash Flow**

