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July 12, 2011

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Dear Nigel,

PGS / TGS Baffin Bay Seismic Survey

We are writing to inform you that after much careful deliberation PGS and TGS have decided to postpone the Davis Strait/Baffin Bay portion of our seismic program until the 2012 season.

This decision has been taken due to a combination of factors including the willingness of PGS and TGS to invest more time and resources to consult with the Inuit communities and other stakeholders. This year we will limit our seismic program to the regional survey being acquired offshore Labrador.

We would like to thank you and QIA for your gracious offer to work together with us to grow community support and we are very pleased to accept this valuable assistance. We understand the importance of addressing community concerns and it became apparent that this could not be satisfactorily achieved ahead of the 2011 seismic acquisition season. We are confident that by working together with QIA we can build community relations through a planned program of public meetings, start to build personal relationships, and achieve a better understanding of Inuit Traditional Knowledge so we can start to address many of the concerns that currently exist within the communities.

We would like to suggest a meeting with QIA in Iqaluit in the very near future where we can open discussions and start to plan a program for meeting and consulting with the relevant communities.

Once again we would like to thank QIA for offering to work with us on this project and we look forward to hearing back from you with some suggested dates for an initial meeting.

Yours faithfully,

Jerry Witney

Vice President MultiClient – North America