



RECONCILIATION OF GAAP NET INCOME PER DILUTED SHARE TO NON-GAAP ADJUSTED NET INCOME PER DILUTED SHARE

	Three Months Ended December 31,		Twelve Months Ended December 31,	
	2007	2006	2007	2006
	(In Thousands, Except Per Share Amounts)			
GAAP net income (loss)	\$ (18,623)	\$ 23,706	\$ 28,771	\$ 101,878
Non-GAAP adjustments:				
Gain on disposal of discontinued operations, pre-tax	(40,732)	-	(40,732)	-
Loss from prior year discontinued operations	470	1,004	169	988
Maritech impairments (A)	77,726	3,755	97,731	7,160
Seismic costs	1,132	-	1,174	-
Other insurance receivable write-off	2,800	-	3,570	-
Vessel costs and other	1,814	-	13,597	-
Fluids contract termination	9,250	-	9,250	-
Mid-continent weather event	950	-	950	-
Income tax effect of non-GAAP adjustments	(17,611)	(1,548)	(29,243)	(2,646)
Non-GAAP adjusted net income	<u>\$ 17,176</u>	<u>\$ 26,917</u>	<u>\$ 85,237</u>	<u>\$ 107,380</u>
GAAP net income (loss) per diluted share	\$ (0.25)	\$ 0.32	\$ 0.38	\$ 1.36
Non-GAAP adjustments:				
Gain on disposal of discontinued operations, pre-tax	(0.54)	-	(0.54)	-
Loss from prior year discontinued operations	0.01	0.01	0.00	0.01
Maritech impairments (A)	1.03	0.05	1.29	0.10
Seismic costs	0.02	-	0.02	-
Other insurance receivable write-off	0.04	-	0.05	-
Vessel costs and other	0.02	-	0.18	-
Fluids contract termination	0.12	-	0.12	-
Mid-continent weather event	0.01	-	0.01	-
Income tax effect of non-GAAP adjustments	(0.23)	(0.02)	(0.39)	(0.03)
Non-GAAP adjusted net income per diluted share	<u>\$ 0.23</u>	<u>\$ 0.36</u>	<u>\$ 1.12</u>	<u>\$ 1.44</u>
Shares used in calculating non-GAAP diluted earnings per share (B)	75,812	74,950	75,921	74,824

(A) Primarily includes write-off of storm repair receivables, ARO adjustments and oil and gas property impairments.

(B) Fully diluted shares for the three month period ending 12/31/2007 includes 1,728 of anti-dilutive common stock equivalents that were excluded from the reported GAAP net loss per share.