

CanCambria Energy Corp.

CCEC-TSXV
4JH-FSE
CCEYF-OTCQB

Rating	Price: Oct-7	Target	Total Rtn
BUY	\$0.26	\$2.25	757%

CanCambria Energy Announces Closing of C\$6.9 Million Brokered LIFE Offering

Bottom Line:

CanCambria Energy reported the closing of its brokered private placement of 23,000,000 units of the Company at a price of C\$0.30 per unit for gross proceeds of C\$6,900,000. The net proceeds of the Offering will be used to delineate and de-risk 10 identified shallow oil prospects and advance the drilling of its top-ranked prospects. **We view this financing as a positive development.**

Key Points

The Offering consisted of 23,000,000 Units of the Company for gross proceeds of C\$6.9 million. Each Unit consists of one common share of the Company and one common share purchase warrant. Each warrant entitles the holder to purchase one common share at an exercise price of C\$0.40 until October 8, 2029. The Company has applied to list the warrants on the TSX Venture Exchange and, if approved, they are expected to trade under the symbol CCEC.WT.

Proceeds of the Offering will be used to delineate and de-risk 10 identified shallow oil prospects, with a portion available for general corporate purposes. The delineation of these 10 prospects will be underpinned by the acquisition of a new, state-of-the-art, proprietary 3D seismic survey covering the Soltvadkert/Tazlar/Alpar (STA) Fairway. The survey is designed to reduce pre-drill uncertainties and geologic risks related to prospect geometry, resource size, reservoir distribution, and well placement.

We view the advancement of the identified shallow oil prospects as a positive development. We believe the shallow oil prospects complement the Company's deep gas strategy in southern Hungary. Brent crude oil prices are currently ~US\$100 per barrel and European gas prices are ~US\$25 per MMBtu.

The Company paid the agent a cash commission of \$362,271 and issued 1,207,570 broker warrants in connection with the Offering. Each broker warrant is exercisable at a price of \$0.30 per common share until October 8, 2029. In addition, the Company paid an advisory fee of \$105,000 plus tax and issued 350,000 advisory warrants of the Company on the same terms as the broker warrants. Research Capital Corporation acted as the sole agent and sole bookrunner for the transaction.

Important Disclosures: See pages 4-5



GRANITE POINT RESEARCH

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Source: FactSet

Market Data

Dividend	\$0.00	Shares O/S (mm)	153.7
Yield	0.0%	Market Cap (mm)	\$40.4
EV (mm)	\$33.4	Net Cash (mm)	7.0

Valuation

Our target price is based on our risked Net Asset Value per Share (NAVPS). In arriving at our \$2.25/share target price, we have assigned an 80.0% probability of commerciality.

Company Description

CanCambria Energy Corp. is a Canadian junior oil and gas exploration and production company that focuses on the acquisition and development of low-risk assets. With a globally experienced leadership team, CanCambria focuses on high-quality, de-risked projects with direct access to profitable markets. The Company holds a 100% working interest in the Kiskunhalas Tight Gas Sand Project in southern Hungary, a significant gas-condensate resource in the heart of Europe.

Our Thesis

CanCambria has a compelling, low-risk unconventional asset that can be commercialized by leveraging technology. Management is highly skilled and experienced at developing unconventional natural gas assets.

Exhibit 1: Financial Summary

C\$	2Q/25	2025A	1Q/26	2Q/26	YoY Chg
Income Statement Highlights					
Operating expenses	1,113,511	3,929,825	1,052,088	1,166,016	5%
Consulting fees	205,094	856,852	250,844	110,985	
Professional fees	119,815	567,088	106,123	109,847	
Investor relations	302,184	1,050,333	231,806	373,774	
Stock-based compensation	352,644	1,017,516	385,925	468,837	
FX gain (loss)	46,953	190,249	(15,532)	287,060	
Interest income	73	83,577	32,983	30,040	
Net income (loss)	(1,066,485)	(3,655,999)	(1,034,650)	(848,972)	(20%)
EPS (basic)	(\$0.01)	(\$0.03)	(\$0.01)	(\$0.01)	
Balance Sheet Highlights					
Cash	816,506	90,956	1,518,145	538,868	
Restricted cash	2,509,567	2,699,088	2,680,391	2,952,192	
E&E assets	2,583,682	5,672,488	6,132,285	6,487,181	151%
Total assets	6,162,634	8,949,547	11,268,506	10,702,744	74%
AP & accrued liabilities	274,791	495,019	335,044	149,417	
Total shareholders' equity	5,887,843	8,454,528	10,933,463	10,553,328	79%
Working capital	783,401	(97,161)	1,656,405	663,397	
Cash Flow Highlights					
Operating CF	(788,444)	(2,681,400)	(989,241)	(596,930)	
E&E expenditures (capitalized)	(237,179)	(3,525,036)	(426,456)	(530,939)	
Investing CF	(2,635,454)	(6,276,007)	(711,229)	(382,347)	
Financing CF (net of costs)	(3,751)	7,880,642	3,127,659	-	
Effect of FX on cash	(2,653)	-	-	-	
Net change in cash	(3,430,302)	(1,076,765)	1,427,189	(979,277)	

Source: Company Reports, Granite Point Research

Exhibit 2: Capital Structure Bridge – 2Q/2025 to 2Q/2026¹

Shares	2Q/25	2025A	1Q/26	2Q/26	YoY Chg
Share Counts (period end)					
Basic shares O/S	113,190,100	122,168,600	130,716,475	130,716,475	17,526,375
Fully diluted shares (treasury stock method)	115,957,095	124,935,595	133,483,470	132,454,570	16,497,475
Fully diluted shares (simple, all-in, incl. RSUs)	129,931,610	149,551,163	166,494,723	166,550,602	36,618,992
Total dilutive securities outstanding (incl. RSUs)	16,741,510	27,382,563	35,778,248	35,834,127	19,092,617
of which: restricted share units (RSUs)	700,000	700,000	500,000	500,000	(200,000)

Source: Company Reports, Granite Point Research

¹ Basic shares are stated on the filed basis in all periods. No shares were issued during 2Q/26. Fully diluted (simple, all-in) for 1Q/26 is restated to 166,494,723 from the 165,650,223 published in the 1Q/26 note, reflecting the filed basic count and the inclusion of RSUs. All figures in C\$ unless otherwise stated. Share counts are prior to the October 2026 LIFE financing.

Important Disclosures

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RATING	COVERED COMPANIES
BUY	4
HOLD	
SELL	

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