

# CanCambria Energy Corp.

CCEC-TSXV	Rating	Price: Jan-29	Target	Total Rtn
	BUY	\$0.43	\$2.05	377%

## CanCambria Energy Announces Second Upsize and Closing of Its Non-Brokered Private Placement

### Bottom Line:

**CanCambria announced yesterday the closing of its twice upsized private placement** for gross proceeds of C\$3,275,350. The proceeds of the offering will be used to fund the procurement of long lead-time items prior to the start of the 2026 drilling program as well as resource evaluation of the Kiskunhalas Concession Area and support for the BA-IX tight-gas field and general corporate purposes. We view the announcement as a positive development toward advancing the Kiskunhalas Project drilling program. **We reiterate our Buy rating and \$2.05/share target price.**

### Key Points

**Successful closing of its twice-upsized private placement** for gross proceeds of C\$3,275,350, through the sale of 8,188,375 Units at a price of \$0.40 per Unit. Each Unit was comprised of one Common Share and one Share Purchase Warrant. Each warrant will entitle the holder to acquire one additional common share of the Company at an exercise price of \$0.50 per Warrant Share for a period of three years following the closing of the offering.

**Four-month hold period on securities issued in conjunction with the offering.** The Units, Shares, Warrants, and any Shares issued upon the exercise of the Warrants will be subjected to a hold period of four months and one-day, expiring May 30, 2026.

**Management and key company associates purchased ~5% of the units.** There was strong interest in the offering from both existing shareholders and new investors.

**A cash finder's fee** of \$156,924 and 392,310 non-transferable Finder's Warrants was paid by the Company. Each Finder's Warrant entitles the holder to acquire one common share at a price of \$0.50 per Finder's Warrant Share, expiring January 29, 2029. Other than the non-transferability provision, the Finder's Warrant is otherwise the same as the other Warrants issued as part of the financing.

**Proceeds of the offering to help fund the advancement of the Kiskunhalas Project's drilling program.**

**We view this as a positive development and reiterate our Buy rating and \$2.05 price target.**

**Important Disclosures:** See pages 2-3

### Oil & Gas

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Source: FactSet

Dividend	\$0.00	Shares O/S (mm)	122.9
Yield	0.0%	Market Cap (mm)	\$52.8
EV (mm)	\$49.3	Net Debt (mm)	NA

### Valuation

Our target price is based on our risked Net Asset Value per Share (NAVPS). In arriving at our \$2.05/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. The company holds a 100% working interest in the Kiskunhalas Tight Gas Sand Project in Hungary.

### Our Thesis

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

## Important Disclosures

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RATING	COVERED COMPANIES
BUY	1
HOLD	
SELL	

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