

# CanCambria Energy Corp.

<b>CCEC-TSXV</b>	Rating	Price: Mar-23	Target	Total Rtn
	<b>BUY</b>	<b>\$0.62</b>	<b>\$2.05</b>	<b>231%</b>

## CanCambria Identifies 350 km<sup>2</sup> High-Impact Shallow Exploration Trend in Kiskunhalas Concession, Southern Hungary

### Bottom Line:

**CanCambria has identified a 350 km<sup>2</sup> (86,500-acre) shallow exploration fairway in the northern portion of its 100%-owned Kiskunhalas Concession in southern Hungary.** The trend sits within a proven basin that has produced over 160 million BOE from 20+ historical fields. Multiple leads and prospects have been delineated from legacy 2D seismic, with 3D seismic acquisition planned to further de-risk targets. This adds a lower-cost, faster-cycle oil-weighted exploration opportunity alongside the Company's existing deep tight gas resource. **We view this as a positive development and reiterate our target price and rating.**

### Key Points

**New 350 km<sup>2</sup> shallow play fairway.** CCEC has identified a high-impact exploration trend across the northern KCA targeting conventional and unconventional accumulations at average depths of ~1,800 meters. Multiple productive stratigraphic intervals (Pannonian, Badenian, Miocene, Cretaceous, Triassic, and fractured Precambrian) have been identified along basement-controlled structural features.

**Proven basin with 160+ million BOE produced.** More than twenty historical oil and gas fields within and adjacent to the KCA have collectively produced over 160 million BOE. Prospects are interpreted as potential satellite accumulations along a "string-of-pearls" style structural trend associated with discoveries from the 1960s–70s.

**Technical work underway with 3D seismic to follow.** MS Energy Solutions has been retained to complete an integrated regional desktop study, including licensing and interpretation of ~500 km of 2D seismic. CCEC plans a proprietary 3D seismic acquisition program to define prospect size, geometry, and risk before drilling. No capital commitments or deadlines exist in 2026 under the Technical Operating Plan, though the Company may accelerate based on commodity prices.

**Regional activity validates the play.** MOL Group has recently acquired 3D seismic directly north of the KCA within the Kiskőrös Concession and reported a significant new oil discovery in Hungary with initial rates of 1,000 bbl/d (September 2025), highlighting continued industry investment adjacent to CCEC's acreage.

**Diversified portfolio.** The shallow play adds lower-cost, faster-cycle, oil-weighted drilling targets to CCEC's existing deep tight gas-condensate resource at Kiskunhalas, broadening the Company's opportunity set. Prospective resource disclosure (NI 51-101 compliant) will follow once 3D seismic is acquired and interpreted.

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



### Oil & Gas

**John Stephenson, P.Eng., CFA** Analyst  
 jstephenson@granitepointresearch.com  
**(647) 267-1906**



Source: FactSet

Dividend	\$0.00	Shares O/S (mm)	122.9
Yield	0.0%	Market Cap (mm)	\$76.2
EV (mm)	\$78.3	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

### Analyst Certification

I, John Stephenson, hereby certify that the views expressed in this report accurately reflect my personal views, about the subject securities or issuers. I also certify that no part of my compensation was, is, or will be, directly or indirectly, related to the specific recommendations or views expressed in this report. Furthermore, I certify that (i) to the best of my knowledge, that I am not in receipt of material non-public information about the issuer, (ii) that I do not own common shares, options, or warrants in the company under coverage, and (iii) that I have adhered to the CFA Institute guidelines for analyst objectivity.

### Granite Point Research Ratings System

**BUY:** The stock is expected to generate returns of over 20%, over the next 24 months;

**HOLD:** The stock is expected to generate returns of 0-20% over the next 24 months;

**SELL:** The stock is expected to generate negative returns over the next 24 months;

**NOT RATED (NR):** Granite Point Research does not provide research coverage on the respective company;

**R: Restricted** – Dissemination of research is currently restricted.

### About Granite Point Research

Granite Point Research focuses on equities currently being overlooked by the market and provides institutional quality issuer paid research on North American public equities. Our reports focus on detailed valuation analysis, understanding the performance metrics of each specific company, reputable management teams and unit economics. For more information on our company, please visit <https://www.granitepointresearch.com>

RATING	COVERED COMPANIES
BUY	3
HOLD	
SELL	

### General Information

This report was created and distributed by Granite Point Research (GPR) and is based on information we believe to be reliable. Granite Point Research does not represent that this report is accurate or complete and it should not be relied upon as such. Additionally, any information contained in this report is subject to change without formal or type of notice provided. Investors should consider this report as one factor in their investment decision and this report is not intended to replace an investor's independent judgement.

GPR is not a CIRO registered dealer and does not offer investment banking services to its clients. GPR (and its employees) do not serve as officers, directors of companies discussed in this report and nor do GPR's employees own, trade or have a beneficial interest in the securities of the companies mentioned in this report. This report is not disseminated in connection with any distribution of securities and is not an offer to sell or buy any security in any jurisdiction where such an offer or solicitation would be illegal.

GPR does not make any warranties, expressed or implied, as to the results to be obtained from using this information and makes no express or implied warranties for a particular use. Anyone using this report assumes full responsibility for whatever results they may obtain. This report does not constitute a personal recommendation or take into account individual financial situations or individual needs and has not been prepared for any particular institution or individual. Recipients should consider whether any information in this report is suitable to their circumstances and should seek professional advice. Past performance is not a guide for future results, future returns are not guaranteed, and loss of original capital may occur. Neither GPR nor any person employed by GPR accepts any liability whatsoever for any direct or indirect loss resulting from any use of its research or the information it contains.

This report contains "forward looking" statements. Forward-looking statements regarding the stock's and/or company performance inherently involve risks and uncertainties that can cause actual results to differ from such forward-looking statements. Such statements involve a number of risks and uncertainties such as technological shifts, competition, market demand and the company's (and management's ability to correctly forecast financial estimates; please see the company's MD&A "Risk Factors" section for a more detailed discussion of company specific risks for the company discussed in this report.

Granite Point Research is receiving cash compensation from CanCambria Energy Corp. for 12-months of research coverage. GPR retains full editorial control over its research content. GPR does not have investment banking relationships and does not expect to receive any investment banking driven income. GPR reports are primarily distributed electronically and, in some cases, printed form. Reprints of GPR reports are prohibited without permission. To receive future reports on covered companies please visit <https://granitepointresearch.com/research> or subscribe on our website.

This report has been prepared independently of any issuer of securities mentioned herein and not as an agent of any issuer of securities. No GPR personnel have authority whatsoever to make any representations or warranty on behalf of the Company. Any comments or statement made herein are those of GPR.

The information contained in this report is intended to be viewed only in jurisdictions where it may be legally viewed and is not intended to be used by any person or entity in any jurisdiction where such use would be contrary to the local regulations or which would require any registration requirement within such jurisdiction.