

CanCambria Energy Corp.

CCEC-TSXV	Rating	Price: Apr-24	Target	Total Rtn
	BUY	\$0.43	\$2.05	377%

CanCambria Reports 4Q25 and FY2025 Results

Bottom Line:

CanCambria reported its 4Q25 and FY2025 audited financial results reflecting a significant increase in assets, primarily from the proceeds of private placements completed during the year. Operating expenses increased substantially compared to 2024, resulting in a corresponding increase in net loss. The results were in line with our expectations as the Company continues its development of the Kiskunhalas Basin Project (Ba-IX Mining License; 32,590.7 acres) and Kiskunhalas Concession Area (KCA; 233,737 acres). Additionally, the Company continues to evaluate a shallow 350-square kilometer high-impact exploration trend within the Kiskunhalas Concession Area. We believe that the shallow trend offers short-term potential upside to the Company while KCA and KBP offer longer-term potential. **We reiterate our Buy rating and \$2.05 target price.**

Key Points

A comprehensive loss of \$3,655,999 in 2025 as compared to a loss of \$2,841,960 in 2024 (increase of 29%). The primary driver of the increased loss was an increase of \$1,015,119 in investor relations expenses due to increased engagement of investor relations services and expanding marketing programs to enhance investor relations.

Cash position declined to \$90,956 at year-end 2025 from \$1,167,721 at year-end 2024 while working capital was -\$97,161 in 2025 versus \$1,103,265 the prior year. We believe that the working capital deficit reflects the timing of payables, not structural stress while the cash position on the balance sheet was supplemented by \$2.70 million in restricted cash (earning ~5% interest) which was pledged as concession guarantees.

Increase in total exploration spend (capitalized plus expensed) reached \$3.63 million in FY2025 up from \$1.50 million in FY2024. The \$3.53 million capitalized to exploration and evaluation (E&E) includes \$2.14 million for the Kiskunhalas concession fee, \$1.13 million in geological studies, \$153,000 of geophysical costs, \$129,000 in environmental studies/permits and \$127,000 of initial drilling costs. The E&E assets now total \$5.56 million on the balance sheet.

Impact: Neutral. We reiterate our Buy rating and \$2.05 target price

Important Disclosures: See pages 4-5

Oil & Gas

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Source: FactSet

Dividend	\$0.00	Shares O/S (mm)	130.4
Yield	0.0%	Market Cap (mm)	\$56.1
EV (mm)	\$52.0	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.

Exhibit 1: Financial Summary

	Q4/24	FY2024	Q4/25	FY2025	YoY Chg
Income Statement Highlights					
Operating expenses	1,414,140	2,883,463	856,827	3,929,825	36%
Consulting fees	565,950	902,688	236,407	856,852	
Professional fees	365,303	600,002	158,050	567,088	
Investor relations	33,365	33,365	247,715	1,050,333	
Stock-based compensation	308,752	1,085,299	79,805	1,017,516	
FX gain	65,885	41,399	61,123	190,249	
Interest income	24	104	83,312	83,577	
Net loss	(1,348,231)	(2,841,960)	(712,392)	(3,655,999)	29%
EPS (basic)	(\$0.01)	(\$0.03)	(\$0.01)	(\$0.03)	
Balance Sheet Statement Highlights					
Cash	1,167,721	1,167,721	90,956	90,956	
Restricted cash	63,892	63,892	2,699,088	2,699,088	
E&E assets	1,979,984	1,979,984	5,672,488	5,672,488	186%
Total assets	3,513,587	3,513,587	8,949,547	8,949,547	155%
AP & accrued liabilities	329,969	329,969	495,019	495,019	
Total shareholders' equity	3,183,618	3,183,618	8,454,528	8,454,528	166%
Working capital	1,103,265	1,103,265	(97,161)	(97,161)	
Cash Flow Statement Highlights					
Operating CF	(537,230)	(1,317,163)	2,168,920	(2,681,400)	
E&E expenditures (capitalized)	(505,052)	(1,429,415)	(2,716,677)	(3,525,036)	
Investing CF	(234,640)	477,912	(2,777,340)	(6,276,007)	
Financing CF (net of costs)	151,197	677,107	105,814	7,880,642	
Net change in cash	(617,891)	(159,182)	(493,325)	(1,076,765)	

Source: Company Reports, Granite Point Research

Exhibit 2: Capital Structure Bridge – December 31, 2025 to March 31, 2026
Capital Structure (Dec 31, 2025)

Basic shares O/S	122,168,600
Options outstanding	6,744,500
Warrants @ \$0.75	16,405,200
Agents warrants @ \$0.75	983,242
Fully diluted shares	146,301,542
Potential exercise proceeds	\$15,023,232

Subsequent Events

Private Placement: 8,203,375 shares @ \$0.40/unit (\$3.28M gross)
 New warrants @ \$0.50 issued (8,203,375 share purchase + 392,310 agents)
 New options granted: 2,500,000 @ \$0.50 + 250,000 @ \$0.40
 RSU vested: 200,000 shares (500,000 deferred to Feb 2027)
 Options exercised: 144,500 shares @ \$0.10-\$0.20 (\$23,900 proceeds)

Updated Capital Structure (post subsequent events)

Basic shares O/S	130,371,975
Options outstanding	9,294,121
Warrants @ \$0.75	17,388,442
Warrants @ \$0.50 (hold period to May 30/26)	8,595,685
Fully diluted shares	165,650,223
Potential exercise proceeds	\$20,647,174

Source: Company Reports, Granite Point Research

Important Disclosures

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RATING	COVERED COMPANIES
BUY	4
HOLD	
SELL	

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