

CanCambria Energy Corp.

CCEC-TSXV	Rating	Price: May-28	Target	Total Rtn
	BUY	\$0.36	\$2.05	469%

CanCambria Reports Q1/26 Results: Positive Developments on Multiple Fronts

Bottom Line:

CanCambria reported a net loss of \$1.03 million down 22% on a year-over-year basis. Operating expenses of \$1.05 million were down 21% YoY, as with mix shifted toward investor relations (\$232k versus \$93k in Q1/25) and away from one-time listing costs. The Company is planning its first well on its Ba-IX mining license area to be drilled in the second half of 2026 and has placed an order for tubulars and castings secured by a ~US\$300,000 deposit. During the quarter, the Company received approval for its technical operating plan for the Kiskunhalas Concession Area (KCA) which sets the stage for the commitment and schedule of development activities for the next four years. The Company intends to conduct detailed geological, geophysical, and engineering studies for the balance of 2026. **We view these developments as positive.**

Key Points

Improvement in cash position. CanCambria exited the quarter with a cash position of \$1.52 million up from \$91,000 at year-end attributable to \$3.10 million of net private placement proceeds during the quarter. Working capital also improved significantly on a QoQ basis to \$1.66 million from a deficit of \$97,000 (December 31, 2025).

Exploration & Evaluation (E&E) asset growth. E&E assets of \$6.13 million were up 8.1% on a sequential basis (from \$5.67 million at year-end 2025) while project prepaids rose to \$456,000 ahead of the 2026 field development program. Total assets reached \$11.27 million, up 26% from year-end.

Interest income. Interest income jumped to \$33,000 (from nil in Q1/25) on the larger restricted-cash balance tied to the Kiskunhalas concession guarantees.

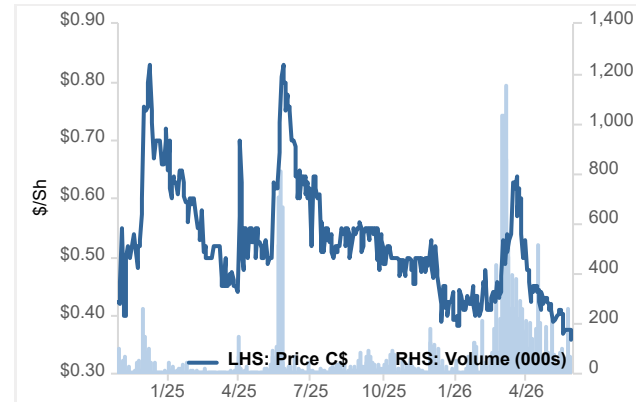
Private placement gross proceeds of \$3.28 million. The Company completed a private placement in January of 8,203,375 units at \$0.40/unit (\$3.28 million gross), each unit carrying a \$0.50 warrant. The Company also granted 2.75 million new options at strike prices between \$0.40-\$0.50 and 144,500 options were exercised for proceeds of \$23,900. Basic shares rose to 130.4 million during the quarter.

Important Disclosures: See pages 4-5



Oil & Gas

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



Source: FactSet

Dividend	\$0.00	Shares O/S (mm)	130.4
Yield	0.0%	Market Cap (mm)	\$46.9
EV (mm)	\$42.8	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

C\$	Q1/25	Q4/25	FY2025	Q1/26	YoY Chg
Income Statement Highlights					
Operating expenses	1,336,329	856,827	3,929,825	1,052,088	-21%
Consulting fees	258,658	236,407	856,852	250,844	
Professional fees	116,077	158,050	567,088	106,123	
Investor relations	92,626	247,715	1,050,333	231,806	
Stock-based compensation	269,171	79,805	1,017,516	385,925	
FX gain	5,140	61,123	190,249	(15,532)	
Interest income	-	83,312	83,577	32,983	
Net loss	(1,331,189)	(712,392)	(3,655,999)	(1,034,650)	-22%
EPS (basic)	(\$0.01)	(\$0.01)	(\$0.03)	(\$0.01)	

Balance Sheet Statement Highlights					
Cash	4,246,863	90,956	90,956	1,518,145	
Restricted cash	67,654	2,699,088	2,699,088	2,680,391	
E&E assets	2,199,853	5,672,488	5,672,488	6,132,285	179%
Total assets	6,800,793	8,949,547	8,949,547	11,268,506	66%
AP & accrued liabilities	224,108	495,019	495,019	335,044	
Total shareholders' equity	6,576,685	8,454,528	8,454,528	10,933,463	66%
Working capital	4,285,527	(97,161)	(97,161)	1,656,405	

Cash Flow Statement Highlights					
Operating CF	(1,191,464)	2,168,920	(2,681,400)	(989,241)	
E&E expenditures (capitalized)	(193,006)	(2,716,677)	(3,525,036)	(426,456)	
Investing CF	(180,772)	(2,777,340)	(6,276,007)	(711,229)	
Financing CF (net of costs)	4,455,085	105,814	7,880,642	3,127,659	
Net change in cash	3,079,087	(493,325)	(1,076,765)	1,427,189	

Source: Company Reports, Granite Point Research

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

Basic shares O/S	122,168,600
Fully diluted shares (simple)	146,301,542

Q1 2026 Activity

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 (Mar 31, 2026)

Basic shares O/S	130,371,975
Fully diluted shares (treasury stock method)	133,138,970
Fully diluted shares (simple, all-in)	165,650,223
Total dilutive securities outstanding	35,278,248

Source: Company Reports, Granite Point Research

Important Disclosures

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RATING	COVERED COMPANIES
BUY	4
HOLD	
SELL	

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