July 14, 2026

GRANITE POINT RESEARCH

CanCambria Energy Corp.

CCEC-TSXV 4JH-FSE CCEYF-OTCQB	Rating	Price: Jul-14	Target	Total Rtn
	BUY	**$0.30**	**$2.05**	**583%**

Oil & Gas

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CanCambria Provides Update on Its High-Impact Oil Play – Significant Opportunity for Value Creation

Bottom Line:

CanCambria Energy provided a technical and commercial update highlighting near-term catalysts at its high-impact oil play in southern Hungary. Ten oil field prospects have been identified across an 80,000-acre fairway where adjacent oil fields have collectively produced ~160 million barrels of oil equivalent (BOE) with mean field size of ~15 million boe. The Company estimates that each oil field target's mean prospective net revenue could be up to US$567 million — a potential multi-billion-dollar resource potential. CanCambria is planning a proprietary 3D seismic acquisition for the second half of 2026 with initial drilling anticipated in the first half of 2027. **This is a positive development that provides the Company with near-term catalysts which complement its longer-term flagship deep tight-gas resource development.**

Key Points

Emerging shallow oil opportunity within CanCambria's 100%-owned Kiskunhalas Concession Area complements the Company's flagship deep tight-gas project. The Company is continuing to advance the project at the Soltvadkert/Tazlar/Alpar Shallow Oil Fairway (STA Fairway) with several identifiable key milestones expected over the next year.

Ten oil field prospects identified across an 80,000-acre fairway where adjacent oil fields have collectively produced approximately 160 million boe.

Target mean oil field size of ~15 million boe per prospect based on area analogs.

Exposure to multi-billion-dollar resource potential. Each of the ten identified oil field prospects has a mean prospective net revenue of up to US$567 million (net of royalties and taxes) according to CanCambria.

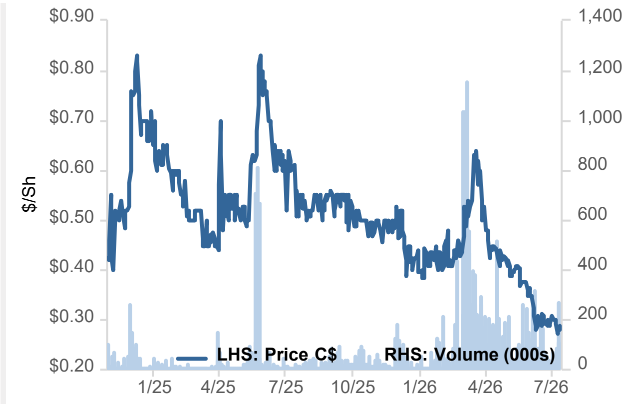
3D seismic program planned in the second half of 2026 to refine final pre-drill prospect definition and advance evaluation of the low-cost, fast-cycle development opportunities, leveraging existing infrastructure. Initial drilling is expected in the first half of 2027.

Fast-cycle development opportunity with anticipated drill-to-production timelines of ~one month with target depths ranging from 1,400 – 2,000 meters.

Repeatable, scalable development model. The diversified inventory of ten oil field targets/prospects supports a repeatable, scalable development model and flexible capital allocation over time.

Potential significant value creation for shareholders. We believe the new proprietary 3D seismic when completed will de-risk the Company's existing inventory of prospects in this trend and identify further opportunities across this trend.

Important Disclosures: See pages 6-7



Source: FactSet

Dividend	$0.00	Shares O/S (mm)	130.4
Yield	0.0%	Market Cap (mm)	$39.1
EV (mm)	$35.0	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. 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 of CanCambria is highly skilled and experienced at developing unconventional natural gas assets.

CanCambria has identified ten initial oil prospects on the STA Fairway with possible exposure to a multi-billion-dollar resource potential.

CanCambria has identified a prospective trend across the Soltvadkert/Tazlar/Alpar Shallow Oil Fairway (STA Fairway) with substantial undeveloped potential for both conventional and unconventional hydrocarbon accumulations. Neighboring analog fields have collectively produced over 160 million barrels of oil equivalent (boe) which underscores the region's significant potential. CanCambria has identified ten oil field prospects based upon 1980s vintage 2D seismic on the STA Fairway each with a target mean oil field size of 15 [1] million boe, according to the Company. Several prospects exhibit direct hydrocarbon indicators, providing additional exploration confidence.

The potential for near-term repeatable, scalable development on the STA Fairway strengthens CanCambria's existing portfolio, complementing the Company's flagship deep tight-gas resource on the Kiskunhalas Concession Area (KCA) and its adjacent BA-IX mining license. The STA Fairway covers ~80,000 acres encompassing the northern portion of the Company's KCA, which is nearly three times the size of CanCambria's adjacent BA-IX mining license, where the Company is advancing appraisal activities on its tight-gas resource. The potential exists to apply modern horizontal drilling and completion technologies across selected unconventional targets in the STA Fairway further enhancing development economics by increasing recovery factors and overall project returns for a relatively small increase in per well capital costs.

The STA Fairway is a proven petroleum system with multiple shallow reservoirs at depths of less than 2,000 meters. Recent activity by MOL Group highlights the renewed industry interest in the STA Fairway. MOL is currently deploying advanced, seismic-driven exploration workflows and is acquiring several new 3D seismic surveys. Notably, MOL completed the Bocsa 3D seismic survey in January 2026 within their Kiskőrös concession, immediately north of the KCA.

Planned proprietary 3D seismic acquisition targeted for 2H 2026 with initial drilling anticipated in 1H 2027.

These fields were originally discovered using gravity and magnetic surveys and supplemented with limited 2D seismic data and were developed during the 1970s and 1980s using vertical drilling techniques. CanCambria plans to conduct a proprietary 3D seismic program in the second half of 2026 which is expected to delineate multiple high-impact drilling locations across the STA Fairway.

CanCambria intends to provide a prospective resource disclosure (a NI 51-101 report) once the new 3D seismic volumes are available and the number, size and risk of these opportunities have been defined.

Key highlights of CanCambria's technical and operating update for the STA Fairway include:

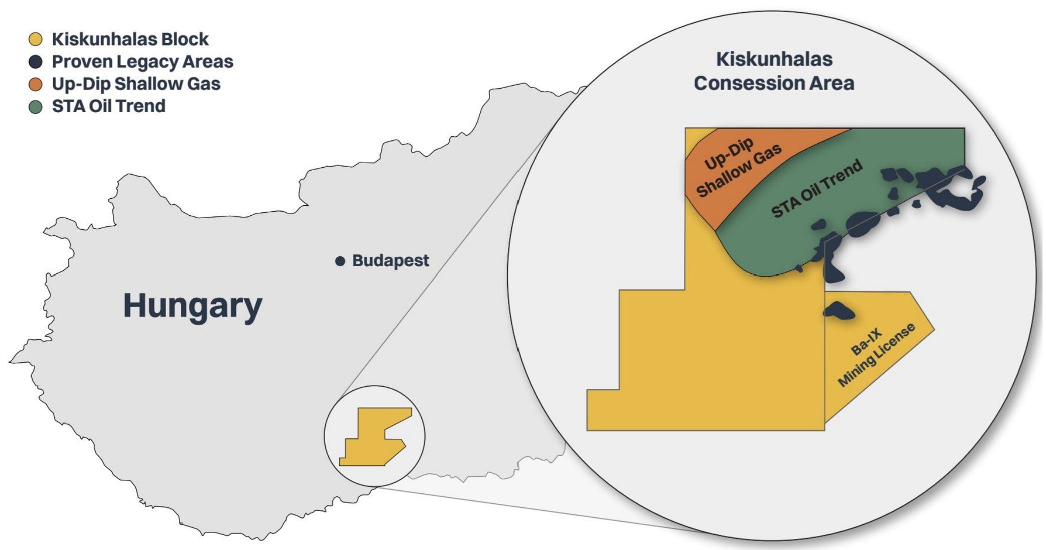
- Fast-cycle development opportunities with expected drill-to-production timelines of ~one month (target depths range from 1,400-2,000 meters).
- Development activities expected to proceed in parallel with the Company's deep tight-gas appraisal program.
- Well count from existing portfolio of prospects is up to 50 locations (vertical)
- IRRs exceed the corporate 40% (after tax) benchmark, with a payout of less than 12 months, at $70 oil (US$3.75 million well costs) [2]

[1] Legacy Field Size Distribution Analysis: PMean (Swanson) field size of 15 million BOE. Revenue valuation of $567 million at $70 oil, net of royalty and tax at 46%. Base case of 1.5 MMBOE corresponds to P50. Combined with creaming curve trend over time, exploration success via application of 3D seismic is constrained to 25 MMBOE.
[2] Excludes seismic costs, Company estimates only

- Attractive well economics supported by premium European oil and natural gas pricing
- Low-cost vertical oil well costs range from $2.75 to $3.75 million, which is cheaper than drilling for deep gas targets.
- Unrisked project break-even costs are estimated (CanCambria figures) at approximately US$34 oil.

CanCambria's STA Fairway has the potential to surface significant value for shareholders. The diversified inventory of ten oil field targets supports a repeatable, scalable development model with flexible capital allocation over time, with mean targeted field sizes of 15 million boe per prospect with an upside case of up to 25 million boe from area analogs. By applying modern 3D seismic technologies CanCambria expects to unlock significant value for shareholders in a manner consistent with its business model of low-cost entry and capital efficient prospecting. We believe that the new proprietary 3D seismic will de-risk CanCambria's existing inventory of prospects and help identify further opportunities across this trend.

Exhibit 1: The STA Fairway Has Substantial Resource Potential



Source: Company reports

Exhibit 2: 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 3: 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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