August 28, 2026

CanCambria Energy Corp.

	Rating	Price: Aug-27	Target	Total Rtn
CCEC-TSXV 4JH-FSE CCEYF-OTCQB	BUY	$0.33	$2.25	582%

CanCambria Reports Q2/26 Results: Loss Narrows, Kiskunhalas Work Program Approved

Oil & Gas

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Source: FactSet

Bottom Line:

CanCambria Energy reported a net loss of $0.85 million, down 20% year-over-year (Y/Y) and 18% sequentially. Operating expenses of $1.17 million were little changed Y/Y but the mix shifted with consulting fees falling 46% Y/Y to $111,000 as concession tender work rolled off. Higher stock-based compensation ($469,000 versus $353,000) and investor relations expenses ($374,000 versus $302,000) absorbed most of the savings. The approval of the Company's operational plan by the Hungarian authority was the key milestone during the quarter. Operationally, we view the quarter as positive but note that a cash position of $0.54 million leaves limited runway.

Key Points

Kiskunhalas work program advances. The approved technical operating plan sets the commitment and schedule for the next four years. Through the balance of 2026 the Company will run geological, geophysical and engineering studies on legacy 2D and 3D seismic, calibrated against its proprietary 2023 3D survey over the adjacent BA-IX plot and integrating production and well data from more than 300 legacy wells in the region.

The Company has identified a shallow 350 square kilometer high-impact exploration trend within the Kiskunhalas concession. The Company is evaluating ten newly identified prospects at approximately 1,500 meters. This gives the portfolio lower-cost, near-term oil-weighted potential alongside the larger, contingent tight-gas development. An independent prospective resource evaluation by qualified persons is planned for Q4 2026 and could serve as a key near-term catalyst.

Joint venture process advancing. The technical data room was completed in Q2 2026 and commercial negotiations with interested parties are ongoing under NDAs, with the process expected to conclude in Q4 2026.

Long-lead items being secured ahead of drilling the Company's first well. Project prepaids rose to $440,000, within which US$307,000 (C$418,000) is a deposit against a casing commitment of approximately US$1.5 million for planned drilling.

Important Disclosures: See pages 4-5

Market Data

Dividend	$0.00	Shares O/S (mm)	130.7
Yield	0.0%	Market Cap (mm)	$43.1
EV (mm)	$42.6	Net Cash (mm)	0.5

Valuation

Our target price is based on our risked Net Asset Value per Share (NAVPS). In arriving at our $2.25/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 is highly skilled and experienced at developing unconventional natural gas assets.

Exhibit 1: Financial Summary

C$	2Q/25	2025A	1Q/26	2Q/26	YoY Chg
Income Statement Highlights					
Operating expenses	**1,113,511**	**3,929,825**	**1,052,088**	**1,166,016**	**5%**
Consulting fees	205,094	856,852	250,844	110,985	
Professional fees	119,815	567,088	106,123	109,847	
Investor relations	302,184	1,050,333	231,806	373,774	
Stock-based compensation	352,644	1,017,516	385,925	468,837	
FX gain	46,953	190,249	(15,532)	287,060	
Interest income	73	83,577	32,983	30,040	
Net loss	**(1,066,485)**	**(3,655,999)**	**(1,034,650)**	**(848,972)**	**(20%)**
EPS (basic)	($0.01)	($0.03)	($0.01)	($0.01)	
Balance Sheet Highlights					
Cash	816,506	90,956	1,518,145	538,868	
Restricted cash	2,509,567	2,699,088	2,680,391	2,952,192	
E&E assets	2,583,682	5,672,488	6,132,285	6,487,181	151%
Total assets	**6,162,634**	**8,949,547**	**11,268,506**	**10,702,744**	**74%**
AP & accrued liabilities	274,791	495,019	335,044	149,417	
Total shareholders' equity	**5,887,843**	**8,454,528**	**10,933,463**	**10,553,328**	**79%**
Working capital	783,401	(97,161)	1,656,405	663,397	
Cash Flow Highlights					
Operating CF	(788,444)	(2,681,400)	(989,241)	(596,930)	
E&E expenditures (capitalized)	(237,179)	(3,525,036)	(426,456)	(530,939)	
Investing CF	(2,635,454)	(6,276,007)	(711,229)	(382,347)	
Financing CF (net of costs)	(3,751)	7,880,642	3,127,659	-	
Effect of FX on cash	(2,653)	-	-	-	
Net change in cash	**(3,430,302)**	**(1,076,765)**	**1,427,189**	**(979,277)**	

Source: Company Reports, Granite Point Research

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Exhibit 2: Capital Structure Bridge – 2Q/2025 to 2Q/2026[1]

Shares	2Q/25	2025A	1Q/26	2Q/26	Chg
Share Counts (period end)					
Basic shares O/S	113,190,100	122,168,600	130,716,475	130,716,475	17,526,375
Fully diluted shares (treasury stock method)	115,957,095	124,935,595	133,483,470	132,692,233	16,735,138
Fully diluted shares (simple, all-in, incl. RSUs)	**129,931,610**	**149,551,163**	**166,494,723**	**166,550,602**	**36,618,992**
Total dilutive securities outstanding (incl. RSUs)	16,741,510	27,382,563	35,778,248	35,834,127	19,092,617
of which: restricted share units (RSUs)	700,000	700,000	500,000	500,000	(200,000)

Source: Company Reports, Granite Point Research

[1] Basic shares are stated on the filed basis in all periods. No shares were issued during Q2/26. Fully diluted (simple, all-in) for 1Q/26 is restated to 166,494,723 from the 165,650,223 published in the Q1/26 note, reflecting the filed basic count and the inclusion of RSUs. "All figures in C$ unless stated."

Important Disclosures

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RATING	COVERED COMPANIES
BUY	4
HOLD	
SELL	

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