



TomCo Energy

FACTSHEET

Introduction

TomCo ("TomCo" or the "Company") holds a 100% interest in two Oil Shale leases, comprising 7 blocks covering 2,918 acres in the Uinta Basin, Utah.

These are Utah State Leases rather than Federal (Bureau of Land Management) properties, and are considered more likely to receive development approval, especially as Red Leaf Resources' ("Red Leaf's") adjacent block is now fully permitted.

SRK Consultants Ltd has declared a surface mineable JORC compliant Measured Resource of 126mm bbl on the main tract of TomCo's Holliday Block lease. TomCo has entered into a license with Red Leaf, which owns the EcoShale extraction process, to use this unique and environmentally sensitive technology to extract oil from TomCo's leases.

Having built and tested a small pilot plant, Red Leaf is now planning production with a full scale plant producing 9,800 barrels of oil per day (bopd).

TomCo intends to build and operate a similar EcoShale plant on the Holliday Block lease, and will use the Red Leaf 9,800 bopd project as a foundation for developing its own commercial scale project.

Overview

"This is one of those situations where there is a benefit to being the second mover. TomCo has benefitted Red Leaf's investment in developing the technology.

Furthermore, as this is essentially an earth moving operation with low development type risk, it is better suited to being weighted towards mining engineers, opposed to oil and gas type people.

Reserves & Resources (mm boe)

| Asset | Reserves | | Resources | | | |
|--------------|----------|----------|-----------|--------------|------------|--------------|
| | Proven | Probable | 2P | Possible | Contingent | Prospective |
| Holliday | - | - | - | 126.0 | - | - |
| Licence 70 | - | - | - | - | - | 138.0 |
| Total | - | - | - | 126.0 | - | 138.0 |

£-/2P bbl £0.18/bbl

Source: Company & SP Angel Data

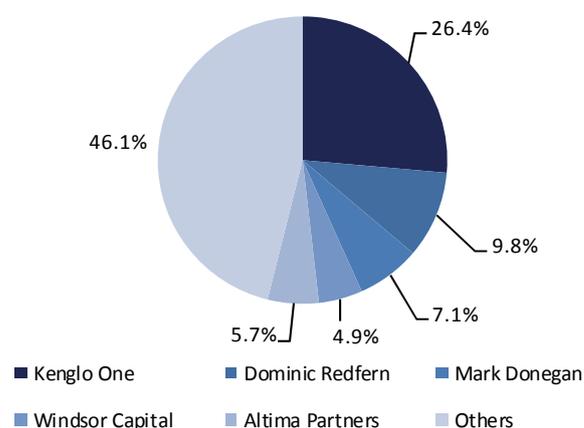
The major risk relates to the scalability of the EcoShale capsule, which has been proven repeatedly at pilot scale. Given that the trial is being funded by Total SA and Red Leaf on the acreage next-door, the follow-through of success is immediate."

Shareholders

The top 5 shareholders own above 50% of the Company, with Kenglo One, the mining and natural resources investor, owning ~26%.

The ownership reflects the fact that this is unlike a "normal" oil and gas development, and more akin to a mining development, with the lifting costs primarily dictated by rock volumes, hence must include the target series (oil shales) and overburden (un-wanted material removed to access the target series).

Top 5 Shareholders



Source: Bloomberg & SP Angel data

Peer Group

There are very few publically listed peers for comparative purposes. However, the Red Leaf / Total SA transaction, which targets the same oil shale formation in neighbouring acreage, utilising the same technology, and hence is the closest direct comparison.

Valuation

The recent transaction between Total SA and Red Leaf, whereby Total farmed-in to the asset, values 100% of Red Leaf at \$640mm, or \$5.40/bbl for the 119mm bbl (contingent resources equivalent barrels). As such, and ahead of more detailed work, we believe that this is a good basis to start to value the Company. However, we believe that this valuation excludes the technology royalties, and as TomCo will pay 6% royalty, we believe that \$5.0/bbl is a better basis from which to start. TomCo's 126mm bbl (contingent basis equivalent), implies an undivided valuation of \$630mm (23p).

Share Data

Static Data

| | |
|----------------------------|-------------------|
| Shares in Issue | 1,869.5mm |
| Options (Exercise Range -) | 7.4mm (1.20 to -) |
| Diluted Shares | 1,876.9mm |
| 3 month Average Volume | 0.85mm |

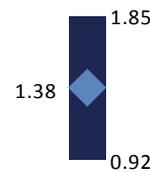
Source: Bloomberg & SP Angel data

Performance Data

| | | | |
|----------------------------|--------------|----------------|---------------|
| Bloomberg Ticker | TOM LN | | |
| Last Price (p) | 1.38 | | |
| Market Cap (£ mm) | 25.7 | | |
| Net Cash / (Debt) – (£ mm) | 1.2 | | |
| EV (£ mm) | 24.5 | | |
| Share Performance | 5-Day | 1-Month | 1-Year |
| Price (p) | 1.38 | 1.33 | 1.55 |
| Change (%) | - | 3.8% | (11.3%) |

Source: Bloomberg & SP Angel data

52 Week Range (p)

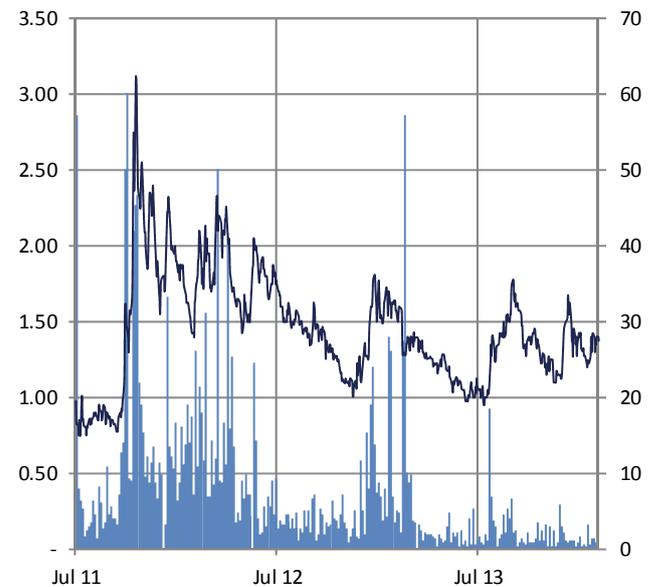


Consensus Recommendation



Source: Bloomberg & SP Angel data

3-Year Share Price Chart (Error! Not a valid link. - LHS) & Volume (mm – RHS)



Source: Bloomberg & SP Angel data

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