



**STRONG AND POISED  
FOR VALUE GROWTH**

**CORPORATE OVERVIEW  
SEPTEMBER 2021**

# Advisories

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Forward-looking information is based on management's current expectations and assumptions regarding, among other things: political stability of the areas in which the Corporation is operating and completing transactions; continued safety of operations and ability to proceed in a timely manner; continued operations of and approvals forthcoming from the Turkish government in a manner consistent with past conduct; future seismic and drilling activity on the expected timelines; the prospectivity of the deep tight gas play; the continued favourable pricing and operating netbacks in Turkey; future production rates and associated operating netbacks and cash flow; future sources of funding; future economic conditions; future currency exchange rates; the ability to meet drilling deadlines and other requirements under licences and leases; and the Corporation's continued ability to obtain and retain qualified staff and equipment in a timely and cost efficient manner. In addition, the Corporation's work programmes and budgets are in part based upon expected agreement among joint venture partners and associated exploration, development and marketing plans and anticipated costs and sales prices, which are subject to change based on, among other things, the actual results of drilling and related activity, availability of drilling, reservoir stimulation and other specialised oilfield equipment and service providers, changes in partners' plans and unexpected delays and changes in market conditions. Although the Corporation believes the expectations and assumptions reflected in such forward-looking information are reasonable, they may prove to be incorrect.

Forward-looking information involves significant known and unknown risks and uncertainties. A number of factors could cause actual results to differ materially from those anticipated by the Corporation including, but not limited to: the risks of currency fluctuations; changes in gas prices and netbacks in Turkey; uncertainty regarding the contemplated timelines for the timelines and costs for the deep evaluation; the risks of disruption to operations and access to work sites, threats to security and safety of personnel and potential property damage related to political issues, terrorist attacks, insurgencies or civil unrest in Turkey; political stability in Turkey, including potential changes in Turkey's constitution, political leaders or parties or a resurgence of a coup or other political turmoil; the uncertainty regarding government and other approvals; counterparty risk; potential changes in laws and regulations; risks associated with weather delays and natural disasters; the risk associated with international activity; and, the uncertainty regarding the ability to fulfil the drilling commitment on the West Thrace lands. The forward-looking information included in this presentation is expressly qualified in its entirety by this cautionary statement. The forward-looking information included herein is made as of the date hereof and Valeura assumes no obligation to update or revise any forward-looking information to reflect new events or circumstances, except as required by law. See the 2020 AIF for a detailed discussion of the risk factors. Past performance is not a guide to future performance.

**RESERVES LIFE:** Reserves life is a measure of the volume of the Corporation's reserves divided by the annual average production.

**NOTE REGARDING INDUSTRY METRICS:** Boes, recycle ratios and reserve life are industry metrics which do not have standardised meanings or standard methods of calculation and therefore such measures may not be comparable to similar measures used by other companies and should not be used to make comparisons. Such metrics have been included herein to provide readers with additional information to evaluate the Corporation's performance; however, such measures are not reliable indicators of the future performance of the Corporation and future performance may not compare to the performance in previous periods and therefore such metrics should not be relied upon.

**ANALOGOUS INFORMATION:** Certain information in this presentation may constitute "analogous information" as defined in NI 51-101 with respect to the number of wells drilled, first year average production per well, initial production rates, EUR and production declines with respect to fields that have similar reservoir quality, depth, pressures and evidence of natural and stress induced fracturing to the Corporation's deep tight gas play. Management believes such information may be relevant to help demonstrate the potential of and the basis for Corporation's business plans and strategies with respect to its deep tight gas play. There is no certainty that the results of the analogous information or inferred thereby will be achieved by Valeura and such information should not be construed as an estimate of future production levels, reserves or the actual characteristics and quality of the deep tight gas play.

# Valeura overview

## STRONG PLATFORM

- Cash / no debt on balance sheet
- Talented team, the right skills
- Disciplined growth strategy

## POISED FOR VALUE GROWTH

- Shares are undervalued vs cash
- Value opportunity through M&A
- Option value of 20 Tcfe<sup>1</sup> deep tight gas play in Turkey

*Valeura Energy Inc. is an upstream oil & gas company with a clear strategy to add value for shareholders*

*The Company has cash and no debt, positioning it to capture value-driven M&A opportunities, and substantial upside potential through an operated, tight gas play in Turkey*

1. Valeura working interest, unrisks recoverable natural gas prospective resource per D&M report as of Dec. 31, 2018, adjusted for increased working interest after Equinor withdrawal in Q1 2020.

# Shares trading below cash

## Balance Sheet Summary

<b>Debt</b>	nil	
<b>Cash</b>	<b>US\$ 42.6 million<sup>1</sup></b>	<i>Cash in Q2 2021 ~C\$0.62/share<sup>3</sup></i>
<b>Deferred consideration</b>	US\$1.0 million <sup>2</sup>	

## Capital Market Summary

<b>Shares o/s</b>	86.6 million	<b>Domicile</b>	Canadian
<b>Market Cap</b>	<b>US\$ 30.8 million</b>	<b>Dual-listed</b>	TSX:VLE, LSE:VLU
		<b>Liquidity<sup>7</sup></b>	ADTV 98k shares/day <sup>5</sup>
		<b>Widely-held</b>	One ~20% shareholder (Baillie Gifford), next largest <5%

*Current Share Price ~C\$0.45/share<sup>4</sup>*

1. As of Jun. 30, 2021, includes cash received in Q2 2021 for sale of shallow gas producing business.

2. Provision for future royalty payments from the shallow conventional gas producing business: US\$1.0 - US\$2.5 million over 5 years.

3. Based on 86.6 million basic shares o/s, converted 1.266 US\$/C\$ at Sep. 9, 2021

4. TSX closing price on Sep. 9, 2021

5. 30-day average daily trading volume as of Sep.9, 2021 (Canada + UK)

# Talented Team with the Right Skills

## Dr. Sean Guest, President and CEO

- Past CEO of Pexco – Private 10,000 bbl/d oil and gas producer operating in Indonesia, Malaysia, Australia & Ethiopia
- International experience with Shell, Woodside: Libya, Egypt, Netherlands
- Proven track record of building value across the whole value chain from new business through development and production

## Dr. Tim Marchant, Chairman

- An expert in international operations and foreign growth strategy
- International executive positions with Amoco/BP: Egypt, Saudi Arabia, Abu Dhabi, Kuwait
- Director of Vermilion Energy and Transglobe Energy

## Heather Campbell, CFO

- History of managing international companies through growth phases
- Finance, treasury, and risk management experience with Gran Tierra and the international groups of Encana and the Alberta Energy Company

## Gordon Begg, VP Commercial

- Deep technical engineering and commercial skillset, with an international focus: Canada, Indonesia, Poland, Turkey, and the North Sea
- Managed successful oil and gas developments onshore and offshore with Phillips Petroleum and Talisman

## Rob Sadownyk, VP Exploration

- Extensive experience in basin evaluation and prospect generation across numerous opportunities in MENA, Europe and South America
- Successful track record of growth through drill bit in senior roles with Vermilion Resources and Canadian Hunter Exploration

## Tim Chapman, Director

- International capital markets specialist
- Past head of international oil and gas with RBC Capital Markets
- Expert advisor on M&A transactions and capital raises, founder of Geopoint Advisory

## Russell Hiscock, Director

- Portfolio management specialist with particular emphasis on oil and gas
- Past President and CEO of one of Canada's largest pension funds

## Jim McFarland, Director

- Former President and CEO, co-founder of Valeura
- Co-founded, built, and sold Verenex Energy: Libya
- Past director of international success stories: Vermilion, Aventura, Southern Pacific
- Multi-decade career of senior leadership roles with domestic and international E&Ps: Imperial, Exxon, Husky and Southern Pacific

## Ron Royal, Director

- Multi-decade experience with international units of Exxon - focus on production in Africa and Europe: Chad, Cameroon, France
- Director of Gran Tierra, past director of Caracal, Oando, Esso Chad, and others

## Kimberley Wood, Director

- Legal specialist in international oil and gas M&A
- Past head of Europe/Middle East oil and gas practice at Norton Rose Fulbright LLP, London
- Director of Energean, Africa Oil, and Gulf Keystone

*Diverse and experienced international team*

# Disciplined Growth Strategy

Strategy

## Grow through M&A in the near/mid-term

- Strong financial position, bolstered by conventional asset sale
- Favourable M&A environment, globally
- Internationally experienced team
- Consolidation required in small-cap oil and gas markets



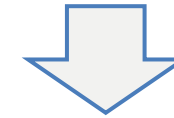
## Growth lens

- Focus on risk-adjusted cash returns
- Follow-on growth potential is mandatory
- Priority is regions where management and board experience provide a competitive advantage
- Cash flows provide optionality to balance growth with return of cash to shareholders

Priority

## Pursue longer-term upside in deep, tight gas play

- 20.0 Tcfe<sup>1</sup> prospective resource, with both local and export gas infrastructure and market
- Drilling has proven gas across the basin with recent >US\$100 million exploration/appraisal programme



## Secure farm-in partner and continue appraisal

- Recent drilling indicates target reservoir sweet spot matched with the “dry gas window”
- Appraisal well locations submitted to government for approval

1. Valeura working interest, unrisks recoverable natural gas prospective resource (D&M report, Dec. 31, 2018), working interest adjusted for Equinor withdrawal in Q1 2020.

# Growth via Value-driven M&A Strategy

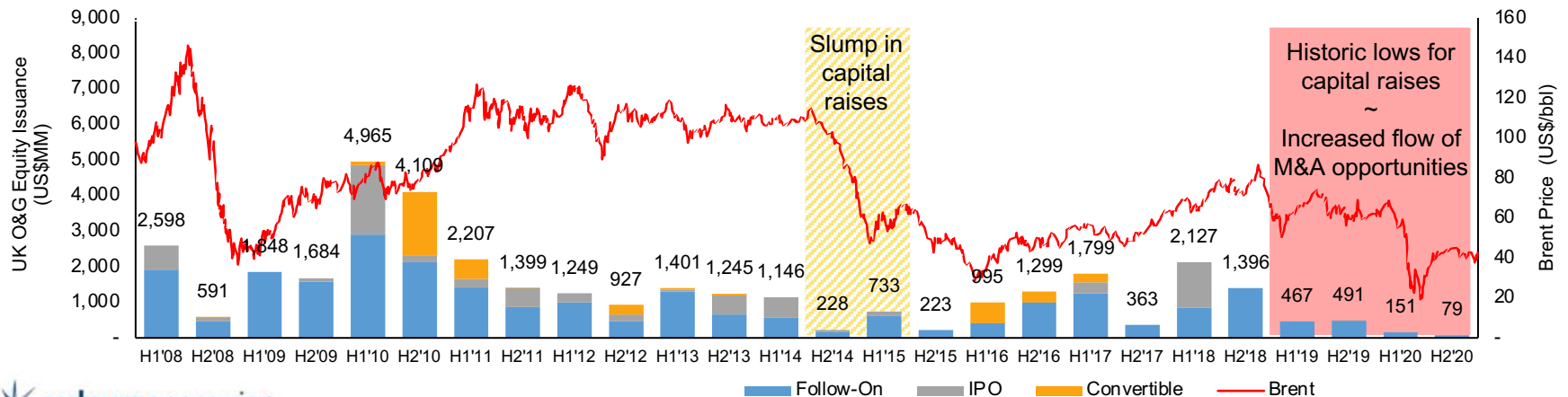
## Vision

- Step-change in scale and materiality
- Add near-term/mid-term production growth and **cash flow** to Valeura's portfolio
- Focus on cash flow-generating opportunities, with follow-on development potential
- Re-invest near-term cashflows to support:
  - Further incremental production growth
  - Appraisal of the deep gas play with partners
- Continue deploying high calibre ESG stewardship in an international setting

## Opportunity

- Valeura has a strong balance sheet with cash and no debt
- Current oil & gas market environment is encouraging consolidation
  - Public equity markets are essentially closed for small and medium sized companies
  - Traditional debt sources are closed to smaller companies
- Leverage Valeura's cash to yield near-term production and strong cashflow
  - Capital to reinvigorate stalled developments
  - Clean-up balance sheets to unlock cash flows

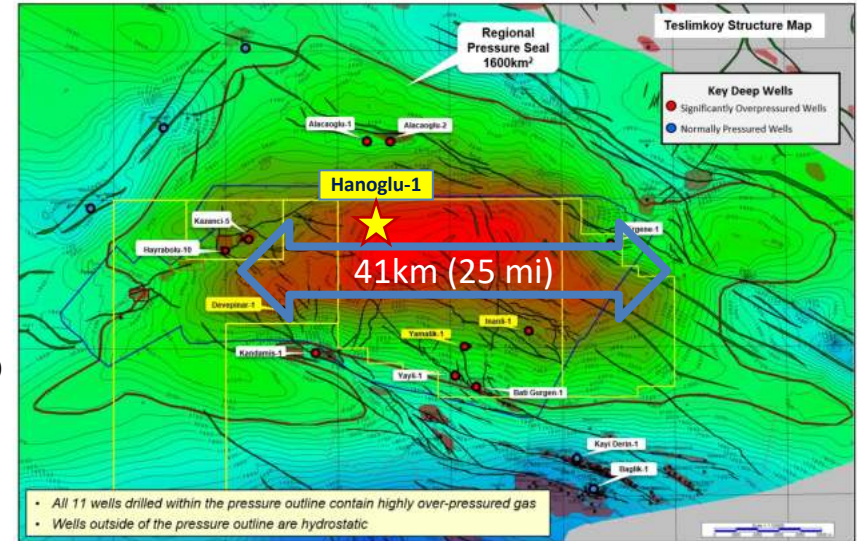
UK O&G Equity Issuance (2008 – present)



# Material Upside from 20 Tcfe<sup>1</sup> Deep, Tight gas Play

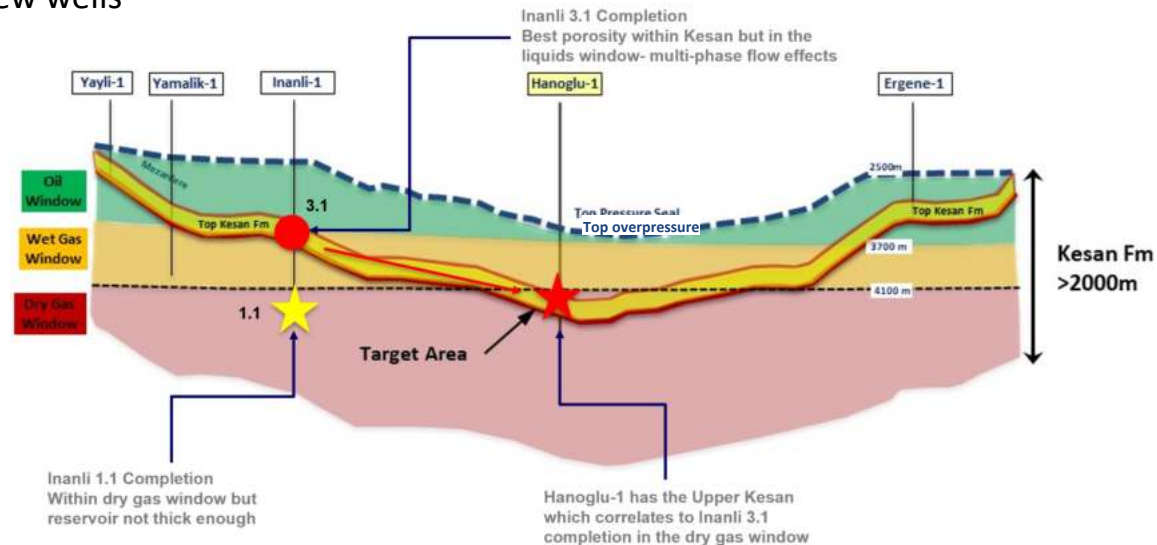
## Very large proven play

- 41 km wide significantly over-pressured gas play
- Inplace gas proven across basin with drilling
- Prospective Resource estimated at 20 Tcfe<sup>1</sup>
- All appraisal wells have flowed gas
- High working interest (average 83%) & operatorship
- Excellent technical dataset supports appraisal
  - >US\$100 million recently invested
  - Seismic, core, and data from three new wells



## Forward plan

- Target sweet spots where best reservoir is coincident with dry gas
- Hanoglu-1 identified as next location
- Resume drilling in 2021



1. Valeura working interest, unrisks recoverable natural gas prospective resource per D&M report as of Dec. 31, 2018, adjusted for working interest after Equinor withdrawal in Q1 2020.



# Valeura Summary

## STRONG POSITION

- **Strong balance sheet**
  - US\$42.6 million cash, no debt<sup>1</sup>
- **Experienced international team**
  - A focus on Middle East, North Africa, Europe, Southeast Asia
- **A clear strategy**

## POISED FOR VALUE GROWTH

- **Shares trading below cash and pending sale value**
- **The right time to build a portfolio through M&A**
  - Valeura is well-positioned to add value as an acquirer
  - Equity markets not available to the sector
- **Longer-term value upside through large tight gas play**
  - 20 Tcfe resource in Turkey gas play<sup>2</sup>
  - Clear plan for next phase of appraisal activity

1. Jun. 30, 2021

2. Valeura working interest, unrisked recoverable natural gas prospective resource per D&M report as of Dec. 31, 2018, adjusted for working interest after Equinor withdrawal in Q1 2020.





## Key Spokespersons

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