



MACQUARIE
ACN 002 574 923

Macquarie Private Wealth

Snapshot

Carnarvon Petroleum

Business Description

Carnarvon Petroleum NL (CVN, formerly Metana Petroleum NL, MTP) is an oil and gas exploration and development company with a portfolio of Joint Ventures, mostly in Thailand, but also some minor stakes in JV's in Australia and Indonesia. Carnarvon's main asset is its 40% interest in the Phetchabun Basin onshore oil field Joint Venture in Thailand which is 60% owned and operated by TSX-listed Pan Orient Energy Corp.

Strategy Analysis

The long term strategy is to build the asset base from exploration success and cash flow self sufficiency. At the same time as CVN develops its Thai interests, new exploration and development opportunities are being canvassed with a focus on oil basins in Asia and Australia. Carnarvon Petroleum reported NPAT down 85% to \$2.16m for the year ended 30 June 2011. Revenues from ordinary activities were \$54.75m, down 16.1% from last year. Basic and Diluted EPS was 0.3 cents compared to 2.1 cents last year. Net operating cash flow was \$23.47m compared to \$32.30m last year. No dividend was declared.

27 January 2012

Recommendation

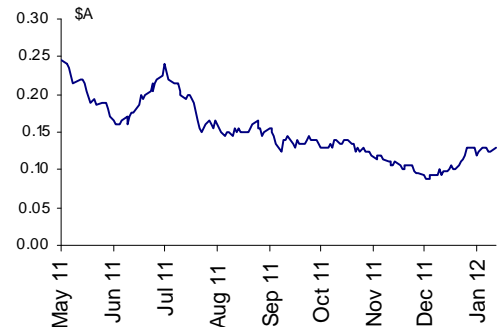
Recommendation: Outperform
Relative to: Small Ind (ex Fins)

Investment Fundamentals

ASX code: CVN
Stock price: \$0.13
Market cap: \$90m

	Y/E 30/06/2012	2012e	2013e	2014e	2015e
Reported e	\$m	16.8	28.6	20.5	32.9
Adjusted e	\$m	16.8	28.6	20.5	32.9
EPS adjusted	¢	2.4	4.2	3.0	4.8
EPS growth	%	679.1	70.0	-28.3	60.3
PE	x	5.3	3.1	4.4	2.7
PE relative	x	0.4	0.3	0.5	0.3
DPS	¢	0.0	0.0	0.0	
Yield	%				
Franking	%	0.0	0.0	0.0	

Share Price



Source: ASX and Company accounts

Segment Performance

Results by Industry	Revenue (%)	Return on Sales (%)	Return on Assets (%)	Annual Shareholders' Return	
				1 year	3 year
Oil & Gas	100.0	100.0	100.0	-68.0%	-24.0%
Total	100.0	100.0	100.0	7.0%	9.0%
Results by Geography				Dividend Reinvestment	
Thailand	99.9	0.0	0.0	Plan	No
Australia	0.1	0.0	0.0	Shareholder	
Indonesia	0.0	0.0	0.0	Discounts	No
Total	100.0				

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