



Moyes & Co. Indexes



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Comparative Analysis

Small to Medium Cap Companies and the Oil Price Trend – 2012 - 2016

- **Introduction**

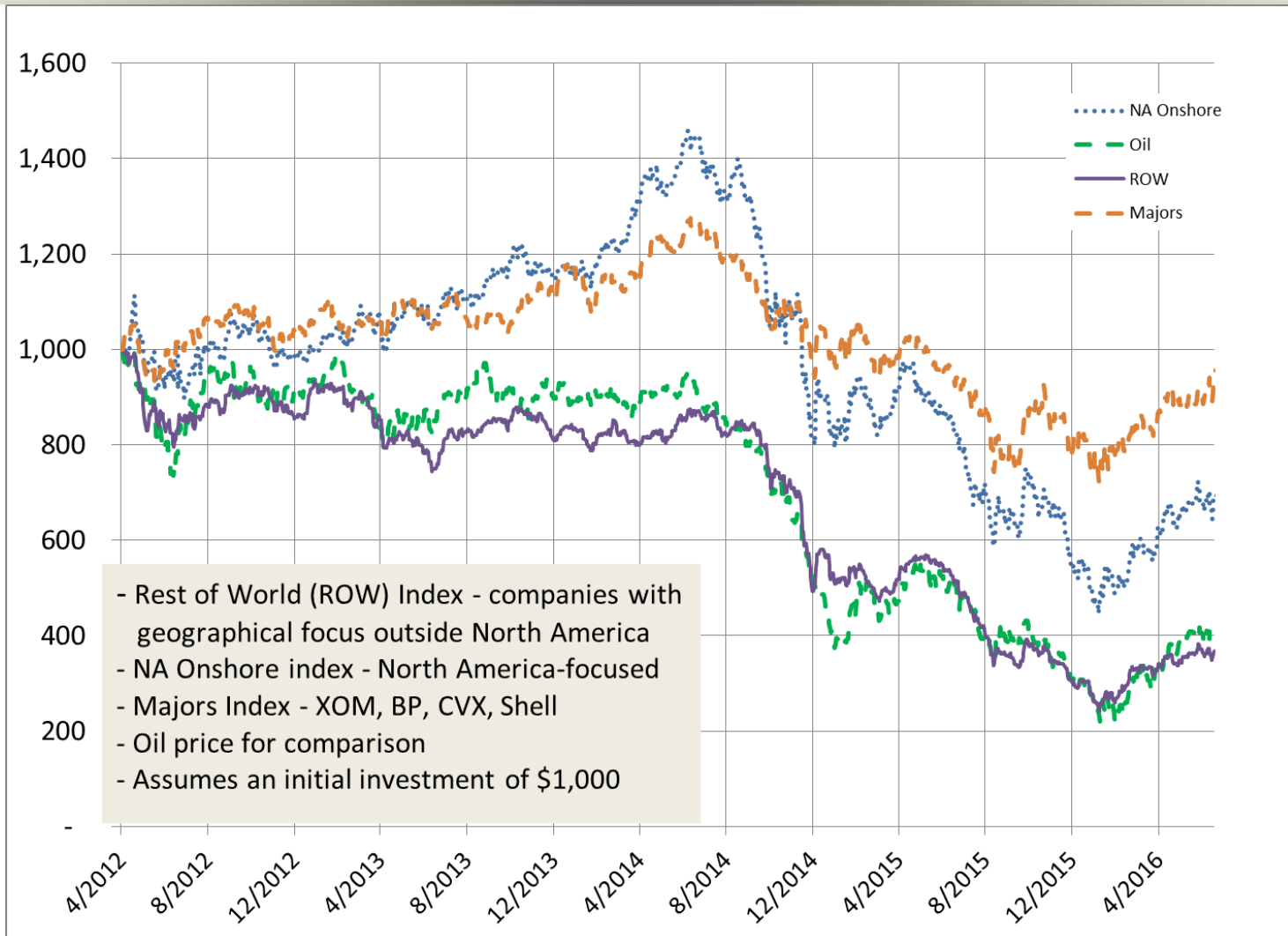
- The indexes below aim to present and examine the equity, commodity, investment, and stock performance of a selected group of oil and gas companies and to compare their performance with the oil price changes between 2012 and 2016.

- **Methodology**

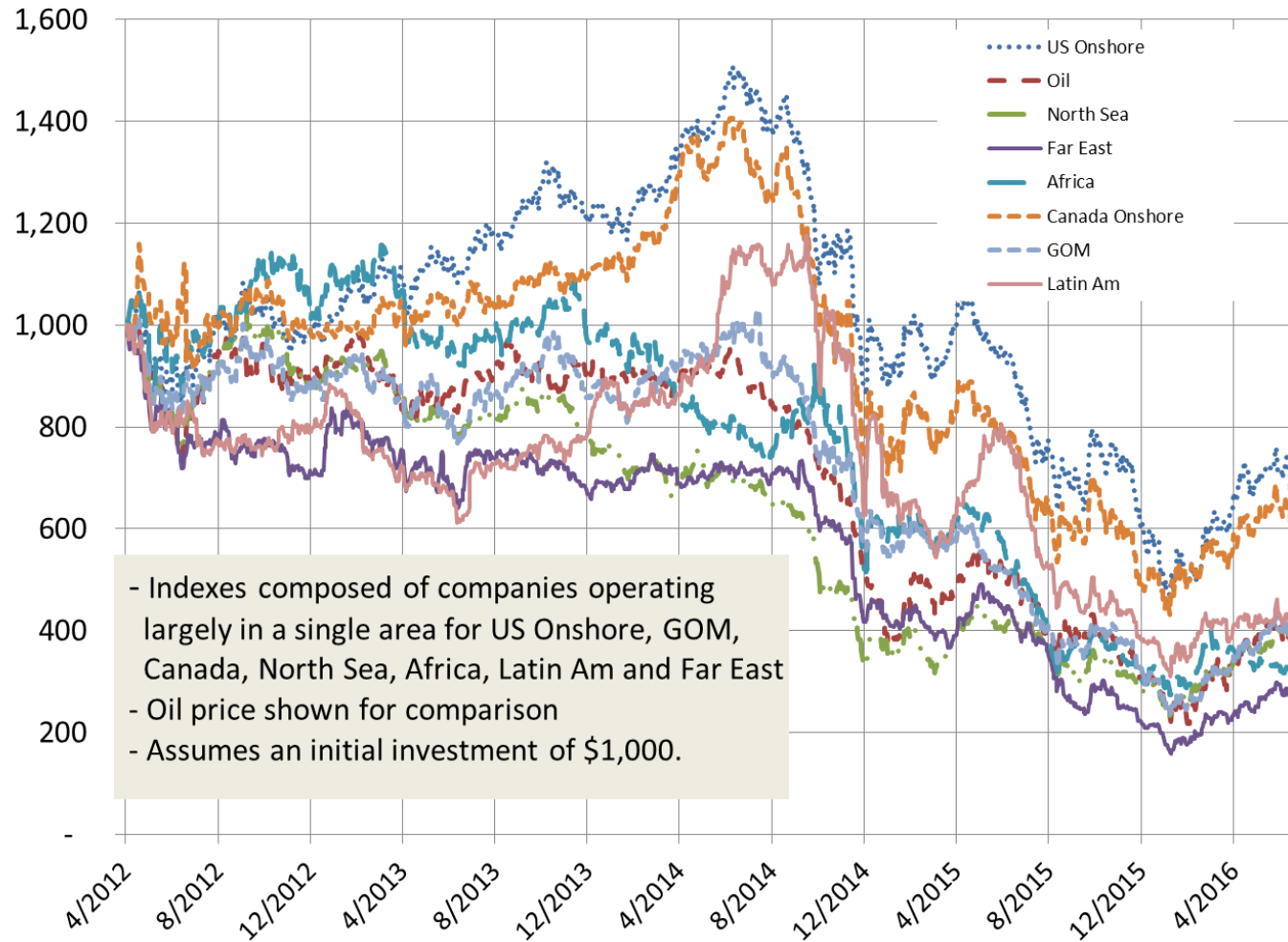
- The indexes have been created in order to track companies that largely operate in a single region of the world; for example, Tullow Oil, which has an overwhelming majority of its operations based in Africa.
- The selected companies are typically small to medium cap players.
- The oil price trend is plotted in order to compare the performance of these companies with the recent oil price changes.
- The graph includes an index for industry majors (e.g. ExxonMobil, Chevron, BP, Royal Dutch Shell).



Regional Oil and Gas Indexes



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- **Analysis**

- North America onshore has outpaced the market in the stable high price environment of 2013-14 and the volatile low price environment since 2015
- NA onshore's success is driven by the increased production 2013-14 and falling costs since 2015
- A harsher political and regulatory environment overseas, together with the decline in the number of discoveries, has hurt performance outside of North America
- The industry majors have performed best due to downstream assets and a greater capital buffer
- Continued poor stock price performance suggests that cost savings are not offsetting lower product price
- By region, East Asia has been the worst performer, led by uncertainty in Indonesia and a lack of prospects elsewhere
- Africa has also performed poorly - a difficult regulatory environment and high operating costs renders it uncompetitive with NA onshore

