

RESEARCH UPDATE
Dave Storms, CFA
Dave@stonegateinc.com

214-987-4121

Market Statistics

Price	\$ 22.77
52 week Range	\$18.01 - \$27.55
Daily Vol (3-mo. average)	70,336
Market Cap (M):	\$ 285.8
Enterprise Value (M):	\$ 456.1
Shares Outstanding: (M)	12.4
Float (M)	6.9

Financial Summary

Cash (M)	\$ 12.0
Cash/Share	\$ 0.97
Debt (M)	\$ 187.9
Equity (M)	\$ 182.5
Equity/Share	\$ 14.78

FYE: Dec	2024	2025E	2026E
(in \$M)			
Rev	\$ 682.1	\$ 647.3	\$ 665.5
Chng%	-3%	-5%	3%
EBITDA	\$ 79.9	\$ 88.3	\$ 92.8
Net Income	\$ (17.1)	\$ (19.8)	\$ 4.4
EPS	\$ (1.19)	\$ (1.57)	\$ 0.40
EV/Revenue	0.5x	0.7x	0.7x
EV/EBITDA	4.4x	5.2x	4.9x
P/E	5.7x	-1.2x	5.2x


COMPANY DESCRIPTION

Civeo Corporation provides hospitality services to the natural resource industry in Canada, Australia, and the United States. The company develops lodges and villages; and mobile accommodations, including modular, skid-mounted accommodation, and central facilities that provide long-term and temporary work force accommodations. It owns and operates 23 lodges and villages with approximately 26,000 rooms; and a fleet of mobile accommodation assets. Civeo Corporation is headquartered in Houston, Texas.

CIVEO CORPORATION (NYSE: CVEO)
Company Updates

Quarterly Results: CVEO reported revenue and adj EBITDA of \$170.5M and \$28.8M, respectively. This compares to our/consensus estimates of \$175.9M/\$173.5M and \$27.7M/\$27.8M, respectively. The year-over-year EBITDA increase reflected continued strength in Australia and the benefit of cost-cutting initiatives in Canada. Operating cash flow totaled \$13.8M, while capital expenditures were \$5.6M, primarily related to maintenance of lodges and villages. The Company ended the quarter with net debt of \$176M, a net leverage ratio of 2.1x, and liquidity of ~\$70M.

Canadian Segment: Canadian operations generated \$46.0M in revenue and \$8.0M in adjusted EBITDA, compared to \$57.7M and \$3.4M in 3Q24. Despite a 20% decline in billed rooms, results improved due to successful cost rationalization measures. Actions included a headcount reduction, closure of underutilized lodges, and streamlining of field operations, which collectively drove a 35% increase in gross margin to 22.5%. Management expects Canadian lodge occupancy to stabilize and sees incremental upside from mobile camp utilization as infrastructure and LNG projects advance.

Australian Segment: The Australian business remained the primary driver of consolidated growth, with revenues up 7% year-over-year to \$124.5M and adjusted EBITDA up 19% to \$26.7M. The performance reflected a full quarter of contribution from the four Bowen Basin villages acquired in May 2025, which added ~\$8.4M of incremental revenue. Civeo's Australian owned-village occupancy reached 763K billed rooms, up 18% y/y. The Company also noted steady progress toward its goal of achieving A\$500M in integrated services revenue by 2027, supported by strong margins and expanding geographic presence across Australia. Management continues to evaluate entry into non-resource end markets to diversify the growth base.

Capital Allocation: Civeo continued to execute on its accelerated share repurchase program, buying back 1.05M common shares during the quarter. Year-to-date, the Company has returned ~\$52M to shareholders, completing ~69% of its current authorization to repurchase 20% of total shares outstanding. Management reiterated its intent to use no less than 100% of annual free cash flow to complete the current authorization and, thereafter, 75% toward ongoing buybacks.

Guidance and Outlook: Civeo tightened full-year 2025 guidance to revenue of \$640–\$655M and adjusted EBITDA of \$86–\$91M, maintaining capital expenditures at \$20–\$25M. The Company expects Australian occupancy to remain strong but soften modestly in 4Q25 due to seasonality and met coal market weakness, while Canadian performance continues to benefit from efficiency gains. For 2026, management anticipates relatively flat-to-up consolidated performance, supported by a full-year contribution from the Bowen Basin acquisition, further integrated services growth, and initial redeployment of mobile camp assets in North America as new infrastructure projects reach final investment decisions.

Valuation: We use both a DCF and EV/EBITDA comp analysis to guide our valuation. Our DCF analysis produces a valuation range of \$26.73 to \$31.19 with a mid-point of \$28.79. Our EV/EBITDA valuation results in a range of \$27.82 to \$31.58 with a mid-point of \$29.70.

Business Overview

Civeo Corporation provides workforce accommodations and hospitality services in the United States, Canada, and Australia. These services include lodging, catering/food service, housekeeping and maintenance at accommodation facilities either owned by Civeo or owned by the customer and leased by Civeo. Civeo serves oil, mining, engineering, and oilfield and mining service companies. The Company currently owns and operates 16 lodges with approximately 19,500 rooms in Canada. Civeo also solely operates 12 villages in Australia with approximately 10,000 rooms.

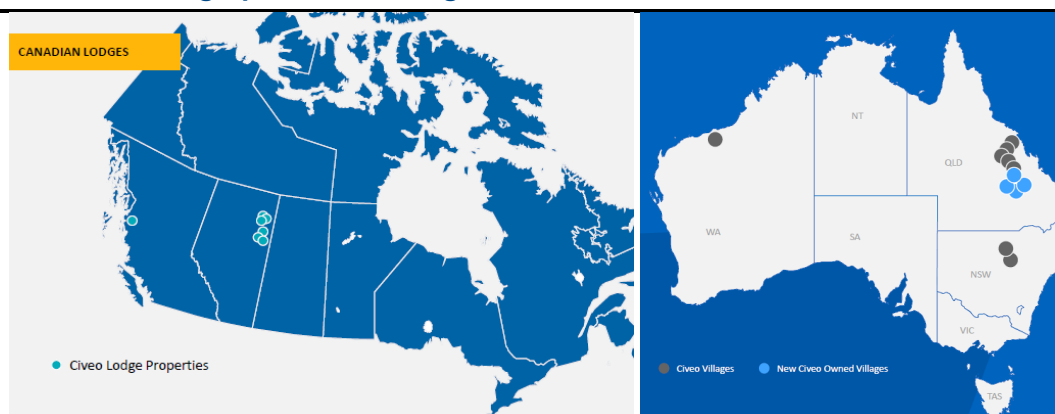
Company History

Civeo Corporation was originally founded in 1977, accommodating Canadian energy companies. In the following decades, Civeo expanded its business by increasing its permanent housing properties, helping customers manage their own assets, and improving properties by adding luxury amenities. The Company was a segment of Oil States International (NYSE: OIS), acting as its accommodations division before being spun-off on June 2, 2014, and operating as an independent publicly traded company.

On April 2, 2018, the Company acquired Noralta Lodge Ltd. As a result of this acquisition, the Company expanded its footprint in Canada and grew its customer base in the Oil and Gas industry. On July 1, 2019, it acquired Action Catering, whose relationship with blue chip mining customer and operations in Western Australia allowed Civeo to further expand its business and substantially grow its revenues in 2019 and 2020. Recently, on February 19, 2025, Civeo announced the acquisition of four villages in Australia's Bowen Basin for A\$105M (US\$67M). The transaction includes 1,340 rooms and long-term contracts with major metallurgical coal producers. Expected to close in 2Q25, this acquisition further strengthens Civeo's presence in this key resource region. Note, Civeo primarily operates in the Canadian oil sands, Canadian LNG, Australian met coal, and Australian iron ore markets.

Civeo's business depends on commodity prices, customer's capital spending, available infrastructure, headcount requirements, and competition, which all influence the demand for the Company's services. Specifically, the production of oil sands deposits, met coal, and iron ore as well as activity levels in support of extractive industries such as liquefied natural gas (LNG) and related pipeline activity all significantly influence the Company's business.

Exhibit 1: Geographic Positioning



Source: Sept 2025 Company Presentation

Business Segments

Overview

Civeo provides services to areas where traditional accommodations are inaccessible, inefficient, and not cost effective for companies to build. Over the last two decades natural resource companies have transitioned to outsourcing their accommodation and hospitality to third party providers. Civeo operates in 2 geographic regions: Australia and North America. As of December 31, 2024, North America contributed approximately 28% of the company's revenue, with Australia making up the remaining 72%. The Company has a solid roster of clients that includes blue chip companies such as ConocoPhillips, Suncor Energy, Imperial Oil Limited, and Fortescue Metals Group Ltd.

Exhibit 2: Blue Chip Customer Base



The majority of Civeo's contracts are take-or-pay or exclusivity. Take-or-pay contracts require customers to commit a minimum number of rooms over a specified time period while exclusivity contracts require that customers exclusively hire Civeo's services and/or use their facilities. Most of the contracts have minimum occupancy requirements. The length of these contracts depends on the type and size of projects serviced and can be influenced by seasonal changes. Civeo bills customers based on daily occupied room rates. The room rates are used to compensate the costs of hospitality services, including meals, housekeeping, utilities, etc.

Source: Sept 2025 Company Presentation

North American Segment: 12 Lodges with about 19,500 Rooms

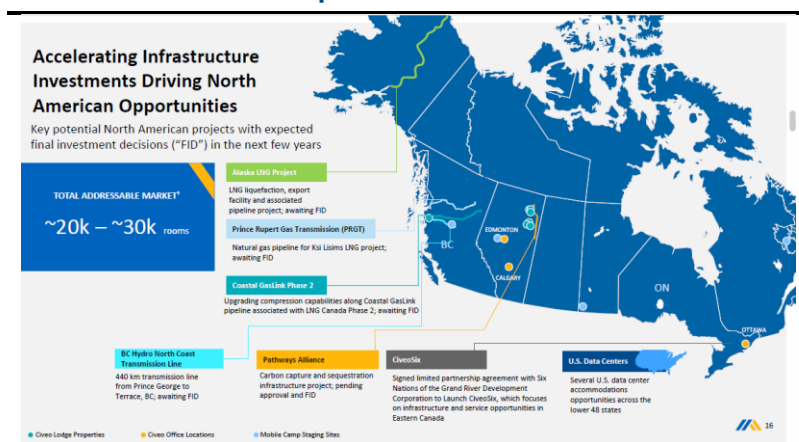
Civeo is Western Canada's largest hospitality service provider for remote locations. It operates its own lodges, mobile assets, and customer owned locations for the LNG and oil sands markets as well as oil and natural gas drilling, mining, and other natural resource industries. Civeo primarily operates permanent lodges in the oil sands region in Alberta and mobile camps in British Columbia. The oil sands region represents one of the largest heavy oil reserves in the world and the Company currently controls ~47% of the third-party provider market share in the region.

Demand for services in the Canadian segment is primarily driven by the long-term outlook of crude oil prices. When there is a positive price outlook, companies commence new expansionary and exploratory projects, which are typically long-term and require large workforces. During 2Q22, Civeo renewed a take-or-pay contract at the oil sands Wapasu Lodge for 12-years totaling roughly C\$500 million. The renewal demonstrates continued confidence in the outlook for oil prices.

The Company's mobile camps are tied to LNG and oil pipeline development. Civeo currently has contracted camps with Coastal GasLink (CGL) and Trans Mountain Pipeline (TMX). The TMX pipeline

project has been completed as of May 1st, 2024, allowing for the demobilization of its related mobile camps.

Exhibit 3: Canadian Operations



Source: Sept 2025 Company Presentation

The American market is segmented and difficult to consolidate. From this, Civeo began divesting the U.S. segment's offshore and wellsite businesses in 2H22, leaving Killdeer and Acadian Acres as the two remaining lodges. The Company is actively seeking opportunities to divest the remaining portion of its U.S. segment. With progress being made in 1Q23 as the Company divested ~\$1.7M worth of Acadian Acres housing.

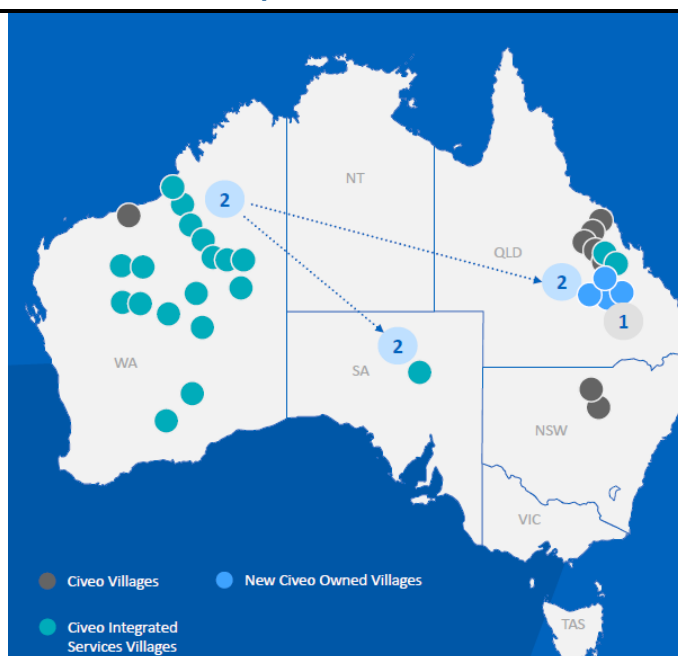
Australian Segment: 12 Villages with over 10,000 rooms

Civeo's Australian segment is the largest third-party accommodations provider in Australia, controlling over 34% of the Bowen Basin market. This segment's owned village operations primarily serve met coal production in the Bowen Basin, as well as LNG and precious metals mining in Western Australia. The segment's integrated services operations primarily service iron ore and precious metals mining in Western Australia.

Customer activity related to meet coal and iron ore production is a primary demand driver in the Australian segment. Consistently robust met coal prices have sustained customer production and maintenance in the region, maintaining village occupancy levels.

The commodity environment could lead to increased expansion projects and capex spending by Civeo's customers, growing the company's occupancy in the region. Unlike the Canadian segment, the Australian segment is more fragmented with many smaller independent village operators. Since few companies provide the same breadth of services as Civeo, there is room for organic

Exhibit 4: Australian Operations



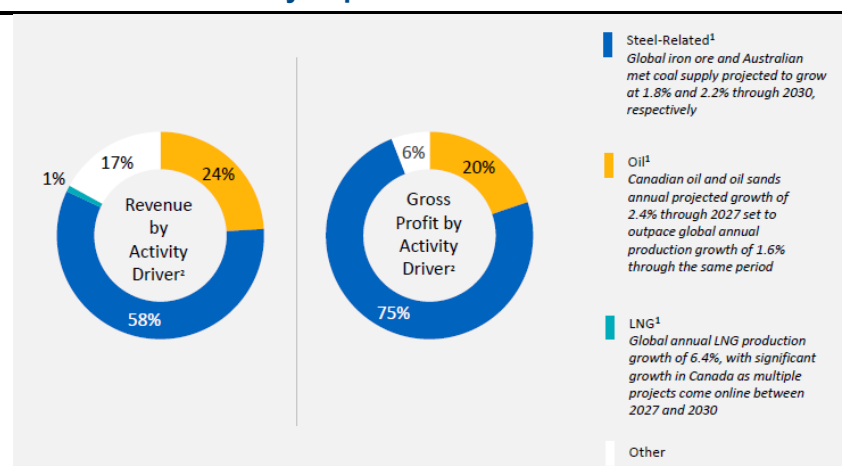
Source: Sept 2025 Company Presentation

growth and M&A opportunities. This is visible with recent contract wins in the Integrated Services Business and Owned Villages Segment. The Company has a history of continuously announcing contract wins and renewals. Recently, in 2Q25, the Company announced an M&A transaction in the Bowen Basin which added new villages and rooms to the Company's portfolio, illustrating CCEO's ability to grow both organically and through acquisition. These contracts and transaction increased locations and room commitments in the iron ore market of Western Australia, while also taking share from competitors.

Market Overview

Civeo Corporation operates in a competitive and fragmented market. Historically, natural resource extractors built and operated their own accommodations due to a lack of third-party providers. The Company estimates that over 50% of the market is represented by customer-owned rooms. However, these companies are currently transitioning to outsourcing their accommodations. While there are providers that offer pieces of customer accommodation needs, few offer a full array of services. This gives Civeo a competitive advantage as they can offer a wider range of services that capitalize on economies of scale and is cost-effective for their customers.

Exhibit 6: Commodity Exposure



Source: Sept 2025 Company Presentation

Due to the cyclical nature of the natural resource industry, diversification is key to sustained growth and reduced revenue volatility. The development of LNG projects in British Columbia is an important catalyst for the Sitka Lodge in Kitimat, which can support the long-term needs of large labor forces. Maintaining occupancy levels in the Sitka Lodge could help offset the demobilization of LNG pipeline camps.

For the Australian market, met coal prices were impacted by the Chinese embargo of Australian coal in 2020. However, Australian producers recovered by exporting to Europe and India, which restabilized the market. Despite this, healthy iron prices prompted strong customer activity, helping to mitigate the dip in revenues. As of December 2023, the value of met coal exports in Australia have continued to rebound with a CAGR of 7.2% since 2019, per the Australian Department of Science and Resources.

Expanding into new geographies and commodity markets will further diversify the business model and facilitate revenue growth. In this regard, management had made it clear that it will continue to seek to diversify revenue drivers through both organic growth and M&A opportunities.

Risks

As with any investment, there are certain risks associated with CVEO's operations as well as with the surrounding economic and regulatory environments common to the accommodations and hospitality industry and operating in foreign countries.

Highly Competitive Industry – Civeo operates in a highly competitive industry with several key players, many of which are larger than the Company. Should the Company fail to expand its customer base or lose its current customers, the business will suffer. An overall decrease in the demand for workforce accommodations can increase competition and shrink Civeo's market share.

Commodity Price Volatility – The business depends on the capex spending of its customers. If there is a negative outlook for commodity pricing, customers are less likely to continue producing current projects or develop new projects. Should current and potential customers reduce their capex spending, Civeo would struggle to retain and attract customers for its services.

A Few Significant Customers – The Company relies on few significant customers. The loss of any of its largest customers could lead to a significant reduction in revenues. In FY24 two separate companies each accounted for at least 10% of revenue. Additionally, the concentration of customers in the natural resource industry exposes Civeo to increased credit risk. Volatility in commodity prices could affect customers' ability to pay its obligations.

Regulatory Changes – The Company is exposed to regulatory changes. As governments change environmental regulations, Civeo's customer's business become more at risk, especially those in Canadian oil sand and the Australian met coal markets. Trade disputes or embargoes also expose the Company to a potential downturn in demand.

Remote Locations – Civeo operates in remote locations which exposes it to various climate and natural disaster related setbacks. Events such as floods, wildfires, and severe storms could limit the Company's access to supplies and utilities required to operate its facilities. Damage to surrounding infrastructure could also make it increasingly difficult for customers and labor to travel to Civeo's lodges/villages.

VALUATION SUMMARY

We use a DCF Analysis and Comparison Analysis to frame valuation.

DCF Analysis

We are modeling near-term revenue growth rates driven by continued spending from customers on both production and maintenance, offset by the discussed headwinds. Our longer-term revenue growth is normalized between 2% to 2.5%.

Sensitivity Analysis:

		Terminal Growth Rates				
		1.0%	1.5%	2.0%	2.5%	3.0%
Discount rate	10.50%	\$29.03	\$30.07	\$31.24	\$32.55	\$34.04
	10.75%	\$27.93	\$28.90	\$29.98	\$31.19	\$32.56
	11.00%	\$26.89	\$27.79	\$28.79	\$29.91	\$31.17
	11.25%	\$25.90	\$26.73	\$27.66	\$28.70	\$29.86
	11.50%	\$24.95	\$25.73	\$26.60	\$27.56	\$28.63

Our DCF analysis relies on a range of discount rates between 10.5% and 11.5% with a midpoint of 11.0% and terminal growth rates between 1.5% and 2.5%. We selected this discount rate to account for near term risks, CVEO's smaller market cap, and current interest rate environment. This arrives at a valuation range of \$26.73 to \$31.19 with a mid-point of \$28.79.

Comparison Analysis

					EV/Revenue ^(2,3)			EV/EBITDA ^(2,3)			P/E ^(2,3)		
Company Name	Symbol	Price ⁽¹⁾	Market Cap	EV	2024	2025E	2026E	2024	2025E	2026E	2024	2025E	2026E
Diversified Support Services													
ATCO Ltd.	ACO.X	\$ 37.64	\$ 4,289.2	\$ 15,402.8	4.17x	4.17x	3.96x	8.8x	9.2x	8.8x	11.07x	10.38x	10.32x
Black Diamond Group Limited	BDI	\$ 10.73	\$ 717.4	\$ 904.9	2.07x	2.94x	2.25x	7.7x	10.5x	7.8x	0.37x	N/A	N/A
Dexterra Group Inc.	DXT	\$ 7.61	\$ 473.6	\$ 553.5	0.61x	0.74x	0.67x	5.8x	6.5x	5.6x	0.39x	0.24x	20.0903
Average					2.3x	2.6x	2.3x	7.5x	8.7x	7.4x	3.94x	5.31x	15.20x
Median					2.1x	2.9x	2.2x	7.7x	9.2x	7.8x	0.39x	5.31x	15.20x
Food and Support Services													
Aramark	ARMK	\$ 38.78	\$10,193.4	\$ 16,280.1	0.85x	0.87x	0.83x	11.8x	11.6x	10.5x	10.99x	7.39x	6.31x
Compass Group PLC	CPG	\$ 33.34	\$56,579.2	\$ 63,243.8	1.17x	1.06x	0.98x	12.0x	10.6x	9.7x	2.33x	1.45x	1.31x
Sodexo S.A.	SDXAY	NA	\$ 8,185.3	\$ 12,027.8	0.63x	0.43x	0.43x	9.7x	6.5x	6.6x	N/A	N/A	N/A
Smurfit Westrock Plc	SW	\$ 36.04	\$18,766.8	\$ 32,052.8	1.99x	1.02x	0.99x	8.9x	6.4x	5.8x	16.88x	2.64x	2.01x
Average					1.2x	0.8x	0.8x	10.6x	8.8x	8.1x	10.07x	3.83x	3.21x
Median					1.0x	0.9x	0.9x	10.8x	8.5x	8.1x	10.99x	2.64x	2.01x
Civeo Corporation	CVEO	\$ 22.77	\$ 285.80	\$ 456.12	0.5x	0.7x	0.7x	4.4x	5.2x	4.9x	5.7x	-1.2x	5.2x

(1) Previous day's closing price

(2) Estimates are from Capital IQ

(3) All Values in USD at an exchange rate of \$1.40 CAD/USD

Source: Company reports, Capital, Stonegate Capital Partners

We note that CVEO generated approximately 43.1% of revenue from Food and Other Services in the TTM. While the Company generated approximately 19.4% of gross profit from the same revenue stream over the same period, we believe it is appropriate to include a blended EBITDA value in our Comparative Analysis. For this revenue stream we chose a valuation range between 6.0x to 6.5x with a midpoint of 6.3x. This values Civeo's Food and Other Services segment at a significant discount to the average Food and Support Services FY26 EV/EBITDA multiple. This accounts for the smaller size of CVEO vs comps.

2026 EV/EBITDA			
Diversified Support Services	5.50x	5.75x	6.00x
Food and Support Services	6.00x	6.25x	6.50x
% of GP from food segment	19.4%	19.4%	19.4%
Blended EBITDA Multiple	5.60x	5.85x	6.10x
Adj EBITDA	92.8	92.8	92.8
TEV	519.6	542.8	566.0
Cash	12.0	12.0	12.0
Debt	187.9	187.9	187.9
Mrkt Cap	343.6	366.8	390.1
S/O	12.4	12.4	12.4
Price	\$ 27.82	\$ 29.70	\$ 31.58

For the majority of CVEO's earnings we are using a 5.0x to 6.0x EV/EBITDA multiple range with a midpoint of 5.5x. This moves CVEO closer to comp companies, which we believe is appropriate due to Civeo's diversification, market share, and market cap. When we blend these two multiple ranges, we arrive at a valuation range of 5.6x to 6.1x with a midpoint of 5.8x, resulting in a price range of \$27.82 to \$31.58 with a mid-point of \$29.70.

DISCOUNTED CASH FLOW

Civeo Corporation														
Discounted Cash Flow Model														
(in \$M, except per share)														
Estimates:	2023	2024	2025 E	2026 E	2027 E	2028 E	2029 E	2030 E	2031 E	2032 E	2033 E	2034 E	2035 E	Terminal Value
Revenue	700.8	682.1	647.3	665.5	692.1	716.3	741.4	767.3	791.1	814.1	835.2	856.9	879.2	
Operating Income	44.4	1.3	5.4	18.8	24.2	25.1	25.9	25.3	26.1	26.9	26.7	26.6	27.3	
Less: Taxes (benefit)	10.6	12.5	14.8	6.6	8.5	8.8	9.1	8.9	9.1	9.4	9.4	9.3	9.5	
NOPAT	33.7	(11.2)	(9.4)	12.2	15.7	16.3	16.9	16.5	17.0	17.5	17.4	17.3	17.7	
Plus: Depreciation	75.1	68.0	72.0	72.0	69.2	70.2	71.2	72.1	70.4	69.2	68.1	69.0	70.8	
Plus: Non-Cash Charges	(10.7)	(5.1)	(9.7)	(10.0)	(9.7)	(9.3)	(7.4)	(7.7)	(5.5)	(4.1)	(4.2)	(2.1)	(2.2)	
Plus: Changes in WC	(1.6)	31.8	(3.2)	(3.3)	(3.5)	(3.6)	(3.7)	(3.8)	(4.0)	(4.1)	(4.2)	(4.3)	(4.4)	
Less: Capex	(14.9)	(15.1)	(22.5)	(24.0)	(24.2)	(25.1)	(25.2)	(25.3)	(26.1)	(25.2)	(26.7)	(26.6)	(26.4)	
Free Cash Flow	81.7	68.4	27.2	46.9	47.6	48.5	51.7	51.8	51.8	53.3	50.4	53.3	55.5	629.3
Discount period - months			3	15	27	39	51	63	75	87	99	111	123	
Discount period - years			0.3	1.3	2.3	3.3	4.3	5.3	6.3	7.3	8.3	9.3	10.3	
Discount factor			0.97	0.88	0.79	0.71	0.64	0.58	0.52	0.47	0.42	0.38	0.34	
PV of FCF			26.5	41.2	37.6	34.6	33.2	29.9	27.0	25.0	21.3	20.3	19.1	215.9
Growth rate assumptions:														
Revenue		-2.7%	-5.1%	2.8%	4.0%	3.5%	3.5%	3.5%	3.1%	2.9%	2.6%	2.6%	2.6%	
Operating Income		-97.0%	308.7%	245.1%	28.9%	3.5%	3.5%	-2.4%	3.1%	2.9%	-0.5%	-0.6%	2.6%	
EBITDA		-41.9%	11.6%	17.2%	2.9%	2.0%	1.9%	0.3%	-1.0%	-0.5%	-1.3%	0.8%	2.6%	
Free Cash Flow		-16.3%	-60.3%	72.8%	1.4%	2.0%	6.6%	0.1%	0.0%	2.9%	-5.5%	5.7%	4.3%	
Margin assumptions:														
Operating Income	6.3%	0.2%	0.8%	2.8%	3.5%	3.5%	3.5%	3.3%	3.3%	3.3%	3.2%	3.1%	3.1%	
D&A as a % of sales	10.7%	10.0%	11.1%	10.8%	10.0%	9.8%	9.6%	9.4%	8.9%	8.5%	8.2%	8.1%	8.1%	
Non-Cash Charges as % of sales	-1.5%	-0.8%	-1.5%	-1.5%	-1.4%	-1.3%	-1.0%	-1.0%	-0.7%	-0.5%	-0.5%	-0.3%	-0.3%	
EBITDA	17.1%	10.2%	12.0%	13.6%	13.5%	13.3%	13.1%	12.7%	12.2%	11.8%	11.4%	11.2%	11.2%	
Taxes	24.0%	937.8%	272.4%	35.0%	35.0%	35.0%	35.0%	35.0%	35.0%	35.0%	35.0%	35.0%	35.0%	
Changes in WC	-0.2%	4.7%	-0.5%	-0.5%	-0.5%	-0.5%	-0.5%	-0.5%	-0.5%	-0.5%	-0.5%	-0.5%	-0.5%	
Capex as a % of sales	-2.1%	-2.2%	-3.5%	-3.6%	-3.5%	-3.5%	-3.4%	-3.3%	-3.3%	-3.1%	-3.2%	-3.1%	-3.0%	
Valuation:														
Shares outstanding	12.4													
PV of FCF	315.6													
PV of Terminal Value	215.9													
Enterprise Value	531.5													
less: Net Debt	175.9													
Estimated Total Value:	355.5													
Est Equity Value/share:	\$28.79													
Sensitivity Analysis:														
Discount rate	Terminal Growth Rates													
		1.0%	1.5%	2.0%	2.5%	3.0%								
	10.50%	\$29.03	\$30.07	\$31.24	\$32.55	\$34.04								
	10.75%	\$27.93	\$28.90	\$29.98	\$31.19	\$32.56								
	11.00%	\$26.89	\$27.79	\$28.79	\$29.91	\$31.17								
	11.25%	\$25.90	\$26.73	\$27.66	\$28.70	\$29.86								
11.50%	\$24.95	\$25.73	\$26.60	\$27.56	\$28.63									
Price	\$22.77													

Source: Company Reports; Stonegate Capital Markets

BALANCE SHEET

Civeo Corporation
Consolidated Balance Sheets (\$Ms)
Fiscal Year End: December

ASSETS	FY 2019	FY 2020	FY 2021	FY 2022	Q1 Mar-23	Q2 Jun-23	Q3 Sep-23	Q4 Dec-23	FY 2023	Q1 Mar-24	Q2 Jun-24	Q3 Sep-24	Q4 Dec-24	FY 2024	Q1 Mar-25	Q2 Jun-25	Q3 Sep-25
Cash and Equivalents	3.3	6.2	6.3	8.0	12.4	11.4	7.8	3.3	3.3	16.8	7.4	17.9	5.2	5.2	28.4	14.6	12.0
Accounts Receivable	99.5	89.8	114.9	119.8	123.0	140.1	153.9	143.2	143.2	131.5	124.3	106.7	89.0	89.0	93.6	104.5	105.0
Inventories	5.9	6.2	6.5	6.9	7.4	7.2	6.3	7.0	7.0	7.2	8.4	8.8	7.5	7.5	5.7	5.8	5.8
Assets held for sale	7.6	3.9	11.8	8.7	8.2	8.2	8.2	5.9	5.9	3.8	-	-	-	-	-	-	-
Prepaid expenses and other	15.2	13.2	17.8	10.3	7.7	9.0	14.4	15.8	15.8	9.6	11.5	12.1	8.7	8.7	6.7	14.3	17.3
Total Current Assets	131.4	119.2	157.2	153.5	158.6	175.9	190.6	175.2	175.2	168.9	151.6	145.5	110.5	110.5	134.4	139.2	140.1
Property Plant and Equipment	590.3	486.9	390.0	301.9	284.4	275.6	263.4	270.6	270.6	245.8	236.8	233.9	204.9	204.9	195.6	265.1	251.3
Goodwill	110.2	8.7	8.2	7.7	7.6	7.5	7.3	7.7	7.7	7.4	7.5	7.8	7.0	7.0	7.1	7.4	7.4
Other intangible	111.8	99.7	93.6	81.7	80.4	80.6	77.5	78.0	78.0	74.7	72.7	72.4	66.5	66.5	65.3	73.4	70.7
Operating lease	24.9	22.6	18.3	15.7	15.1	14.0	12.9	12.3	12.3	12.7	11.7	11.0	9.4	9.4	13.3	14.6	13.5
Other noncurrent assts	1.3	3.6	5.4	5.6	5.2	5.3	4.8	4.3	4.3	3.6	2.8	7.0	6.8	6.8	8.1	9.1	8.0
Total Assets	969.9	740.9	672.7	566.2	551.2	559.0	556.6	548.1	548.1	513.1	483.2	477.6	405.1	405.1	423.8	508.8	491.1
LIABILITIES AND SHAREHOLDERS' EQUITY																	
Accounts payable	37.0	42.1	49.3	51.1	47.8	47.8	53.1	58.7	58.7	48.6	47.2	48.5	40.0	40.0	38.7	44.7	43.9
Accrued liabilities	21.8	27.3	33.6	39.2	21.3	27.5	48.7	40.5	40.5	26.1	32.2	36.5	34.9	34.9	26.1	39.4	33.7
Income taxes	0.3	0.2	0.2	0.2	0.2	0.1	0.2	3.8	3.8	7.4	9.7	14.0	10.9	10.9	8.9	0.1	0.1
Current portion of long-term debt	35.1	34.6	30.6	28.4	21.5	14.7	7.1	-	-	-	-	-	-	-	-	-	-
Deferred revenue	7.2	6.8	18.5	1.0	4.0	3.1	6.9	4.8	4.8	4.5	4.2	2.8	2.5	2.5	2.6	2.8	2.7
Other liabilities	8.7	5.8	4.8	8.3	8.4	9.5	9.3	6.3	6.3	6.2	4.9	5.0	4.4	4.4	4.9	5.2	5.1
Total Current Liabilities	110.0	116.8	136.9	128.3	103.2	102.7	125.3	114.2	114.2	92.9	98.1	106.8	92.6	92.6	81.1	92.2	85.5
Long-term debt	321.8	214.0	142.6	102.5	120.4	121.0	95.9	65.6	65.6	78.6	47.5	50.1	43.3	43.3	87.4	168.7	187.9
Deferred income tax	9.5	-	0.9	4.8	5.9	11.4	10.4	11.8	11.8	9.4	7.2	5.2	6.7	6.7	10.0	11.1	4.3
Operating lease liabilities	21.2	19.8	15.4	12.8	12.0	8.6	7.0	9.3	9.3	9.0	8.6	7.9	3.6	3.6	3.1	5.8	10.1
Other noncurrent liabilities	16.6	14.9	13.8	14.2	17.5	19.9	24.1	24.2	24.2	23.0	22.5	23.6	21.9	21.9	21.4	21.6	20.6
Total Liabilities	479.1	365.5	309.6	262.5	259.0	263.6	262.6	225.0	225.0	213.0	183.8	193.7	168.1	168.1	203.0	299.4	308.5
Preferred shares	58.1	60.0	61.9	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Common shares	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Additional paid-in capital	1,572.2	1,578.3	1,582.4	1,624.5	1,625.4	1,626.6	1,627.8	1,629.0	1,629.0	1,629.5	1,630.1	1,630.9	1,631.8	1,631.8	1,632.4	1,633.0	1,634.1
Accumulated deficit	(771.6)	(907.7)	(913.0)	(930.1)	(940.2)	(940.0)	(935.9)	(919.0)	(919.0)	(931.1)	(933.3)	(956.5)	(980.7)	(980.7)	(997.4)	(1,020.2)	(1,047.4)
Treasury Stock	(5.5)	(6.9)	(8.1)	(9.1)	(9.1)	(9.1)	(9.1)	(9.1)	(9.1)	(10.1)	(10.1)	(10.1)	(10.1)	(10.1)	(10.8)	(10.8)	(10.8)
Accumulated other comprehensive loss	(363.2)	(349.0)	(361.9)	(385.2)	(387.4)	(385.4)	(392.1)	(380.7)	(380.7)	(390.9)	(389.2)	(382.0)	(404.6)	(404.6)	(403.5)	(392.6)	(393.3)
Total Parent Net Equity	490.1	374.7	361.5	300.1	288.7	292.2	290.7	320.2	320.2	297.4	297.4	282.2	236.4	236.4	220.7	209.4	182.5
Minority interest	0.7	0.7	1.6	3.6	3.5	3.2	3.2	2.9	2.9	2.7	2.0	1.8	0.6	0.6	-	-	-
Total Consolidated Equity	490.8	375.4	363.1	303.7	292.2	295.3	294.0	323.0	323.0	300.1	299.4	283.9	237.0	237.0	220.7	209.4	182.5
Total Liabilities and Shareholders' Equity	969.9	740.9	672.7	566.2	551.2	559.0	556.6	548.1	548.1	513.1	483.2	477.6	405.1	405.1	423.8	508.8	491.1
Liquidity																	
Current Ratio	1.2x	1.0x	1.1x	1.2x	1.5x	1.7x	1.5x	1.5x	1.5x	1.8x	1.5x	1.4x	1.2x	1.2x	1.7x	1.5x	1.6x
Quick Ratio	1.1x	1.0x	1.1x	1.1x	1.5x	1.6x	1.5x	1.5x	1.5x	1.7x	1.5x	1.3x	1.1x	1.1x	1.6x	1.4x	1.6x
Working Capital (\$M)	21.4	2.4	20.3	25.3	55.4	73.2	65.3	61.0	61.0	76.0	53.5	38.7	17.8	17.8	53.3	47.0	54.6
Leverage																	
Net Debt to Equity	76.4%	69.9%	50.2%	44.7%	48.5%	45.0%	34.8%	22.1%	22.1%	23.6%	16.2%	14.1%	17.6%	17.6%	28.1%	76.3%	101.9%
Net Debt to Capital	43.2%	40.8%	33.1%	30.6%	32.0%	30.4%	25.5%	18.1%	18.1%	18.4%	13.8%	11.8%	14.7%	14.7%	19.9%	41.6%	48.9%

Source: Company Reports, Stonegate Capital Partners

INCOME STATEMENT

Civeo Corporation
Consolidated Statements of Income (in \$M, except per share amounts)
Fiscal Year End: December

	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	Q1 Mar-24	Q2 Jun-24	Q3 Sep-24	Q4 Dec-24	FY 2024	Q1 Mar-25	Q2 Jun-25	Q3 Sep-25	Q4 E Dec-25	FY 2025E	Q1 E Mar-26	Q2 E Jun-26	Q3 E Sep-26	Q4 E Dec-26	FY 2026E
Revenues	\$ 527.6	\$ 529.7	\$ 594.5	\$ 697.1	\$ 700.8	\$ 166.1	\$ 188.7	\$ 176.3	\$ 151.0	\$ 682.1	\$ 144.0	\$ 162.7	\$ 170.5	\$ 170.1	\$ 647.3	\$ 151.7	\$ 178.7	\$ 180.2	\$ 154.9	\$ 665.5
Total Revenues	527.6	529.7	594.5	697.1	700.8	166.1	188.7	176.3	151.0	682.1	144.0	162.7	170.5	170.1	647.3	151.7	178.7	180.2	154.9	665.5
Cost of sales and services	366.8	382.1	436.5	517.1	530.3	130.4	140.8	138.5	122.8	532.7	114.6	121.5	126.7	131.9	494.8	118.2	131.6	131.4	119.5	500.7
Gross Profit	160.7	147.6	158.0	180.0	170.5	35.7	47.9	37.8	28.1	149.5	29.4	41.2	43.8	38.2	152.6	33.5	47.1	48.8	35.5	164.8
SG&A	59.6	53.7	60.6	70.0	72.6	18.6	17.4	19.6	17.6	73.4	18.2	20.5	18.1	18.9	75.6	16.7	19.7	19.8	17.0	73.2
D&A	123.8	96.5	83.1	87.2	75.1	16.8	17.1	17.4	16.8	68.0	16.3	17.8	20.0	17.9	72.0	18.0	18.0	18.0	18.0	72.0
Other operating costs	0.3	0.5	0.3	0.1	(23.0)	(5.8)	0.3	0.7	(0.0)	(4.8)	0.5	0.1	(1.3)	0.2	(0.5)	0.2	0.2	0.2	0.2	0.8
Impairment Expense	26.1	144.1	7.9	5.7	1.4	7.8	-	-	3.8	11.6	-	-	-	-	-	-	-	-	-	-
Total Operating Expenses	209.8	294.8	151.9	163.0	126.2	37.5	34.8	37.8	38.1	148.1	34.9	38.4	36.8	37.0	147.1	34.9	37.9	38.0	35.2	146.0
Operating Income	(49.1)	(147.2)	6.1	17.0	44.4	(1.8)	13.1	0.0	(10.0)	1.3	(5.5)	2.8	7.0	1.2	5.4	(1.4)	9.2	10.8	0.2	18.8
Interest Expense	(27.4)	(16.7)	(13.0)	(11.5)	(13.2)	(2.4)	(2.2)	(1.7)	(1.7)	(8.0)	(1.6)	(2.7)	(3.4)	(3.3)	(11.0)	(3.0)	(3.0)	(3.0)	(3.0)	(12.2)
Interest and Invest. Income	0.1	0.0	0.0	0.0	0.2	0.0	0.1	0.1	0.0	0.2	0.0	0.1	0.0	0.0	0.2	0.0	0.0	0.0	0.0	0.1
Other gains/losses	7.3	20.4	12.8	5.1	9.0	0.5	0.3	0.2	(0.5)	0.5	0.3	0.1	0.0	0.0	0.5	0.0	0.0	0.0	0.0	0.0
Profit Before Taxes	(69.1)	(143.4)	5.9	10.7	40.4	(3.6)	11.3	(1.4)	(12.1)	(5.9)	(6.8)	0.3	3.6	(2.0)	(4.9)	(4.4)	6.2	7.8	(2.8)	6.8
Provision for Income Tax	10.7	10.6	(3.4)	(4.4)	(10.6)	(1.6)	(3.8)	(3.9)	(3.3)	(12.5)	(3.1)	(3.6)	(4.0)	(4.1)	(14.8)	1.6	(2.2)	(2.7)	1.0	(2.4)
Net Income	(58.3)	(132.8)	2.5	6.3	29.7	(5.2)	7.5	(5.3)	(15.4)	(18.4)	(9.8)	(3.3)	(0.5)	(6.1)	(19.8)	(2.9)	4.0	5.1	(1.8)	4.4
Minority Interest	0.2	1.5	1.1	2.3	(0.4)	(0.1)	(0.7)	(0.2)	(0.4)	(1.4)	(0.0)	0.0	(0.0)	(0.0)	(0.0)	(0.0)	(0.0)	(0.0)	(0.0)	(0.0)
Preferred Dividends	1.8	1.9	1.9	1.8	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Income To Common Stkhldrs	(60.3)	(136.1)	(0.6)	2.2	30.2	(5.1)	8.2	(5.1)	(15.1)	(17.1)	(9.8)	(3.3)	(0.5)	(6.1)	(19.8)	(2.9)	4.0	5.1	(1.8)	4.4
Basic EPS	\$ (4.33)	\$ (9.64)	\$ (0.04)	\$ 0.16	\$ 2.02	\$ (0.35)	\$ 0.57	\$ (0.36)	\$ (1.10)	\$ (1.19)	\$ (0.72)	\$ (0.25)	\$ (0.04)	\$ (0.55)	\$ (1.57)	\$ (0.26)	\$ 0.37	\$ 0.46	\$ (0.17)	\$ 0.40
Diluted EPS	\$ (4.33)	\$ (9.64)	\$ (0.04)	\$ 0.16	\$ 2.01	\$ (0.35)	\$ 0.56	\$ (0.36)	\$ (1.12)	\$ (1.19)	\$ (0.72)	\$ (0.25)	\$ (0.04)	\$ (0.55)	\$ (1.57)	\$ (0.26)	\$ 0.37	\$ 0.46	\$ (0.17)	\$ 0.40
WTD Shares Out - Basic	13.9	14.1	14.2	14.0	14.9	14.7	14.5	14.3	13.7	14.3	13.6	13.2	12.4	11.1	12.6	11.1	11.0	10.9	10.9	11.0
WTD Shares Out - Diluted	13.9	14.1	14.2	14.0	15.0	14.7	14.6	14.3	13.7	14.3	13.6	13.2	12.4	11.1	12.6	11.1	11.0	10.9	10.9	11.0
EBITDA	81.8	(31.3)	101.2	107.0	128.9	15.5	31.2	17.9	6.6	71.2	11.1	20.7	27.0	19.1	77.9	16.6	27.2	28.8	18.2	90.8
Adjusted EBITDA	\$ 108.4	\$ 108.1	\$ 109.1	\$ 112.8	\$ 103.3	\$ 17.3	\$ 32.5	\$ 18.8	\$ 11.4	\$ 79.9	\$ 12.7	\$ 25.0	\$ 28.8	\$ 21.8	\$ 88.3	\$ 17.1	\$ 27.7	\$ 29.3	\$ 18.7	\$ 92.8

Margin Analysis

Gross Margin	30.5%	27.9%	26.6%	25.8%	24.3%	21.5%	25.4%	21.4%	18.6%	21.9%	20.4%	25.3%	25.7%	22.4%	23.6%	22.1%	26.3%	27.1%	22.9%	24.8%
Operating Margin	-9.3%	-27.8%	1.0%	2.4%	6.3%	-1.1%	6.9%	0.0%	-6.7%	0.2%	-3.8%	1.7%	4.1%	0.7%	0.8%	-0.9%	5.1%	6.0%	0.1%	2.8%
EBITDA Margin	20.5%	20.4%	18.4%	16.2%	14.7%	10.4%	17.2%	10.6%	7.6%	11.7%	8.8%	15.4%	16.9%	12.8%	13.6%	11.3%	15.5%	16.3%	12.1%	14.0%
Pre-Tax Margin	-13.1%	-27.1%	1.0%	1.5%	5.8%	-2.2%	6.0%	-0.8%	-8.0%	-0.9%	-4.7%	0.2%	2.1%	-1.2%	-0.8%	-2.9%	3.5%	4.3%	-1.8%	1.0%
Net Income Margin	-11.1%	-25.1%	0.4%	0.9%	4.2%	-3.1%	4.0%	-3.0%	-10.2%	-2.7%	-6.8%	-2.0%	-0.3%	-3.6%	-3.1%	-1.9%	2.3%	2.8%	-1.2%	0.7%
Tax Rate	-15.5%	-7.4%	-57.5%	-41.0%	-26.3%	42.6%	-33.6%	270.6%	27.1%	210.4%	45.7%	-122.2%	-112.7%	200.0%	300.6%	-35.0%	-35.0%	-35.0%	-35.0%	-35.0%

Growth Rate Y/Y

Total Revenue	13.0%	0.4%	12.2%	17.3%	0.5%	-0.9%	5.5%	-3.9%	-11.6%	-2.7%	-13.3%	-13.8%	-3.3%	12.7%	-5.1%	5.3%	9.8%	5.7%	-8.9%	2.8%
Total cost of revenues	-5.6%	40.5%	-48.5%	7.3%	-22.6%	-1.4%	-6.7%	1.4%	178.5%	17.4%	-6.7%	10.3%	-2.5%	-3.1%	-0.7%	-0.2%	-1.3%	3.3%	-4.7%	-0.8%
Operating Income	-44.3%	200.1%	-104.1%	181.2%	160.6%	-54.4%	28.9%	-99.7%	-145.6%	-97.0%	209.7%	-78.6%	#####	-111.9%	308.7%	-74.2%	228.5%	54.9%	-81.2%	245.1%
Pre-Tax Income	-39.0%	107.6%	-104.1%	82.7%	276.1%	-28.2%	60.0%	-117.8%	-139.9%	-114.7%	85.5%	-97.4%	-351.0%	-83.1%	-16.9%	-34.5%	1998.0%	117.3%	35.9%	-237.0%
Net Income	-28.7%	127.6%	-101.9%	153.5%	369.7%	-17.7%	79.7%	-157.3%	-168.1%	-162.0%	89.6%	-144.2%	-91.4%	-60.2%	7.2%	-70.8%	-221.5%	#####	-70.6%	-122.2%
Adj. EBITDA	60.1%	-0.2%	nm	3.3%	-8.4%	-14.4%	2.8%	-45.0%	-34.1%	-22.6%	-26.7%	-23.0%	53.6%	90.2%	10.4%	35.0%	10.8%	1.6%	-13.9%	5.2%

Source: Company Reports, Stonegate Capital Partners estimates

CASH FLOW STATEMENT

Civeo Corporation

Consolidated Cash Flow Statements (\$Ms)

Fiscal Year End: December

CASH FLOW	FY 2019	FY 2020	FY 2021	FY 2022	Q1 Mar-23	Q2 Jun-23	Q3 Sep-23	Q4 Dec-23	FY 2023	Q1 Mar-24	Q2 Jun-24	Q3 Sep-24	Q4 Dec-24	FY 2024	Q1 Mar-25	Q2 Jun-25	Q3 Sep-25
Operating Activities																	
Net Income	(58.3)	(132.8)	2.5	6.3	(6.3)	4.2	9.2	22.7	29.7	(5.2)	7.5	(5.3)	(15.4)	(18.4)	(9.9)	(3.3)	(0.5)
Depreciation and Amortization	123.8	96.5	83.1	87.2	21.7	20.7	16.9	15.9	75.1	16.8	17.1	17.4	16.8	68.0	16.3	17.8	20.0
Impairment Charges	26.1	144.1	7.9	5.7	-	-	-	1.4	1.4	7.8	-	-	3.8	11.6	-	-	-
Loss on extinguishment of debt	-	0.4	0.4	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Deferred income tax expense	(11.7)	(11.1)	3.1	4.2	1.2	2.8	(1.3)	4.1	6.8	(2.3)	(2.1)	(2.1)	(1.2)	(7.7)	(0.5)	(1.4)	(1.5)
Non-cash compensation charge	10.1	6.1	4.1	3.8	0.9	1.2	1.3	1.2	4.5	0.5	0.6	0.7	1.0	2.9	0.6	0.6	1.1
Gain on disposals of assets	(3.9)	(2.9)	(6.2)	(4.9)	(2.0)	(0.4)	4.7	(23.5)	(21.2)	(6.1)	(0.0)	(0.0)	(0.3)	(6.4)	(0.2)	(0.1)	(1.1)
Provision for loss on receivables	(0.0)	0.0	0.1	0.2	(0.1)	0.0	0.2	0.0	0.1	0.0	0.0	(0.0)	0.0	0.0	(0.0)	0.0	0.2
Other	2.7	(2.9)	2.2	3.2	0.6	0.7	0.7	(0.2)	1.7	0.7	0.5	0.6	(0.1)	1.7	(0.0)	0.6	0.6
Cash Flow from operating activities before working capital changes	88.7	97.5	97.3	105.7	15.9	29.1	31.6	21.5	98.1	12.3	23.6	11.3	4.5	51.7	6.3	14.3	18.9
Accounts receivable	(20.5)	13.7	(28.1)	(14.4)	(4.3)	(15.4)	(17.7)	15.1	(22.3)	7.4	7.8	20.5	8.5	44.2	(4.2)	(6.2)	(1.1)
Inventories	(0.1)	0.2	(0.5)	(1.8)	(0.5)	0.2	0.7	(0.4)	0.0	(0.5)	(1.0)	(0.2)	0.5	(1.2)	1.8	0.2	(0.0)
Accounts payable and accrued liabilities	8.5	6.9	15.4	12.3	(20.1)	5.4	19.5	2.7	7.4	(21.2)	4.0	3.6	(4.0)	(17.6)	(9.8)	8.1	0.9
Taxes payable	(0.1)	(0.1)	(0.0)	0.0	0.0	(0.1)	0.1	3.6	3.6	3.8	2.0	3.8	(1.8)	7.9	(2.1)	(11.0)	(0.8)
Other	(2.0)	(0.7)	4.5	(10.0)	9.3	0.2	2.7	(2.5)	9.7	4.2	(4.2)	(3.4)	1.9	(1.5)	(0.5)	(7.7)	(4.0)
Cash flow generated/(absorbed) from operating Activities	74.5	117.4	88.5	91.8	0.4	19.4	36.8	40.0	96.6	6.0	32.4	35.7	9.5	83.5	(8.4)	(2.3)	13.8
Investing Activities																	
Capital expenditures	(29.8)	(10.1)	(15.6)	(25.4)	(4.8)	(6.9)	(9.5)	(10.5)	(31.6)	(5.6)	(5.3)	(7.5)	(7.7)	(26.1)	(5.3)	(4.5)	(5.6)
Acquisition Related Payments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(64.9)	(7.1)
Proceeds from disposition of PP&E	5.9	3.7	14.3	16.3	2.3	0.5	4.4	9.7	16.7	6.8	3.8	0.1	0.3	11.0	0.2	0.1	1.2
Cash Acquisitions	(16.4)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	1.8	4.6	0.6	0.2	-	-	-	0.4	0.4	-	0.2	-	-	0.2	-	-	-
Cash flow generated by Investing Activities	(38.6)	(1.8)	(0.7)	(8.9)	(2.5)	(6.5)	(5.1)	(0.4)	(14.5)	1.2	(1.3)	(7.4)	(7.4)	(14.9)	(5.1)	(69.3)	(11.5)
Financing Activities																	
Term loan repayments	(34.9)	(39.9)	(125.5)	(30.4)	(7.4)	(7.6)	(7.4)	(7.6)	(29.9)	-	-	-	-	-	-	-	-
Revolving credit borrowings (repayments)	(3.5)	(70.3)	49.2	(3.4)	17.7	(1.7)	(22.7)	(31.1)	(37.8)	14.6	(30.4)	6.6	(7.9)	(17.1)	44.2	75.1	21.6
Dividends Paid	-	-	-	-	-	-	(3.7)	(3.7)	(7.4)	(3.7)	(3.7)	(3.6)	(3.4)	(14.4)	(3.4)	-	-
Debt issuance costs	(2.0)	(2.6)	(4.4)	-	-	-	-	-	-	-	-	(3.0)	-	(3.0)	(0.1)	(0.3)	-
Repurchase of common shares	-	-	(4.6)	(14.2)	(3.8)	(4.2)	(1.3)	(2.4)	(11.6)	(3.2)	(6.6)	(14.2)	(5.6)	(29.6)	(3.3)	(19.1)	(26.2)
Repurchase of preferred shares	-	-	-	(30.6)	-	-	-	-	-	-	-	-	-	-	-	-	-
Taxes Paid on Vested Shares	-	-	-	-	-	-	-	-	-	(1.1)	-	-	-	(1.1)	(0.6)	-	-
Other	(4.3)	(1.5)	(1.1)	(1.1)	-	-	-	-	-	-	-	-	-	-	-	-	-
Cash flow generated/(absorbed) by financing Activities	(44.6)	(114.2)	(86.5)	(79.7)	6.6	(13.5)	(35.1)	(44.8)	(86.8)	6.6	(40.7)	(14.2)	(16.9)	(65.2)	36.6	55.6	(4.6)
Effect of exchange rate changes on cash	(0.3)	1.4	(1.2)	(1.5)	(0.0)	(0.4)	(0.2)	0.7	0.1	(0.3)	0.3	(3.6)	2.1	(1.5)	0.1	2.3	(0.3)
Net Cash flow	(9.0)	2.8	0.1	1.7	4.4	(0.9)	(3.6)	(4.5)	(4.6)	13.4	(9.3)	10.5	(12.7)	1.9	23.2	(13.7)	(2.6)
Cash and Cash Equivalents																	
Beginning Cash balance	12.4	3.3	6.2	6.3	8.0	12.4	11.4	7.8	8.0	3.3	16.8	7.4	17.9	3.3	5.2	28.4	14.6
Ending Cash balance	3.3	6.2	6.3	8.0	12.4	11.4	7.8	3.3	3.3	16.8	7.4	17.9	5.2	5.2	28.4	14.6	12.0

Source: Company Reports, Stonegate Capital Partners

IMPORTANT DISCLOSURES AND DISCLAIMER

- (a) The research analyst and/or a member of the analyst's household do not have a financial interest in the debt or equity securities of the subject company.
- (b) The research analyst responsible for the preparation of this report has not received compensation that is based upon Stonegate's investment banking revenues.
- (c) Stonegate or any affiliate have not managed or co-managed a public offering of securities for the subject company in the last twelve months, received investment banking compensation from the subject company in the last 12 months, nor expects or receive or intends or seek compensation for investment banking services from the subject company in the next three months.
- (d) Stonegate's equity affiliate, Stonegate Capital Partners, "SCP" has a contractual agreement with the subject company to provide research services, investor relations support, and investor outreach. SCP receives a monthly retainer for these non-investment banking services.
- (e) Stonegate or its affiliates do not beneficially own 1% or more of any class of common equity securities of the subject company.
- (f) Stonegate does not make a market in the subject company.
- (g) The research analyst has not received any compensation from the subject company in the previous 12 months.
- (h) Stonegate, the research analyst, or associated person of Stonegate with the ability to influence the content of the research report knows or has reason to know of any material conflicts of interest at the time of publication or distribution of the research report.
- (i) No employee of Stonegate has a position as an officer or director of the subject company.

Ratings - Stonegate does not provide ratings for the covered companies.

Distribution of Ratings - Stonegate does not provide ratings for covered companies.

Price Chart - Stonegate does not have, nor has previously had, a rating for its covered companies.

Price Targets - Stonegate does not provide price targets for its covered companies. However, Stonegate does provide valuation analysis.

Regulation Analyst Certification:

I, Dave Storms, CFA, hereby certify that all views expressed in this report accurately reflect my personal views about the subject company or companies and its or their securities. I also certify that no part of my compensation was, is, or will be directly or indirectly related to the specific recommendations or views expressed in this report.

For Additional Information Contact:

Stonegate Capital Partners, Inc.

Dave Storms, CFA

Dave@stonegateinc.com

214-987-4121

Please note that this report was originally prepared and issued by Stonegate for distribution to their market professional and institutional investor customers. Recipients who are not market professional or institutional investor customers of Stonegate should seek the advice of their independent financial advisor prior to taking any investment decision based on this report or for any necessary explanation of its contents. The information contained herein is based on sources which we believe to be reliable but is not necessarily complete and its accuracy cannot be guaranteed. Because the objectives of individual clients may vary, this report is not to be construed as an offer or the solicitation of an offer to sell or buy the securities herein mentioned. This report is the independent work of Stonegate Capital Partners and is not to be construed as having been issued by, or in any way endorsed or guaranteed by, any issuing companies of the securities mentioned herein. The firm and/or its employees and/or its individual shareholders and/or members of their families and/or its managed funds may have positions or warrants in the securities mentioned and, before or after your receipt of this report, may make or recommend purchases and/or sales for their own accounts or for the accounts of other customers of the firm from time to time in the open market or otherwise. While we endeavor to update the information contained herein on a reasonable basis, there may be regulatory, compliance, or other reasons that prevent us from doing so. The opinions or information expressed are believed to be accurate as of the date of this report; no subsequent publication or distribution of this report shall mean or imply that any such opinions or information remains current at any time after the date of this report. All opinions are subject to change without notice, and we do not undertake to advise you of any such changes. Reproduction or redistribution of this report without the expressed written consent of Stonegate Capital Partners is prohibited. Additional information on any securities mentioned is available on request.
