



Madalena Energy

Nov 26th 2015

Madalena Energy in the black, completing sparkling week

Fresh from hailing Argentina's election result earlier this week Madalena Energy (CVE:MVN, OTCMKTS:MDLNF) was celebrating a move into the black on Wednesday.

Net income in the three months ended 30 September was C\$5.30mln, compared to a net loss the year before of C\$612,000.

Gross revenue surged to C\$45.88mln from C\$30.86mln, taking the revenue for the first nine months of the year just over the C\$100mln mark (2014: C\$46.3mln).

Average daily sales in the third quarter eased to 3,465 barrels of oil equivalent (boe) from 4,706 boe in the corresponding period of 2014, but the company achieved US\$87.03 a barrel per boe, up from US\$71.26 the year before, no doubt earning envious glances from sector peers that do not enjoy the energy-friendly policies of Argentina.

As a result of the strong commodity price environment in Argentina and the company's ability to capitalize on Argentina's oil incentive programs, Madalena ended the quarter with C\$14.8 million of working capital, it said.

"With a strong portfolio of assets in Argentina including an attractive mix of conventional, unconventional shales and resource plays, Madalena will continue to drill and execute its focused business plan through 2015 and into 2016," it added.

The Canada-based junior oil and gas producer generates about 95% of its oil output from Argentina, and was seen as one of the likely beneficiaries of the election victory of Mauricio Macri.

Macri, who is described as pro-business, is expected to scrap certain capital controls in order to promote foreign investment and has also pledged to negotiate with the country's bond holders.

Yesterday (24 November) the company's shares began trading in New York on the OTCQX over-the-counter market, so it has been a sparkling week for the company.

The shares are still traded in Toronto, but on that exchange were unchanged, whereas on the OTCQX the shares were up 3.1% at US\$0.268.

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Price: C\$0.35

Market Cap: C\$187.018M

1 Year Share Price Graph



Share Information

Code: MVN

Listing: TSX-V

Sector: Oil and Gas Exploration and Production

Website: www.madalenaenergy.com

Company Synopsis:

Madalena is an independent, Canadian-based domestic and international upstream oil and gas company whose main business activities include exploration, development and production of crude oil, natural gas liquids and natural gas. Madalena's strategy is to create value and provide superior returns to our shareholders through the generation of a balanced portfolio of high quality oil and gas assets in proven hydrocarbon areas characterized by competitive fiscal terms and significant development potential.

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