

TomCo Energy (TOM LN)

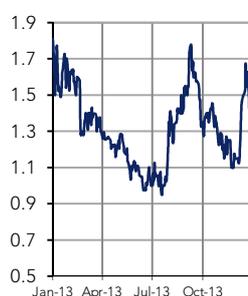
Oil & Gas Flashnote

13 January 2014

Stock Data

Share Price:	1.45p
Market Cap:	£27.1mm
EV:	£25.2mm

Price Chart



52 Week Range

0.92p | 1.45p | 1.9p

Company Summary

TomCo Energy is an oil shale production company focused on the Holliday block in Utah (US), where it is targeting the Green River Formation in the Unita basin, which has resources of 1.3trn bbl. The Company was founded in 1987 and is headquartered in London.

One step further

Event

TomCo has submitted a Notice of Intention to Commence Large Mining Operations ("LMO") to the Utah Division of Oil, Gas and Mining ("DOG M"). It is envisaged that the DOGM could provide tentative approval mid-way through 2014 and request a 30-day public comment period. The subsequent timing of the final approval would be dependent on the public comments received.

In addition, the Company also announced it that it intends to submit its application for a Groundwater Discharge Permit in Q1 2014, a permit which was recently granted to Red Leaf Resources Inc's nearby Seep Ridge project.

TomCo also announced that the term of the Liquidity Facility with Windsor Capital Partners Limited had been extended for a period of 24 months beyond the original expiry date of 24 January 2014. The other terms of the facility remain unchanged following the reinitiating of the facility, as announced on 23 September 2013.

Comment

With Red Leaf's recent announcement that it has now received all the major permits required to move its operations forward at Seep Ridge, it is good to see that TomCo are also making progress in the permitting process on their Holliday Block.

The Early Production System ('EPS') which the Red Lead / Total JV will look to construct on the Seep Ridge project will provide TomCo with valuable information as to how best to unlock the value of its sizeable resource base and 2014 should prove a very interesting and potentially transformational year for the Company.

MAIN

SHAREHOLDERS	HOLDING
Kenglo One	24.30%
Dominic Redfern	9.84%
Mark Donegan	7.07%
Altima Global Special Situations	5.74%

Source: Bloomberg

Fox-Davies Capital
+44 (0)20 3463 5000
www.fox-davies.com

YE Sep (£mm unless stated)

	2012	2013	2014E	2015E
Production (m boepd)	-	-	-	-
Revenues	0.01	0.01	0.01	0.01
Operating costs	(1.00)	(0.86)	(0.45)	(15.44)
EBITDA	(1.00)	(0.86)	(0.45)	(7.94)
PBT	(1.57)	(0.87)	(0.42)	(13.95)
Net Income	(1.57)	(0.87)	(0.42)	(13.95)
EPS (p)	(0.13)	(0.05)	(0.03)	(0.84)
CFPS (p)	(0.09)	(0.06)	(0.03)	(10.39)

Source: Company & Fox-Davies

Research Disclaimers

Research disclosure as of 13 January 2014

Company Name	Disclosure
TomCo (TOM LN)	1, 2, 8

Investment Research Disclosure Legend:

1. In the past 12 months, Fox-Davies Capital Limited or its affiliates have had corporate finance mandates or managed or co-managed a public offering of the Relevant Issuer's securities or received compensation for Corporate Finance services from the Relevant Issuer.
2. Fox-Davies Capital Limited expects to receive or intends to seek compensation for Corporate Finance services from this company in the next six months.
3. The Investment Analyst or a member of the Investment Analyst's household has a long position in the shares or derivatives of the Relevant Issuer.
4. The Investment Analyst or a member of the Investment Analyst's household has a short position in the shares or derivatives of the Relevant Issuer.
5. As of the month end immediately preceding the date of publication of this report, or the prior month end if publication is within 10 days following a month end, Fox-Davies Capital Limited and / or its affiliates beneficially owned 1% or more of any class of common equity securities of the Relevant Issuer.
6. A senior executive or director of Fox-Davies Capital Limited or a member of his or her household is an officer, director or advisor, board member of the Relevant Issuer and / or one of his subsidiaries.
7. Fox-Davies Capital Limited makes a market in the securities of the Relevant Issuer.
8. Fox-Davies Capital Limited acts as corporate broker for the Relevant Issuer.

The Investment Analyst who is responsible for the preparation of this Investment Research is employed by Fox-Davies Capital Limited, a securities broker-dealer.

The Investment Analyst who is responsible for the preparation of this Investment Research has received (or will receive) compensation linked to the general profits of Fox-Davies Capital Limited.

Disclaimer: Important Information

This document is not independent and should not be relied on as an impartial or objective assessment of its subject matter. Given the foregoing, this document is deemed to be a marketing communication and as such has not been prepared in accordance with legal requirements designed to promote the independence of investment research and Fox-Davies Capital Limited is not subject to any prohibition on dealing ahead of dissemination of this document as it would be if it were independent investment research.

This document has been issued by Fox-Davies Capital Limited for information purposes only and should not be construed in any circumstances as an offer to sell or solicitation of any offer to buy any security or other financial instrument, nor shall it, or the fact of its distribution, form the basis of, or be relied upon in connection with, any contract relating to such action. This document has no regard for the specific investment objectives, financial situation or needs of any specific entity. Fox-Davies Capital Limited and/or connected persons may, from time to time, have positions in, make a market in and/or effect transactions in any investment or related investment mentioned herein and may provide financial services to the issuers of such investments. The information contained herein is based on materials and sources that we believe to be reliable, however, Fox-Davies Capital Limited makes no representation or warranty, either express or implied, in relation to the accuracy, completeness or reliability of the information contained herein. Opinions expressed are our current opinions as of the date appearing on this material only. Any opinions expressed are subject to change without notice and Fox-Davies Capital Limited is under no obligation to update the information contained herein. None of Fox-Davies Capital Limited, its affiliates or employees shall have any liability whatsoever for any indirect or consequential loss or damage arising from any use of this document.

This report has been approved in the UK by Fox-Davies Capital Limited solely for the purposes of section 21 of the Financial Services and Markets Act 2000. In the UK, this report is directed at and is for distribution only to persons who (i) fall within Article 19(1) (persons who have professional experience in matters relating to investments) or Article 49(2) (a) to (d) (high net worth companies, unincorporated associations, etc.) of the Financial Services and Markets Act 2000 (Financial Promotions) Order 2005 (as amended) or (ii) are professional clients or eligible counterparties of Fox-Davies Capital Limited (all such persons together being referred to as "relevant persons"). This report must not be acted on or relied up on by persons in the UK who are not relevant persons.

Neither this report nor any copy of part thereof may be distributed in any other jurisdictions where its distribution may be restricted by law and persons into whose possession this report comes should inform themselves about, and observe any such restrictions. Distribution of this report in any such other jurisdictions may constitute a violation of UK or US securities law, or the law of any such other jurisdictions.

Investments in general involve some degree of risk, including the risk of capital loss. The services, securities and investments discussed in this document may not be available to nor suitable for all investors. Investors should make their own investment decisions based upon their own financial objectives and financial resources and, if in any doubt, should seek advice from an investment advisor. Past performance is not necessarily a guide to future performance and an investor may not get back the amount originally invested. Where investment is made in currencies other than the investor's base currency, movements in exchange rates will have an effect on the value, either favourable or unfavourable. Levels and bases for taxation may change. When we comment on AIM or OFEX shares you should be aware that because the rules for those markets are less demanding than the Official List of London Stock Exchange plc, the risks are higher. Furthermore, the marketability of these shares is often restricted.

Fox-Davies Capital Limited and/or its associated companies may from time-to-time provide investment advice or other services to, or solicit such business from, any of the companies referred to in this document. Accordingly, information may be available to Fox-Davies Limited that is not reflected in this material and Fox-Davies Capital Limited may have acted upon or used the information prior to or immediately following its publication. In addition, Fox-Davies Capital Limited, the directors and employees thereof and/or any connected persons may have an interest in the securities, warrants, futures, options, derivatives or other financial instrument of any of the companies referred to in this document and may from time-to-time add or dispose of such interests. Neither the whole nor any part of this material may be duplicated in any form or by any means. Neither should any of this material be redistributed or disclosed to anyone without the prior consent of Fox-Davies Capital Limited. Fox-Davies Capital Limited is authorised and regulated by the Financial Services Authority and is a member of the London Stock Exchange.

Fox-Davies Capital Limited may distribute research in reliance on rule 15a-6(a)(2) of the Securities and Exchange Act 1934 to persons that are major US Institutional investors, however, transactions in any securities must be effected through a US registered broker-dealer. Any failure to comply with this restriction may constitute a violation of the relevant country's laws for which Fox-Davies Capital Limited does not accept any responsibility. By accepting this document you agree that you have read the above disclaimer and to be bound by the foregoing limitations/restrictions.

Please note that unless otherwise stated, the share price used in this publication is taken at the close of business for the previous day.

Fox-Davies Contact List

International Sales

Daniel Fox-Davies

Tel: +44 20 3463 5060

Email: daniel@fox-davies.com

Oliver Stansfield

Tel: +44 20 3463 5061

Email: oliver.stansfield@fox-davies.com

Research

Peter Rose

Tel: +44 20 3463 5034

Email: peter.rose@fox-davies.com

Corporate Finance & Broking

Jonathan Evans

Tel: +44 20 3463 5016

Email: jonathan.evans@fox-davies.com

Simon Leathers

Tel: +44 20 3463 5022

Email: simon.leathers@fox-davies.com

Wei Jiao

Tel: +44 20 3463 5019

Email: Wei.Jiao@fox-davies.com