

|                               |            |
|-------------------------------|------------|
| <b>Company name</b>           | Tethys Oil |
| <b>Company ticker</b>         | TETY       |
| <b>Required yearly return</b> | 10,00%     |

|                             |          |
|-----------------------------|----------|
| <b>PPS (SEK)</b>            | 70,75    |
| <b>Number of shares (M)</b> | 35,25    |
| <b>Market value (M)</b>     | 2 493,63 |

|                        |
|------------------------|
| <b>Asset valuation</b> |
|------------------------|

|                         |          |
|-------------------------|----------|
| BVPS                    | 47,52    |
| P/B                     | 1,49     |
| IAPS                    | 0,00     |
| PTBV                    | 1,49     |
| Equity ratio            | 92,24%   |
| 3y SE gwth (2012-2014)  | 90,43%   |
| 5y SE gwth (2010-2014)  | 285,75%  |
| 10y SE gwth (2005-2014) | 1093,65% |
| 3y SE CAGR (2012-2014)  | 50,26%   |
| 5y SE CAGR (2010-2014)  | 43,84%   |
| 10y SE CAGR (2005-2014) | 22,98%   |

|                  |  |
|------------------|--|
| <i>Valuation</i> |  |
|------------------|--|

|       |       |               |      |
|-------|-------|---------------|------|
| TBVPs | 47,52 | <i>Upside</i> | -33% |
|-------|-------|---------------|------|

|   |        |      |
|---|--------|------|
| <b>Tot. y return on book (10y SE CAGR + Div.)</b> | 27,22% | 172% |
|---|--------|------|

|                           |        |     |
|---------------------------|--------|-----|
| <b>(10y SE CAGR)/PTBV</b> | 15,44% | 54% |
| -> Motivated price        | 109,22 |     |

|                                     |
|-------------------------------------|
| <b>Number of outstanding shares</b> |
|-------------------------------------|

|                 |         |
|-----------------|---------|
| 3y (2012-2014)  | 2,26%   |
| 5y (2010-2014)  | 14,25%  |
| 10y (2005-2014) | 167,93% |

|                       |       |
|-----------------------|-------|
| <b>Cash per share</b> | 10,55 |
| <b>NCAVPS</b>         | 9,36  |

|                                 |
|---------------------------------|
| <b>Earnings power valuation</b> |
|---------------------------------|

|                    |       |        |
|--------------------|-------|--------|
| LTME               | 9,86  |        |
| 3yE (2012-2014)    | 8,58  |        |
| 5yE (2010-2014)    | 6,09  |        |
| 10yE (2005-2014)   | 2,37  |        |
| <i>Return</i>      |       |        |
| P/LTME             | 7,18  | 13,94% |
| P/3yE (2012-2014)  | 8,25  | 12,12% |
| P/5yE (2010-2014)  | 11,62 | 8,61%  |
| P/10yE (2005-2014) | 29,89 | 3,35%  |

|                  |  |
|------------------|--|
| <i>Valuation</i> |  |
|------------------|--|

|                    |       |      |
|--------------------|-------|------|
| <i>Upside</i>      |       |      |
| LTMEPV             | 98,60 | 39%  |
| 3yEPV (2012-2014)  | 85,77 | 21%  |
| 5yEPV (2010-2014)  | 60,90 | -14% |
| 10yEPV (2005-2014) | 23,67 | -67% |

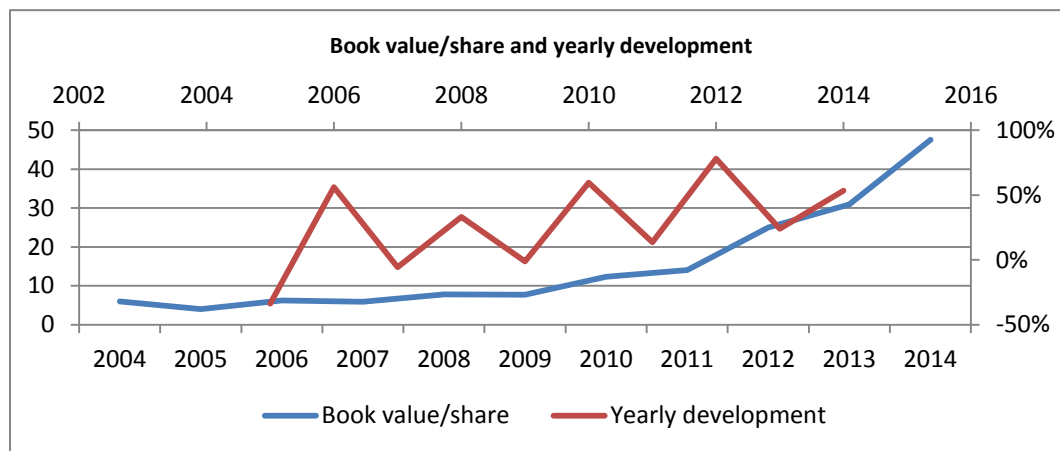
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|----------------------|
| <b>Profitability</b> |
|----------------------|

|                         |        |
|-------------------------|--------|
| LTM ROE                 | 20,75% |
| 3y avg ROE (2012-2014)  | 26,36% |
| 5y avg ROE (2010-2014)  | 23,07% |
| 10y avg ROE (2005-2014) | 0,25%  |

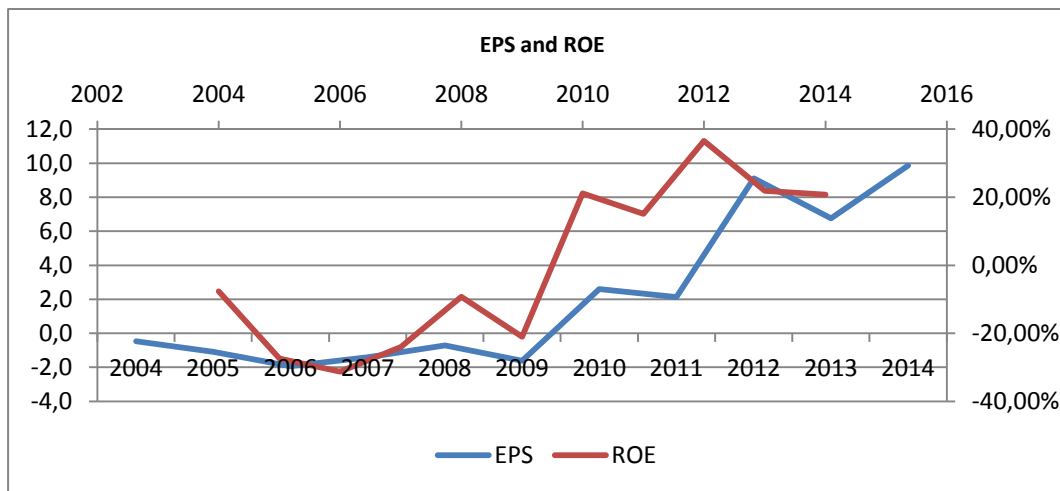
|                               |       |
|-------------------------------|-------|
| <b>Current dividend yield</b> | 4,24% |
|-------------------------------|-------|

|                                     |
|-------------------------------------|
| <b>Return on incremental equity</b> |
|-------------------------------------|

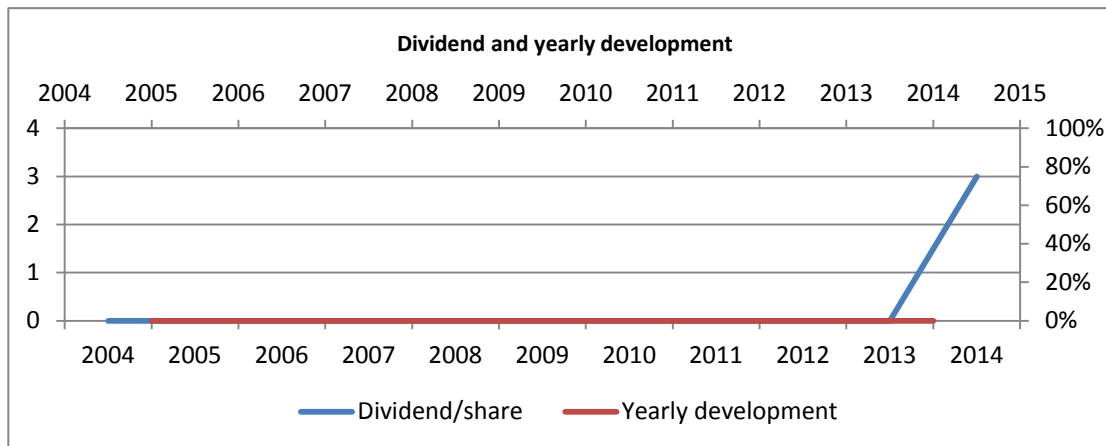
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|-----------------|--------|
| 3y (2012-2014)  | 3,32%  |
| 5y (2010-2014)  | 20,62% |
| 10y (2005-2014) | 25,15% |



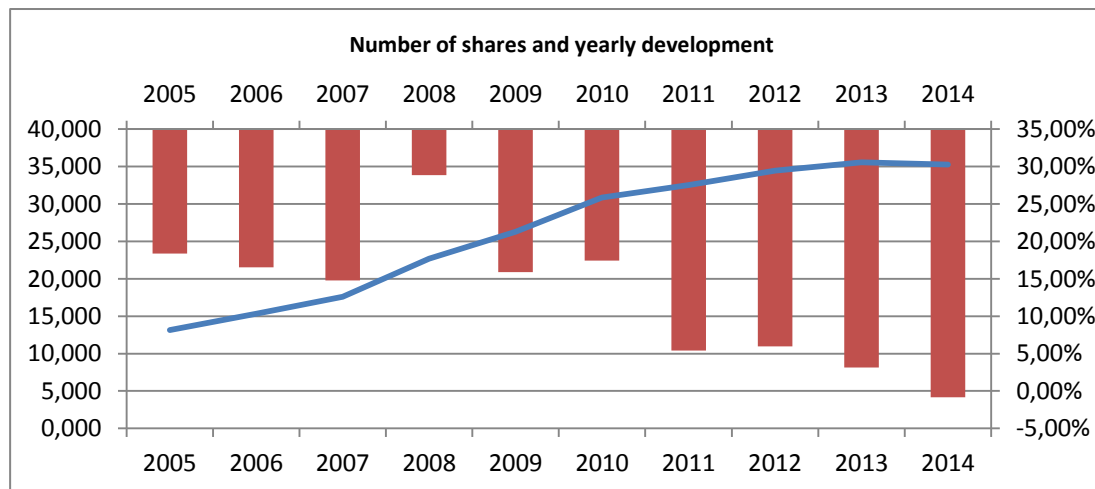
| 2004 | 2005    | 2006   | 2007   | 2008   | 2009   | 2010   | 2011   | 2012   | 2013   | 2014   |
|------|---------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| 6,00 | 3,98    | 6,21   | 5,87   | 7,81   | 7,72   | 12,32  | 14,01  | 24,96  | 30,96  | 47,52  |
|      | -33,70% | 56,03% | -5,57% | 33,16% | -1,20% | 59,63% | 13,70% | 78,16% | 24,05% | 53,51% |



| 2004   | 2005    | 2006    | 2007    | 2008   | 2009    | 2010   | 2011   | 2012   | 2013   | 2014   |
|--------|---------|---------|---------|--------|---------|--------|--------|--------|--------|--------|
| -0,46  | -1,09   | -1,94   | -1,41   | -0,72  | -1,62   | 2,60   | 2,12   | 9,11   | 6,76   | 9,86   |
| -7,66% | -27,38% | -31,23% | -24,04% | -9,22% | -20,99% | 21,10% | 15,13% | 36,50% | 21,84% | 20,75% |



| 2004 | 2005    | 2006    | 2007    | 2008    | 2009    | 2010    | 2011    | 2012    | 2013    | 2014    |
|------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|
| 0,00 | 0,00    | 0,00    | 0,00    | 0,00    | 0,00    | 0,00    | 0,00    | 0,00    | 0,00    | 3,00    |
|      | #DIV/0! | #DIV/0! | #DIV/0! | #DIV/0! | #DIV/0! | #DIV/0! | #DIV/0! | #DIV/0! | #DIV/0! | #DIV/0! |



| 2004   | 2005   | 2006   | 2007   | 2008   | 2009   | 2010   | 2011   | 2012   | 2013   | 2014   |
|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| 11,115 | 13,155 | 15,330 | 17,592 | 22,669 | 26,274 | 30,849 | 32,521 | 34,465 | 35,544 | 35,246 |
|        | 18,35% | 16,53% | 14,76% | 28,86% | 15,90% | 17,41% | 5,42%  | 5,98%  | 3,13%  | -0,84% |

**Comments**

Financially strong and impressive book value growth last 5 years.

Current oil price might be a good buy opportunity.

A lot of cash on the balance sheet and have started to give cash back thru buybacks and dividend.

**What is this business worth?****Asset value:**

10 year average annual book value increase of 22,98%.

5 year average annual book value increase of 43,84%.

54% upside looking at the most pessimistic 10y annual average.

**Earnings power value:**

21% upside on 3y average.

14% downside on 5y average.