

27<sup>th</sup> November 2025

## Tecpetrol S.A.

Tecpetrol S.A., the local subsidiary of Tecpetrol Internacional S.L.U, divides its operations into two segments. First, the Neuquén Basin, which produces medianito crude and natural gas. The company has a strong presence in Vaca Muerta, controlling more than 80.000 ha., ranking second after YPF. It operates through unconventional hydrocarbon exploitation concessions in the Fortín de Piedra and Punta Senillosa areas, both granted in 2016 for 35 years. Likewise, it operates in the Puesto Parada area, granted in 2022 for the same duration. Additionally, the company has joint unconventional operations in the Los Toldos I Norte, I Sur, and II Este areas.

In the Neuquén Basin, Fortín de Piedra operations are the growth pillar. For Tecpetrol, the area represents more than 25.000 ha., over USD 3.800 million in CAPEX, 15% of gas dispatches (leader in the country), and a production record of 24.4 million cubic meters per day in July 2025, during the winter peak.

Los Toldos II Este is Tecpetrol's new bet following the success in Fortín de Piedra. With the aim of balancing the asset portfolio and increasing shale oil production, the company plans to invest around USD 2.500 million and reach 70.000 barrels per day in 2027.

It is also worth mentioning that since June 2025, Tecpetrol participates in the Vaca Muerta Sur project through the VMOS S.A. consortium, together with Argentina's major oil companies such as YPF, PAE, Pluspetrol, Pampa, and VISTA with an 8.16% interest through a contribution of USD 30.4 million. The development of Vaca Muerta Sur involves the construction of a 437 kilometer gas pipeline between Allen and Punta Colorada, in Río Negro, with estimated investments of USD 3.000 million.

The company's other segment is the Argentine Northwest, the San Jorge Basin, and others. Mainly a producer of Escalante crude and gas, it also includes operations in Aguara Güe and Ramos in Salta and Lago Argentino in Santa Cruz. In June 2025, the company reached an

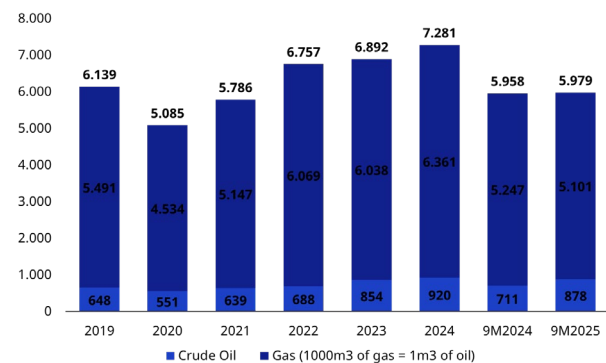
agreement with Crown Point Energía S.A., in which Tecpetrol divested its conventional exploitation concessions in the El Tordillo, La Tapera – Puesto Quiroga areas in Chubut.

Additionally, the company holds exploration rights over the Gran Bajo Oriental area in the province of Santa Cruz and the MLO-124 area in the Malvinas offshore basin.

### Production and hydrocarbon reserves

Tecpetrol's activities focus primarily on natural gas exploitation and, secondly, on crude oil. For the 9M25, gas production was 5.101 million cubic meters, 3% lower than the same period of the previous year, representing 85% of total production. Crude oil production totaled 878 thousand cubic meters, a 23% increase compared to 9M24. Measured in barrels of oil equivalent, Tecpetrol has a production flow of approximately 126 mboe/d for LTM 3Q25.

#### Production in thousands of m3 equivalent



Source: Cucchiara Research

Regarding reserves, at the 2024 year-end, the company reported total proved reserves of 633 MMboe, 4% lower than at the end of 2023. Of this total, only 7.7% corresponds to crude oil, with the remainder being gas. According to Fitch, the reserves represent a life index of 14 years. In comparison, Pan American Energy's reserves are estimated to have a 19-year index, and Vista's 14 years.

Tecpetrol's main gas customers are licensed distribution service providers (~40%), followed by industrial users (~20%) and power generators (~25%). About 10% of gas is exported, while most

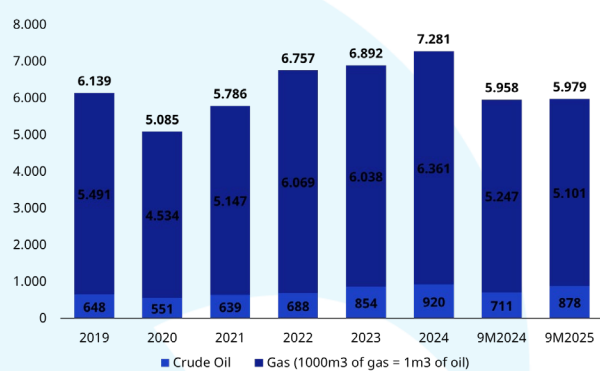
oil is sold abroad. Overall, approximately 15% of production is destined for exports.

## Results

The company has adopted the U.S. dollar as its functional currency, so our analysis is in the same currency.

At the close of the latest financial statements 9M25, sales reached USD 1.131 million, 2% higher than the same period in 2024. The increase in oil production offset the negative price environment and lower gas dispatches.

### Sales & EBITDA



Source: Cucchiara Research

Operating costs increased by 9% in dollars, mainly due to higher labor costs, well maintenance costs, and depreciation and amortization charges linked to increased investments. EBITDA for the period was 6% lower, with a stable margin around 60%, in line with the 5-year average.

Tecpetrol S.A. (USD Million)	9M2025	9M2024	Var %	9M2023	Var %
Sales	1.131	1.108	2%	1.090	4%
Operating Costs	-923	-847	9%	-932	-1%
EBITDA	678	720	-6%	649	4%
Operating Income	205	260	-21%	161	27%
Net Income	34	403	-92%	132	-74%
Operating Margin	18,1%	23,5%	-536 bps	14,7%	+337 bps
EBITDA Margin	59,9%	65,0%	-512 bps	59,5%	+37 bps

Source: Cucchiara Research

Net income decreased considerably due to two factors: increased costs associated with the investment cycle and higher financial losses. This includes effects such as exchange rate differences, as well as investment holdings. Given current regulations, most companies dollarize their portfolios through local sovereign bonds; in the weeks before and after the

September elections, these fell 25% in dollars, although they recovered significantly after the October elections, after the closing of the financial statements.

## Debt

As of the latest financial statements, total financial debt at the end of the first nine months of 2025 was around USD 1.151 million. With cash of USD 121 million and LTM EBITDA of USD 726 million, net leverage is 1.42x.

Tecpetrol S.A. (USD Million)	9M2025	9M2024	Var %
Total debt	1.151	598	93%
Cash & Marketable Securities	121	15	728%
Net Debt	1.030	583	77%
LTM EBITDA	726	836	-13%
Net leverage	1,42	0,70	103%
Est. Interest coverage	6,09	5,46	12%

Source: Cucchiara Research

After the closing of the financial statements, Tecpetrol issued two new notes, redeemed another, and payed out several loans. One of the new issuances is a new NY law Senior Note, with a bullet maturity in 2030 and a 7.625% coupon. It currently trades at a parity of 99.75%, a YTM of 7.7%, and duration of 4.

### TECPET 7 5/8 11/03/30

Issuer Information				Identifiers	
Name	TECPETROL S.A.			FIGI	BBG01RQZX117
Industry	Independent (BCLASS)			ISIN	USP90187AR99
Security Information				ID Number	YS6313581
Mkt Iss	EURO-DOLLAR			Bond Ratings	
Ctry/Reg	AR	Currency	USD	Moody's	B1
Rank	Sr Unsecured	Series	REGS	Fitch	BB-
Coupon	7.625000	Type	Fixed	Composite	B+
Cpn Freq	S/A			Issuance & Trading	
Day Cnt	ISMA-30/360	Iss Price	100.0000	Aggregated Amount Issued/Out	
Maturity	01/22/2033			USD	400,000.00 (M) /
MAKE WHOLE	@50.000 until 01/22/28/SINKABLE ...			USD	400,000.00 (M)
Iss Yield	7.625			Min Piece/Increment	
Calc Type	(77)PRO-RATA:PAR SINKS			1,000.00/1,000.00	
Pricing Date	01/16/2025			Par Amount	1,000.00
Interest Accrual Date	01/22/2025			Book Runner	JOINT LEADS
1st Settle Date	01/22/2025			Reporting	TRACE
1st Coupon Date	07/22/2025				

TECPET 2030 joins the NY law bond offering, along with TECPET 2033 issued earlier this year, with a bullet maturity in 2033 and same coupon. It trades at a parity of 101%, a YTM of 7.4%, and duration of 4.7.

**TECPET 7 5/8 01/22/33**

Issuer Information				Identifiers	
Name	TECPETROL S.A.			FIGI	BBG01Y75K3K4
Industry	Independent (BCLASS)			ISIN	USP90187AT55
Security Information				ID Number	YJ7261144
Mkt Iss	EURO-DOLLAR			Bond Ratings	
Ctry/Reg	AR	Currency	USD	Moody's	B1
Rank	Sr Unsecured	Series	REGS	Fitch	BB-
Coupon	7.625000	Type	Fixed	Composite	B+
Cpn Freq	S/A			Issuance & Trading	
Day Cnt	ISMA-30/360	Iss Price	100.0000	Aggregated Amount Issued/Out	
Maturity	11/03/2030			USD	750,000.00 (M) /
MAKE WHOLE @50.000 until 11/03/27/ CALL 11/...				USD	750,000.00 (M)
Iss Yield	7.625			Min Piece/Increment	
Calc Type (1)STREET CONVENTION					
Pricing Date	10/29/2025			1,000.00/ 1,000.00	
Interest Accrual Date	11/03/2025			Par Amount	1,000.00
1st Settle Date	11/03/2025			Book Runner	JOINT LEADS
1st Coupon Date	05/03/2026			Reporting	TRACE

With these changes, corporate bonds account for approximately 80% of Tecpetrol's gross debt, which would total USD 1.715 million, with an estimated interest expense of USD 120 million. This results in an interest coverage of 6x, compared to an average of around 10x over recent years.

**Outlook**

Fortín de Piedra is a very strong asset on which the company can rely to expand into other areas such as Los Toldos. That said, it is expected that the company's leverage will increase as it enters a significant investment phase, but Tecpetrol is a company with a long history in Argentina and strong international backing through Techint. The international subsidiary provides confidence by guaranteeing debt issuances.

We are comfortable with both bonds, TECPET 7 5/8 11/03/30 and TECPET 7 5/8 01/22/33. In line with this, our funds maintain positions in both. Additionally, as bonds with low minimums (1.000/1.000), they are ideal for portfolios seeking cash flows through individual bonds.

Kind regards,

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