

Super-Spiked

with Arjun Murti

*a messy energy
transition era arrives*

presented by



Where Are We In The Cycle

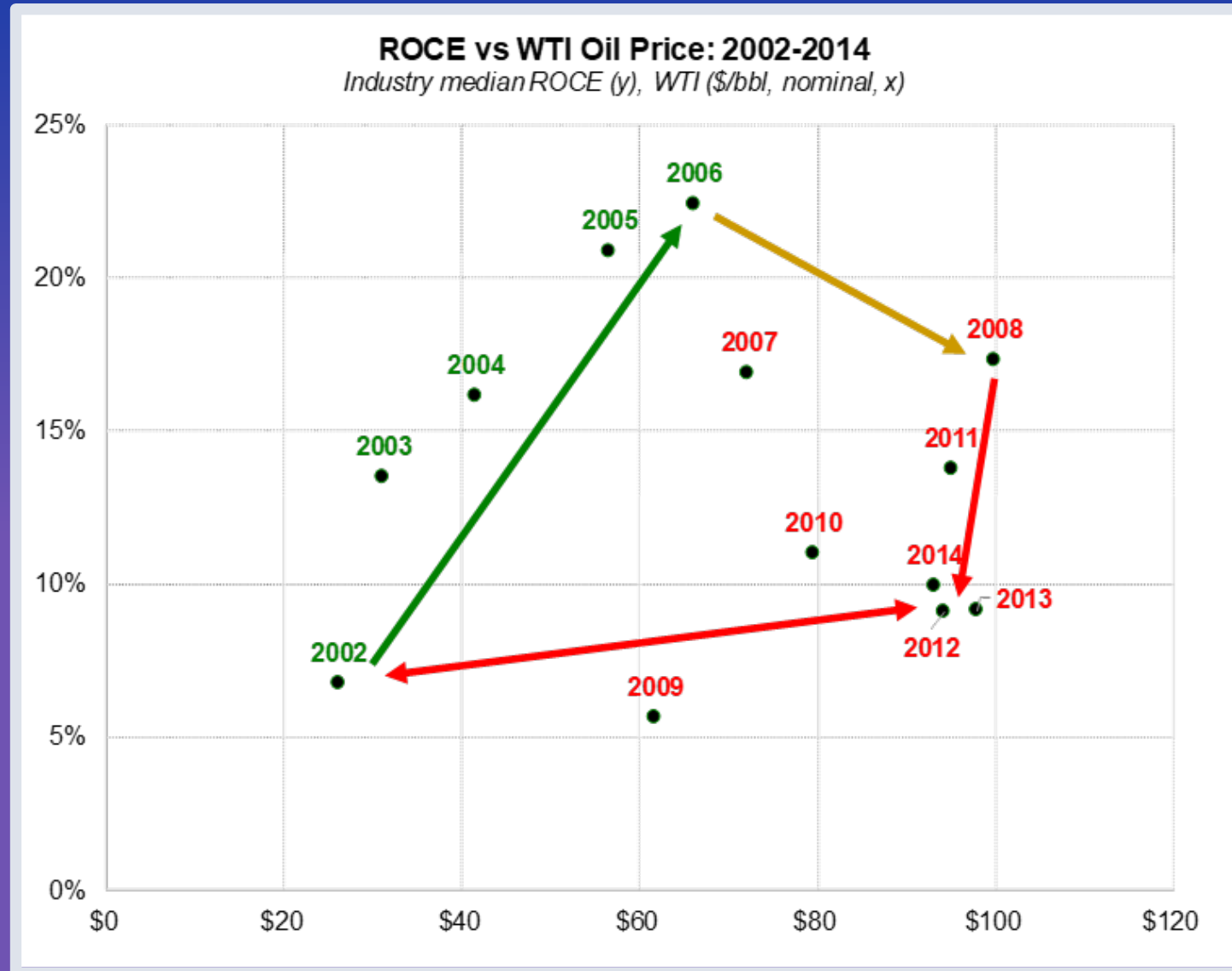
Navigating the Energy Crisis Era

Key Themes

- RETURNS: ROCE cycle remains healthy
- FINANCING: Pressure on traditional energy financing via GFANZ and regional bank crisis
- DURATION: “Extending the Runway”: A key challenge and opportunity



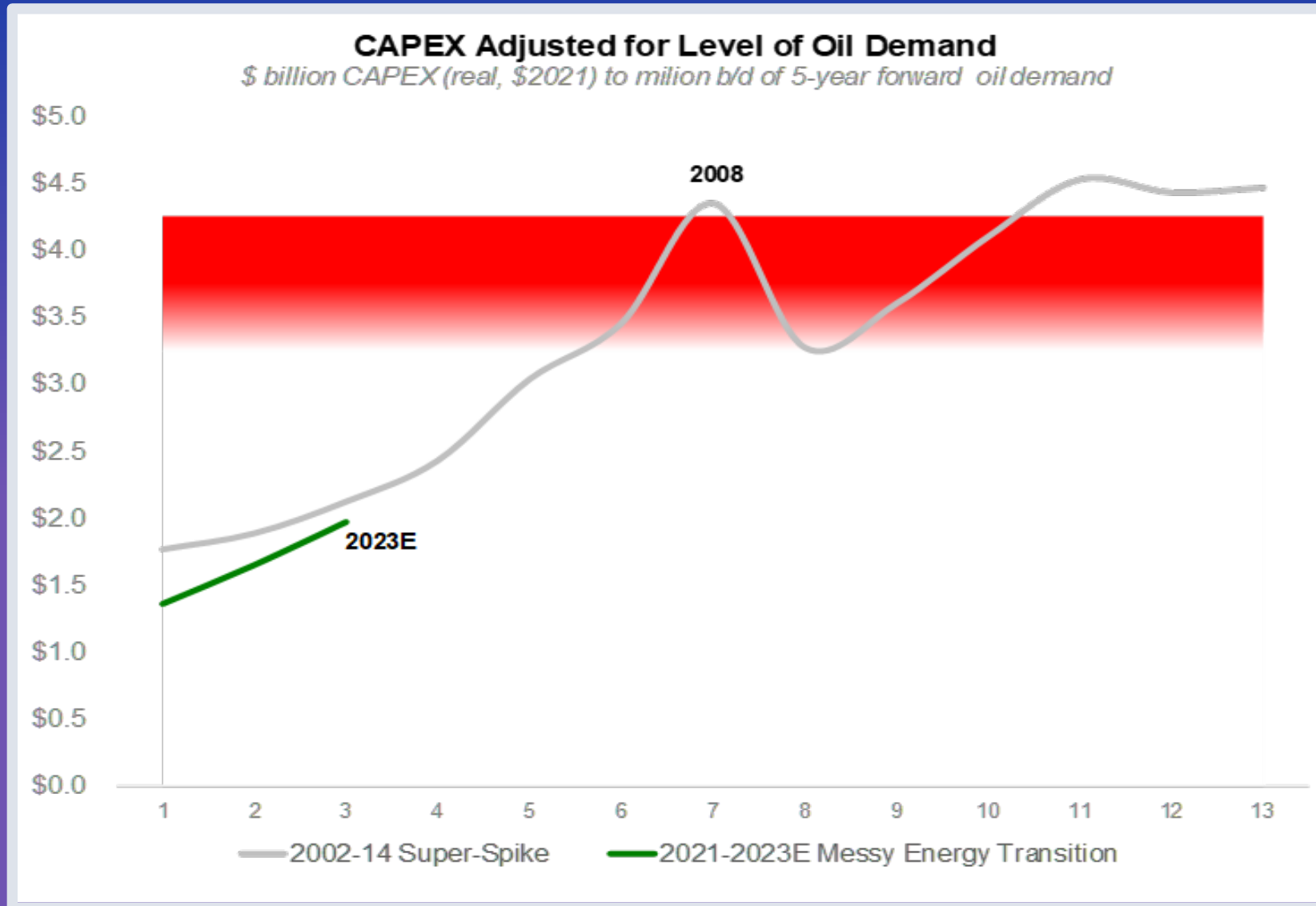
Avoiding the Quadrilateral of Death



Source: Bloomberg, S&P CapitalIQ, Veriten.



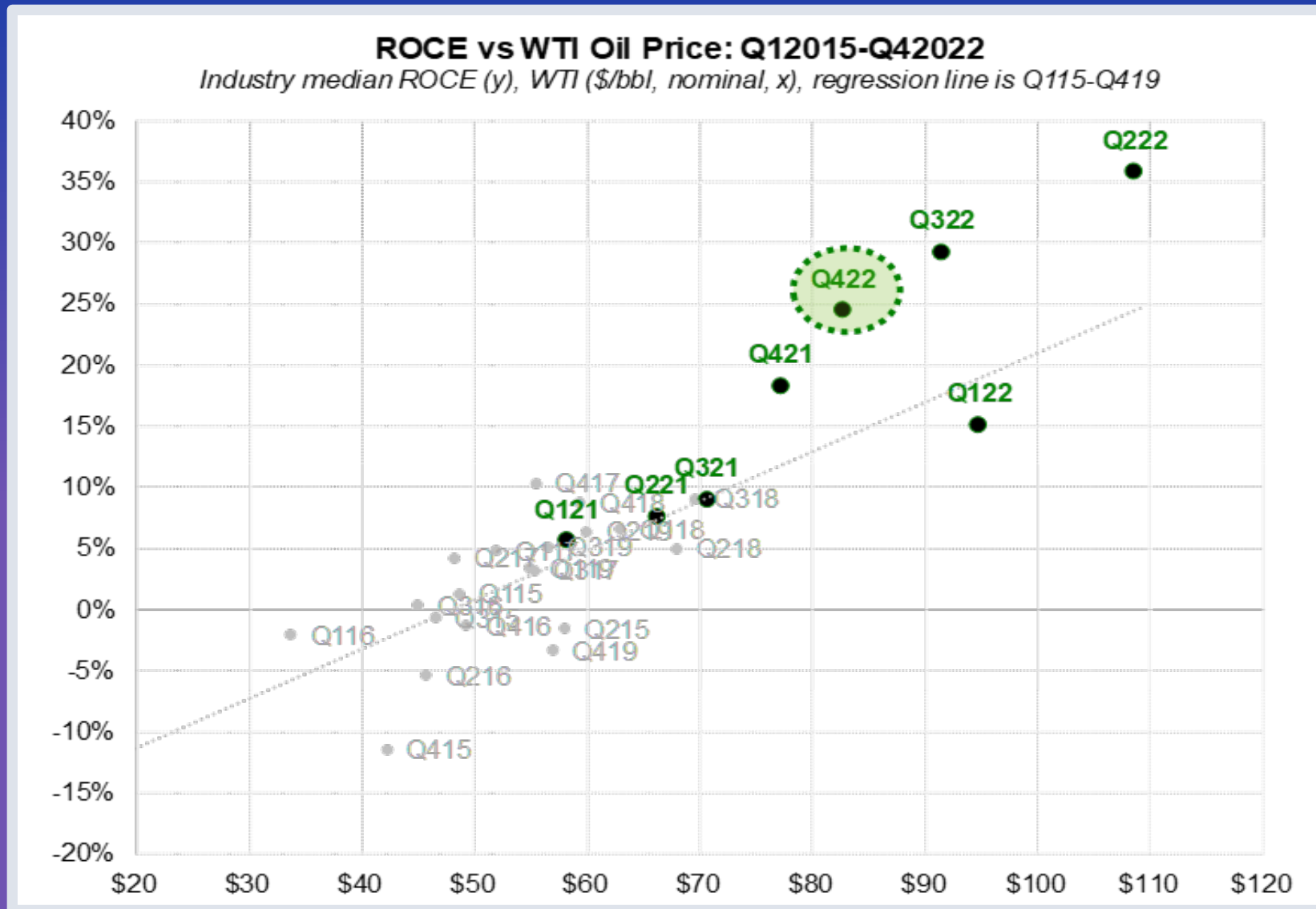
CAPEX Rising But Below Danger Zone



Source: Bloomberg, S&P CapitalIQ, Veriten.



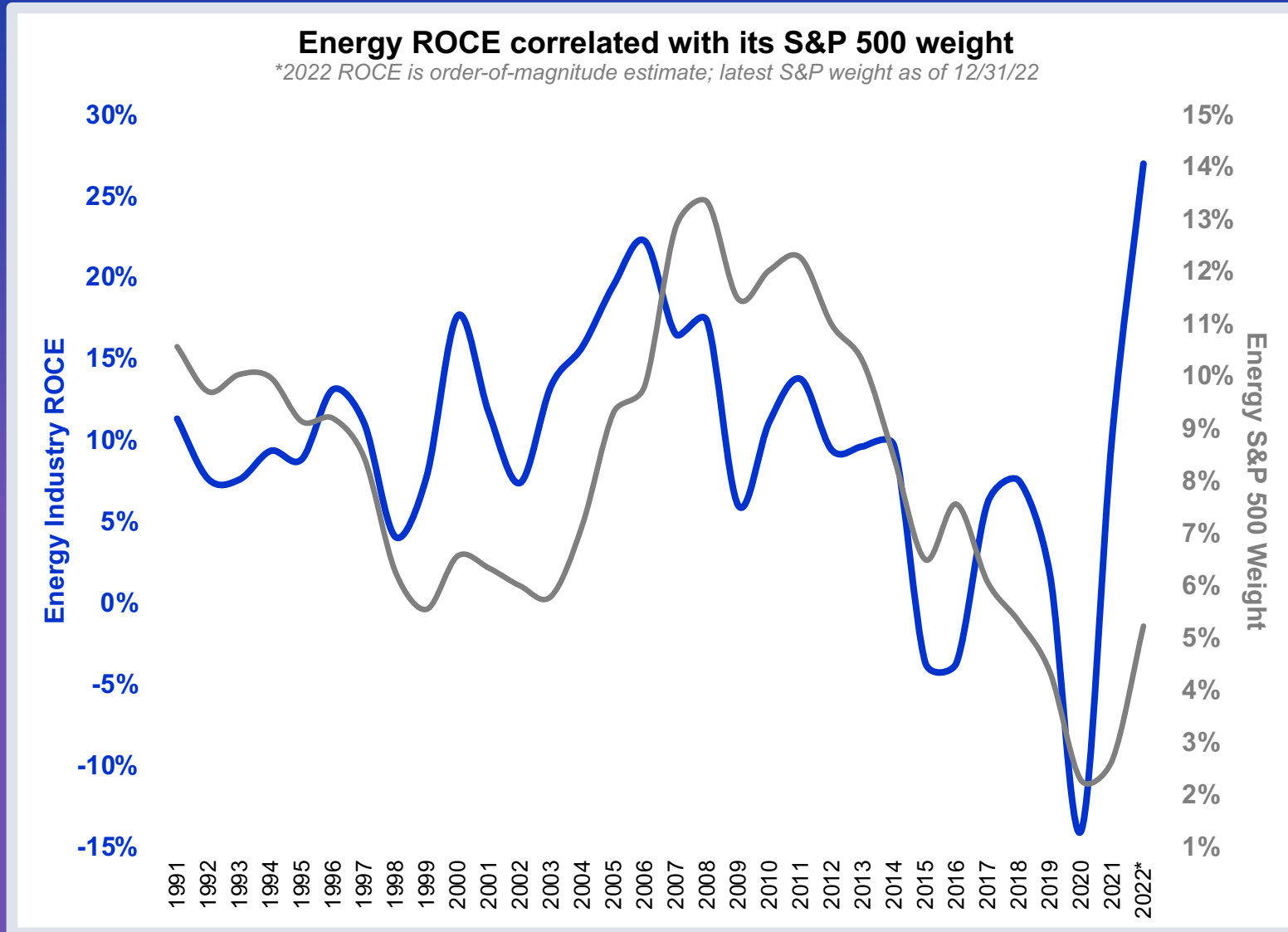
ROCE vs Oil Prices Remains Healthy



Source: Bloomberg, S&P CapitalIQ, Veriten.



ROCE/Earnings Imply Higher S&P Weight



Super-Spiked
with Arjun Murti

a messy energy transition era arrives

presented by
VERITEN

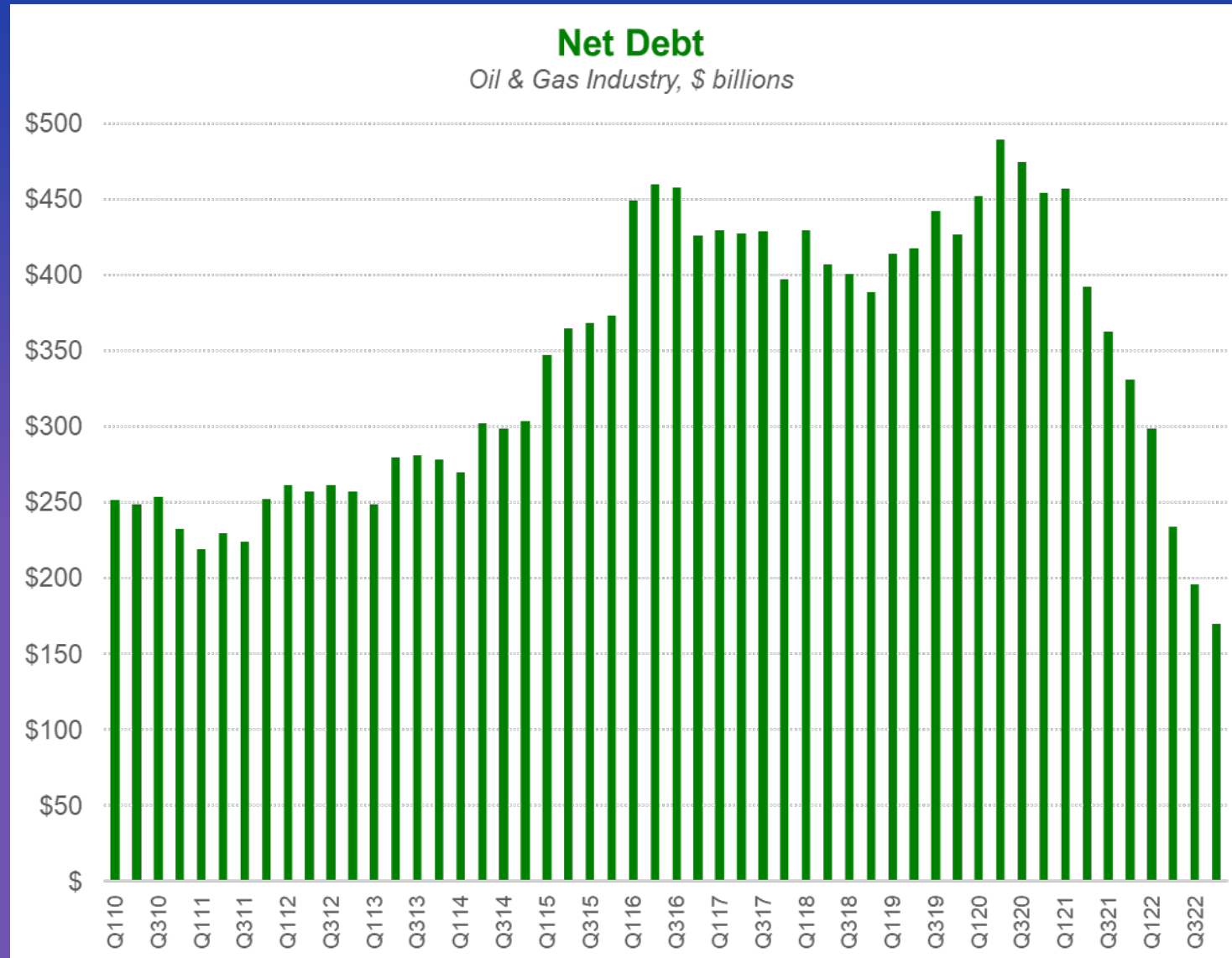
Source: Bloomberg, S&P CapitalIQ, Veriten.

Goodbye Europe, Hello Rest of World

- GFANZ risks materializing: Munich Re, HSBC, ING
- Demise of CS will accelerate departure of European financials from traditional energy
- Demise of SVB highlights regional banking risks
- Will US financials remain rational or turn ideological?



Fortress Balance Sheet The Norm



Source: S&P CapitalIQ, Veriten.

Super-Spiked
with Arjun Murti

a messy energy transition era arrives

presented by
VERITEN

Extending The Runway

- Shale is maturing, a new upcycle is underway, energy transition risk abound
- Business model and geographic diversification to return
- Private vs public a question
- Which public companies, if any, have earned the right to spend?



⚡ On A Personal Note: CGEP

HAPPY 10TH YEAR ANNIVERSARY!!!



Disclaimer

I certify that these are my personal, strongly held views at the time of this presentation. My views are my own and not attributable to any affiliation, past or present. This is not an investment presentation and there is no financial advice explicitly or implicitly provided here. My views can and will change in the future as warranted by updated analyses and developments.



Subscribe 

veriten.com



arjunmurti.substack.com



[@ArjunNMurti](https://twitter.com/ArjunNMurti)



linkedin.com/in/



Super-Spiked by Arjun Murti

