

# RATIO ENERGIES LIMITED PARTNERSHIP

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INVESTORS  
PRESENTATION

August 2022



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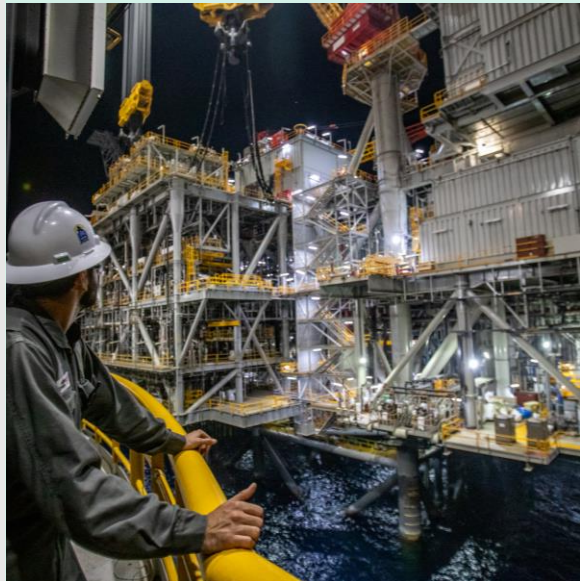
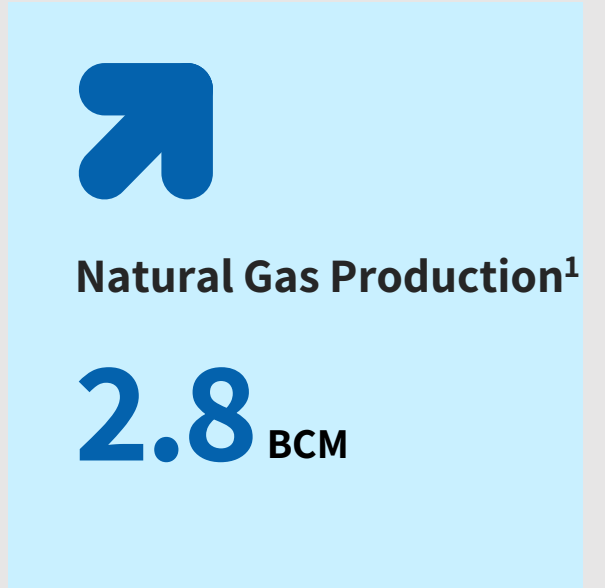
In addition, the data represented in the presentation relating to the proved undeveloped, probable, and possible reserves and future revenues is also forward-looking information based on reports received from an independent reserves evaluator, which may be updated as additional information accumulates and/or as a result of a range of factors related to natural gas production projects.

The Partnership does not undertake to update and/or change any data included in the presentation and/or forecasts and/or estimates to reflect events and/or circumstances occurring after the date of preparation of this presentation.

# Q2 HIGHLIGHTS

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Ratio Energies  
Concludes Another  
Great Quarter, and  
For The First Time  
Will Begin  
Distributing profits



1. Gross (100%)

# RATIO ENERGIES

An Experienced E&P Player With Strong Entrepreneurial Qualities, and the Pioneers In Israeli Energy Innovation

**PROSPECT GENERATOR** and 15 % WI holder in the Leviathan Field  
the largest natural gas discovery in the East-Mediterranean



**631** BCM

Natural Gas<sup>1</sup>



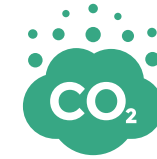
**49** MMbbl

Condensate<sup>1</sup>



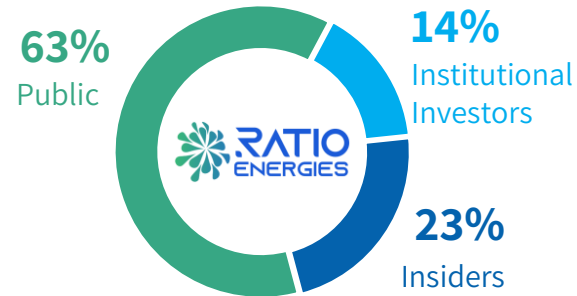
**1.2** BCF/d

Phase 1A Production Capacity



**2** Kg/bbl

Carbon Intensity



**\$960m**

Market Cap<sup>2</sup>

TA-90 | TA-125 | TA-Oil \$ Gas

Main Indexes

## Q2 2022 Financial Highlights (\$m)

	Q2 2022	Q2 2021	% Change
Revenue	\$97	\$74	+31%
EBITDA	\$71	\$51	+39%
Net Income	\$46	\$28	+64%

1. Gross, As per the Partnership's immediate report dated February 20, 2022, based on NSAI's 2P+2C as of 31.12.2021; Not including Prospective Reserves in deep Leviathan prospects.  
2. As of August 29, 2022

# GAS SECTOR THEMES

Gas Has Gradually Increased Its Share In The Global Energy Mix And Is Expected To Play A Key Role Throughout The Energy Transition



## Global Energy Crisis

Years of underinvestment led to tight supply and expectations are for a prolonged period of elevated prices



## Energy Security is a Top Priority

Europe is focused on energy security and diversifying away from Russian supply



## Clean Energy

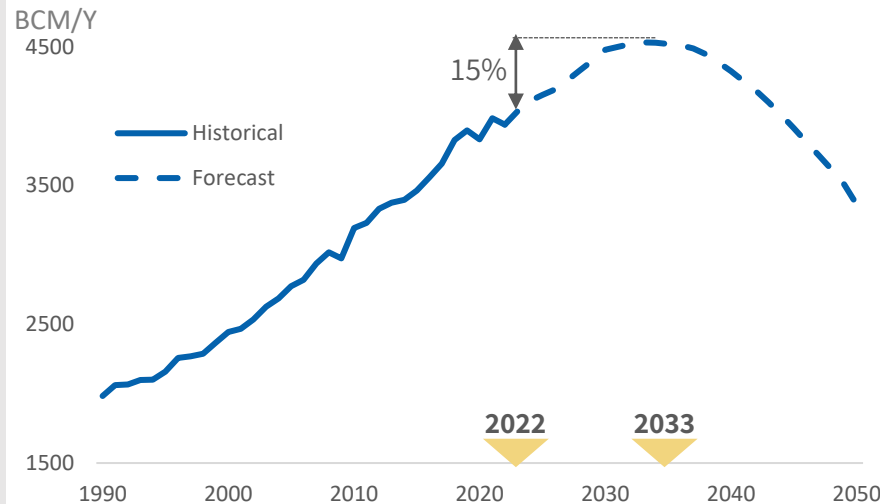
EU classified natural gas as green energy<sup>1</sup>



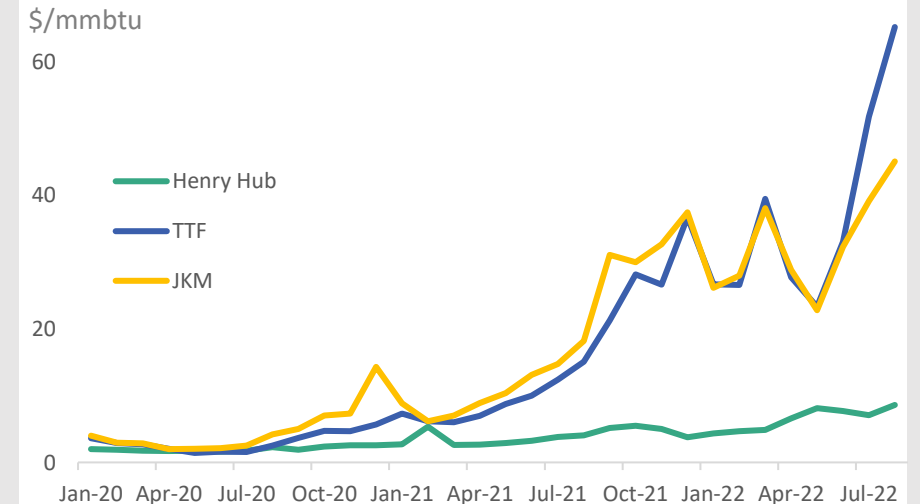
## Energy Security for Israel

Reliable supply and stable prices amid a global energy crisis

Natural Gas Global Demand<sup>2</sup>



Gas Prices In Major Hubs<sup>2</sup>

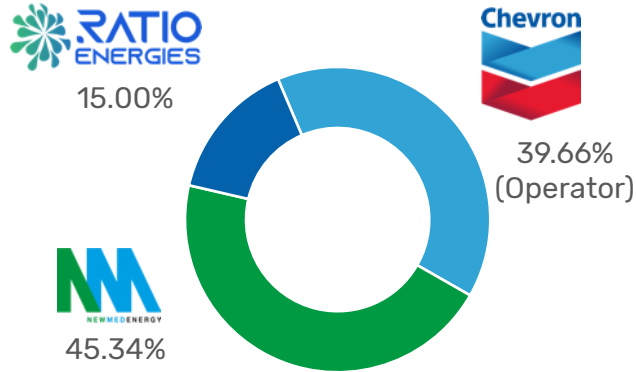


1. Gas has been added to the EU taxonomy rulebook, enabling investors to label and market investments in them as green  
 2. Rystad Energy Gas & LNG solution – August 2022

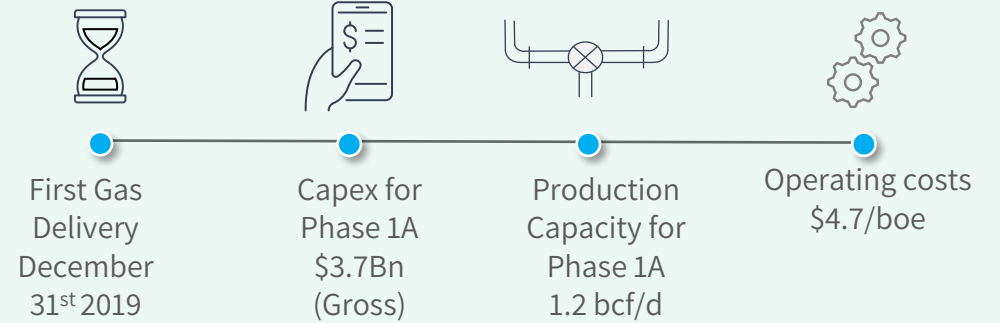
# LEVIATHAN PROJECT

World Class Asset,  
Top-notch Operation,  
And A Regional  
Energy Anchor With  
Strategic Significance

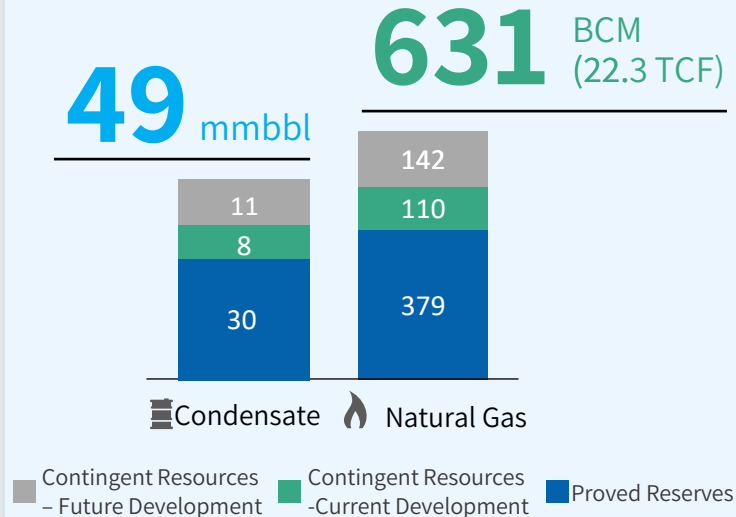
## Ownership Structure



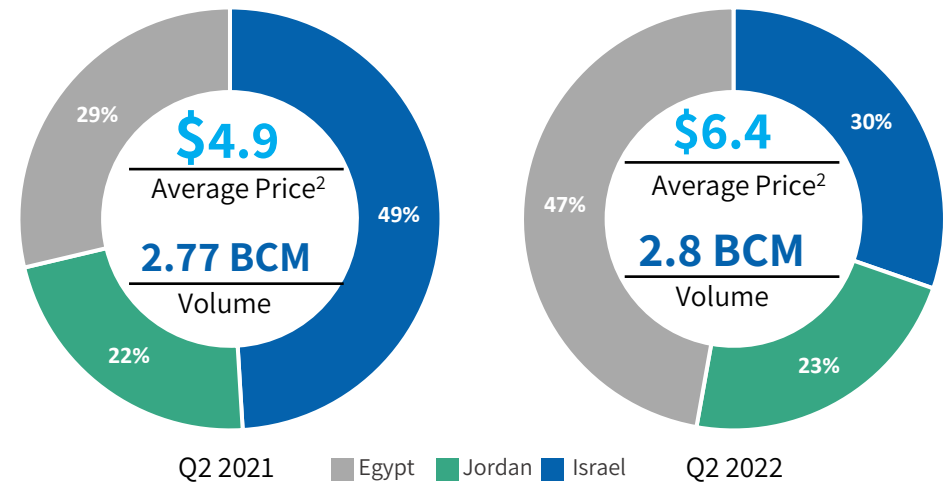
## Leviathan Phase 1A key figures



## Gross Reserves & Resources<sup>1</sup>



## Diverse Customer Portfolio



1. As per the Partnership's immediate report dated February 20, 2022, based on NSAI's 2P+2C as of 31.12.2021; Not including Prospective Reserves in deep Leviathan prospects  
2. Price per MMbtu

# LEVIATHAN EXPANSION ALTERNATIVES

Exposure To New Markets And Diversified Commercialization Options

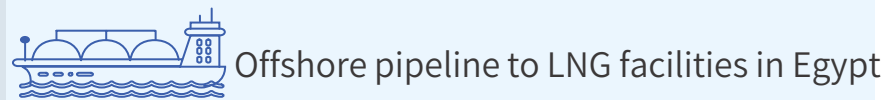
## World Class Operator Enables Access To New Markets As Well As To Global LNG Market

Working on various expansion alternatives

Development plan to increase annual production capacity to ~ 21 BCM/A previously approved

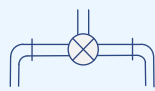
Concept selection expected during 2022

### Expansion alternatives



### Further export possibilities

Additional Onshore pipeline to Egypt



Offshore /Onshore Pipeline to EU or Turkey



# FINANCIAL RESULTS

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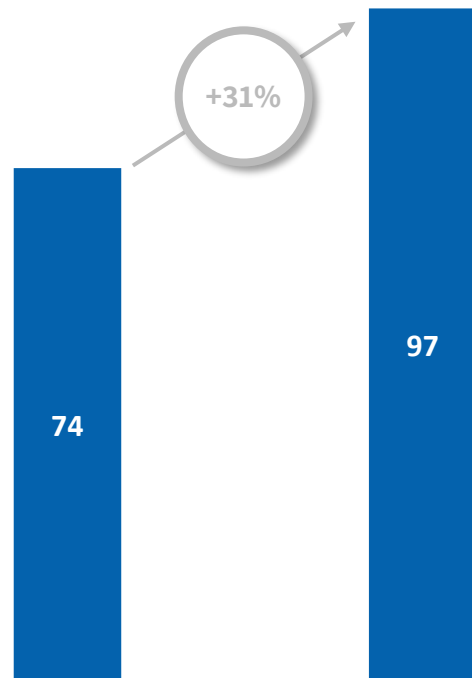
Q2 2022





# MAIN SECOND QUARTER FINANCIAL METRICS

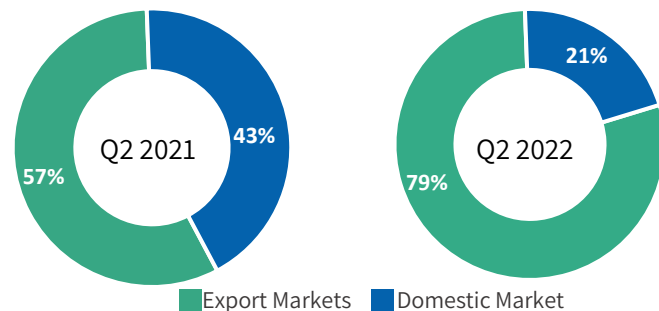
Revenue (\$m)



Q2 2021

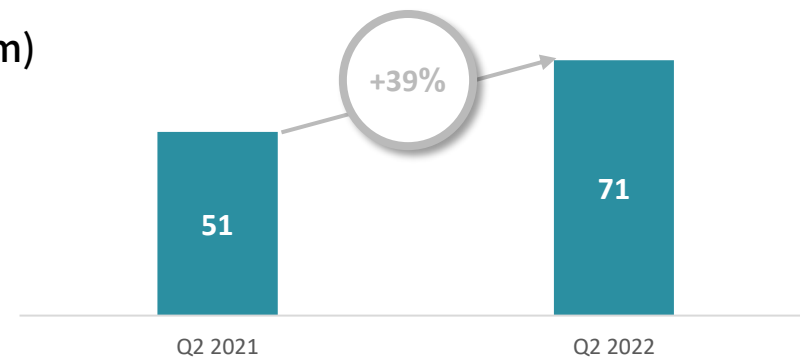
Q2 2022

Revenue mix



Export Markets Domestic Market

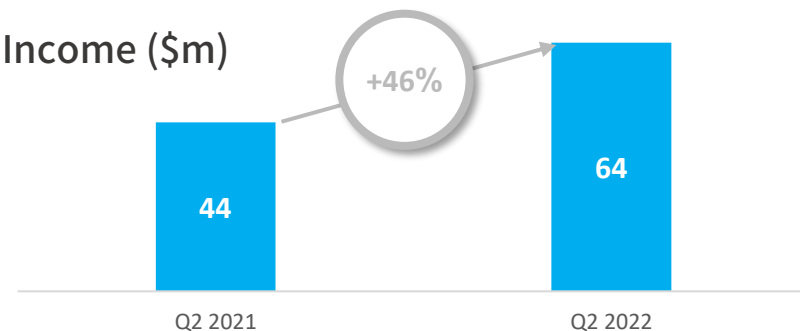
EBITDA (\$m)



Q2 2021

Q2 2022

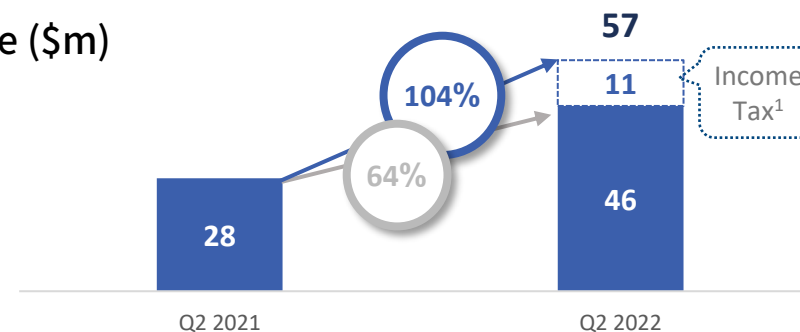
Operating Income (\$m)



Q2 2021

Q2 2022

Net Income (\$m)



Q2 2021

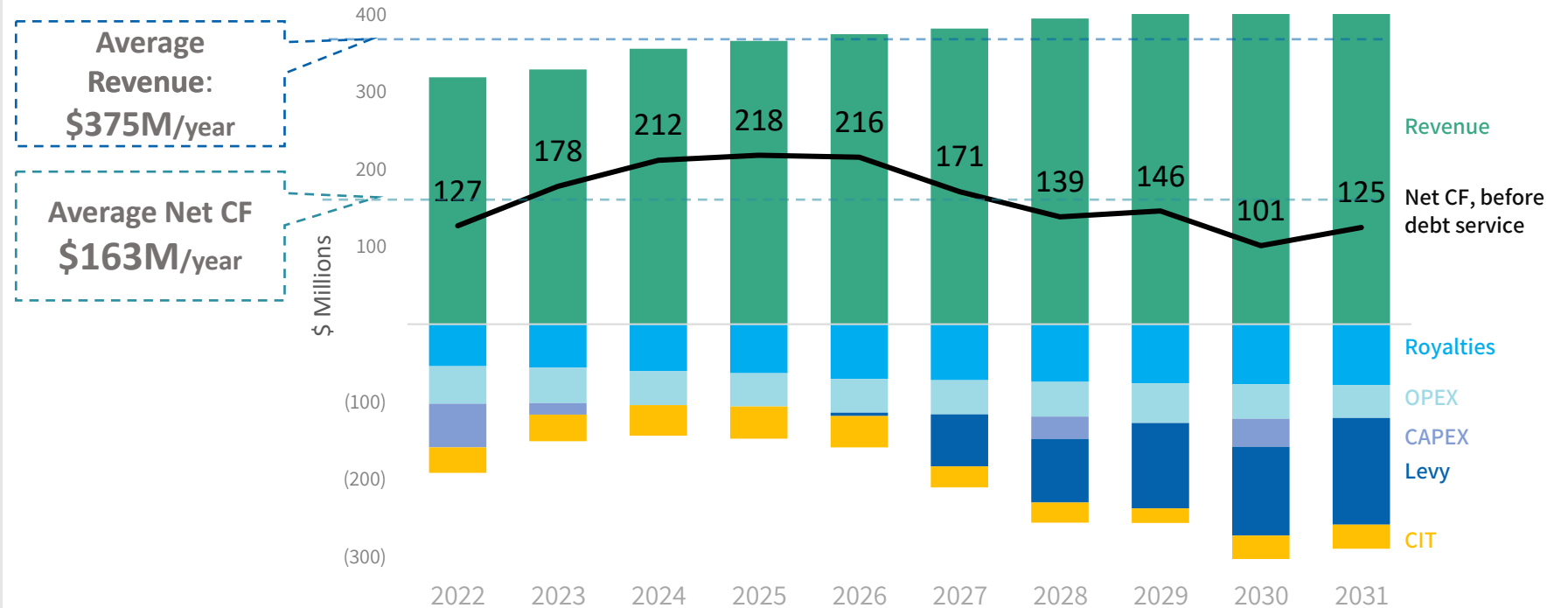
Q2 2022

Income Tax<sup>1</sup>

1. From 2022, a change occurred in the tax regime that applies to the Partnership, and it is taxed as a company (23%)

# LONG-TERM & STABLE CASH FLOW FROM PHASE 1A

Projecting Over \$1.6Bn Cumulative Net Cash Flow Over The Next 10 years (2P+2C)<sup>1</sup>



World-class asset,  
high quality gas



Highest standards  
of operations



Material GSPAs include  
Take or Pay and floor  
price protection



Potential upside due  
to Brent Linkage

1. As per the Partnership's immediate report dated February 20, 2022, "Leviathan discounted cash flow projections" and based on NSAI's 2P+2C estimate as of 31.12.2021. Net Cash Flow represents undiscounted Ratio's revenues less royalties, operating expenses, capex and taxes (Levy & CIT) before debt service (principal & interest) & other expenses

# FINANCIAL RESILIENCY AND HIGH LIQUIDITY

Long-term Debt Planning Aligned With Projected Cash Flows

## Long-term Debt Planning

Debt service from FCF and repayment of B & C bonds without refinance

## Conservative Debt Management

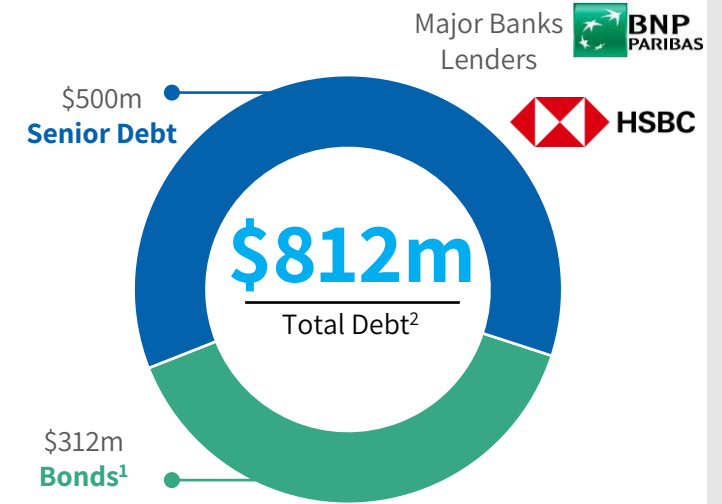
Hedging transactions as part of the partnership risk-management in a changing interest rate environment

## Financial Structure Ready For Future Growth

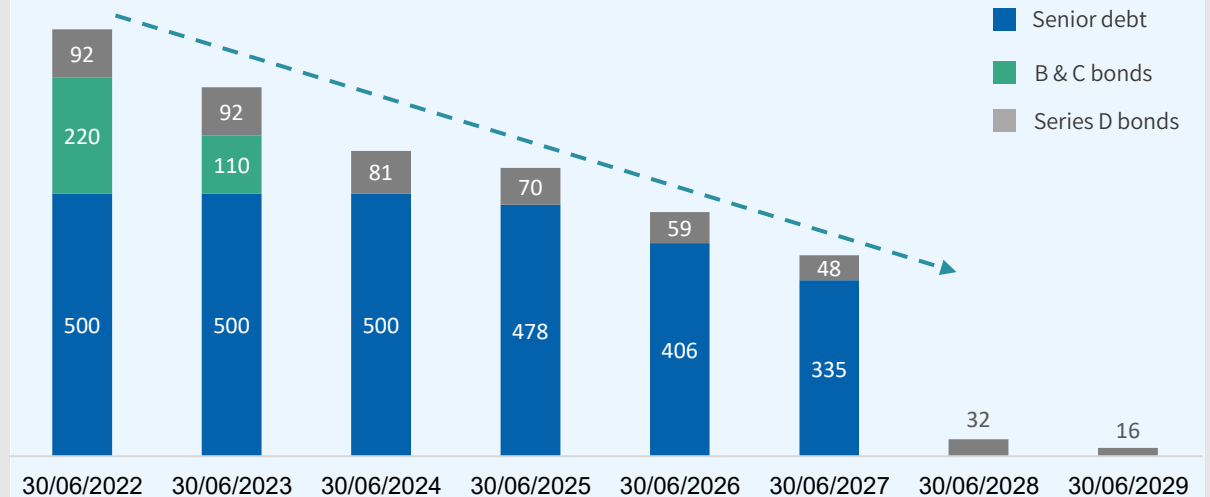
Available \$450m facility for future expansion

High Liquidity

**\$239m**  
Cash & Cash Equivalents<sup>3</sup>



Reduction in leverage<sup>4</sup>



1. Issued by Ratio Energies (Finance) Ltd.; Net of c. \$35M (~16%) bond series B bought by Ratio. Data presented ex. LP's share  
 2. As of June 30, 2022  
 3. Includes cash, deposit and short-term securities  
 4. Debt on June 30, 2022, and projected debt for June 30 in the following years

# LOOKING AHEAD

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Continue to Execute Leviathan Marketing Strategy and capitalize on market opportunities.



Financial and Operational Readiness toward Leviathan Expansion



High Debt Service Capabilities from Robust Cash Flow



Continue Profit Distribution Based on Full FY 22 Results



# RATIO ENERGIES LIMITED PARTNERSHIP

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