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# Investor Presentation

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March 2017



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## Key Points

Cobalt is focused on lowering operating costs and optimizing the use of cash

Recent appraisal results solidify North Platte as the cornerstone of our business

There is substantial and underappreciated value in Cobalt's estimated 500 MMBOE net appraised deepwater barrels in the Gulf of Mexico

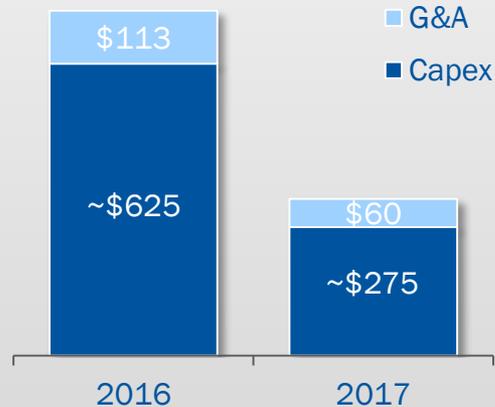
We remain focused on recovering value from our investments in Angola

Progress	Four Key Tactical Objectives
✓	Significantly lower operating costs including the amendment of the Rowan Rig contract
✓	Raise additional capital and extend the maturity date of the 2019 bonds
✓	Complete the appraisal of our Gulf of Mexico position
	Sell Blocks 20 and 21 in Angola or receive extensions to development timelines



# 2017 Projected Use of Cash

## 2016 – 2017 Capex and G&A (\$MM)



## 2016 – 2017 Capex and G&A by Quarter (\$MM)



Estimated 2017 year-on-year Capex and G&A is nearly 55% lower

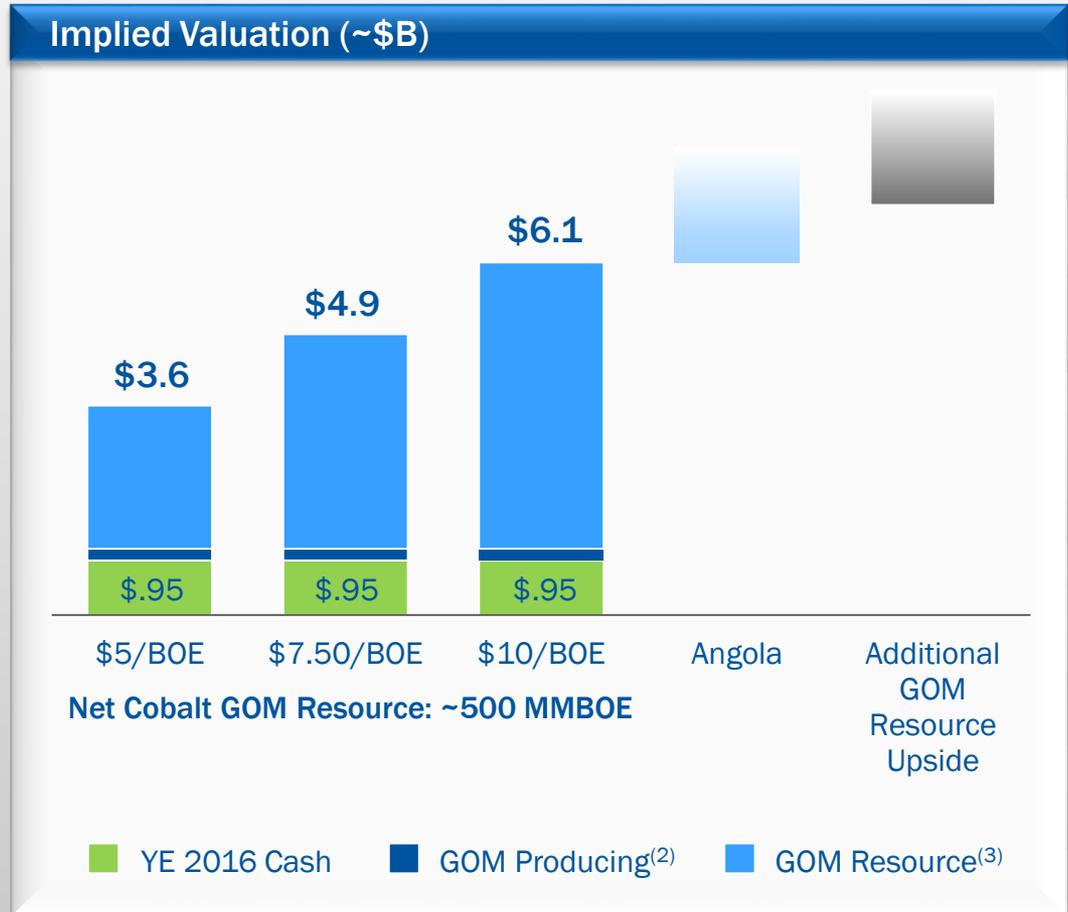
The majority of GOM 2017 drilling operations will be complete by end of the second quarter

Staff reduced by ~60% while maintaining world class exploration and deepwater drilling capability

Selective exploration activity in the GOM, northern South America and the Caribbean



# Cobalt – Market vs Implied Valuation



(1) Assumes market and face valuation of debt as of 03/10/2017

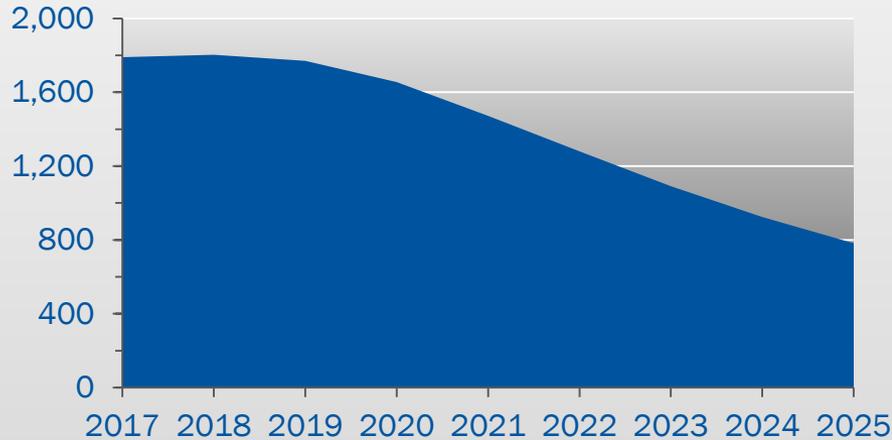
(2) GOM producing – Heidelberg valuation based on internal estimates

(3) Implied valuation range based on internally estimated 500 MMBOE net GOM resource, typical deepwater finding costs of ~\$5/BOE, typical finding and appraisal costs of ~\$7.50/BOE and deepwater GOM commercial resource finding and appraisal costs of ~\$10/BOE. Source: Wood Mackenzie, Company Analysis

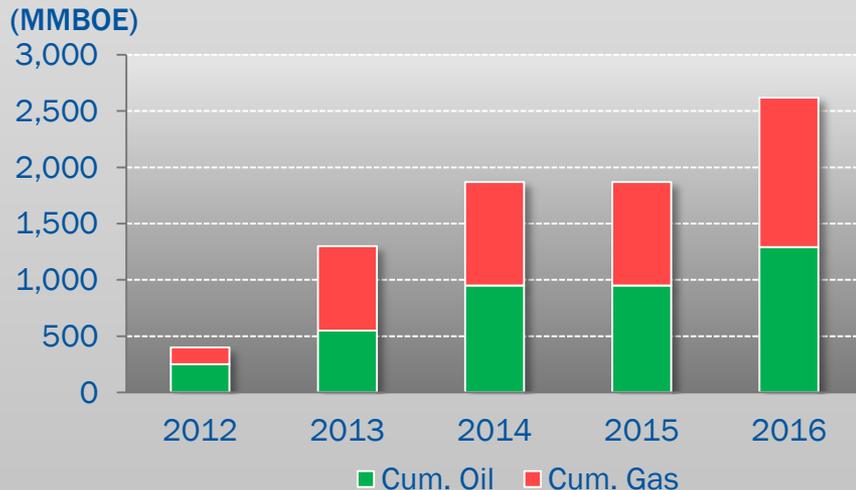


# Angola

Angola Projected Production\*  
(MBOED)



Gross Discovered Resource: Blocks 20 & 21



\* Source: Wood Mackenzie, Company Analysis

Exploration of the Pre-salt Kwanza Basin was initiated to provide significant Angolan production post 2020

The only material discoveries in the basin were made by Cobalt in Blocks 20 and 21

Angola has a historical positive reputation for honoring contracts

Cobalt will continue to seek a return on its \$2.2 billion investment in Angola



## Conclusions

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**Cobalt is focused on lowering operating costs and optimizing the use of cash**

**Recent appraisal results solidify North Platte as the cornerstone of our business**

**There is substantial and underappreciated value in Cobalt's estimated 500 MMBOE net appraised deepwater barrels in the Gulf of Mexico**

**We remain focused on recovering value from our investments in Angola**

**Overall focus on monetization of Cobalt's exploration and appraisal successes – strategic options include asset sales, a merger with a producing company or the sale of the entire company**