Energy Industry CFOs Expect 2015’s Woes to Continue in 2016

Pricing pressures continue to squeeze the sector

- 60% of CFOs say that increases in oil & gas prices will be the most important factor driving industry growth in 2016.
- 85% cite low oil & gas prices as their leading financial challenge.

Limited access to capital may lead to a fire sale on assets

- 45% of CFOs feel worse about their access to capital in 2016, compared to just 20% in 2015.
- 53% report that they experienced project delays and terminations last year. Of those, 96% say that low oil prices were a cause of disruption.

Companies look to rein in labor costs

- 71% plan to keep their staffing levels steady this year.
- 55% expect their labor costs to remain consistent with 2015.
- 57% say employee bonuses will decrease, more than 3 times the number expecting decreases last year.
- 9% anticipate headcount reductions in order to improve profitability.

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