

Cenovus Energy (CVE) Same Stock Price, Twice the Production

<i>Symbol</i>	CVE	<i>Ebitda Next Twelve Months ending 9/30/15 (US\$mm)</i>	3,500
<i>Rating</i>		<i>North American Natural Gas/Ebitda (%)</i>	10
<i>Price (US\$/sh)</i>	24.14	<i>Natural Gas and Oil Production/Ebitda (%)</i>	82
<i>Pricing Date</i>	10/27/14	<i>Adjusted Reserves/Production NTM</i>	14.5
<i>Shares (mm)</i>	759	<i>EV/Ebitda</i>	7.2
<i>Market Capitalization (US\$mm)</i>	18,300	<i>PV/Ebitda</i>	11.2
<i>Debt (US\$mm)</i>	6,700	<i>Undeveloped Reserves (%)</i>	74
<i>Enterprise Value (EV) (US\$mm)</i>	25,000	<i>Natural Gas and Oil Ebitda (US\$/boe)</i>	35.78
<i>Present Value (PV) (US\$mm)</i>	38,600	<i>Present Value Proven Reserves(US\$/boe)</i>	16.83
<i>Net Present Value (US\$/share)</i>	42	<i>Ebitda Margin NTM (%)</i>	71
<i>Debt/Present Value</i>	0.17	<i>Earnings Next Twelve Months (US\$/sh)</i>	1.16
<i>McDep Ratio - EV/PV</i>	0.65	<i>Price/Earnings Next Twelve Months</i>	21
<i>Dividend Yield (%/year)</i>	3.9	<i>Indicated Annual Dividend (US\$/sh)</i>	0.95
Note: Estimated cash flow and earnings tied to one-year futures prices for oil and natural gas.			
Reported results may vary widely from estimates. Estimated present value per share revised only infrequently.			
Estimated present value presumes a long-term price for oil of US\$90 a barrel and natural gas, \$6 a million btu.			
For historical analysis of Cenovus since 2009 see www.mcdep.com/2cve.htm			

Summary and Recommendation

The stock of oil-rich **Cenovus Energy (CVE)** changes hands currently near its lowest price since trading started in late 2009. In the past five years, estimated Net Present Value (NPV) has increased to \$42 a share from \$27 (see table Present Value on page 2). Reported on October 23, third quarter oil volume was up 12% from the previous year (see table Next Twelve Months Operating and Financial Estimates on page 2). Over five years, oil production has practically doubled while shares outstanding and debt are unchanged. At the same time, pipeline capacity has not kept pace mainly for regulatory reasons. For partial relief, management has initiated movement by rail for up to 15% of oil volume. Another 25% could move on the Flanagan South pipeline when it begins deliveries in December from Illinois to Oklahoma, which opens up Gulf Coast markets. Perhaps the infamous holdup of the Keystone Pipeline will give way after the U.S. election November 4. Oil price, too, has declined to the level of five years ago. We think the main explanation is the strength of the U.S. dollar exaggerated in recent weeks by normally lower seasonal demand. Dollar strength does not often last, while season weakness will likely turn to seasonal strength in the next six weeks. Management believes Cenovus is a low cost producer that can continue to invest at current oil price, but at a slower rate to keep from increasing debt or shares. For waiting, investors in CVE receive a growing dividend currently at a 3.9% annual yield. Attractive income, a moderate debt ratio of 0.17 times present value, a low McDep Ratio of 0.65 and capable management position Cenovus well for future gain (see Tables 1-4 on pages 3-7).

Kurt H. Wulff, CFA



Meter Reader

A Weekly Analysis of Oil and Gas Stocks

October 28, 2014

Cenovus Energy Inc.					
Functional Cash Flow and Present Value					
	<i>NTM</i>	<i>Adjusted</i>	<i>PV/</i>	<i>Present</i>	
	<i>Ebitda</i>	<i>R/P</i>	<i>Ebitda</i>	<i>Value</i>	
North American Natural Gas	370	5.4	9.7	3,600	9%
Oil	2,840	17.8	10.9	31,000	80%
Downstream	680		5.9	4,000	10%
	3,890	14.5	9.9	38,600	100%
Debt					6,700
Net Present Value (\$mm)					31,900
Shares					759
Net Present Value - Standard Estimate (US\$/sh)					42
NPV Approximation by Cash Flow Multiple Depending on Reserve Life (US\$/sh)					46

Cenovus Energy Inc.										
Next Twelve Months Operating and Financial Estimates										
(Canadian Dollars)										
	<i>Q3</i>	<i>Year</i>	<i>Q2</i>	<i>Q3</i>	<i>Q4E</i>	<i>Year</i>	<i>Q1E</i>	<i>Q2E</i>	<i>Q3E</i>	<i>Next</i>
	<i>9/30/13</i>	<i>2013</i>	<i>6/30/13</i>	<i>9/30/14</i>	<i>12/31/14</i>	<i>2014E</i>	<i>3/31/15</i>	<i>6/30/15</i>	<i>9/30/15</i>	<i>Twelve</i>
										<i>Months</i>
										<i>9/30/15</i>
Volume										
Natural Gas (mmcf)	523	529	507	489	450	480	450	450	414	441
Oil (mbd)	177	179	202	199	199	199	199	199	199	199
Total (mmb)	24	98	26	26	25	102	25	25	25	99
Total (mbd)	264	268	287	281	274	279	274	274	268	272
Price										
Henry Hub (US\$/mmbtu)	3.58	3.65	4.67	4.07	3.74	4.36	3.70	3.50	3.56	3.62
Currency (US\$/C\$)	0.96	0.97	0.92	0.92	0.89	0.91	0.89	0.89	0.89	0.89
Henry Hub (C\$/mmbtu)	3.71	3.76	5.10	4.43	4.20	4.80	4.16	3.93	4.00	4.07
Differential	0.88	0.45	0.23	0.21	0.20	(0.04)	0.20	0.19	0.19	(0.26)
Company (\$/mcf)	2.83	3.20	4.87	4.22	4.00	4.40	3.96	3.74	3.81	3.88
WTI Cushing (US\$/bbl)	105.83	97.98	102.98	97.24	82.01	95.25	80.41	80.12	79.91	80.61
WTI Cushing (C\$/bbl)	109.92	100.93	112.28	105.85	92.22	104.81	90.42	90.09	89.86	90.65
Differential	78%	67%	72%	72%	68%	69%	68%	68%	68%	65%
Company (\$/bbl)	86.28	67.21	81.33	76.57	59.94	72.75	58.77	58.56	58.41	58.92
Total (\$/bbl)	63.41	51.37	65.96	61.68	50.12	59.46	49.19	48.68	49.26	49.32
Revenue (\$mm)										
Natural Gas	136	618	225	190	166	772	160	153	145	625
Oil	1,405	4,398	1,495	1,402	1,097	5,291	1,053	1,060	1,069	4,280
Royalties	(120)	(336)	(138)	(124)	(98)	(463)	(94)	(94)	(95)	(382)
Other	3,654	13,977	3,840	3,502	3,502	14,472	3,502	3,502	3,502	14,009
Total	5,075	18,657	5,422	4,970	4,667	20,071	4,621	4,622	4,622	18,532
Expense (\$mm)	3,879	14,365	4,031	3,786	3,671	15,307	3,658	3,658	3,658	14,645
Ebitda (\$mm)										
Natural Gas and Oil	1,059	3,156	1,171	1,116	825	4,060	792	793	793	3,203
Other	137	1,136	220	68	171	704	171	171	171	684
Total	1,196	4,292	1,391	1,184	996	4,764	963	964	964	3,887
Deprec., Deplet., & Amor	430	1,833	486	490	490	1,920	490	490	490	1,960
Hedging and other	152	219	105	20		155				-
Interest	137	433	77	101	101	407	101	101	101	404
Ebt	477	1,806	723	572	405	2,282	372	373	373	1,523
Income tax	167	632	253	200	142	799	130	130	131	533
Net Income (\$mm)	310	1,174	470	372	263	1,484	242	242	243	990
Per share (\$)	0.41	1.55	0.62	0.49	0.35	1.96	0.32	0.32	0.32	1.30
Shares (millions)	757	758	758	759	759	758	759	759	759	759
Ebitda Margin (NG&Oil)	75%	67%	74%	76%	71%	73%	71%	71%	71%	71%
Tax rate	35%	35%	35%	35%	35%	35%	35%	35%	35%	35%



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Symbol/Rating B = Buy, CB (see below)	Price (US\$/sh) 27-Oct 2014	EV/ Market Cap	Enterprise Value (\$mm)	Present Value by Segment (%)						Dist. Yield NTM (%)	McDep Ratio
				North Amer.		Rest of World		Oil Prod'n	Down- stream		
				Natural Gas	Natural Gas	Oil Prod'n	Down- stream				
Global Integrated											
Exxon Mobil Corporation	XOM CB	93.71	1.19	478,000	7	16	61	17	2.9	0.93	
Chevron Corporation	CVX	115.02	1.20	263,000	3	11	73	13	3.7	0.80	
Royal Dutch Shell plc	RDS-A	70.45	1.36	304,000	4	22	57	17	5.3	0.80	
Total S.A.	TOT	56.61	1.43	185,000		22	59	18	5.5	0.78	
Lukoil Oil Company	LUKOY CB	47.35	1.22	44,800			76	24	6.0	0.40	
<i>Total or Median</i>			1.22	1,275,000			61	17	5.3	0.80	
U.S. Independent											
EOG Resources, Inc.	EOG	88.43	1.13	54,900	16	4	80		0.8	0.82	
ConocoPhillips	COP	68.83	1.39	119,000	13	14	72		4.2	0.75	
Occidental Petroleum Corp.	OXY	86.47	1.16	77,900	7	1	84	9	3.3	0.75	
Marathon Oil Corporation	MRO CB	33.00	1.34	30,100	9	3	88		2.5	0.72	
Devon Energy Corporation	DVN CB	57.33	1.72	40,500	28		64	8	1.7	0.70	
<i>Total or Median</i>			1.34	322,000	13		80		2.5	0.75	
Canada/Australia											
Woodside Petroleum Ltd.	WOPEY	35.25	1.15	34,000		70	30		6.3	0.98	
Imperial Oil Limited (30%)	IMO	45.40	1.25	14,500	2		79	19	1.0	0.90	
EnCana Corporation	ECA CB	17.80	1.76	23,100	50		50		1.6	0.72	
Cenovus Energy Inc.	CVE	24.14	1.37	25,000	9		80	10	3.9	0.65	
Canadian Oil Sands Limited	COSWF CB	15.16	1.35	9,900			100		10.9	0.52	
<i>Total or Median</i>			1.35	107,000			79		3.9	0.72	
Small Cap Independent Producers											
Cimarex Energy Company	XEC CB	105.68	1.20	11,100	41		59		0.6	0.79	
WPX Energy Inc.	WPX	18.16	1.67	6,100	61		39		-	0.76	
Halcón Resources	HK	2.88	4.16	5,000	6		94		-	0.75	
Whiting Petroleum Corporation	WLL CB	57.10	1.45	9,900	9		91		-	0.72	
Range Resources	RRC CB	65.15	1.33	14,200	61		39		0.2	0.71	
Peyto Exploration and Developm	PEYUF	28.25	1.20	5,200	83		17		3.8	0.71	
Continental Resources (32%)	CLR CB	54.12	1.30	8,400	16		84		-	0.70	
PDC Energy	PDCE	39.79	1.57	2,200	26		74		-	0.64	
Birchcliff Energy Ltd.	BIREF CB	7.72	1.41	1,700	72		28		-	0.64	
<i>Total or Median</i>			1.41	64,000	41		59		-	0.71	
RTF Cash Payers											
Mesa RoyaltyTrust	MTR	30.74	1.00	60	71		29		6.9	1.09	
Dorchester Minerals, L.P.	DMLP CB	28.13	1.00	860	40		60		5.8	0.88	
San Juan Basin Royalty Trust	SJT CB	17.00	1.00	790	100		-		6.3	0.81	
Sabine Royalty Trust	SBR	49.62	1.00	720	44		56		7.1	0.77	
Freehold Royalties Ltd.	FRHLF	19.11	1.11	1,560	18		82		7.8	0.76	
Hugoton RoyaltyTrust	HGT	8.88	1.00	360	87		13		8.5	0.68	
Permian Basin RT	PBT	12.00	1.00	560	20		80		8.1	0.67	
Enduro Royalty Trust	NDRO	8.74	1.00	290	30		70		6.5	0.62	
Cross Timbers Royalty Trust	CRT	26.91	1.00	160	64		36		8.3	0.64	
<i>Total or Median</i>			1.00	5,400	44		56		7.1	0.76	

CB=Contrarian Buy, Stock Price may be in downtrend compared to 200-day average.
Estimated present value presumes a long-term price for oil of US\$90 a barrel and natural gas, \$6 a million btu.
McDep Ratio = Market cap and Debt to present value of oil and gas and other businesses



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			<i>Price</i> <i>(US\$/sh)</i>	<i>Shares</i>	<i>Market</i> <i>Cap</i> <i>(US\$mm)</i>	<i>Net</i> <i>Present</i> <i>Value</i> <i>(US\$/sh)</i>	<i>Debt/</i> <i>Present</i> <i>Value</i>	<i>McDep</i> <i>Ratio</i>
	<i>Symbol/Rating</i>		<i>27-Oct</i>	<i>(mm)</i>				
	<i>B = Buy, CB (see below)</i>		<i>2014</i>					
Global Integrated								
Exxon Mobil Corporation	XOM	CB	93.71	4,297	403,000	102.00	0.15	0.93
Chevron Corporation	CVX		115.02	1,902	219,000	150.00	0.13	0.80
Royal Dutch Shell plc	RDS-A		70.45	3,162	223,000	95.00	0.21	0.80
Total S.A.	TOT		56.61	2,281	129,000	80.00	0.24	0.78
Lukoil Oil Company	LUKOY	CB	47.35	776	36,700	135.00	0.07	0.40
	<i>Total or Median</i>				<i>1,011,000</i>		<i>0.15</i>	<i>0.80</i>
U.S. Independent								
EOG Resources, Inc.	EOG		88.43	549	48,600	110.00	0.10	0.82
ConocoPhillips	COP		68.83	1,245	86,000	100.00	0.21	0.75
Occidental Petroleum Corp.	OXY		86.47	778	67,300	120.00	0.10	0.75
Marathon Oil Corporation	MRO	CB	33.00	679	22,410	50.00	0.18	0.72
Devon Energy Corporation	DVN	CB	57.33	411	23,600	100.00	0.29	0.70
	<i>Total or Median</i>				<i>247,900</i>		<i>0.18</i>	<i>0.75</i>
Canada/Australia								
Woodside Petroleum Ltd.	WOPEY		35.25	823	29,000	36.00	0.13	0.98
Imperial Oil Limited (30%)	IMO		45.40	255	11,600	52.00	0.18	0.90
EnCana Corporation	ECA	CB	17.80	736	13,100	30.00	0.31	0.72
Cenovus Energy Inc.	CVE		24.14	759	18,300	42.00	0.17	0.65
Canadian Oil Sands Limited	COSWF	CB	15.16	485	7,400	34.00	0.13	0.52
	<i>Total or Median</i>				<i>79,000</i>		<i>0.17</i>	<i>0.72</i>
Small Cap Independent Producers								
Cimarex Energy Company	XEC	CB	105.68	87	9,200	140.00	0.13	0.79
WPX Energy Inc.	WPX		18.16	203	3,700	28.00	0.30	0.76
Halcón Resources	HK		2.88	415	1,200	7.00	0.57	0.75
Whiting Petroleum Corporation	WLL	CB	57.10	120	6,900	90.00	0.22	0.72
Range Resources	RRC	CB	65.15	163	10,600	100.00	0.18	0.71
Peyto Exploration and Development Corp.	PEYUF		28.25	154	4,400	42.00	0.12	0.71
Continental Resources (32%)	CLR	CB	54.12	118	6,400	85.00	0.16	0.70
PDC Energy	PDCE		39.79	36	1,400	75.00	0.23	0.64
Birchcliff Energy Ltd.	BIREF	CB	7.72	158	1,200	14.00	0.19	0.64
	<i>Total or Median</i>				<i>45,000</i>		<i>0.19</i>	<i>0.71</i>
RTF Cash Payers								
Mesa RoyaltyTrust	MTR		30.74	2	60	28.00	-	1.09
Dorchester Minerals, L.P.	DMLP	CB	28.13	31	860	32.00	-	0.88
San Juan Basin Royalty Trust	SJT	CB	17.00	47	790	21.00	-	0.81
Sabine Royalty Trust	SBR		49.62	15	720	64.00	-	0.77
Freehold Royalties Ltd.	FRHLF		19.11	73	1,400	26.00	0.08	0.76
Hugoton RoyaltyTrust	HGT		8.88	40	360	13.00	-	0.68
Permian Basin RT	PBT		12.00	47	560	18.00	-	0.67
Cross Timbers Royalty Trust	CRT		26.91	6	160	42.00	-	0.64
Enduro Royalty Trust	NDRO		8.74	33	290	14.00	-	0.62
	<i>Total or Median</i>				<i>5,200</i>		<i>-</i>	<i>0.76</i>

CB=Contrarian Buy, Stock Price may be in downtrend compared to 200-day average.
 Estimated present value presumes a long-term price for oil of US\$90 a barrel and natural gas, \$6 a million btu.
 McDep Ratio = Market cap and Debt to present value of oil and gas and other businesses



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			<i>Price</i> <i>(US\$/sh)</i>	<i>Adjustd</i> <i>Resrvs/</i>	<i>PV/</i>	<i>EV/</i>		<i>Dividend</i>
	<i>Symbol/Rating</i>		<i>27-Oct</i>	<i>Prod</i>	<i>Ebitda</i>	<i>Ebitda</i>	<i>P/E</i>	<i>NTM</i>
	B = Buy, CB (see below)		<i>2014</i>	<i>NTM</i>	<i>NTM</i>	<i>NTM</i>	<i>NTM</i>	<i>(\$/sh)</i>
Global Integrated								
Exxon Mobil Corporation	XOM	CB	93.71	14.5	8.3	7.7	15	2.76
Chevron Corporation	CVX		115.02	9.3	7.8	6.2	14	4.28
Total S.A.	TOT		56.61	10.9	7.8	6.1	12	3.10
Royal Dutch Shell plc	RDS-A		70.45	10.2	7.6	6.0	13	3.76
Lukoil Oil Company	LUKOY	CB	47.35	14.6	6.3	2.5	7	2.84
	<i>Median</i>			<i>10.9</i>	<i>7.8</i>	<i>6.1</i>	<i>13</i>	
U.S. Independent								
EOG Resources, Inc.	EOG		88.43	7.4	8.2	6.8	20	0.67
Devon Energy Corporation	DVN	CB	57.33	10.0	9.6	6.7	14	0.96
Occidental Petroleum Corp.	OXY		86.47	10.5	8.5	6.4	16	2.88
ConocoPhillips	COP		68.83	11.1	8.3	6.2	15	2.92
Marathon Oil Corporation	MRO	CB	33.00	11.2	7.3	5.3	16	0.84
	<i>Median</i>			<i>10.5</i>	<i>8.3</i>	<i>6.4</i>	<i>16</i>	
Canada/Australia								
Imperial Oil Limited (30%)	IMO		45.40	24.9	11.6	10.4	14	0.46
EnCana Corporation	ECA	CB	17.80	8.1	12.0	8.6	14	0.28
Cenovus Energy Inc.	CVE		24.14	14.5	11.2	7.2	21	0.95
Woodside Petroleum Ltd.	WOPEY		35.25	9.9	6.9	6.7	15	2.22
Canadian Oil Sands Limited	COSWF	CB	15.16	17.9	11.4	5.9	9	1.65
	<i>Median</i>			<i>14.5</i>	<i>11.4</i>	<i>7.2</i>	<i>14</i>	
Small Cap Independent Producers								
Range Resources	RRC	CB	65.15	11.7	15.4	11.0	85	0.16
Peyto Exploration and Development Corp.	PEYUF		28.25	9.6	12.2	8.7	24	1.07
PDC Energy	PDCE		39.79	15.9	11.5	7.3	77	-
WPX Energy Inc.	WPX		18.16	8.3	9.3	7.0		-
Halcón Resources	HK		2.88	5.7	9.2	6.8	13	-
Cimarex Energy Company	XEC	CB	105.68	6.1	8.6	6.8	23	0.64
Continental Resources (32%)	CLR	CB	54.12	11.4	9.8	6.8	16	-
Birchcliff Energy Ltd.	BIREF	CB	7.72	13.4	10.1	6.4	19	-
Whiting Petroleum Corporation	WLL	CB	57.10	7.1	6.1	4.4	16	-
	<i>Median</i>			<i>9.6</i>	<i>9.8</i>	<i>6.8</i>	<i>21</i>	
RTF Cash Payers								
San Juan Basin Royalty Trust	SJT	CB	17.00	10.5	18.1	14.7	16	1.07
Dorchester Minerals, L.P.	DMLP	CB	28.13	7.5	16.0	14.1	23	1.64
Sabine Royalty Trust	SBR		49.62	10.0	18.1	14.0	14	3.54
Mesa Royalty Trust	MTR		30.74	6.6	11.4	12.5	15	2.11
Freehold Royalties Ltd.	FRHLF		19.11	5.2	13.6	10.3	21	1.49
Hugoton Royalty Trust	HGT		8.88	13.3	14.9	10.2	12	0.75
Cross Timbers Royalty Trust	CRT		26.91	12.2	15.6	10.0	12	2.22
Permian Basin RT	PBT		12.00	9.8	12.7	8.5	12	0.98
Enduro Royalty Trust	NDRO		8.74	8.3	9.6	6.0	15	0.57
	<i>Median</i>			<i>9.8</i>	<i>14.9</i>	<i>10.3</i>	<i>15</i>	

CB=Contrarian Buy, Stock Price may be in downtrend compared to 200-day average.
 EV = Enterprise Value = Market Cap and Debt; Ebitda = Earnings before interest, tax, depreciation and amortization; NTM = Next Twelve Months Ended September 30, 2015; P/E = Stock Price to Earnings; PV = Present Value of oil and gas and other businesses



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Table 4									
McDep Energy Stocks									
Total Return and Enterprise Value Momentum									
Ranked by EV/200-Day Average									
			Price	Equity					
			(\$/sh)	Total					
	Symbol		27-Oct	Return	Enterprise Value/				McDep
	Rating		2014	YTD	52Wk	52Wk	50 Day	200 Day	Ratio
				(%)	High	Low	Avg.	Avg.	
Global Integrated									
	XOM	CB	93.71	(5)	0.91	1.07	0.98	0.96	0.93
	CVX		115.02	(5)	0.87	1.06	0.96	0.95	0.80
	RDS-A		70.45	3	0.88	1.06	0.94	0.94	0.80
	TOT		56.61	(4)	0.82	1.04	0.93	0.90	0.78
	LUKOY	CB	47.35	(23)	0.75	1.02	0.91	0.88	0.40
	<i>Median</i>			(5)	0.87	1.06	0.94	0.94	0.80
U.S. Independent									
	COP		68.83	1	0.84	1.07	0.93	0.94	0.75
	MRO	CB	33.00	(5)	0.83	1.04	0.90	0.92	0.72
	OXY		86.47	(7)	0.84	1.04	0.91	0.91	0.75
	DVN	CB	57.33	(6)	0.81	1.04	0.90	0.89	0.70
	EOG		88.43	6	0.77	1.12	0.90	0.89	0.82
	<i>Median</i>			(5)	0.83	1.04	0.90	0.91	0.75
Canada/Australia									
	IMO		45.40	3	0.87	1.10	0.94	0.96	0.90
	WOPEY		35.25	7	0.87	1.08	0.95	0.96	0.98
	ECA	CB	17.80	(0)	0.82	1.02	0.90	0.90	0.72
	CVE		24.14	(14)	0.79	1.04	0.89	0.88	0.65
	COSWF	CB	15.16	(16)	0.72	1.01	0.85	0.80	0.52
	<i>Median</i>			(0)	0.82	1.04	0.90	0.90	0.72
Small Cap Independent Producers									
	WPX		18.16	(11)	0.78	1.08	0.85	0.91	0.76
	XEC	CB	105.68	1	0.74	1.12	0.85	0.87	0.79
	PEYUF		28.25	(6)	0.77	1.03	0.90	0.87	0.71
	HK		2.88	(25)	0.72	1.04	0.89	0.85	0.75
	CLR	CB	54.12	(4)	0.73	1.06	0.83	0.85	0.70
	RRC	CB	65.15	(23)	0.74	1.05	0.94	0.84	0.71
	WLL	CB	57.10	(8)	0.70	1.05	0.80	0.83	0.72
	BIREF	CB	7.72	13	0.65	1.11	0.83	0.81	0.64
	PDCE		39.79	(25)	0.65	1.06	0.84	0.78	0.64
	<i>Median</i>			(8)	0.73	1.06	0.85	0.85	0.71
RTF Cash Payers									
	MTR		30.74	60	0.81	1.52	0.98	1.08	1.09
	DMLP	CB	28.13	16	0.79	1.18	0.92	0.98	0.88
	HGT		8.88	30	0.74	1.27	0.95	0.94	0.68
	SJT	CB	17.00	7	0.84	1.10	0.92	0.93	0.81
	SBR		49.62	5	0.78	1.09	0.92	0.92	0.77
	PBT		12.00	(1)	0.76	1.07	0.89	0.88	0.67
	FRHLF		19.11	(3)	0.76	1.06	0.91	0.88	0.76
	CRT		26.91	(2)	0.71	1.09	0.88	0.85	0.64
	NDRO		8.74	(24)	0.60	1.04	0.75	0.69	0.62
	<i>Median</i>			5	0.76	1.09	0.92	0.92	0.76

CB=Contrarian Buy, Stock Price may be in downtrend compared to 200-day average.

Source: Bloomberg, Yahoo, McDep LLC



Meter Reader

A Weekly Analysis of Oil and Gas Stocks

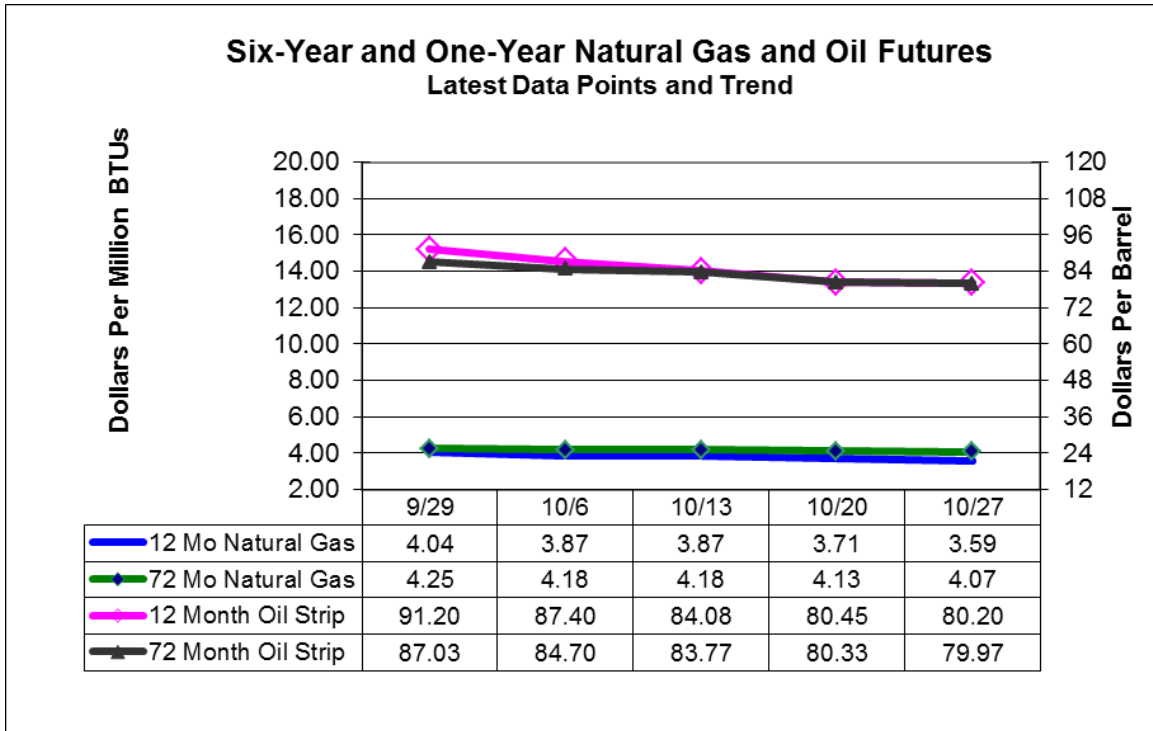
October 28, 2014

Index of Recent Research			
Stock Ideas			
<u>Date</u>	<u>Symbol</u>	<u>Subject</u>	<u>Theme</u>
21-Oct	TOT	Total	Chief Executive Dies
21-Oct	XEC	Cimarex Energy	Strong Independent Producer (Meter Reader)
14-Oct	DVN	Devon Energy	Rebalance Candidate (Meter Reader)
7-Oct	ECA	Encana Corporation	Suttles' Stamp (Meter Reader)
23-Sep	CLR	Continental Resources	Raise NPV to \$85 on 29% Growth (Meter Reader)
16-Sep	RDSA	Royal Dutch Shell plc	Ben's Growth Strategy (Meter Reader)
9-Sep	EOG	EOG Resources	Mr. Shale (Meter Reader)
2-Sep	LUKOY	Lukoil	Oil under Uncertainty (Meter Reader)
26-Aug	SJT	San Juan Basin Royalty Trust	Income and Shale (Meter Reader)
14-Aug	BIREF	Birchcliff Energy	Healthy Volume, Seasonal Price
8-Aug	DMLP	Dorchester Minerals, L.P.	Robust Bakken and Permian Oil Growth
5-Aug	XOM	Exxon Mobil	Shale Oil Minerals (Meter Reader)
30-Jul	RRC	Range Resources	Transportation and Processing Lagging Fracking
22-Jul	MRO	Marathon Oil	Frac Shale Oil, Sell Norway (Meter Reader)
15-Jul	WLL	Whiting Petroleum	Agrees to Acquire Kodiak Oil & Gas (Meter Reader)
1-Jul	COSWF	Canadian Oil Sands Ltd.	Returning to Favor (Meter Reader)
24-Jun	FRHLF	Freehold Royalties Ltd	Raise NPV to \$26 on Minerals (Meter Reader)
17-Jun	PEYUF	Peyto Exploration	Raise NPV to \$42 on More Energy Growth (Meter Reader)
10-Jun	OXY	Occidental Petroleum	Raise NPV to \$120, Spinoff Filed (Meter Reader)
27-May	CVX	Chevron	Oil Price Turns Up (Meter Reader)
23-Apr	HGT	Hugoton Royalty Trust	Positive Arbitration Ruling
21-Apr	MTR	Mesa Royalty Trust	Underpayment Uncovered, Upside Commodity Leverage
15-Apr	COP	ConocoPhillips	Shale Upside, Exploration Promise, Dividend Strength (Meter Reader)
25-Mar	CVE	Cenovus Energy	Oil Growth Slowed by Transit States (Meter Reader)
18-Mar	PBT	Permian Basin Royalty Trust	Rising Oil Production, Understated Income (Meter Reader)
21-Feb	PDCE	PDC Energy	Raise NPV to \$75 on More Shale Oil
4-Oct	NDRO	Enduro Royalty Trust	Worth Another Look after Stock Price Decline
27-Sep	WPX	WPX Energy	San Juan Basin Innovator (Income and Small Cap Weekly)
13-Sep	CRT	Cross Timbers Royalty Trust	Fracking Upside in Permian and Scoop (Income and Small Cap Weekly)
For historical research by stock, go to mcdep.com , click on Stock Ideas , click on stock by name.			
Meter Reader			
21-Oct	XEC	Cimarex Energy	Strong Independent Producer
14-Oct	DVN	Devon Energy	Rebalance Candidate
7-Oct	ECA	Encana Corporation	Suttles' Stamp
30-Sep		RTF (Royalty Trust Fund)	Current Income and Future Fracking
23-Sep	CLR	Continental Resources	Raise NPV to \$85 on 29% Growth
16-Sep	RDSA	Royal Dutch Shell plc	Ben's Growth Strategy
9-Sep	EOG	EOG Resources	Mr. Shale
2-Sep	LUKOY	Lukoil	Oil under Uncertainty
26-Aug	SJT	San Juan Basin Royalty Trust	Income and Shale
19-Aug	TOT	Total	Diversified Political Risk
12-Aug	CLR	Continental Resources	Raise NPV to \$150 on Fracking Growth
5-Aug	XOM	Exxon Mobil	Shale Oil Minerals
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For earlier editions, go to mcdep.com , click on Meter Reader .			
Industry Ideas			
30-Sep		RTF (Royalty Trust Fund)	Current Income and Future Fracking
July			Oil and Gas Investor: In Royalty We Trust



Meter Reader

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 October 28, 2014



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