



# Meter Reader

A Weekly Analysis of Large Cap Oil and Gas Stocks

August 7, 2012

## Suncor (SU –Buy)

### New CEO, New Focus on Shareholder Return

<i>Symbol</i>	SU	<i>Ebitda Next Twelve Months ending 6/30/13 (US\$m)</i>	11,700
<i>Rating</i>	Buy	<i>North American Natural Gas/Ebitda (%)</i>	1
<i>Price (US\$/sh)</i>	31.77	<i>Natural Gas and Oil Production/Ebitda (%)</i>	74
<i>Pricing Date</i>	8/6/12	<i>Adjusted Reserves/Production NTM</i>	17.1
<i>Shares (mm)</i>	1558	<i>EV/Ebitda</i>	5.4
<i>Market Capitalization (US\$m)</i>	49,500	<i>PV/Ebitda</i>	9.7
<i>Debt (US\$m)</i>	14,000	<i>Undeveloped Reserves (%)</i>	31
<i>Enterprise Value (EV) (US\$m)</i>	63,500	<i>Natural Gas and Oil Ebitda (US\$/boe)</i>	52.10
<i>Present Value (PV) (US\$m)</i>	113,700	<i>Present Value Proven Reserves(US\$/boe)</i>	24.97
<i>Net Present Value (US\$/share)</i>	64	<i>Ebitda Margin NTM (%)</i>	55
<i>Debt/Present Value</i>	0.12	<i>Earnings Next Twelve Months (US\$/sh)</i>	2.16
<i>McDep Ratio - EV/PV</i>	0.56	<i>Price/Earnings Next Twelve Months</i>	15
<i>Dividend Yield (%/year)</i>	1.6	<i>Indicated Annual Dividend (US\$/sh)</i>	0.52

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\$100 a barrel and natural gas, \$6 a million btu.

For historical analysis of SU since 2004 see [www.mcdep.com/2su.htm](http://www.mcdep.com/2su.htm)

### Summary and Recommendation

Chief executive of Buy-recommended **Suncor Energy (SU)** since May2, Steve Williams believes “buying Suncor shares at current levels is a very strong investment for our shareholders.” We concur as we compare recent stock price of \$32 a share to \$64 of estimated Net Present Value (see table Functional Cash Flow and Present Value on page 2 and table Next Twelve Months Operating and Financial Estimates on page 3). A previously approved \$1.5 billion repurchase is nearly complete and a new tranche is likely to be approved. Whether Suncor achieves its goal of doubling volume to a million barrels daily in 2020 or a few years later is of less concern than growth in profits, Mr. Williams indicated on the earnings call on July 25. If major projects can be built more profitably at the expense of timing, the delay would be acceptable. He further wants to achieve growth from running existing assets better by applying “operational excellence” systems. If Mr. Williams sounds like an ExxonMobil executive, it is no surprise because he is an alumnus of the leading energy company. While we admired long-time chief executive Rick George, the builder of Suncor, we have new optimism about making money in the stock again with the well-timed transition to an ExxonMobil man at the helm. The other major change in the outlook for Suncor is the increased value of its downstream refineries since the North American crude oil price opened a steep discount to the world crude oil price two years ago. Mr. Williams highlights that Suncor’s integrated model has captured 96% of the discount for light oil and larger discount for heavy oil. Suncor moves discounted crude oil through its refineries and receives world prices for products. Finally, stock price is in a new uptrend above a rising 200-day average.

Kurt H. Wulff, CFA



Departing chief executive Rick George [left], retiring after 21 years at the top of Suncor, with the company's new chief executive Steve Williams [right], who took over during the firm's annual general meeting on Tuesday.

*Calgary Herald*  
May 2, 2012

<b>Suncor</b>					
<b>Functional Cash Flow and Present Value</b>					
	<i>NTM Ebitda</i>	<i>Adjusted</i>	<i>PV/</i>	<i>Present</i>	
	<i>(US\$mm)</i>	<i>R/P</i>	<i>Ebitda</i>	<i>Value</i>	
				<i>(US\$mm)</i>	
Natural Gas	140	12.1	15.7	2,200	2%
Oil	8,610	17.5	10.5	90,500	80%
Downstream	3,000		7.0	21,000	18%
	11,750	17.1	9.7	113,700	100%
Debt (US\$mm)					14,000
Net Present Value (US\$mm)					99,700
Shares (mm)					1,558
Net Present Value - Standard Estimate (US\$/sh)					64
NPV Approximation by Cash Flow Multiple Depending on Reserve Life (US\$/sh)					65



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<b>Suncor</b>									
<b>Next Twelve Months Operating and Financial Estimates</b>									
(Canadian Dollars)									
									<i>Next</i>
	<i>Q2</i>	<i>Year</i>	<i>Q1</i>	<i>Q2</i>	<i>Q3E</i>	<i>Q4E</i>	<i>Year</i>	<i>Q2E</i>	<i>Months</i>
	<i>6/30/11</i>	<i>2011</i>	<i>3/31/12</i>	<i>6/30/12</i>	<i>9/30/12</i>	<i>12/31/12</i>	<i>2012E</i>	<i>6/30/13</i>	<i>6/30/13</i>
<b>Volume</b>									
Natural Gas (mmcf)	370	<b>365</b>	323	294	285	277	<b>295</b>	268	<b>277</b>
Oil (mbd)	398	<b>486</b>	508	497	500	500	<b>501</b>	500	<b>500</b>
Total gas & oil (bcf)	251	<b>1,198</b>	318	298	302	301	<b>1,220</b>	297	<b>1,196</b>
Total gas & oil (mbd)	460	<b>547</b>	562	546	548	546	<b>550</b>	545	<b>546</b>
<b>Price</b>									
Natural gas (\$/mcf)									
Henry Hub (\$/mmbtu)	4.32	<b>4.04</b>	2.73	2.21	2.90	3.11	<b>2.74</b>	3.46	<b>3.23</b>
Currency (US\$/C\$)	1.03	<b>1.01</b>	1.00	0.99	1.00	1.00	<b>1.00</b>	1.00	<b>1.00</b>
Henry Hub (C\$/mmbtu)	4.18	<b>3.99</b>	2.73	2.24	2.90	3.11	<b>2.74</b>	3.47	<b>3.23</b>
Company	3.75	<b>3.55</b>	2.42	1.98	2.57	2.70	<b>2.41</b>	3.01	<b>2.82</b>
Oil (\$/bbl)									
WTI Cushing	102.55	<b>95.12</b>	102.93	93.32	90.54	92.46	<b>94.81</b>	93.87	<b>92.61</b>
WTI Cushing (C\$/bbl)	99.21	<b>94.03</b>	103.04	94.25	90.62	92.54	<b>95.12</b>	93.95	<b>92.70</b>
Company	97.75	<b>94.96</b>	99.18	87.01	83.66	85.43	<b>88.84</b>	86.73	<b>85.56</b>
Total gas & oil (\$/mcf)	14.61	<b>14.46</b>	14.65	13.38	12.96	13.26	<b>13.58</b>	13.52	<b>13.29</b>
NY Harbor 3-2-1 (\$/bbl)	27.68	<b>25.56</b>	24.31	30.77	32.14	23.45	<b>27.67</b>	24.27	<b>25.23</b>
<b>Revenue (\$mm)</b>									
Natural Gas	126	<b>474</b>	71	53	67	69	<b>260</b>	74	<b>285</b>
Oil	3,540	<b>16,852</b>	4,585	3,935	3,848	3,930	<b>16,298</b>	3,946	<b>15,615</b>
Other	5,920	<b>22,861</b>	5,102	5,734	5,734	6,000	<b>22,570</b>	6,000	<b>23,734</b>
Total	9,587	<b>40,187</b>	9,758	9,722	9,650	9,999	<b>39,128</b>	10,020	<b>39,634</b>
<b>Expense (\$mm)</b>									
6,743	<b>27,567</b>	6,615	5,955	6,693	6,996	<b>26,260</b>	7,106	<b>27,877</b>	
<b>Ebitda (\$mm)</b>									
Exploration and Production	2,021	<b>9,121</b>	2,329	2,442	2,157	2,202	<b>9,129</b>	2,214	<b>8,757</b>
Other	823	<b>3,499</b>	814	1,325	800	800	<b>3,739</b>	700	<b>3,000</b>
Total Ebitda	2,844	<b>12,620</b>	3,143	3,767	2,957	3,002	<b>12,868</b>	2,914	<b>11,757</b>
Exploration	31	<b>116</b>	45	96	96	96	<b>333</b>	96	<b>384</b>
Deprec., Deplet., & Amort.	1,310	<b>3,952</b>	947	1,592	1,592	1,592	<b>5,723</b>	1,592	<b>6,368</b>
<b>Ebit</b>									
1,503	<b>8,552</b>	2,151	2,079	1,269	1,314	<b>6,812</b>	1,226	<b>5,005</b>	
<b>Interest</b>									
40	<b>83</b>	4	16	16	16	<b>52</b>	16	<b>64</b>	
<b>Ebt</b>									
1,463	<b>8,469</b>	2,147	2,063	1,253	1,298	<b>6,760</b>	1,210	<b>4,941</b>	
<b>Income Tax</b>									
479	<b>2,765</b>	815	785	399	413	<b>2,412</b>	385	<b>1,573</b>	
<b>Net Income (\$mm)</b>									
Exploration and Production	159	<b>2,909</b>	939	(74)					
Other	313	<b>1,726</b>	474	499					
Unallocated	512	<b>1,069</b>	(81)	853					
Total	984	<b>5,704</b>	1,332	1,278	854	885	<b>4,348</b>	825	<b>3,367</b>
<b>Shares (millions)</b>									
1,587	<b>1,580</b>	1,567	1,558	1,558	1,558	<b>1,561</b>	1,558	<b>1,558</b>	
<b>Per share (\$)</b>									
0.62	<b>3.61</b>	0.85	0.82	0.55	0.57	<b>2.79</b>	0.53	<b>2.16</b>	
<b>Ebitda Margin (E&amp;P)</b>									
55%	<b>53%</b>	50%	61%	55%	55%	<b>55%</b>	55%	<b>55%</b>	
<b>Tax Rate</b>									
33%	<b>33%</b>	38%	38%	32%	32%	<b>36%</b>	32%	<b>32%</b>	



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	Symbol/Rating	Price (US\$/sh)	EV/ Market	Enterprise Value (\$mm)	Present Value by Segment (%)					McDep Ratio
					North Amer. Natural Gas	Rest of World Natural Gas	Oil Prod'n	Down- stream		
B = Buy, CB (see below)		6-Aug 2012	Cap							
<b>U.S. and Europe Integrated</b>										
BG Group	BRGY	20.04	1.24	84,800		24	42	34	0.96	
Exxon Mobil Corporation	XOM B	87.45	1.19	484,000	7	20	57	16	0.82	
Royal Dutch Shell plc	RDS-A B	69.94	1.27	277,000	3	22	56	19	0.73	
Chevron Corporation	CVX B	111.31	1.13	248,000	3	11	76	10	0.68	
Statoil ASA (33%)	STO CB	24.46	1.50	38,500		35	65	-	0.65	
BP plc	BP	41.47	1.65	220,000	4	8	63	25	0.62	
Total S.A.	TOT CB	48.12	1.38	151,000		22	63	14	0.56	
<i>Total or Median</i>				<i>1,503,000</i>			<i>63</i>		<i>0.68</i>	
<b>Brazil/Russia/Australia/China</b>										
Woodside Petroleum Ltd.	WOPEY	36.04	1.26	36,000		69	31	-	0.84	
CNOOC Limited (36%)	CEO	203.54	1.02	33,400		9	91	-	0.82	
PetroChina Company Ltd (14%)	PTR CB	124.10	1.38	43,900		15	70	14	0.67	
Petrobras	PBR CB	20.44	1.57	208,000		6	81	14	0.57	
Gazprom (50%)	OGZPY CB	9.68	1.34	75,000		11	13	76	0.42	
Lukoil Oil Company	LUKOY B	57.95	1.01	46,500			71	29	0.39	
<i>Total or Median</i>				<i>443,000</i>			<i>71</i>		<i>0.62</i>	
<b>U.S. Independent</b>										
Anadarko Petroleum Corp.	APC	68.22	1.50	51,100	33		63	3	0.85	
EOG Resources, Inc.	EOG B	105.74	1.20	34,400	32	4	64	-	0.84	
Chesapeake Energy Corp.	CHK	17.70	2.57	34,200	64		36	-	0.83	
Southwestern Energy Company	SWN	30.55	1.17	12,400	100			-	0.79	
Occidental Petroleum Corp.	OXY CB	88.26	1.11	79,400	8	1	81	10	0.76	
ConocoPhillips	COP CB	55.89	1.49	103,000	14	13	73	-	0.68	
Devon Energy Corporation	DVN CB	57.47	1.36	31,700	46		54	-	0.64	
Marathon Oil Corporation	MRO CB	26.71	1.47	27,800	7	3	90	-	0.59	
<i>Total or Median</i>				<i>374,000</i>			<i>64</i>		<i>0.77</i>	
<b>Canada</b>										
Penn West Exploration	PWE	14.05	1.69	11,200	18		82	-	0.80	
Imperial Oil Limited (30%)	IMO B	43.52	1.17	13,000	2		84	14	0.73	
Cenovus Energy Inc.	CVE CB	31.39	1.30	31,000	11		72	16	0.71	
EnCana Corporation	ECA B	21.91	1.52	24,500	86		14	-	0.69	
Suncor Energy	SU B	31.77	1.28	63,500	2		80	18	0.56	
Canadian Oil Sands Limited	COSWF CB	19.76	1.24	11,900			100	-	0.49	
<i>Total or Median</i>				<i>155,000</i>			<i>81</i>		<i>0.70</i>	
<b>Composite</b>				<b>2,475,000</b>	<b>8</b>	<b>14</b>	<b>63</b>	<b>16</b>	<b>0.67</b>	

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



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			Price (US\$/sh)	Shares	Market Cap (US\$mm)	Net Present Value (US\$/sh)	Debt/ Present Value	McDep Ratio
	Symbol/Rating		6-Aug 2012	(mm)				
B = Buy, CB (see below)								
<b>U.S. and Europe Integrated</b>								
BG Group plc	BRGY		20.04	3,415	68,400	21.00	0.19	0.96
Exxon Mobil Corporation	XOM	B	87.45	4,657	407,000	110.00	0.13	0.82
Royal Dutch Shell plc	RDS-A	B	69.94	3,133	219,000	102.00	0.15	0.73
Chevron Corporation	CVX	B	111.31	1,968	219,000	170.00	0.08	0.68
Statoil ASA (33%)	STO	CB	24.46	1,050	25,700	44.00	0.22	0.65
BP plc	BP		41.47	3,214	133,000	84.00	0.24	0.62
Total S.A.	TOT	CB	48.12	2,264	109,000	100.00	0.16	0.56
<i>Total or Median</i>					<i>1,181,000</i>		<i>0.16</i>	<i>0.68</i>
<b>Brazil/Russia/Australia/China</b>								
Woodside Petroleum Ltd.	WOPEY		36.04	797	28,700	45.00	0.17	0.84
CNOOC Limited (36%)	CEO		203.54	161	32,800	250.00	0.02	0.82
PetroChina Company Ltd (14%)	PTR	CB	124.10	256	31,800	210.00	0.18	0.67
Petrobras	PBR	CB	20.44	6,489	132,600	45.00	0.20	0.57
Gazprom (50%)	OGZPY	CB	9.68	5,750	55,700	28.00	0.11	0.42
Lukoil Oil Company	LUKOY	B	57.95	794	46,000	150.00	0.00	0.39
<i>Total or Median</i>					<i>328,000</i>		<i>0.14</i>	<i>0.62</i>
<b>U.S. Independent</b>								
Anadarko Petroleum Corp.	APC		68.22	500	34,100	86.00	0.28	0.85
EOG Resources, Inc.	EOG	B	105.74	270	28,600	130.00	0.14	0.84
Chesapeake Energy Corp.	CHK		17.70	753	13,300	27.00	0.51	0.83
Southwestern Energy Company	SWN		30.55	348	10,600	40.00	0.11	0.79
Occidental Petroleum Corp.	OXY	CB	88.26	811	71,600	120.00	0.07	0.76
ConocoPhillips	COP	CB	55.89	1,236	69,000	96.00	0.22	0.68
Devon Energy Corporation	DVN	CB	57.47	405	23,300	102.00	0.17	0.64
Marathon Oil Corporation	MRO	CB	26.71	709	18,940	54.00	0.19	0.59
<i>Total or Median</i>					<i>269,400</i>		<i>0.18</i>	<i>0.77</i>
<b>Canada</b>								
Penn West Exploration	PWE		14.05	473	6,600	20.00	0.33	0.80
Imperial Oil Limited (30%)	IMO	B	43.52	256	11,100	62.00	0.11	0.73
Cenovus Energy Inc.	CVE	CB	31.39	758	23,800	48.00	0.17	0.71
EnCana Corporation	ECA	B	21.91	736	16,100	37.00	0.24	0.69
Suncor Energy	SU	B	31.77	1,558	49,500	64.00	0.12	0.56
Canadian Oil Sands Limited	COSWF	CB	19.76	485	9,600	45.00	0.10	0.49
<i>Total or Median</i>					<i>117,000</i>		<i>0.14</i>	<i>0.70</i>
CB=Contrarian Buy, Stock Price may in downtrend compared to 200-day average.								
McDep Ratio = Market cap and Debt to present value of oil and gas and other businesses								
Estimated present value presumes a long-term price for oil of US\$100 a barrel and natural gas, \$6 a million btu.								





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Table 3							
McDep Large Cap Energy Stocks							
Value Multiples and Dividend Yield							
			Price (US\$/sh)	Adjustd Resrvs/ Prod	PV/ Ebitda	EV/ Ebitda	Dividend NTM
	Symbol/Rating		6-Aug 2012	NTM	NTM	NTM	(%)
	B = Buy, CB (see below)						
<b>U.S. and Europe Integrated</b>							
BG Group plc	BRGYY		20.04	8.9	7.8	7.5	14
Exxon Mobil Corporation	XOM	B	87.45	13.1	8.1	6.7	11
Royal Dutch Shell plc	RDS-A	B	69.94	10.1	7.2	5.3	10
BP plc	BP		41.47	11.4	8.4	5.2	8
Chevron Corporation	CVX	B	111.31	9.2	7.4	5.1	10
Total S.A.	TOT	CB	48.12	10.2	7.9	4.5	8
Statoil ASA (33%)	STO	CB	24.46	6.3	6.5	4.2	8
	<i>Median</i>			<i>10.1</i>	<i>7.8</i>	<i>5.2</i>	<i>10</i>
<b>Brazil/Russia/Australia/China</b>							
Woodside Petroleum Ltd.	WOPEY		36.04	13.2	9.0	7.5	12
PetroChina Company Ltd (14%)	PTR	CB	124.10	13.0	7.1	4.8	9
CNOOC Limited (36%)	CEO		203.54	6.9	5.7	4.7	9
Petrobras	PBR	CB	20.44	12.6	8.1	4.6	5
Gazprom (50%)	OGZPY	CB	9.68	31.2	5.7	2.4	3
Lukoil Oil Company	LUKOY	B	57.95	16.3	5.7	2.2	4
	<i>Median</i>			<i>13.1</i>	<i>6.4</i>	<i>4.6</i>	<i>7</i>
<b>U.S. Independent</b>							
Southwestern Energy Company	SWN		30.55	7.5	15.8	12.5	25
Chesapeake Energy Corp.	CHK		17.70	9.8	10.6	8.8	15
EOG Resources, Inc.	EOG	B	105.74	9.2	7.7	6.5	26
Anadarko Petroleum Corp.	APC		68.22	8.3	7.2	6.1	21
Occidental Petroleum Corp.	OXY	CB	88.26	10.0	7.7	5.8	13
Devon Energy Corporation	DVN	CB	57.47	9.9	9.1	5.8	17
ConocoPhillips	COP	CB	55.89	12.7	8.2	5.6	11
Marathon Oil Corporation	MRO	CB	26.71	9.7	7.0	4.1	9
	<i>Median</i>			<i>9.8</i>	<i>8.0</i>	<i>6.0</i>	<i>16</i>
<b>Canada</b>							
EnCana Corporation	ECA	B	21.91	8.8	15.9	10.9	3.7
Imperial Oil Limited (30%)	IMO	B	43.52	36.9	11.8	8.7	11
Penn West Exploration	PWE		14.05	7.3	9.0	7.2	19
Cenovus Energy Inc.	CVE	CB	31.39	13.1	9.5	6.7	16
Canadian Oil Sands Limited	COSWF	CB	19.76	19.4	11.9	5.8	9
Suncor Energy	SU	B	31.77	17.1	9.7	5.4	15
	<i>Median</i>			<i>15.1</i>	<i>10.8</i>	<i>7.0</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 June 30, 2013; P/E = Stock Price to Earnings; PV = Present Value of oil and gas and other businesses							



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	Symbol	Rating	Price	Enterprise Value/				McDep
			(\$/sh)	6-Aug	52Wk	52Wk	50 Day	
			2012	High	Low	Avg.	Avg.	Ratio
<b>U.S. and Europe Integrated</b>								
Chevron Corporation	CVX	B	111.31	0.99	1.24	1.06	1.06	0.68
Exxon Mobil Corporation	XOM	B	87.45	1.00	1.24	1.04	1.04	0.82
Royal Dutch Shell plc	RDS-A	B	69.94	0.95	1.16	1.04	1.01	0.73
BP plc	BP		41.47	0.91	1.13	1.03	0.98	0.62
Total S.A.	TOT	CB	48.12	0.88	1.14	1.06	0.98	0.56
Statoil ASA (33%)	STO	CB	24.46	0.89	1.13	1.03	0.98	0.65
BG Group plc	BRGY		20.04	0.84	1.11	1.01	0.94	0.96
	<i>Median</i>			<i>0.91</i>	<i>1.14</i>	<i>1.04</i>	<i>0.98</i>	<i>0.68</i>
<b>Brazil/Russia/Australia/China</b>								
Woodside Petroleum Ltd.	WOPEY		36.04	0.90	1.18	1.09	1.03	0.84
CNOOC Limited (36%)	CEO		203.54	0.87	1.43	1.06	1.03	0.82
Lukoil Oil Company	LUKOY	B	57.95	0.88	1.25	1.07	1.01	0.39
PetroChina Company Ltd (14%)	PTR	CB	124.10	0.85	1.08	0.98	0.94	0.67
Gazprom (50%)	OGZPY	CB	9.68	0.77	1.09	1.03	0.90	0.42
Petrobras	PBR	CB	20.44	0.72	1.11	1.04	0.88	0.57
	<i>Median</i>			<i>0.86</i>	<i>1.14</i>	<i>1.05</i>	<i>0.98</i>	<i>0.62</i>
<b>U.S. Independent</b>								
EOG Resources, Inc.	EOG	B	105.74	0.90	1.44	1.10	1.03	0.84
Occidental Petroleum Corp.	OXY	CB	88.26	0.84	1.29	1.05	0.96	0.76
Marathon Oil Corporation	MRO	CB	26.71	0.82	1.24	1.04	0.96	0.59
Southwestern Energy Company	SWN		30.55	0.72	1.16	1.01	0.94	0.79
Anadarko Petroleum Corp.	APC		68.22	0.83	1.13	1.03	0.94	0.85
Chesapeake Energy Corp.	CHK		17.70	0.74	1.11	0.99	0.92	0.83
Devon Energy Corporation	DVN	CB	57.47	0.81	1.09	1.00	0.92	0.64
ConocoPhillips	COP	CB	55.89					0.68
	<i>Median</i>			<i>0.82</i>	<i>1.16</i>	<i>1.03</i>	<i>0.94</i>	<i>0.77</i>
<b>Canada</b>								
EnCana Corporation	ECA	B	21.91	0.88	1.17	1.04	1.07	0.69
Suncor Energy	SU	B	31.77	0.88	1.29	1.08	1.02	0.56
Imperial Oil Limited (30%)	IMO	B	43.52	0.90	1.29	1.04	1.00	0.73
Cenovus Energy Inc.	CVE	CB	31.39	0.83	1.12	1.00	0.94	0.71
Canadian Oil Sands Limited	COSWF	CB	19.96	0.82	1.12	1.02	0.94	0.49
Penn West Exploration	PWE		14.05	0.74	1.08	1.04	0.87	0.80
	<i>Median</i>			<i>0.85</i>	<i>1.15</i>	<i>1.04</i>	<i>0.97</i>	<i>0.70</i>

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



# Meter Reader

A Weekly Analysis of Large Cap Oil and Gas Stocks

August 7, 2012

<b>Index of Recent Research</b>			
<b>Stock Ideas</b>			
<i>Date</i>	<i>Symbol</i>	<i>Subject</i>	<i>Theme</i>
3-Aug	XEC	Cimarex Energy	West Texas Wolfcamp Shale Oil (ISCW)
31-Jul	OXY	Occidental Petroleum	California Oil Growth Accelerates (Meter Reader)
30-Jul	COSWF	Canadian Oil Sands Limited	Robust Volume Outlook
27-Jul	RRC	Range Resources	Oil-Enhanced Natural Gas Growth (ISCW)
24-Jul	CEO	CNOOC Ltd.	60% Premium in \$21 Billion Deal (Meter Reader)
20-Jul	BRY	Berry Petroleum	Momentum Resuming (Income and Small Cap Weekly)
13-Mar	XOM	Exxon Mobil	Low U.S. Energy Price Outperformer (Meter Reader)
10-Jul	MRO	Marathon Oil	Shale Growth, Dollar Hedge (Meter Reader)
3-Jul	OGZPY	Gazprom	Dividend Double Approved (Meter Reader)
26-Jun	STO	Statoil	Financially Strong Norse Explorers (Meter Reader)
22-Jun	CLR, HK	Continental, Halcon Resources	Great Energy Entrepreneurs - Hamm (CLR), Wilson (HK) - (ISCW)
19-Jun	CVE	Cenovus	Deep Oil Sands Growth at Lower Price (Meter Reader)
12-Jun	PBR	Petrobras	Deep Water Oil Growth, Lower NPV to \$45 (Meter Reader)
12-Jun	BRGY	BG Group	Lower NPV to \$21 (6/12/12 Meter Reader, page 2)
13-Jun	ERF	Enerplus Corporation	Dividend Reduced by Half
8-Jun	SJT	San Juan Basin Royalty Trust	Price Decline Action in SJT and Royalty Trusts (ISCW)
5-Jun	WOPEY	Woodside Petroleum Ltd.	Pluto LNG Delivering (Meter Reader)
25-May	HGT	Hugoton Royalty Trust	HGT Bargain (Income and Small Cap Weekly)
18-May	BIREF	Birchcliff Energy	Contrarian Buy at Lower NPV (Income and Small Cap Weekly)
15-May	EOG	EOG Resources	Raise NPV to \$130 a Share on Oil Volume (Meter Reader)
11-May	DMLP	Dorchester Minerals, L.P.	Rising Oil Production (Income and Small Cap Wkly)
8-May	ECA	Encana	Long-Term Natural Gas Appeal (Meter Reader)
4-May	WLL	Whiting Petroleum	Oil Price Discount Narrows (Income and Small Cap Weekly)
1-May	RDS	Royal Dutch Shell	LNG and GTL Profit Gains (Meter Reader)
17-Apr	COP	ConocoPhillips	Largest North American Independent Producer Debut (MR)
10-Apr	DVN	Devon Energy	Shale Oil Excitement at a Favorite Value Stock (Meter Reader)
3-Apr	PTR	PetroChina	Global Growth in Oil and Gas (Meter Reader)
20-Mar	CVX	Chevron	Investing in Australian LNG for Growth (Meter Reader)
6-Mar	IMO	Imperial Oil	Kearl Startup Late This Year (Meter Reader)
13-Feb	TOT	Total	Sharpening Competitive Edge (Meter Reader)
3-Feb	CRT	Cross Timbers Royalty Trust	Firm Oil Balances Soft Natural Gas (ISCW)
27-Jan	PDCE	PDC Energy	Raise NPV to \$40 from \$36 on Reserves and Production (ISCW)
For historical research by stock, go to <a href="http://mcdep.com">mcdep.com</a> , click on <a href="#">Stock Ideas</a> , click on stock by name.			
<b>Meter Reader</b>			
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13-Jul			Low-Priced Stocks
6-Jul			Lowballing LIBOR
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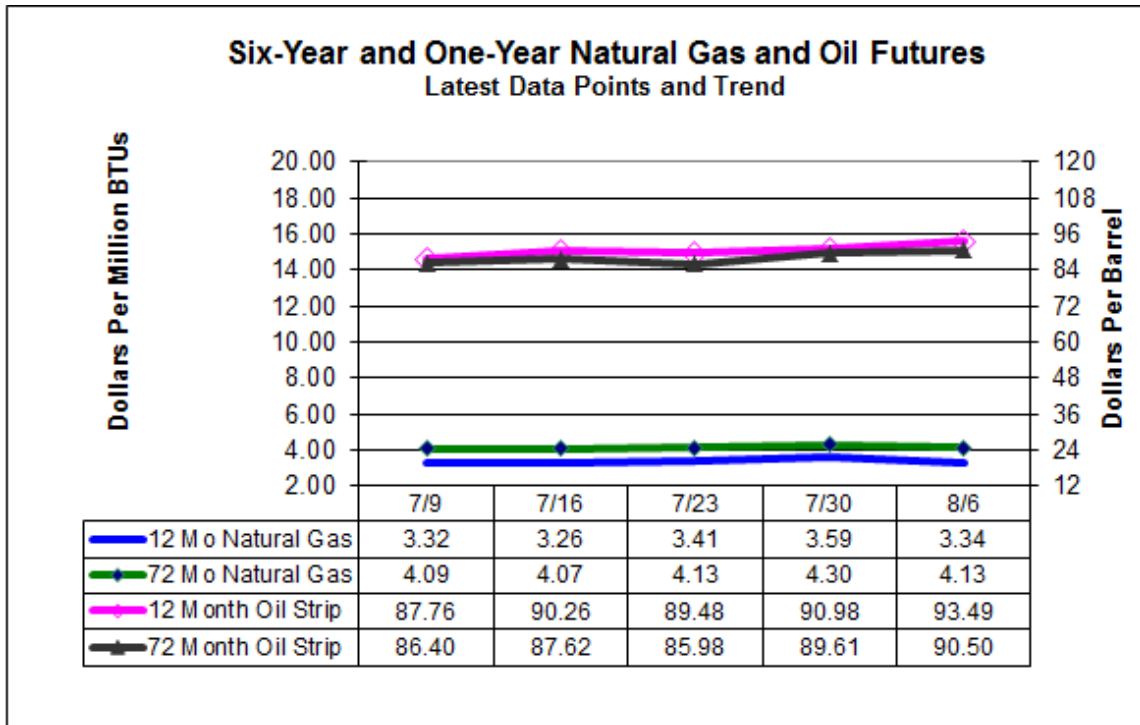




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August 7, 2012



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