

Meter Reader

A Weekly Analysis of Energy Stocks Using the McDep Ratio

March 23, 2004

Raise Present Value Up to 30%

Summary and Recommendation

Underscoring our conviction that the trend in rising oil and gas values will continue we raise our estimate of present value, the denominator of the McDep Ratio, by 15% for natural gas and oil producers, 25% for producer/refiners and 30% for small cap long life producers. As a result, the median McDep Ratio for 14 producer recommendations drops to less than 0.70. Specifically, each of our non-U.S. producer/refiner recommendations, **Norsk Hydro (NHY)**, **Lukoil (LUKOY)** and **PetroChina (PTR)**, have low McDep Ratios near 0.60, thereby implying some 66% unlevered appreciation potential. The changes bring valuation of non-mega cap producers to the mega cap level. Still, the mega caps have lower risk and indeed there are sure to be bumps along the road to oil and gas producer rewards.

Second Revaluation in 2004

In a sign of the times, we boost values across the board for the second time this year. Earlier we severed the connection between our estimates and six-year futures (see *Meter Reader*, January 6, 2003). Now we tie our estimates to futures prices that the trend points toward, but has not yet reached. Long-term oil and gas prices, the most volatile indicator of changes in resource value continue in a steady uptrend with six-year futures above the 40-week moving average.

Align Large and Small with Mega Cap

Valuation for the largest mega cap remains unchanged as we make valuation more consistent for non-mega caps. Some of the difference crept in during the past decades of lack luster commodity price. Most of the difference is the greater increase in value for producers more concentrated on oil and gas resources as opposed to refining/marketing and other businesses.

Cash generated from oil and gas production and how long it will last is nearly a complete indicator of the value of oil and gas stocks. Market cash flow multiples for 66 producers have a strong 88% statistical correlation with adjusted reserve life.

Capturing that simple relationship, we adopt the same formula to update estimates for all producers. Initially, we reassess cash flow multiple, PV/Ebitda, as 2.5 plus 0.5 times adjusted reserve life. Then we apply some limits including no current McDep Ratios for

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producers above 1.20 or below 0.60. We arbitrarily limit adjusted reserve life, the ratio of proven developed reserves plus half proven undeveloped reserves to next twelve months production, to 20 years. At this stage there are few cases where we made any more adjustment. Further refinements are likely as we update stock ideas and work through a backlog of final 2003 disclosures.

Long Life More Valuable

The assessment formula gives more credit to longer life than does the market correlation. In a rising price environment, longer life companies may increase more in value relative to shorter life companies and vice-versa. Non-U.S. producer/refiners and small cap producers with the long life designation increase more in value as a result.

New Values Assume \$6 Natural Gas and \$35 Oil

Assessed multiples roughly reflect constant oil and gas price at next twelve months futures. Estimated cash flow for the next twelve months ended March 31, 2005 remains tied to futures for the same period which are about \$5.80 a million btus for natural gas and \$34.60 a barrel for oil. For a typical producer with an adjusted reserve life of 10 years we assess a multiple of 7.5.

New estimates could still be exceeded. Last year we explained how we thought the trend value for six-year natural gas was \$7 a million btus (see *Meter Reader*, June 12, 2003).

Numbers Pack a Powerful Message

The tables attached to our weekly analysis present a comprehensive picture of prospects (see Tables 1-1 through 2-3). Each of our producing company recommendations is highlighted along with the suggested unlevered portfolio weight.

When conditions are changing rapidly, simple methods can give a useful, quick picture. We recall a brief time during the Carter Administration in the 1970s when we were seeing oil and gas deals done at 100% of future revenue! Never mind subtracting costs or discounting for time value, the implication was that future price would be that much higher than the current price used in the revenue calculation.

Of course, the futures market assumes that current prices won't last. Nor are stocks priced at the values we place on them. The potential for stocks to approach the values we see and for long-term futures to approach short-term futures is a large part of the oil and gas investment opportunity. While there are sure to be periods when the trend softens, the long-term direction seems clear.

Kurt H. Wulff, CFA

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Table 1-1
Energy Producers
Rank by McDep Ratio: Market Cap and Debt to Present Value

	Symbol/ Rating	Price (\$/sh) 22-Mar 2004	Shares (mm)	Market Cap (\$mm)	Net Present Value (\$/sh)	Debt/ Present Value	McDep Ratio
Mega Cap							
Exxon Mobil Corporation	XOM	40.94	6,612	271,000	43.00	0.08	0.96
BP plc	BP	48.93	3,684	180,000	60.00	0.13	0.84
Total S.A.	TOT	89.98	1,251	112,600	113.00	0.16	0.83
Royal Dutch/Shell	RD B	46.51	3,389	158,000	60.00	0.18	0.82
ChevronTexaco Corporation	CVX B	87.30	1,064	92,900	125.00	0.15	0.74
<i>Total or Median</i>				815,000		0.15	0.83
Producer/Refiners - Large Cap and Mid Cap							
Kinder Morgan, Inc.	KMI s	63.70	124	7,900	14.00	0.80	1.69
Valero Energy Corporation	VLO	58.00	120	6,950	55.00	0.42	1.03
Murphy Oil Corporation	MUR	62.65	93	5,810	62.00	0.20	1.01
Imperial Oil Limited (30%)	IMO	43.60	110	4,790	44.00	0.12	0.99
Marathon Oil Corporation	MRO	33.44	311	10,390	41.00	0.30	0.87
ConocoPhillips	COP B	68.95	680	46,900	110.00	0.28	0.73
ENI S.p.A.	E	98.64	755	74,500	150.00	0.12	0.70
Petro-Canada	PCZ	42.70	265	11,320	68.00	0.10	0.67
Suncor Energy	SU	27.13	475	12,890	48.00	0.08	0.60
PetroChina Company Ltd (10%)	PTR b	50.30	176	8,840	88.00	0.07	0.60
Norsk Hydro ASA	NHY B	70.00	257	17,970	130.00	0.13	0.60
Lukoil Oil Company	LUKOY b	120.00	211	25,000	208.00	0.05	0.60
Petroleo Brasileiro S. A.	PBR	32.32	1,096	35,400	65.00	0.20	0.60
<i>Total or Median</i>				269,000		0.13	0.70
Independent Natural Gas and Oil							
CNOOC Limited (19%)	CEO b	42.37	78	3,310	55.00	-	0.77
Canadian Natural Resources Limited	CNQ	55.44	137	7,600	88.00	0.29	0.74
Encana Corporation	ECA B	42.20	472	19,900	63.00	0.18	0.73
Apache Corporation	APA	41.77	324	13,500	64.00	0.15	0.70
XTO Energy Inc.	XTO B	24.67	225	5,560	38.00	0.15	0.70
Unocal Corporation	UCL	36.98	274	10,100	60.00	0.22	0.70
Occidental Petroleum Corp.	OXY	45.63	396	18,100	75.00	0.19	0.68
Pioneer Natural Resources Company	PXD	32.52	119	3,870	57.00	0.22	0.67
Pogo Producing Company	PPP	44.69	64	2,860	70.00	0.07	0.66
Anadarko Petroleum Corp.	APC B	52.80	252	13,300	94.00	0.22	0.66
Devon Energy	DVN	57.11	242	13,800	120.00	0.24	0.60
Burlington Resources	BR B	60.68	198	12,000	115.00	0.15	0.60
<i>Total or Median</i>				124,000		0.18	0.69
Service							
Baker Hughes Inc.	BHI	36.00	336	12,100	30.00	0.07	1.19
Schlumberger Ltd.	SLB	62.35	585	36,500	60.00	0.17	1.03
Halliburton Company	HAL	29.09	435	12,700	28.00	0.28	1.03
<i>Total or Median</i>				61,000		0.17	1.03

Buy/Sell rating after symbol: B - Buy full position, b - buy half position, s - short half position

McDep Ratio = Market cap and Debt to present value of oil and gas and other businesses

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Table 1-2
Energy Producers
Rank by EV/Ebitda: Enterprise Value to Earnings Before Interest, Tax, Deprec.

	Symbol/ Rating	Price (\$/sh) 22-Mar 2004	EV/ Sales NTM	EV/ Ebitda NTM	P/E NTM	Divd or Distrib NTM (%)	PV/ Ebitda NTM	
Mega Cap								
Exxon Mobil Corporation	XOM	40.94	1.1	7.6	14	2.4	8.0	
Total S.A.	TOT	89.98	1.0	6.4	12	4.9	7.7	
BP plc	BP	48.93	0.9	6.2	13	3.3	7.3	
ChevronTexaco Corporation	CVX	B	87.30	0.9	5.8	10	3.3	7.8
Royal Dutch/Shell	RD	B	46.51	1.0	5.6	12	4.7	6.8
	<i>Median</i>		<i>1.0</i>	<i>6.2</i>	<i>12</i>	<i>3.3</i>	<i>7.7</i>	
Producer/Refiners - Large Cap and Mid Cap								
Kinder Morgan, Inc.	KMI	s	63.70	3.0	13.3	19	2.5	7.8
Imperial Oil Limited (30%)	IMO		43.60	1.3	7.8	16	1.5	7.9
Valero Energy Corporation	VLO		58.00	0.3	7.3	12	0.8	7.1
Murphy Oil Corporation	MUR		62.65	1.4	7.0	15	1.3	7.0
Suncor Energy	SU		27.13	2.7	7.0	13	0.6	11.6
ConocoPhillips	COP	B	68.95	0.7	5.9	9	2.5	8.0
ENI S.p.A.	E		98.64	1.5	5.2	10	4.6	7.4
Marathon Oil Corporation	MRO		33.44	0.4	5.1	10	3.0	5.9
PetroChina Company Ltd (10%)	PTR	b	50.30	2.6	4.8	9	4.1	8.0
Petro-Canada	PCZ		42.70	1.4	4.1	11	1.1	6.1
Norsk Hydro ASA	NHY	B	70.00	0.8	3.9	9	2.3	6.5
Lukoil Oil Company	LUKOY	b	120.00	1.0	3.8	6	2.1	6.4
Petroleo Brasileiro S. A.	PBR		32.32	1.6	3.8	5	3.2	6.4
	<i>Median</i>		<i>1.4</i>	<i>5.2</i>	<i>10</i>	<i>2.3</i>	<i>7.1</i>	
Independent Natural Gas and Oil								
XTO Energy Inc.	XTO	B	24.67	4.4	6.0	11	0.2	8.6
CNOOC Limited (19%)	CEO	b	42.37	4.7	6.0	12	3.8	7.7
Occidental Petroleum Corp.	OXY		45.63	2.5	5.4	9	2.4	7.9
Anadarko Petroleum Corp.	APC	B	52.80	3.7	5.3	10	1.1	8.1
Pioneer Natural Resources Company	PXD		32.52	3.7	5.2	19	-	7.9
Unocal Corporation	UCL		36.98	2.2	4.8	11	2.2	6.8
Burlington Resources	BR	B	60.68	3.4	4.7	10	1.0	7.8
Apache Corporation	APA		41.77	3.3	4.7	9	0.6	6.7
Canadian Natural Resources Limited	CNQ		55.44	3.1	4.5	9	0.8	6.1
Encana Corporation	ECA	B	42.20	2.2	4.5	12	0.9	6.2
Pogo Producing Company	PPP		44.69	2.5	3.5	8	0.4	5.3
Devon Energy	DVN		57.11	3.0	3.5	7	0.4	5.8
	<i>Median</i>			<i>3.2</i>	<i>4.7</i>	<i>10</i>	<i>0.9</i>	<i>7.3</i>
Service								
Baker Hughes Inc.	BHI		36.00	2.4	13.0	33	1.3	11.0
Halliburton Company	HAL		29.09	1.1	12.5	26	1.7	12.1
Schlumberger Ltd.	SLB		62.35	3.1	11.0	38	1.2	10.7
	<i>Median</i>			<i>2.4</i>	<i>12.5</i>	<i>33</i>	<i>1.3</i>	<i>11.0</i>

EV = Enterprise Value = Market Cap and Debt; Ebitda = Earnings before interest, tax, depreciation and amortization; NTM = Next Twelve Months Ended March 31, 2005; P/E = Stock Price to Earnings; PV = Present Value of oil and gas and other businesses

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Table 1-3
Energy Producers
Determinants of Present Value

	Symbol/ Rating		NG & O Prod/ Ebitda (%)	N. Am. Gas/ Ebitda (%)	Adjusted Reserves/ Prod NTM	PV/ Ebitda NTM	NG&O Ebitda/ mcf	McDep Ratio 22-Mar 2004
Mega Cap								
Royal Dutch/Shell	RD	B	75	5	8.5	6.8	3.25	0.82
Total S.A.	TOT		78	1	9.2	7.7	3.09	0.83
BP plc	BP		80	10	9.8	7.3	3.23	0.84
ChevronTexaco Corporation	CVX	B	82	12	10.5	7.8	2.94	0.74
Exxon Mobil Corporation	XOM		74	11	10.9	8.0	3.05	0.96
		<i>Median</i>	78	10	9.8	7.7	3.09	0.83
Producer/Refiners - Large Cap and Mid Cap								
Valero Energy Corporation	VLO		-	-		7.1		1.03
Kinder Morgan, Inc.	KMI	s	6	-		7.8		1.69
Marathon Oil Corporation	MRO		73	24	6.9	5.9	2.91	0.87
Petro-Canada	PCZ		84	23	7.2	6.1	2.33	0.67
Murphy Oil Corporation	MUR		94	29	7.3	7.0	3.73	1.01
Norsk Hydro ASA	NHY	B	64	-	8.5	6.5	3.06	0.60
Petroleo Brasileiro S. A.	PBR		94	-	9.9	6.4	2.79	0.60
ENI S.p.A.	E		55	-	9.9	7.4	2.82	0.70
Imperial Oil Limited (30%)	IMO		75	18	10.7	7.9	2.38	0.99
ConocoPhillips	COP	B	72	14	11.2	8.0	2.62	0.73
PetroChina Company Ltd (10%)	PTR	b	78	-	16.0	8.0	3.90	0.60
Suncor Energy	SU		94	9	19.0	11.6	3.43	0.60
Lukoil Oil Company	LUKOY	b	59	-	20.0	6.4	1.18	0.60
		<i>Median</i>	73	-	9.9	7.1	2.82	0.70
Independent Natural Gas and Oil								
Pogo Producing Company	PPP		100	34	5.8	5.3	3.70	0.66
Canadian Natural Resources Limited	CNQ		100	50	7.2	6.1	2.69	0.74
Encana Corporation	ECA	B	98	66	7.3	6.2	3.76	0.73
Devon Energy	DVN		100	60	7.4	5.8	4.35	0.60
Apache Corporation	APA		100	45	8.1	6.7	3.79	0.70
Unocal Corporation	UCL		100	29	8.6	6.8	3.38	0.70
Burlington Resources	BR	B	100	70	10.3	7.8	3.47	0.60
Pioneer Natural Resources Company	PXD		100	56	10.6	7.9	3.01	0.67
CNOOC Limited (19%)	CEO	b	100	-	10.7	7.7	3.79	0.77
Anadarko Petroleum Corp.	APC	B	100	55	10.9	8.1	3.21	0.66
Occidental Petroleum Corp.	OXY		86	14	10.9	7.9	3.37	0.68
XTO Energy Inc.	XTO	B	100	87	11.7	8.6	3.77	0.70
		<i>Median</i>	100	53	9.5	7.3	3.58	0.69

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Table 2-1
Independent Natural Gas and Oil Producers - Small Cap
Rank by McDep Ratio: Market Cap and Debt to Present Value

	<i>Symbol/ Rating</i>	<i>Price (\$/sh) 22-Mar 2004</i>	<i>Shares (mm)</i>	<i>Market Cap (\$mm)</i>	<i>Net Present Value (\$/sh)</i>	<i>Debt/ Present Value</i>	<i>McDep Ratio</i>
Short Life							
Spinnaker Exploration Company	SKE	34.37	34.2	1,180	28.00	0.11	1.20
Western Gas Resources	WGR	49.36	37.0	1,830	50.00	0.17	0.99
Southwestern Energy Company	SWN	23.02	36.0	830	29.00	0.22	0.84
The Houston Exploraton Company	THX	41.53	31.0	1,290	55.00	0.20	0.80
Newfield Exploration Company	NFX	46.55	56.0	2,610	67.00	0.20	0.76
Stone Energy Company	SGY	47.50	26.6	1,260	72.00	0.20	0.73
Cimarex Energy Company	XEC	27.50	42.7	1,170	38.00	0.00	0.72
Denbury Resources Inc.	DNR	15.58	55.7	870	25.00	0.21	0.70
St. Mary Land and Exploration Company	SM	33.04	29.0	960	50.00	0.10	0.69
Energy Partners Ltd.	EPL	13.95	37.4	522	22.00	0.14	0.68
PetroKazakhstan Inc.	PKZ	27.59	81.0	2,240	42.00	0.03	0.67
Chesapeake Energy Corporation	CHK	12.70	220	2,790	24.00	0.29	0.66
Westport Resources Corporation	WRC	32.95	68.0	2,240	57.00	0.17	0.65
Range Resources Corporation	RRC	11.76	57.0	670	24.00	0.22	0.60
Forest Oil Corporation	FST	24.37	49.0	1,190	53.00	0.26	0.60
	<i>Total or Median</i>			<i>21,700</i>		<i>0.20</i>	<i>0.70</i>
Long Life							
Ultra Petroleum Corp.	UPL	29.85	78.0	2,330	25.00	0.05	1.18
Unit Corporation	UNT	27.03	44.1	1,190	25.00	0.01	1.08
Penn Virginia Corporation	PVA	58.20	9.1	530	72.00	0.14	0.84
Quicksilver Resources Inc.	KWK	39.01	25.2	980	50.00	0.19	0.82
Swift Energy Company	SFY	18.55	27.4	510	32.00	0.29	0.70
Encore Acquisition Corp.	EAC	26.65	30.5	812	47.00	0.18	0.65
Magnum Hunter Resources, Inc.	MHR	9.64	68.0	660	20.00	0.32	0.65
Berry Petroleum Company	BRY	26.69	22.1	590	43.00	0.07	0.65
Whiting Petroleum Corporation	WLL	21.95	18.7	410	40.00	0.19	0.63
Evergreen Resources, Inc.	EVG	32.98	44.0	1,450	59.00	0.10	0.60
Vintage Petroleum, Inc.	VPI	14.58	63.0	920	33.00	0.28	0.60
	<i>Total or Median</i>			<i>10,400</i>		<i>0.18</i>	<i>0.65</i>
Micro Cap							
Abraxas Petroleum Corporation	ABP	2.72	35.8	97	1.50	0.77	1.18
Purcell Energy, Ltd. (US\$)	PEL.TO	1.88	48.0	90	2.80	0.27	0.76

Buy/Sell rating after symbol: b - buy half unlevered position in diversified energy portfolio
 McDep Ratio = Market cap and Debt to present value of oil and gas and other businesses

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Rank by EV/Ebitda: Enterprise Value to Earnings Before Interest, Tax, Deprec.

		<i>Price</i>	<i>EV/</i>	<i>EV/</i>	<i>Divd or</i>	<i>PV/</i>		
	<i>Symbol/</i>	<i>(\$/sh)</i>	<i>Sales</i>	<i>Ebitda</i>	<i>P/E</i>	<i>Ebitda</i>		
	<i>Rating</i>	<i>22-Mar</i>	<i>NTM</i>	<i>NTM</i>	<i>NTM</i>	<i>NTM</i>		
		<i>2004</i>	<i>NTM</i>	<i>NTM</i>	<i>NTM</i>	<i>NTM</i>		
					<i>Distrib</i>			
					<i>(%)</i>			
Short Life								
Western Gas Resources	WGR	49.36	0.8	9.2	19	-	9.3	
Southwestern Energy Company	SWN	23.02	3.3	5.8	11	-	6.9	
Spinnaker Exploration Company	SKE	34.37	4.9	5.7	16	-	4.7	
Denbury Resources Inc.	DNR	15.58	3.1	4.6	9	-	6.6	
Cimarex Energy Company	XEC	b	27.50	3.4	4.5	12	-	6.2
Stone Energy Company	SGY	47.50	3.2	4.4	9	-	6.0	
Chesapeake Energy Corporation	CHK	12.70	3.2	4.3	8	0.9	6.4	
Westport Resources Corporation	WRC	32.95	3.2	4.2	10	-	6.4	
Range Resources Corporation	RRC	11.76	3.3	4.2	8	0.3	6.9	
St. Mary Land and Exploration Company	SM	33.04	2.8	4.1	11	0.3	5.9	
Newfield Exploration Company	NFX	46.55	2.8	3.9	9	-	5.2	
The Houston Exploraton Company	THX	41.53	2.9	3.6	8	-	4.5	
Forest Oil Corporation	FST	24.37	2.6	3.6	6	-	5.9	
Energy Partners Ltd.	EPL	13.95	2.4	3.5	13	-	5.1	
PetroKazakhstan Inc.	PKZ	27.59	1.8	3.3	5	-	5.0	
	<i>Median</i>		<i>3.1</i>	<i>4.2</i>	<i>9</i>	<i>-</i>	<i>6.0</i>	
Long Life								
Ultra Petroleum Corp.	UPL	29.85	10.9	14.1	23	-	11.9	
Quicksilver Resources Inc.	KWK	39.01	6.5	9.9	19	-	12.1	
Unit Corporation	UNT	27.03	3.5	8.3	21	-	7.7	
Evergreen Resources, Inc.	EVG	32.98	5.1	7.3	12	-	12.0	
Berry Petroleum Company	BRY	b	26.69	3.5	6.2	10	1.6	9.6
Penn Virginia Corporation	PVA	58.20	3.5	6.1	13	1.5	7.3	
Swift Energy Company	SFY	18.55	3.8	5.6	13	-	8.0	
Encore Acquisition Corp.	EAC	b	26.65	4.1	5.6	9	-	8.6
Whiting Petroleum Corporation	WLL	21.95	3.1	4.8	10	-	7.6	
Magnum Hunter Resources, Inc.	MHR	9.64	3.1	4.8	9	-	7.4	
Vintage Petroleum, Inc.	VPI	14.58	2.3	4.0	8	1.2	6.7	
	<i>Median</i>		<i>3.5</i>	<i>6.1</i>	<i>12</i>	<i>-</i>	<i>8.0</i>	
Micro Cap								
Abraxas Petroleum Corporation	ABP	2.72	8.3	13.0		-	11.0	
Purcell Energy, Ltd. (US\$)	PEL.TO	1.88	3.3	4.5	8	-	5.9	

EV = Enterprise Value = Market Cap and Debt; Ebitda = Earnings before interest, tax, depreciation and amortization; NTM = Next Twelve Months Ended March 31, 2005; P/E = Stock Price to Earnings; PV = Present Value of oil and gas and other businesses

Historical independent energy investment analysis by Kurt Wulff doing business as McDep Associates is posted at www.mcdep.com. Analyses are prepared from sources and data believed to be reliable, but no representation is made as to their accuracy or completeness. Mr. Wulff is not paid by covered companies. Neither he nor his spouse act contrary to a buy or sell rating.

Meter Reader

A Weekly Analysis of Energy Stocks Using the McDep Ratio

March 23, 2004

Table 2-3
Independent Natural Gas and Oil Producers - Small Cap
Determinants of Present Value

	Symbol/ Rating	NG & O Prod/ Ebitda (%)	N. Am. Gas/ Ebitda (%)	Adjusted Reserves/ Prod NTM	PV/ Ebitda NTM	NG&O Ebitda/ mcf	McDep Ratio 22-Mar 2004	
Short Life								
Spinnaker Exploration Company	SKE	100	81	4.5	4.7	5.02	1.20	
Energy Partners Ltd.	EPL	100	62	5.1	5.1	3.80	0.68	
PetroKazakhstan Inc.	PKZ	61	-	5.1	5.0	1.27	0.67	
Newfield Exploration Company	NFX	100	85	5.2	5.2	4.04	0.76	
The Houston Exploraton Company	THX	100	92	5.6	4.5	4.17	0.80	
Cimarex Energy Company	XEC	b	100	76	6.2	6.2	3.87	0.72
St. Mary Land and Exploration Company	SM	100	66	6.8	5.9	3.56	0.69	
Stone Energy Company	SGY	100	66	7.1	6.0	4.23	0.73	
Chesapeake Energy Corporation	CHK	100	90	7.8	6.4	4.09	0.66	
Westport Resources Corporation	WRC	100	72	7.8	6.4	4.33	0.65	
Western Gas Resources	WGR	63	63	7.9	9.3	2.77	0.99	
Forest Oil Corporation	FST	100	77	7.9	5.9	4.08	0.60	
Denbury Resources Inc.	DNR	100	47	8.2	6.6	3.55	0.70	
Southwestern Energy Company	SWN	90	75	8.4	6.9	3.99	0.84	
Range Resources Corporation	RRC	100	78	8.6	6.9	4.39	0.60	
	<i>Median</i>		75	7.1	6.0	4.04	0.70	
Long Life								
Penn Virginia Corporation	PVA	78	64	9.4	7.3	2.47	0.84	
Unit Corporation	UNT	67	58	10.0	7.7	3.78	1.08	
Magnum Hunter Resources, Inc.	MHR	100	69	10.0	7.4	3.61	0.65	
Whiting Petroleum Corporation	WLL	100	59	10.2	7.6	3.28	0.63	
Swift Energy Company	SFY	100	31	11.1	8.0	2.84	0.70	
Encore Acquisition Corp.	EAC	b	100	25	12.4	8.6	3.73	0.65
Ultra Petroleum Corp.	UPL	100	96	13.1	11.9	4.01	1.18	
Vintage Petroleum, Inc.	VPI	100	29	13.9	6.7	2.65	0.60	
Berry Petroleum Company	BRY	b	100	-	14.6	9.6	2.61	0.65
Quicksilver Resources Inc.	KWK	100	87	18.9	12.1	3.05	0.82	
Evergreen Resources, Inc.	EVG	100	100	19.0	12.0	3.81	0.60	
	<i>Median</i>		59	12.4	8.0	3.28	0.65	
Micro Cap								
Purcell Energy, Ltd. (US\$)	PEL.TO	100	78	6.4	5.9	2.01	0.76	
Abraxas Petroleum Corporation	ABP	100	77	11.7	11.0	3.01	1.18	

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