

Rating: Buy
S&P 500: 1134

Canadian Oil Sands Trust Ten Percent Holder Surfaces

<i>Symbol</i>	COSWF	<i>Ebitda Next Twelve Months ending 9/30/05 (US\$mm)</i>	940
<i>Rating</i>	Buy	<i>North American Natural Gas/Ebitda (%)</i>	-7
<i>Price (US\$/sh)</i>	46.07	<i>Natural Gas and Oil Production/Ebitda (%)</i>	100
<i>Pricing Date</i>	10/5/04	<i>Adjusted Reserves/Production NTM</i>	20.0
<i>Shares (mm)</i>	93	<i>EV/Ebitda</i>	6.1
<i>Market Capitalization (US\$mm)</i>	4,300	<i>PV/Ebitda</i>	7.7
<i>Debt (US\$mm)</i>	1,400	<i>Undeveloped Reserves (%)</i>	10
<i>Enterprise Value (EV) (US\$mm)</i>	5,700	<i>Natural Gas and Oil Ebitda (US\$/boe)</i>	29.15
<i>Present Value (PV) (US\$mm)</i>	7,200	<i>Present Value Proven Reserves(US\$/boe)</i>	6.73
<i>Net Present Value (US\$/share)</i>	62	<i>Present Value Proven Reserves(US\$/mcf)</i>	1.12
<i>Debt/Present Value</i>	0.19	<i>Earnings Next Twelve Months (US\$/sh)</i>	6.54
<i>McDep Ratio - EV/PV</i>	0.79	<i>Price/Earnings Next Twelve Months</i>	7
<i>Dividend Yield (%/year)</i>	3.4	<i>Indicated Annual Dividend (US\$/sh)</i>	1.59

Note: Estimated cash flow and earnings tied to one-year futures prices for oil.

Reported results may vary widely from estimates. Estimated present value per share revised only infrequently.

Summary and Recommendation

Newmont Mining and Seymour Schulich own about 10% of the units of buy-recommended Canadian Oil Sands Trust. The holding is to be disclosed officially in a pending U.S. regulatory filing, according to the *Financial Post*. Mr. Schulich, one of Canada's most successful investors, has guided Newmont's purchase of some 6 million units of Canadian Oil Sands and he owns an additional 2.5 million units personally. Newmont and Mr. Schulich were the buyers in a private placement of equity a few months ago. Also a past investor in **San Juan Basin Royalty Trust (SJT)**, Mr. Schulich's participation in Canadian Oil Sands Trust attests to a continuing shrewd vision of resource potential. The Canadian financial newspaper points out that the buyer is looking for a "multiple bagger", four times in three years.

Kurt H. Wulff, CFA

Please see disclosures on the final page.

Disclaimer: This analysis was prepared by Kurt Wulff doing business as McDep Associates. The firm used sources and data believed to be reliable, but makes no representation as to their accuracy or completeness. This analysis is intended for informational purposes and is not a solicitation to buy or sell a security. Past performance is no guarantee of future results.

McDep does no investment banking business. McDep is not paid by covered companies including revenue from advertising, trading, consulting, subscriptions or research service. McDep shall not own more than 1% of outstanding stock in a covered company. No one at McDep is on the Board of Directors at a covered company nor is anyone at a covered company on the Board of Directors of McDep.

McDep or its employees may take positions in stocks the firm covers for research purposes. No trades in a subject stock shall be made within a week before or after a change in recommendation.

Certification: I, Kurt H. Wulff, certify that the views expressed in this research analysis accurately reflect my personal views about the subject securities and issuers. No part of my compensation was, is, or will be directly or indirectly related to the specific recommendations or views contained in this research analysis.

Research Methodology/Ratings Description: McDep Associates is an independent research originator focused on oil and gas stocks exclusively. The firm applies the thirty years of experience of its analyst to estimate a present value of the oil and gas resources and other businesses of covered companies. That value is compared with a company's stock market capitalization and debt. Stocks with low market cap and debt relative to present value tend to outperform stocks with high market cap and debt relative to present value. Buy recommendations are expected to deliver a total return better than 7% per year above inflation. Hold recommendations assume the attributes of the underlying business are reflected in the current price of the stock. Sell recommendations are expected to deliver a negative total return less than 7% per year including the effects of inflation.