



Income and Small Cap Weekly

Analysis of Oil & Gas Stocks

August 12, 2011

Raise NPV for BRY, DNR, LGCY, Discontinue ENP

Summary and Recommendation

Recent favorable quarterly performance and a positive outlook for future operations activate an increase in estimated Net Present Value (NPV) for oil producers **Berry Petroleum (BRY)** to \$70 a share from \$60, **Denbury Resources (DNR)** to \$28 from \$25 and **Legacy Reserves L.P. (LGCY)** to \$30 from \$28. Expecting **Encore Energy Partners (ENP)** to be merged into **Vanguard Natural Resources (VNR)** by year end, we discontinue ENP coverage. Positioning the stocks for good news in the past quarter, BRY, DNR and LGCY each have high concentrations on oil at 77%, 95% and 79% respectively (see tables Functional Cash Flow and Present Value on page 2). Unlevered cash flow (Ebitda) margins are high at 66% for BRY, 66% for DNR and 64% for LGCY in the latest quarter (see tables Next Twelve Months Operating and Financial Estimates on pages 3-5). BRY is growing its oil volume in its home state of California and the Permian Basin of West Texas. An early stage horizontal oil play in Utah also offers new promise for BRY.

Volatility Can Be a Friend

The obvious opportunity in volatility, such as we have experienced recently, is for the courageous to buy stocks at prices that look cheap. A less obvious opportunity is to harvest losses by selling a favorite stock purchased at a higher price, buy-recommended **Whiting Petroleum (WLL)** possibly, and replacing it with another that has similar investment potential, **BRY** for example. In the ideal case, when the volatility reverses the taxable investor would have the monetary benefit of the tax loss without an accompanying investment loss. Yet, few stocks are perfectly interchangeable. WLL has the edge over BRY in lower McDep Ratio, less financial risk and lower cash flow multiples. BRY has the advantage over WLL in longer reserve life and the positive momentum of a stock price above the 200 day average. WLL has contrarian appeal with stock price below the 200-day average (see Tables ISC-1 to ISC-4 on pages 6-9).

Kurt H. Wulff, CFA



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Berry Petroleum Company					
Functional Cash Flow and Present Value					
				<i>Present</i>	
	<i>NTM Ebitda</i>	<i>Adjusted</i>	<i>PV/</i>	<i>Value</i>	
	<i>(US\$mm)</i>	<i>R/P</i>	<i>Ebitda</i>	<i>(US\$mm)</i>	
North American Natural Gas	70	18.6	17.1	1,200	23%
Oil	431	9.8	9.6	4,120	77%
	501	11.9	10.6	5,320	100%
Debt (US\$mm)					1,490
Net Present Value (US\$mm)					3,830
Shares (mm)					55
Net Present Value - Standard Estimate (US\$/sh)					70
NPV Approximation by Cash Flow Multiple Depending on Reserve Life (US\$/sh)					77

Denbury Resources Inc.					
Functional Cash Flow and Present Value					
				<i>Present</i>	
	<i>NTM Ebitda</i>	<i>Adjusted</i>	<i>PV/</i>	<i>Value</i>	
	<i>(US\$mm)</i>	<i>R/P</i>	<i>Ebitda</i>	<i>(US\$mm)</i>	
North American Natural Gas	36	19.8	18.1	660	5%
Oil	1,139	12.8	11.4	13,010	95%
	1,175	13.4	11.6	13,670	100%
Debt (US\$mm)					2,360
Net Present Value (US\$mm)					11,310
Shares (mm)					404
Net Present Value - Standard Estimate (US\$/sh)					28
NPV Approximation by Cash Flow Multiple Depending on Reserve Life (US\$/sh)					30

Legacy Reserves L.P.					
Functional Cash Flow and Present Value					
				<i>Present</i>	
	<i>NTM Ebitda</i>	<i>Adjusted</i>	<i>PV/</i>	<i>Value</i>	
	<i>(US\$mm)</i>	<i>R/P</i>	<i>Ebitda</i>	<i>(US\$mm)</i>	
North American Natural Gas	33	8.6	12.0	400	21%
Oil	147	10.9	10.0	1,480	79%
	181	10.2	10.4	1,880	100%
Debt (US\$mm)					570
Net Present Value (US\$mm)					1,310
Shares (mm)					44
Net Present Value - Standard Estimate (US\$/sh)					30
NPV Approximation by Cash Flow Multiple Depending on Reserve Life (US\$/sh)					34



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Berry Petroleum Company									
Next Twelve Months Operating and Financial Estimates									
									<i>Next</i>
	<i>Q2</i>	<i>Q1</i>	<i>Q2</i>	<i>Q3E</i>	<i>Q4E</i>	<i>Year</i>	<i>Q1E</i>	<i>Q2E</i>	<i>Twelve</i>
	<i>6/30/10</i>	<i>3/31/11</i>	<i>6/30/11</i>	<i>9/30/11</i>	<i>12/31/11</i>	<i>2011E</i>	<i>3/31/12</i>	<i>6/30/12</i>	<i>Months</i>
									<i>6/30/12</i>
Volume									
Natural Gas (mmcf/d)	66	71	66	66	66	67	66	66	66
Days	91	90	91	92	92	365	91	91	366
Oil (mbd)	21.9	22.6	24.6	24.6	24.6	24.1	24.6	24.6	24.6
Total (mb)	2,993	3,092	3,238	3,273	3,273	12,875	3,238	3,238	13,021
Total (mbd)	32.9	34.4	35.6	35.6	35.6	35.3	35.6	35.6	35.6
Price									
Henry Hub (\$/mmbtu)	4.09	4.11	4.32	4.23	4.14	4.20	4.43	4.40	4.30
Differential (\$/mmbtu)	(0.22)	(0.11)	(0.24)	(0.24)	(0.23)	(0.20)	(0.21)	(0.21)	(0.22)
Company (\$/mcf)	4.31	4.22	4.56	4.46	4.38	4.40	4.65	4.62	4.52
WTI Cushing (\$/bbl)	77.85	94.10	102.55	86.21	81.49	91.09	83.56	85.04	84.08
Differential	12.41	8.75	4.89	4.11	3.88	5.43	4.98	5.07	4.51
Company	65.44	85.35	97.66	82.11	77.61	85.66	78.58	79.97	79.57
Total (\$/bbl)	52.22	64.82	75.97	65.04	61.76	66.90	62.94	63.84	63.39
Revenue (\$mm)									
Natural Gas	26	27	27	27	27	108	28	28	109
Oil	130	174	219	186	176	754	176	179	716
Other, incl hedge						-			
Total	156	200	246	213	202	861	204	207	825
Expense									
Lease operating	52	65	67	67	64	262	64	65	259
General and administrative	12	16	16	17	16	65	16	16	65
Total	64	81	83	84	79	327	80	81	324
Ebitda									
Exploration	-	-	-	-	-	-	-	-	-
Deprec., Deplet., & Amort.	45	53	52	52	52	209	52	52	208
Other, incl hedge	(4)	17	32	32	32	112	32	32	126
Ebit	51	50	79	46	39	214	40	42	167
Interest	16	16	18	18	18	70	18	18	72
Ebt	35	34	61	28	21	144	22	24	95
Income Tax	12	12	22	10	7	51	8	8	33
Net Income (\$mm)	23	22	40	18	14	94	14	16	62
Per Share (\$)	0.42	0.41	0.73	0.33	0.25	1.72	0.26	0.28	1.13
Shares (millions)									
Lease operating (\$/bbl)	17.38	20.86	20.69	20.43	19.41	20.34	19.77	20.06	19.92
General and admin (\$/bbl)	4.01	5.27	4.94	5.11	4.85	5.04	4.94	5.01	4.98
Deprec., D.& A (\$/bbl)	15.04	17.01	16.06	15.89	15.89	16.20	16.06	16.06	15.97
Ebitda Margin	59%	60%	66%	61%	61%	62%	61%	61%	61%
Tax rate	35%	35%	35%	35%	35%	35%	35%	35%	35%



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Denbury Resources Inc.									
Next Twelve Months Operating and Financial Estimates									
									<i>Next Twelve Months</i>
	<i>Q2</i>	<i>Q1</i>	<i>Q2</i>	<i>Q3E</i>	<i>Q4E</i>	<i>Year</i>	<i>Q1E</i>	<i>Q2E</i>	
	<i>6/30/10</i>	<i>3/31/11</i>	<i>6/30/11</i>	<i>9/30/11</i>	<i>12/31/11</i>	<i>2011E</i>	<i>3/31/12</i>	<i>6/30/12</i>	<i>6/30/12</i>
Volume									
Natural Gas (bcf)	9.9	2.8	2.9	3.0	3.0	11.7	2.9	2.9	11.8
Natural Gas (mmcf)	109	31	32	32	32	32	32	32	32
Days	91	90	91	92	92	365	91	91	366
Oil (mmb)	6.0	5.3	5.4	5.5	5.5	22	5.4	5.4	22
Oil (mbd)	66	59	60	60	60	59	60	60	60
Total (mb)	7.7	5.7	5.9	6.0	6.0	24	5.9	5.9	24
Total (mbd)	84	64	65	65	65	65	65	65	65
Price									
Henry Hub (\$/mmbtu)	4.09	4.11	4.32	4.23	4.14	4.20	4.43	4.40	4.30
Differential (\$/mmbtu)	(0.35)	(0.70)	(0.84)	(0.83)	(0.81)	(0.80)	(0.87)	(0.86)	(0.84)
Company (\$/mcf)	4.44	4.81	5.16	5.05	4.95	5.00	5.30	5.26	5.14
WTI Cushing (\$/bbl)	77.85	94.10	102.55	86.21	81.49	91.09	83.56	85.04	84.08
Differential	3.86	0.43	(3.75)	(3.16)	(2.98)	(2.33)	(3.06)	(3.11)	(3.08)
Company (\$/bbl)	73.99	93.67	106.30	89.37	84.47	93.42	86.62	88.15	87.15
Total (\$/bbl)	63.76	88.43	100.05	84.47	79.93	88.18	82.07	83.45	82.48
Revenue (\$mm)									
Natural Gas	44	13	15	15	15	58	16	15	61
Oil	444	493	576	489	462	2,020	469	477	1,898
Total	488	507	591	504	477	2,079	485	493	1,959
Expense									
Lease operating	128	127	130						-
Production taxes	38	33	40						-
General and administrative	31	44	31						-
Total	197	204	201	202	191	798	194	197	783
Ebitda	291	303	390	303	286	1,281	291	296	1,175
Deprec., Deplet., & Amort.	129	94	103	103	103	403	103	103	412
Other	7	1	15			16			-
Ebit	155	208	272	200	183	863	188	193	763
Interest	44	49	42	42	42	175	42	42	168
Ebt	111	159	230	158	141	688	146	151	595
Income Tax	39	56	80	55	49	241	51	53	208
Net Income (\$mm)	72	103	149	102	92	447	95	98	387
Per Share (\$)	0.18	0.26	0.37	0.25	0.23	1.11	0.23	0.24	0.96
Shares (millions)	401	397	404	404	404	402	404	404	404
Ebitda Margin	60%	60%	66%	60%	60%	62%	60%	60%	60%
Tax rate	35%	35%	35%	35%	35%	35%	35%	35%	35%



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Legacy Reserves L.P.									
Next Twelve Months Operating and Financial Estimates									
									<i>Next Twelve Months</i>
	<i>Q2</i>	<i>Q1</i>	<i>Q2</i>	<i>Q3E</i>	<i>Q4E</i>	<i>Year</i>	<i>Q1E</i>	<i>Q2E</i>	
	<i>6/30/10</i>	<i>3/31/11</i>	<i>6/30/11</i>	<i>9/30/11</i>	<i>12/31/11</i>	<i>2011E</i>	<i>3/31/12</i>	<i>6/30/12</i>	<i>6/30/12</i>
Volume									
Natural Gas (mmcf)	13.7	17.8	24.7	24.7	24.7	23.0	24.7	24.7	24.7
Days	91	90	91	92	92	365	91	91	366
Oil (mb)	657	755	841	851	851	3,297	841	841	3,384
Oil (mbd)	7.2	8.4	9.2	9.2	9.2	9.0	9.2	9.2	9.2
Total (mb)	866	1,022	1,216	1,229	1,229	4,696	1,216	1,216	4,891
Total (mbd)	9.5	11.4	13.4	13.4	13.4	12.9	13.4	13.4	13.4
Price									
Henry Hub (\$/mmbtu)	4.09	4.11	4.32	4.23	4.14	4.20	4.43	4.40	4.30
Differential (\$/mmbtu)	(1.17)	(1.67)	(2.15)	(2.11)	(2.07)	(2.03)	(2.21)	(2.20)	(2.14)
LGCY (\$/mcf)	5.26	5.78	6.47	6.33	6.21	6.23	6.64	6.60	6.44
WTI Cushing (\$/bbl)	77.85	94.10	102.55	86.21	81.49	91.09	83.56	85.04	84.08
Differential	9.28	9.98	9.47	7.96	7.52	8.81	7.72	7.85	7.76
LGCY (\$/bbl)	68.57	84.12	93.08	78.25	73.97	82.27	75.85	77.18	76.31
Total (\$/bbl)	59.67	71.21	76.36	65.85	62.65	68.90	64.76	65.60	64.71
Revenue (\$mm)									
Natural Gas	7	9	15	14	14	52	15	15	58
Oil	45	64	78	67	63	271	64	65	258
Total	52	73	93	81	77	324	79	80	316
Expense									
Lease operating	18	24	23						
Production taxes	3	4	6						
General and administrative	4	6	4						
Total	25	34	33	35	33	135	34	34	136
Ebitda									
Deprec., Deplet., & Amort.	16	20	22	25	25	91	24	24	98
Hedging and other	(1)	76	(34)	(34)	(34)	(26)	(34)	(34)	(136)
Ebit									
Interest	11	(57)	72	56	53	123	55	55	219
Ebt									
Income Tax	6	3	6	6	6	21	6	6	24
Net Income (\$mm)									
Per Unit (\$)	5	(60)	66	50	47	102	49	49	195
Per Unit (\$)	0.13	(1.39)	1.51	1.14	1.09	2.34	1.11	1.13	4.47
Units (millions)									
Per Unit (\$)	40	44	44	44	44	44	44	44	44
Distribution (\$mm)									
Per Unit (\$)	21	23	24	24	24	94	24	24	94
Per Unit (\$)	0.52	0.53	0.54	0.54	0.54	2.15	0.54	0.54	2.16
Ebitda Margin	52%	53%	64%	57%	57%	58%	57%	57%	57%



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Table ISC-1											
McDep Income and Small Cap Energy Portfolio											
Debt, Segments, Cash Flow, Income and McDep Ratio											
			Price								
Symbol/Rating	(US\$/sh)	EV/	Enterprise	PV(%)	EV/	Dist.	Dist.				
B = Buy	11-Aug	Market	Value	Nat	Ebitda	NTM	Yield	McDep			
CB (see below)	2011	Cap	(\$mm)	Gas	Oil	NTM	(\$/un)	(%)	Ratio		
Small Cap Independent Producers											
Peyto Exploration and Development	PEYUF		22.46	1.17	3,490	76	24	11.3	0.74	3.3	0.94
Range Resources	RRC	B	59.89	1.21	11,500	69	31	14.8	0.16	0.3	0.88
Birchcliff Energy Ltd.	BIREF	B	13.26	1.22	2,120	56	44	13.3	-	-	0.86
Berry Petroleum Company	BRY		48.90	1.56	4,160	23	77	8.3	0.30	0.6	0.78
Denbury Resources Inc.	DNR		15.78	1.37	8,740	5	95	7.4	-	-	0.64
Cimarex Energy Company	XEC	CB	68.07	1.13	6,590	45	55	5.5	0.40	0.6	0.60
Whiting Petroleum Corporation	WLL	CB	47.96	1.28	7,310	11	89	5.7	-	-	0.59
<i>Total or Median</i>					43,900			8.3			0.78
Top Line Cash Payers											
Permian Basin RT	PBT		21.66	1.00	1,010	42	58		1.40	6.5	0.98
Cross Timbers Royalty Trust	CRT		44.19	1.00	270	87	13		2.50	5.6	0.98
Freehold Royalties Ltd.	FRHLF		19.17	1.06	1,210	17	83		1.70	8.8	0.88
Sabine Royalty Trust	SBR		60.70	1.00	890	51	49		4.19	6.9	0.87
Dorchester Minerals, L.P.	DMLP	CB	24.68	1.00	760	61	39		1.68	6.8	0.82
<i>Total or Median</i>					4,100					6.8	0.88
Bottom Line Cash Payers											
Linn Energy, LLC	LINE		37.71	1.47	9,740	31	69	16.2	2.76	7.3	1.07
Vanguard Natural Resources, LLC	VNR		28.75	1.44	2,110	23	77	11.8	2.30	8.0	1.04
Hugoton Royalty Trust	HGT	CB	21.78	1.00	870	88	13	13.5	1.39	6.4	0.99
San Juan Basin Royalty Trust	SJT		24.29	1.00	1,130	100	-	13.6	1.48	6.1	0.97
Legacy Reserves L.P.	LGCY		28.39	1.46	1,800	21	79	10.0	2.16	7.6	0.96
Mesa Royalty Trust	MTR		47.43	1.00	88	75	25	14.3	2.59	5.5	0.89
Enerplus Corporation	ERF	CB	28.77	1.22	6,300	30	70	8.6	2.21	7.7	0.81
<i>Total or Median</i>					22,000			13.5		7.3	0.97
Composite											
<i>Enterprise Value Weighting</i>					70,100	38	62				0.79
<i>Equal Weighting</i>						48	52				0.87
<i>Equal Weighted Buys</i>						45	55				0.79

CB=Contrarian Buy, Stock Price apparently in downtrend compared to 200-day average.
 McDep Ratio = Market cap and Debt to present value of oil and gas and other businesses.
 Present Value (PV) presumes long-term prices of \$100 a barrel for oil and \$8 a million btu for natural gas.
 Dist. = Income distribution. NTM = Next Twelve Months Ended June 30, 2012. Enterprise Value = Market Cap and Debt.



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Table ISC-2								
McDep Income and Small Cap Energy Portfolio								
Net Present Value and McDep Ratio								
			Price			Net		
			(\$/sh)		Market	Present	Debt/	
	Symbol/		11-Aug	Shares	Cap	Value	Present	McDep
	Rating		2011	(mm)	(\$mm)	(\$/un)	Value	Ratio
Small Cap Independent Producers								
Peyto Exploration and Development Cor	PEYUF		22.46	133.1	2,990	24.00	0.14	0.94
Range Resources	RRC	B	59.89	159.0	9,520	70.00	0.15	0.88
Birchcliff Energy Ltd.	BIREF	B	13.26	131.0	1,740	16.00	0.15	0.86
Berry Petroleum Company	BRY		48.90	54.7	2,670	70.00	0.28	0.78
Denbury Resources Inc.	DNR		15.78	404.0	6,380	28.00	0.17	0.64
Cimarex Energy Company	XEC	CB	68.07	86.1	5,860	120.00	0.07	0.60
Whiting Petroleum Corporation	WLL	CB	47.96	119.0	5,710	90.00	0.13	0.59
<i>Total or Median</i>					34,870		0.15	0.78
Top Line Cash Payers								
Permian Basin RT	PBT		21.66	46.6	1,010	22.00	-	0.98
Cross Timbers Royalty Trust	CRT		44.19	6.0	270	45.00	-	0.98
Freehold Royalties Ltd.	FRHLF		19.17	59.4	1,140	22.00	0.05	0.88
Sabine Royalty Trust	SBR		60.70	14.6	890	70.00	-	0.87
Dorchester Minerals, L.P.	DMLP	CB	24.68	30.7	760	30.00	-	0.82
<i>Total or Median</i>					4,070			0.88
Bottom Line Cash Payers								
Linn Energy, LLC	LINE		37.71	176.0	6,640	34.00	0.34	1.07
Vanguard Natural Resources, LLC	VNR		28.75	51.1	1,470	27.00	0.32	1.04
Hugoton Royalty Trust	HGT	CB	21.78	40.0	870	22.00	-	0.99
San Juan Basin Royalty Trust	SJT		24.29	46.6	1,130	25.00	-	0.97
Legacy Reserves L.P.	LGCY		28.39	43.6	1,240	30.00	0.30	0.96
Mesa Royalty Trust	MTR		47.43	1.9	88	53.00	-	0.89
Enerplus Corporation	ERF	CB	28.77	179.6	5,170	37.00	0.14	0.81
<i>Total or Median</i>					16,610			0.97
B=Buy; CB=Contrarian Buy, Stock Price apparently in downtrend compared to 200-day average.								
McDep Ratio = Market cap and Debt to present value of oil and gas and other businesses								
Present Value presumes long-term prices of \$100 a barrel for oil and \$8 a million btu for natural gas.								



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Table ISC-3								
McDep Income and Small Cap Energy Portfolio								
Value Multiples - Rank by EV/Ebitda								
			Price (\$/sh)	Revenue	Dist/ Equity	Adjstd Resrvs/ Prod	PV/ Ebitda	EV/ Ebitda
	Symbol/ Rating		11-Aug 2011	Royalty (%)	Ebitda	NTM	NTM	NTM
Small Cap Independent Producers								
Range Resources	RRC	B	59.89		-	15.2	16.9	14.8
Birchcliff Energy Ltd.	BIREF	B	13.26		-	19.7	15.5	13.3
Peyto Exploration and Development Corp	PEYUF		22.46		0.37	14.3	11.9	11.3
Berry Petroleum Company	BRY		48.90		-	11.9	10.6	8.3
Denbury Resources Inc.	DNR		15.78		-	13.4	11.6	7.4
Whiting Petroleum Corporation	WLL	CB	47.96		-	8.9	9.6	5.7
Cimarex Energy Company	XEC	CB	68.07		-	7.4	9.1	5.5
	<i>Median</i>					13.4	11.6	8.3
Top Line Cash Payers								
Cross Timbers Royalty Trust	CRT		44.19	80	0.96	15.1	17.3	17.0
Permian Basin RT	PBT		21.66	32	0.97	16.6	15.2	15.0
Sabine Royalty Trust	SBR		60.70	100	1.00	7.3	16.7	14.5
Dorchester Minerals, L.P.	DMLP	CB	24.68	77	0.85	6.6	15.1	12.4
Freehold Royalties Ltd.	FRHLF		19.17	71	0.99	6.6	12.9	11.3
	<i>Median</i>					7.3	15.2	14.5
Bottom Line Cash Payers								
Linn Energy, LLC	LINE		37.71		1.23	17.2	15.1	16.2
Mesa Royalty Trust	MTR		47.43		0.79	14.4	16.1	14.3
San Juan Basin Royalty Trust	SJT		24.29		0.83	9.2	14.0	13.6
Hugoton Royalty Trust	HGT	CB	21.78		0.86	14.0	13.6	13.5
Vanguard Natural Resources, LLC	VNR		28.75		0.96	9.0	11.3	11.8
Legacy Reserves L.P.	LGCY		28.39		0.75	10.2	10.4	10.0
Enerplus Corporation	ERF	CB	28.77		0.64	8.5	10.7	8.6
	<i>Median</i>					10.2	13.6	13.5
B=Buy; CB=Contrarian Buy, Stock Price apparently 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, 2012; P/E = Stock Price to Earnings; PV = Present Value of oil and gas and other businesses								
Top Line Cash Payers defined as those having Revenue Royalty (see fifth column from right).								



Income and Small Cap Weekly

Analysis of Oil & Gas Stocks

August 12, 2011

Table ISC-4									
Oil and Gas Income and Small Cap Stocks									
Rank by Enterprise Value to 200 Day Average									
			Price (\$/sh)	Enterprise Value/					
	Symbol/ Rating		11-Aug 2011	52Wk High	52Wk Low	50 Day Avg.	200 Day Avg.	McDep Ratio	
Small Cap Independent Producers									
	Range Resources	RRC	B	59.89	0.91	1.62	1.04	1.15	0.88
	Birchcliff Energy Ltd.	BIREF	B	13.26	0.90	1.53	0.98	1.11	0.86
	Peyto Exploration and Development C	PEYUF		22.46	0.90	1.60	0.99	1.10	0.94
	Berry Petroleum Company	BRY		48.90	0.86	1.42	0.96	1.02	0.78
	Whiting Petroleum Corporation	WLL	CB	47.96	0.69	1.13	0.87	0.83	0.59
	Denbury Resources Inc.	DNR		15.78	0.68	1.08	0.86	0.82	0.64
	Cimarex Energy Company	XEC	CB	68.07	0.61	1.08	0.81	0.74	0.60
	<i>Median</i>				<i>0.86</i>	<i>1.42</i>	<i>0.96</i>	<i>1.02</i>	<i>0.78</i>
Top Line Cash Payers									
	Cross Timbers Royalty Trust	CRT		44.19	0.91	1.28	1.01	1.02	0.98
	Permian Basin RT	PBT		21.66	0.91	1.20	1.00	1.00	0.98
	Sabine Royalty Trust	SBR		60.70	0.86	1.28	0.95	0.98	0.87
	Freehold Royalties Ltd.	FRHLF		19.17	0.80	1.26	0.92	0.91	0.88
	Dorchester Minerals, L.P.	DMLP	CB	24.68	0.82	1.19	0.93	0.90	0.82
	<i>Median</i>				<i>0.86</i>	<i>1.26</i>	<i>0.95</i>	<i>0.98</i>	<i>0.88</i>
Bottom Line Cash Payers									
	Mesa RoyaltyTrust	MTR		47.43	0.92	1.19	1.05	1.00	0.89
	Hugoton RoyaltyTrust	HGT	CB	21.78	0.88	1.21	0.97	1.00	0.99
	Linn Energy, LLC	LINE		37.71	0.94	1.24	0.99	0.99	1.07
	San Juan Basin Royalty Trust	SJT		24.29	0.87	1.19	1.01	0.99	0.97
	Vanguard Natural Resources, LLC	VNR		28.75	0.89	1.17	1.01	0.98	1.04
	Legacy Reserves L.P.	LGCY		28.39	0.89	1.18	0.99	0.98	0.96
	Enerplus Corporation	ERF	CB	28.77	0.89	1.26	0.95	0.95	0.81
	<i>Median</i>				<i>0.89</i>	<i>1.19</i>	<i>0.99</i>	<i>0.99</i>	<i>0.97</i>

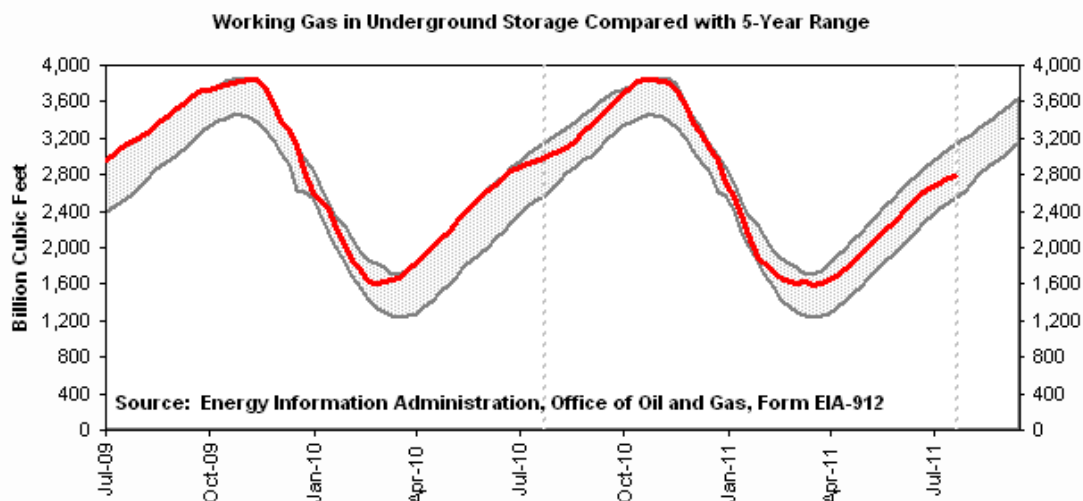
CB=Contrarian Buy, Stock Price apparently in downtrend compared to 200-day average.



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