



Income and Small Cap Weekly

Analysis of Oil & Gas Stocks

April 5, 2013

Sabine Royalty Trust (SBR) Accelerating Volume Growth

<i>Symbol</i>	SBR	<i>Ebitda Next Twelve Months ending 3/31/14 (US\$mm)</i>	59
<i>Rating</i>	RTF Stock	<i>North American Natural Gas/Ebitda (%)</i>	42
<i>Price (US\$/sh)</i>	47.45	<i>Natural Gas and Oil Production/Ebitda (%)</i>	100
<i>Pricing Date</i>	4/4/13	<i>Adjusted Reserves/Production NTM</i>	8.9
<i>Shares (mm)</i>	14.58	<i>EV/Ebitda</i>	11.7
<i>Market Capitalization (US\$mm)</i>	692	<i>PV/Ebitda</i>	16.0
<i>Debt (US\$mm)</i>	0	<i>Undeveloped Reserves (%)</i>	5
<i>Enterprise Value (EV) (US\$mm)</i>	692	<i>Natural Gas and Oil Ebitda (US\$/mcf)</i>	5.69
<i>Present Value (PV) (US\$mm)</i>	948	<i>Present Value Proven Reserves(US\$/boe)</i>	70.20
<i>Net Present Value (US\$/unit)</i>	65	<i>Oil and Gas Ebitda Margin (%)</i>	97
<i>Debt/Present Value</i>	0.00	<i>Earnings Next Twelve Months (US\$/un)</i>	4.07
<i>McDep Ratio - EV/PV</i>	0.73	<i>Price/Earnings Next Twelve Months</i>	12
<i>Distribution Yield (%/year)</i>	8.6	<i>Distribution Next Twelve Months (US\$/sh)</i>	4.07
Note: Estimated cash flow and earnings tied to one-year futures prices for 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 XEC since 2003 see www.mcdep.com .			

Summary and Recommendation

Monthly oil and gas volume growing at an accelerating pace adds conviction to a 10% unlevered return before inflation implied by a McDep Ratio near 0.7 for **Sabine Royalty Trust (SBR)**, one of the nine stocks in our recommended RTF (Royalty Trust Fund). Add a couple percentage points for inflation and the expected return approaches the 13.7% a year actually delivered by SBR for more than the past thirty years according to Bloomberg (see chart Total Return on page 2). Add a few more percentage points to compare the unlevered return to the levered return of the typical stock and we see mid-teens equivalent return potential in SBR. The trust looks like a stealth play on fracking which has helped operators turn declining trends into rising trends for natural gas and oil (see charts SBR Natural Gas Production on page 2 and SBR Oil Production on page 3). Rising oil price has also contributed to Texas' share of trust revenue climbing above 70% (see chart SBR Revenue by State on page 3). Subject to the timing of cash receipts from multiple operators, we project rising volumes in the quarters ahead after recognizing that the first quarter of 2013 appeared to be above trend (see table Operating and Financial Performance on page 4). Comparing resulting cash flow to estimated Net Present Value (NPV) to \$65 a share, we see implied multiples near 1.5 times those for operating companies (see table Net Present Value on page 4). The advantage to Sabine of not having to pay drilling cost is further illustrated in a discounted cash flow calculation that shows no outlays in the capital expenditure column (see table Present Value on page 5). Finally, Sabine sports an attractive distribution yield of 8.6% and is the only RTF stock with 100% Top Line Cash (see ISC-1 to ISC-4 on pages 6-9).

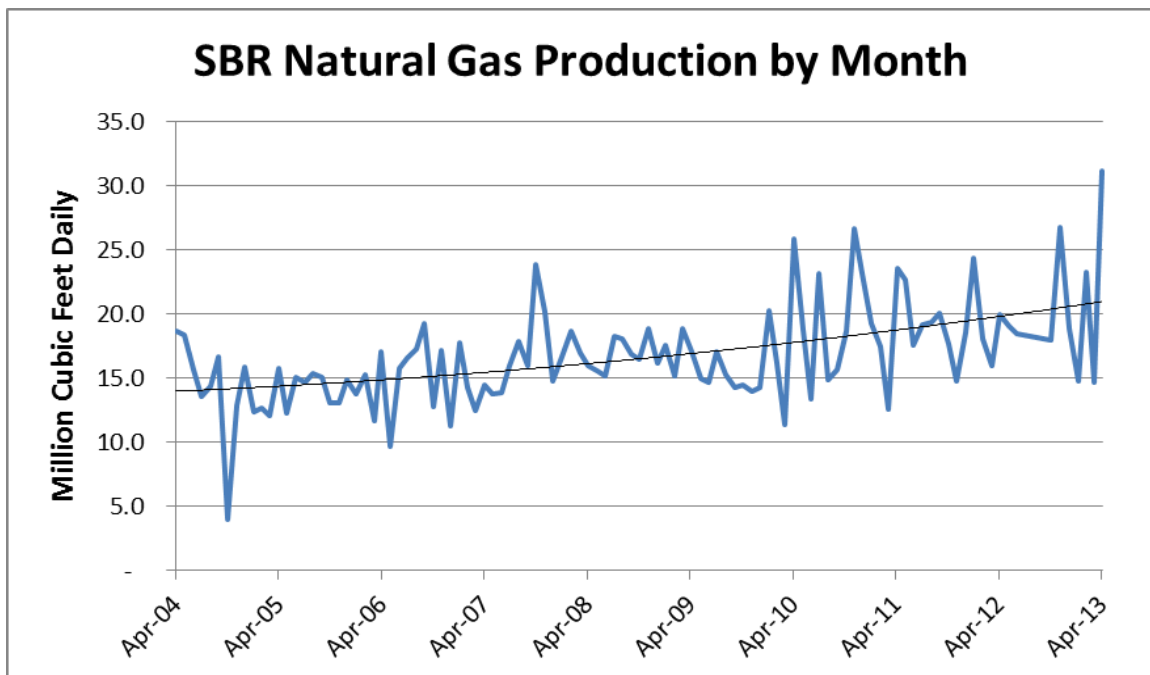
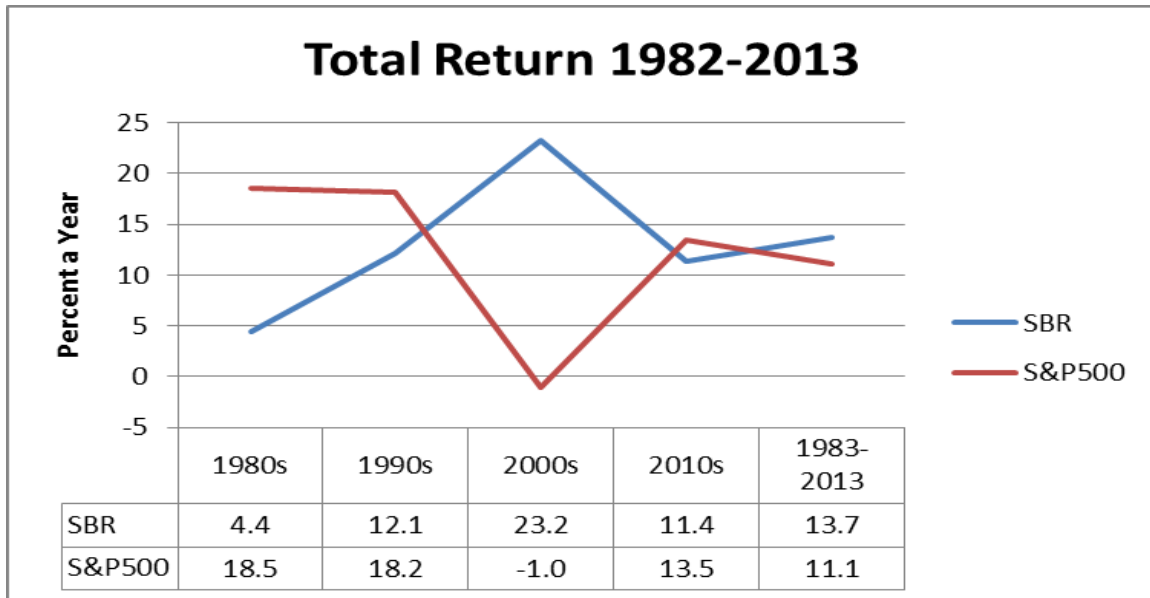
Kurt H. Wulff, CFA



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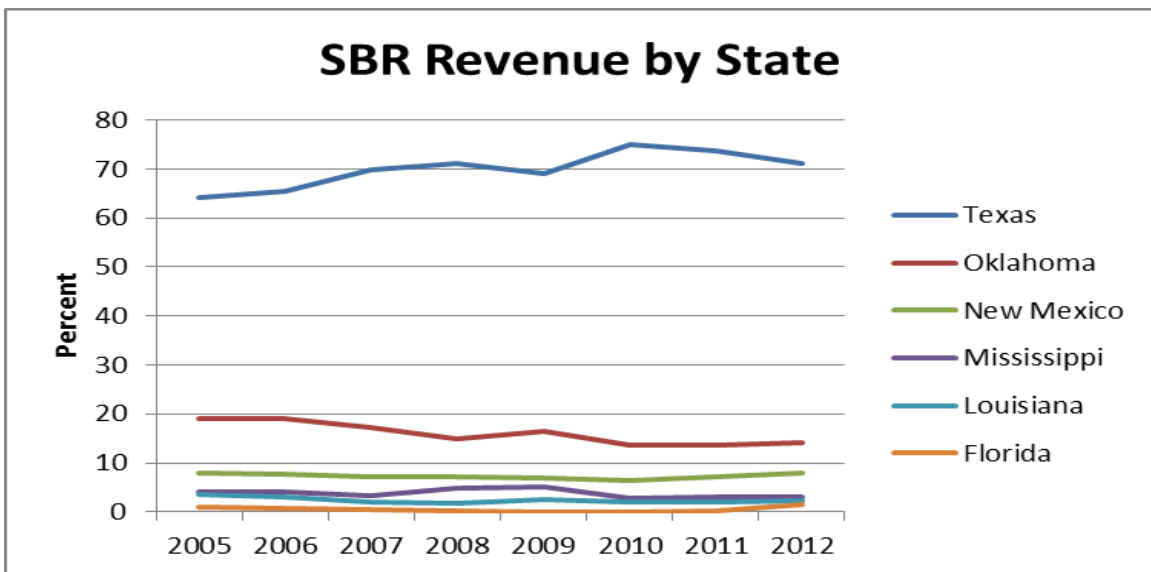
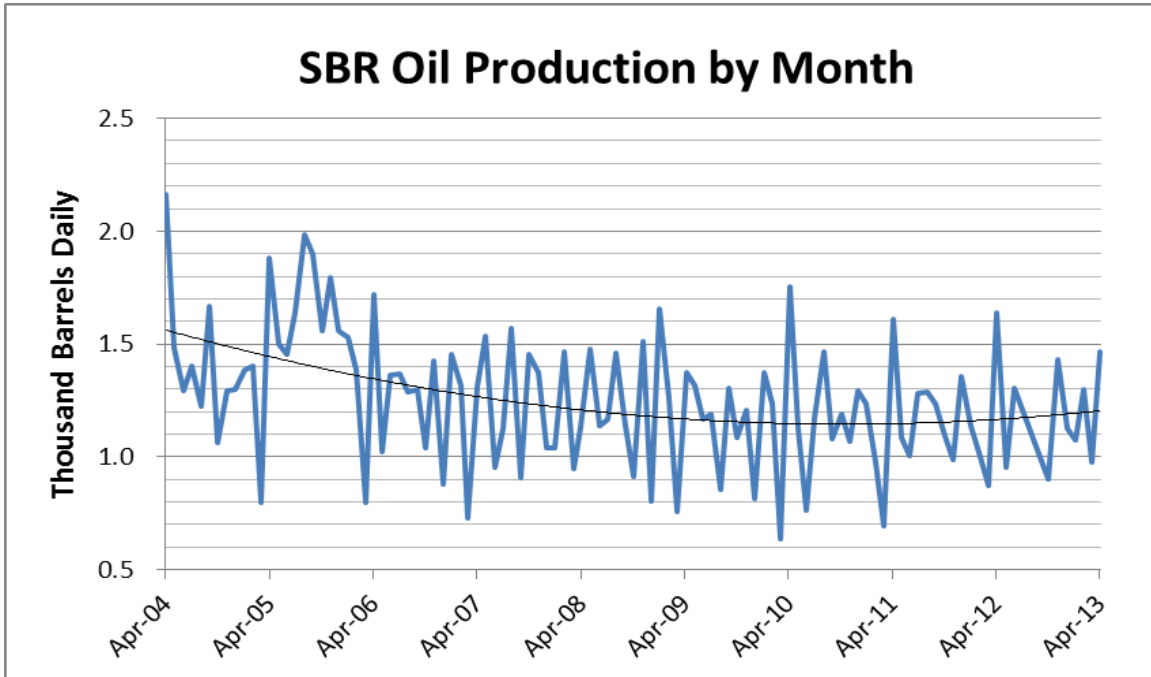




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Sabine Royalty Trust									
Next Twelve Months Operating and Financial Performance									
									<i>Next Twelve Months</i>
	<i>Q1</i>	<i>Q4</i>	<i>Year</i>	<i>Q1E</i>	<i>Q2E</i>	<i>Q3E</i>	<i>Q4E</i>	<i>Year</i>	
	<i>3/31/12</i>	<i>12/31/12</i>	<i>2012</i>	<i>3/31/13</i>	<i>6/30/13</i>	<i>9/30/13</i>	<i>12/31/13</i>	<i>2013E</i>	<i>3/31/14</i>
Volume									
Natural Gas (bcf)	1.65	1.86	7.58	2.12	1.89	1.93	1.97	7.91	7.78
Natural Gas (mmcf/d)	18.0	20.2	20.7	23.0	21.0	21.2	21.4	21.7	21.3
Days	92	92	366	92	90	91	92	365	365
Oil (mmb)	0.109	0.116	0.432	0.113	0.108	0.109	0.111	0.441	0.439
Oil (mbd)	1.18	1.26	1.18	1.23	1.20	1.20	1.20	1.21	1.20
Days	92	92	366	92	89	92	92	365	365
Total (bcfe)	2.31	2.55	10.17	2.80	2.54	2.59	2.64	10.56	10.42
Total (mmcf/d)	25.1	27.7	27.8	30.4	28.2	28.4	28.7	28.9	28.6
Price (Henry Hub natural gas lagged three months; WTI Cushing oil, two months)									
Henry Hub (\$/mmbtu)	3.55	2.80	2.82	2.79	3.34	4.03	4.13	3.57	3.86
Differential (%)	(6)	(7)	(6)	(25)	6	6	6	(0)	6
Trust (\$/mcf)	3.76	2.99	3.00	3.50	3.14	3.79	3.89	3.58	3.63
WTI Cushing (\$/bbl)	98.69	92.76	95.89	89.97	95.12	97.16	97.14	94.85	96.34
Differential	6.05	3.99	6.13	6.35	6.72	6.86	6.86	6.73	6.80
Trust (\$/bbl)	92.64	88.77	89.76	83.62	88.40	90.30	90.28	88.12	89.54
Total (\$/bcfe)	7.07	6.21	6.04	6.03	6.10	6.65	6.70	6.36	6.49
Revenue (\$mm)									
Natural Gas	6.2	5.5	22.7	7.4	5.9	7.3	7.7	28.3	28.3
Oil	10.1	10.3	38.8	9.4	9.5	9.9	10.0	38.9	39.3
Other	(1.1)	(3.9)	(6.8)	(1.3)	(0.9)	(1.3)	(2.8)	(6.3)	(6.2)
Total	15.2	12.0	54.7	15.6	14.5	15.9	14.8	60.9	61.4
Expense									
General and administrative	0.6	0.5	2.3	0.6	0.5	0.6	0.5	2.2	2.1
Ebitda	14.7	11.5	52.3	15.0	14.0	15.3	14.3	58.7	59.3
Ebit	14.7	11.5	52.3	15.0	14.0	15.3	14.3	58.7	59.3
Ebt	14.7	11.5	52.3	15.0	14.0	15.3	14.3	58.7	59.3
Distributable Income (\$mm)	14.7	11.5	52.3	15.0	14.0	15.3	14.3	58.7	59.3
Units (millions)	14.6	14.6	14.6	14.6	14.6	14.6	14.6	14.6	14.6
Per Unit (\$)	1.01	0.79	3.59	1.03	0.96	1.05	0.98	4.03	4.07

Sabine Royalty Trust					
Net Present Value					
					<i>Present Value</i>
	<i>NTM Ebitda</i>	<i>Adjusted</i>	<i>PV/</i>		
	<i>(US\$mm)</i>	<i>R/P</i>	<i>Ebitda</i>		<i>(US\$mm)</i>
North American Natural Gas	25	6.2	17.3	430	45%
Oil	35	16.4	15.1	520	55%
	59	8.9	16.0	950	100%
Debt (US\$mm)					-
Net Present Value (US\$mm)					950
Shares (mm)					14.6
Net Present Value (US\$/sh)					65
NPV Approximation by 1.5 times Cash Flow Multiple Depending on Reserve Life (US\$/sh)					64



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Sabine Royalty Trust												
Present Value												
Oil Volume Decline (%/yr):	0.0				Oil Price Post 2014 (2014\$/bbl)	100						
Nat Gas Volume Decline (%/yr):	0.0				Nat Gas Price Post 2014 (2014\$/mcf)	6						
					Real Discount Rate (%/yr):	7.0						
Variable Cost (%):	6				PV/EBITDA 2014:	13						
Cumul. Vol/Prod 2014:	30				Capex/Cash Flow (%):	0						
Year	Volume Oil (mmb) Nat Gas (bcf)	Price (\$/bbl) (\$/mcf)	Revenue (\$mm)	Fixed Cost (\$mm)	Var. Cost (\$mm)	Cap Ex (\$mm)	Distribution (\$mm) (\$/unit)	Disc Factor	Present Value (\$/unit)			
Total 2014 through 2043; years ending on 3/31												
	13.2	234		2527	128	152	0	2247	154.14	0.42	65	
2014	0.44	7.78	89.54	3.63	67.6	4.3	4.1	0.0	59.3	4.07	0.97	3.93
2015	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.90	4.68
2016	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.84	4.37
2017	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.79	4.08
2018	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.74	3.82
2019	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.69	3.57
2020	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.64	3.33
2021	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.60	3.12
2022	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.56	2.91
2023	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.53	2.72
2024	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.49	2.54
2025	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.46	2.38
2026	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.43	2.22
2027	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.40	2.08
2028	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.37	1.94
2029	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.35	1.81
2030	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.33	1.69
2031	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.31	1.58
2032	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.29	1.48
2033	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.27	1.38
2034	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.25	1.29
2035	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.23	1.21
2036	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.22	1.13
2037	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.20	1.06
2038	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.19	0.99
2039	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.18	0.92
2040	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.17	0.86
2041	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.16	0.81
2042	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.15	0.75
2043	0.44	7.78	92.94	5.65	84.8	4.3	5.1	0.0	75.5	5.17	0.14	0.70



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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	4-Apr	Market	Value	Nat	Ebitda	NTM	Yield	McDep			
CB (see below)	2013	Cap	(\$mm)	Gas	Oil	NTM	(\$/un)	(%)	Ratio		
Small Cap Independent Producers											
PDC Energy	PDCE	45.91	1.42	2,020	30	70	9.5	-	-	0.94	
Halcón Resources	HK	7.20	2.89	4,730	14	86	6.0	-	-	0.88	
Range Resources	RRC B	76.51	1.27	15,590	68	32	14.0	0.16	0.2	0.88	
Continental Resources (32%)	CLR B	80.74	1.25	5,990	21	79	6.4	-	-	0.84	
Peyto Exploration and Development Corp	PEYUF	25.83	1.18	4,430	77	23	9.2	0.71	2.7	0.83	
Berry Petroleum Company	BRY	46.00	1.72	4,370	12	88	6.5	0.32	0.7	0.77	
Birchcliff Energy Ltd.	BIREF B	7.87	1.40	1,790	68	32	9.0	-	-	0.73	
Denbury Resources Inc.	DNR	17.78	1.37	9,330	5	95	5.7	-	-	0.70	
Cimarex Energy Company	XEC B	69.72	1.21	7,310	41	59	5.1	0.56	0.8	0.68	
Whiting Petroleum Corporation	WLL B	46.51	1.42	7,870	6	94	4.0	-	-	0.61	
<i>Total or Median</i>				1.38	63,400	26	74	6.5		0.80	
Leveraged Cash Payers											
Linn Energy, LLC	LINE	37.86	1.66	14,610	43	57	11.6	2.90	7.7	1.14	
Vanguard Natural Resources, LLC	VNR	27.70	1.62	2,390	33	67	11.0	2.40	8.7	1.06	
Legacy Reserves L.P.	LGCY	27.72	1.54	2,570	19	81	9.7	2.28	8.2	0.95	
Enerplus Corporation	ERF	13.44	1.66	4,400	32	68	5.9	1.06	7.9	0.75	
<i>Total or Median</i>				1.64	24,000	32	68	10.4		8.1	1.01
RTF Cash Payers											
Freehold Royalties Ltd.	FRHLF	22.47	TL	1,550	27	73	10.5	1.65	7.3	1.07	
Dorchester Minerals, L.P.	DMLP B	23.01	TL	710	61	39	10.7	2.09	9.1	0.85	
Enduro Royalty Trust (40%)	NDRO	16.09	BL	210	48	52	7.6	1.62	10.1	0.76	
Sabine Royalty Trust	SBR	47.45	TL	690	45	55	11.7	4.07	8.6	0.73	
San Juan Basin Royalty Trust	SJT CB	14.30	BL	670	100	-	8.4	1.15	8.1	0.68	
Hugoton Royalty Trust	HGT	9.00	BL	360	89	11	7.7	0.50	5.5	0.64	
Permian Basin RT	PBT	12.43	TL	580	31	69	7.4	0.98	7.8	0.62	
Cross Timbers Royalty Trust	CRT	26.75	TL	160	80	20	10.9	2.21	8.3	0.61	
Mesa Royalty Trust	MTR	24.00	BL	45	75	25	8.7	2.25	9.4	0.60	
<i>Total or Median</i>				5,000	61	39	8.7		8.3	0.68	
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 \$6 a million btu for natural gas.											
Dist. = Income distribution. NTM = Next Twelve Months Ended March 31, 2014. Enterprise Value = Market Cap and Debt.											
TL = Top Line income sources, BL = Bottom Line income sources											



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Table ISC-2								
McDep Income and Small Cap Energy Portfolio								
Net Present Value and McDep Ratio								
			Price (\$/sh)	Shares	Market Cap (\$mm)	Net Present Value (\$/un)	Debt/ Present Value	McDep Ratio
	Symbol/ Rating		4-Apr 2013	(mm)				
Small Cap Independent Producers								
PDC Energy	PDCE		45.91	31.0	1,420	50.00	0.28	0.94
Halcón Resources	HK		7.20	228.0	1,640	10.00	0.58	0.88
Range Resources	RRC	B	76.51	160.0	12,240	90.00	0.19	0.88
Continental Resources (32%)	CLR	B	80.74	59.2	4,780	100.00	0.17	0.84
Peyto Exploration and Development Corp.	PEYUF		25.83	145.0	3,740	32.00	0.13	0.83
Berry Petroleum Company	BRY		46.00	55.3	2,540	70.00	0.32	0.77
Birchcliff Energy Ltd.	BIREF	B	7.87	163.0	1,280	12.00	0.21	0.73
Denbury Resources Inc.	DNR		17.78	383.0	6,810	28.00	0.19	0.70
Cimarex Energy Company	XEC	B	69.72	86.7	6,040	110.00	0.12	0.68
Whiting Petroleum Corporation	WLL	B	46.51	119.0	5,530	88.00	0.18	0.61
	<i>Total or Median</i>				46,020		0.19	0.80
Leveraged Cash Payers								
Linn Energy, LLC	LINE		37.86	233.0	8,820	30.00	0.45	1.14
Vanguard Natural Resources, LLC	VNR		27.70	53.1	1,470	25.00	0.41	1.06
Legacy Reserves L.P.	LGCY		27.72	60.0	1,660	30.00	0.33	0.95
Enerplus Corporation	ERF		13.44	196.0	2,630	21.00	0.30	0.75
	<i>Total or Median</i>				14,580		0.37	1.01
RTF Cash Payers								
Freehold Royalties Ltd.	FRHLF		22.47	66.2	1,490	21.00	0.04	1.07
Dorchester Minerals, L.P.	DMLP	B	23.01	30.7	710	27.00	-	0.85
Enduro Royalty Trust (40%)	NDRO		16.09	13.2	210	21.00	-	0.76
Sabine Royalty Trust	SBR		47.45	14.6	690	65.00	-	0.73
San Juan Basin Royalty Trust	SJT	CB	14.30	46.6	670	21.00	-	0.68
Hugoton Royalty Trust	HGT		9.00	40.0	360	14.00	-	0.64
Permian Basin RT	PBT		12.43	46.6	580	20.00	-	0.62
Cross Timbers Royalty Trust	CRT		26.75	6.0	160	44.00	-	0.61
Mesa Royalty Trust	MTR		24.00	1.9	45	40.00	-	0.60
	<i>Total or Median</i>				4,920			0.68
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 \$6 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		4-Apr 2013	Royalty (%)	Ebitda	NTM	NTM	NTM
Small Cap Independent Producers								
Range Resources	RRC	B	76.51		-	14.0	15.9	14.0
PDC Energy	PDCE		45.91		-	16.7	10.1	9.5
Peyto Exploration and Development Corp	PEYUF		25.83		0.24	10.6	11.0	9.2
Birchcliff Energy Ltd.	BIREF	B	7.87		-	19.5	12.4	9.0
Berry Petroleum Company	BRY		46.00		-	12.1	8.5	6.5
Continental Resources (32%)	CLR	B	80.74		-	10.8	7.6	6.4
Halcón Resources	HK		7.20		-	4.7	6.8	6.0
Denbury Resources Inc.	DNR		17.78		-	14.1	8.1	5.7
Cimarex Energy Company	XEC	B	69.72		-	7.9	7.6	5.1
Whiting Petroleum Corporation	WLL	B	46.51		-	8.8	6.6	4.0
	<i>Median</i>					11.4	8.3	6.5
Leveraged Cash Payers								
Linn Energy, LLC	LINE		37.86		0.98	13.9	10.2	11.6
Vanguard Natural Resources, LLC	VNR		27.70		0.99	13.2	10.4	11.0
Legacy Reserves L.P.	LGCY		27.72		0.78	11.0	10.3	9.7
Enerplus Corporation	ERF		13.44		0.40	6.7	7.9	5.9
	<i>Median</i>					12.1	10.2	10.4
RTF Cash Payers								
Sabine Royalty Trust	SBR		47.45	100	1.00	8.9	16.0	11.7
Cross Timbers Royalty Trust	CRT		26.75	95	0.90	13.0	17.9	10.9
Dorchester Minerals, L.P.	DMLP	B	23.01	77	0.97	6.4	12.6	10.7
Freehold Royalties Ltd.	FRHLF		22.47	88	0.77	4.6	9.8	10.5
Mesa Royalty Trust	MTR		24.00		0.81	7.8	14.5	8.7
San Juan Basin Royalty Trust	SJT	CB	14.30		0.68	10.3	12.4	8.4
Hugoton Royalty Trust	HGT		9.00		0.43	12.4	12.0	7.7
Enduro Royalty Trust (40%)	NDRO		16.09		0.76	7.2	9.9	7.6
Permian Basin RT	PBT		12.43	58	0.58	12.7	11.9	7.4
	<i>Median</i>					8.9	12.4	8.7
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 March 31, 2014; 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).								



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Table ISC-4									
McDep Income and Small Cap Energy Portfolio									
Total Return and Enterprise Value Momentum									
			Price (\$/sh)	Equity Total	Enterprise Value/				
	Symbol/		4-Apr	Return	52Wk	52Wk	50 Day	200 Day	McDep
	Rating	2013	YTD (%)	High	Low	Avg.	Avg.	Ratio	
Small Cap Independent Producers									
PDC Energy	PDCE		45.91	36	0.89	1.69	1.01	1.23	0.94
Cimarex Energy Company	XEC	B	69.72	20	0.89	1.39	1.01	1.11	0.68
Berry Petroleum Company	BRY		46.00	37	0.97	1.25	1.04	1.11	0.77
Range Resources	RRC	B	76.51	22	0.94	1.32	1.02	1.10	0.88
Peyto Exploration and Development C	PEYUF		25.83	13	0.95	1.58	1.03	1.10	0.83
Birchcliff Energy Ltd.	BIREF	B	7.87	5	0.92	1.36	1.02	1.06	0.73
Denbury Resources Inc.	DNR		17.78	9	0.93	1.24	0.97	1.06	0.70
Continental Resources (32%)	CLR	B	80.74	9	0.88	1.24	0.95	1.05	0.84
Whiting Petroleum Corporation	WLL	B	46.51	7	0.85	1.20	0.96	1.02	0.61
Halcón Resources	HK		7.20	4	0.84		0.99	0.99	0.88
	<i>Median</i>			<i>11</i>	<i>0.91</i>	<i>1.32</i>	<i>1.01</i>	<i>1.08</i>	<i>0.80</i>
Leveraged Cash Payers									
Legacy Reserves L.P.	LGCY		27.72	17	0.95	1.14	1.04	1.03	0.95
Vanguard Natural Resources, LLC	VNR		27.70	8	0.95	1.12	0.99	1.00	1.06
Linn Energy, LLC	LINE		37.86	10	0.93	1.06	1.00	0.99	1.14
Enerplus Corporation	ERF		13.44	7	0.72	1.10	0.98	0.97	0.75
	<i>Median</i>			<i>9</i>	<i>0.94</i>	<i>1.11</i>	<i>1.00</i>	<i>0.99</i>	<i>1.01</i>
RTF Cash Payers									
Hugoton RoyaltyTrust	HGT		9.00	25	0.62	1.58	1.08	1.20	0.64
Freehold Royalties Ltd.	FRHLF		22.47	3	0.92	1.32	0.99	1.08	1.07
Dorchester Minerals, L.P.	DMLP	B	23.01	16	0.88	1.16	1.00	1.04	0.85
San Juan Basin Royalty Trust	SJT	CB	14.30	6	0.75	1.19	0.90	0.97	0.68
Sabine Royalty Trust	SBR		47.45	22	0.76	1.22	1.02	0.97	0.73
Mesa RoyaltyTrust	MTR		24.00	27	0.61	1.29	1.02	0.96	0.60
Enduro Royalty Trust (40%)	NDRO		16.09	(3)	0.75	1.07	0.98	0.93	0.76
Cross Timbers Royalty Trust	CRT		26.75	2	0.64	1.14	0.93	0.86	0.61
Permian Basin RT	PBT		12.43	2	0.54	1.04	0.94	0.84	0.62
	<i>Median</i>			<i>6</i>	<i>0.75</i>	<i>1.19</i>	<i>0.99</i>	<i>0.97</i>	<i>0.68</i>

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

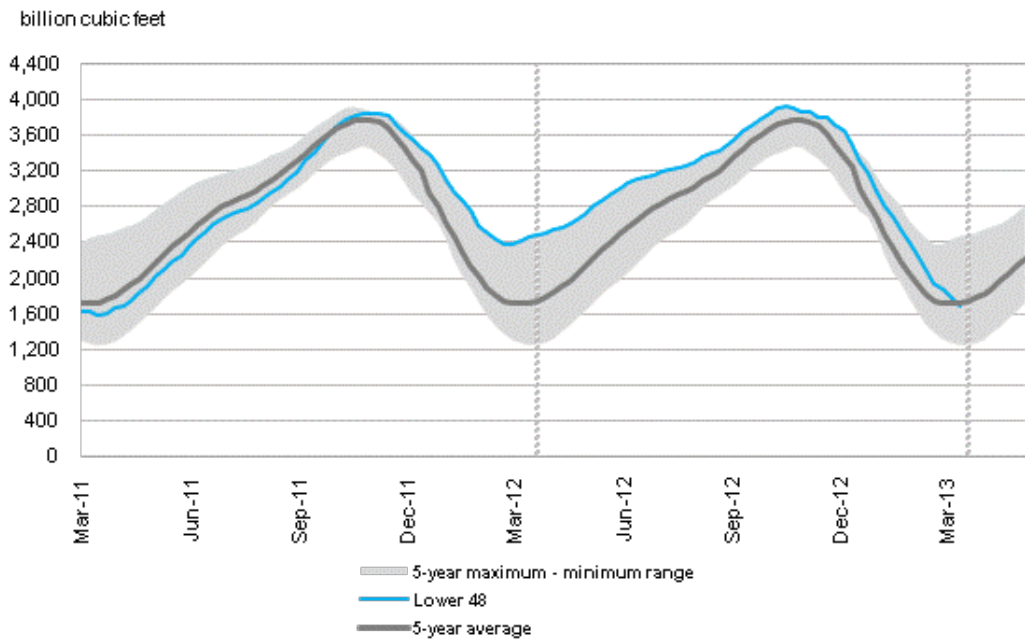


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Working gas in underground storage compared with the 5-year maximum and minimum



Source: U.S. Energy Information Administration

Disclaimer: This analysis was prepared by Kurt Wulff, Manager of McDep LLC. 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.

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