

March 3, 2008

Sector	Rating
Oil & Gas Exploration & Production	Market Overweight

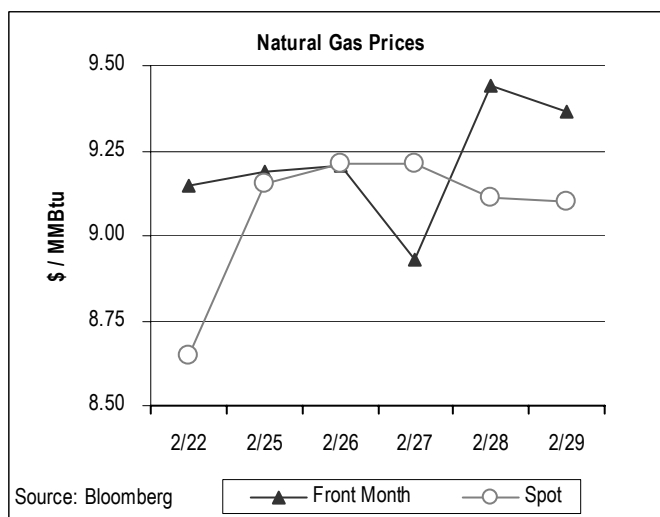
Companies Covered

Company	Cl. Price	Rtg
Anadarko Petroleum Corp.	\$63.74	P
Apache Corporation	\$114.71	O
Cabot Oil & Gas	\$49.75	P
Chesapeake Energy Corp.	\$45.22	P
Devon Energy Corporation	\$102.72	O
EOG Resources, Inc.	\$118.99	P
EXCO Resources Inc	\$17.35	P
Goodrich Petroleum	\$24.13	O
Newfield Exploration Co.	\$55.38	O
Noble Energy Inc.	\$77.40	O
Pioneer Natural Resources	\$44.79	P
Quicksilver Resources, Inc.	\$34.40	P
SandRidge Energy Inc.	\$37.64	P
St. Mary Land & Exploration	\$36.88	O
XTO Energy	\$61.71	P

O=Outperform; P=Peer Perform; U=Underperform
 Securities in this report priced as of:
 February 29, 2008 16:00ET

Bear Stearns E&P Weekly

- **SENTIMENT INDICATOR – “OVERBOUGHT”**: As of the market’s close on February 29, 87% of the E&P companies in our index are at or above their 10-week moving average (see exhibit at top of page 3). Stronger crude oil and natural gas prices helped lift the sector last week as the E&P sector continues to outperform the broader markets.
- **STORAGE WITHDRAWAL** - We look for a withdrawal from storage of about 135 Bcf for the week ended February 29 which would reduce gas in storage to 1,484 Bcf or 162 Bcf less than last year at this time and 69 Bcf more than the 5-year average.
- **U.S. GAS RIG COUNT DECREASES**. The total gas rig count decreased by 12 to 1,418 rigs (1,458 last year), according to data from Baker Hughes. The Gulf of Mexico gas rig count increased to 56 rigs (87 rigs last year).
- **VALUATION**. Based on our 2008 commodity price assumptions of \$84.25/Bbl and \$7.50/Mcf, the E&P sector is trading at 5.9x cash flows, 6.4x EV/EBITDAX and at 91% of our calculated NAVs. The 10-year historical ranges of P/CF and EV/EBITDAX for our universe are 4.1x–7.1x and 4.7x-6.6x respectively.



Equity Research Analyst(s)

Ellen K. Hannan
 212-272-4199
 ehannan@bear.com

Kevin Klare
 212-272-9334
 kklare@bear.com

† All numbers are after stock-based compensation expense, normalized consistent with BSC option expense policy.

Bear Stearns does and seeks to do business with companies covered in its research reports. As a result investors should be aware that the firm may have a conflict of interest that could affect the objectivity of this report. Customers of Bear Stearns in the United States can receive independent, third-party research on the company or companies covered in this report, at no cost to them, where such research is available. Customers can access this independent research at www.bearstearns.com/independentresearch or can call (800) 517-2327 to request a copy of this research. Investors should consider this report as only a single factor in making their investment decision.

PLEASE REFER TO PAGE 9 OF THIS REPORT FOR IMPORTANT DISCLOSURES AND ANALYST CERTIFICATION
BEAR, STEARNS & CO. INC. 383 MADISON AVENUE NEW YORK, NY 10179 (212) 272-2000 WWW.BEARSTEARNS.COM

REPORTS AVAILABLE

Outlook for 2008, Our E&P Monthly, January 2008.

Still Bullish After All These Years, Our E&P Monthly, December 2007.

Will the Run Continue? Our E&P Monthly, October 2007.

Now More than Ever, We Need Winter Weather! Our E&P Monthly, September 2007.

Too Much...Or, Not Enough?, Our E&P Monthly, August 2007

Déjà vu All Over Again?, Our E&P Monthly, July 2007

Mid-Year Update – Will the Run Continue?, Our E&P Monthly, June 2007

Master Limited Partnerships: Can They Unlock Value?, Our E&P Monthly, May 2007

A Snapshot Look at Updated Net Asset Values, Our E&P Monthly, April 2007

A Perfect Storm Ahead – Factors Driving Our Bullish Outlook, Our E&P Monthly, March 2007

Momentum Matters – A New Tool for E&P Investors, Our E&P Monthly, February 2007

Outlook for 2007, Our E&P Monthly, January 2007

Bears in Hibernation?, Our E&P Monthly, December 2006

How Soon Could Supply Contract?, Our E&P Monthly, November 2006

El Nino or La Nina?, Our E&P Monthly, October 2006

Net Asset Value Study, October 2006

The Cruellest Month?, Our E&P Monthly, September 2006

Investing in the E&P Sector, Our E&P Primer, June 2006

DATABASES/ANALYSIS AVAILABLE

Natural Gas Production Outlook

Natural Gas Storage Database

Natural Gas Supply/Demand Analysis

Reserve Study

To receive info or a copy of a report, contact Ellen Hannan at 212-272-4199 or your BSC sales representative.

NEWS OF NOTE...

APC Announced that it has completed the repayment of its 2006 acquisition financing. The company originally borrowed \$22.5 billion in August 2006 to finance the all-cash acquisitions of Kerr-McGee and Western Gas Resources.

APA CEO acquired 20,000 shares.

CHK Chairman acquired 400,000 shares.

EOG The company announced that they have amassed 250,000 net acres, primarily in Montague, Clay and Archer Counties of the Northern Ft. Worth Basin, which is prospective for oil. The company sounded very confident in the viability of this new oil play based on 11 vertical and eight horizontal wells drilled to date. Resource potential may be in excess of 450 MMBoe consisting of oil, natural gas, and natural gas liquids. In total, EOG has announced nearly 10 TCFe of new reserve potential as result of new plays and incremental reserve potential in legacy assets (based on the mid-point of the given ranges or less). As a result we have updated our Net Asset Value to \$117/share from \$98/share.

NBL Earnings of \$1.73/sh were in-line with our estimate but above the consensus Street estimate of \$1.62/share. Production volumes were a little light due to third party facility restrictions and well performance - however, these issues were more than offset by higher commodity price realizations including higher prices for methanol.

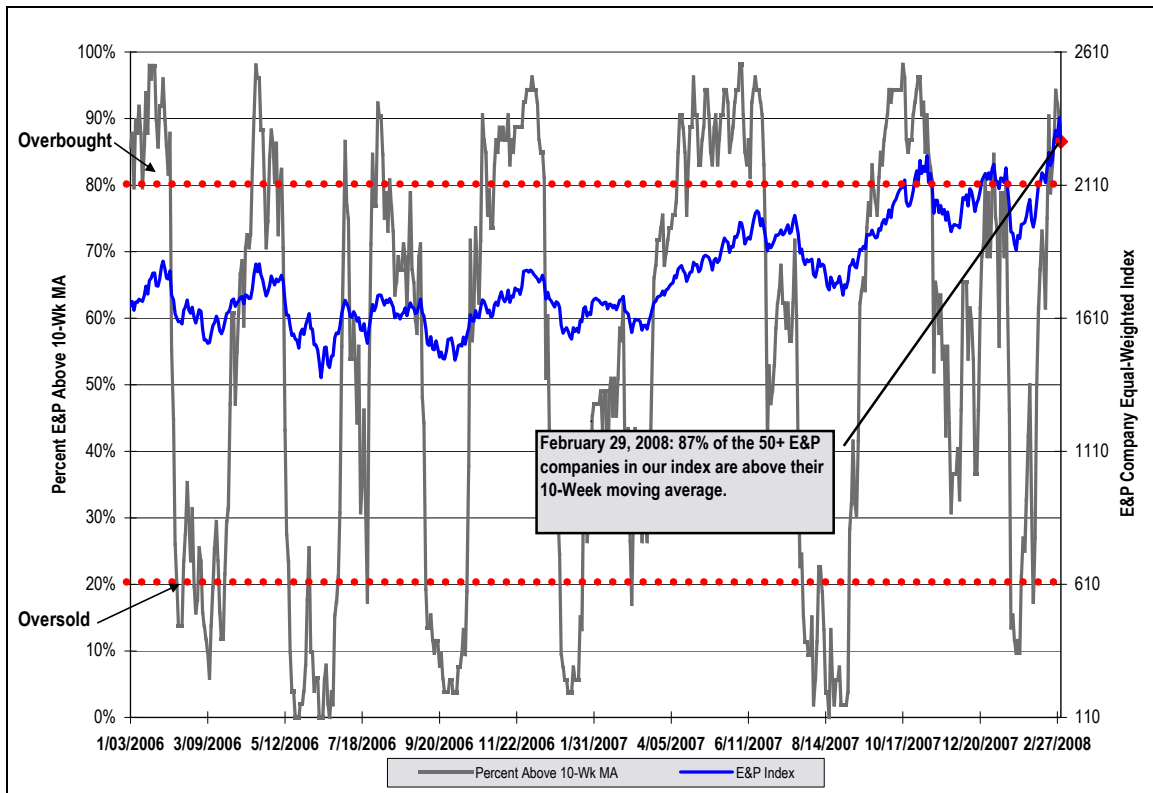
PXD Announced that development activities at its Oooguruk field on the North Slope in Alaska are progressing on schedule and the production processing and services agreement with the Kuparuk River Unit owners has been completed and signed. The production handling agreement is the first of its kind between the owners of two North Slope units.

KWK Reported earnings, before gains on asset sales and certain adjustments, of \$0.18/share, versus our \$0.21/share. Consensus was \$0.24 which struck us as high. Volumes and per unit costs were in line with our estimates, DD&A was higher but that had been pr-announced earlier this month in conjunction with the 2007 F&D costs. The company is hosting an analyst meeting this week; we look for a review of the predominate properties within the Ft. Worth Barnett Shale as well as the Canadian assets.

SM Agreed to acquire non-producing oil and gas assets in East Texas for \$42 million. The purchase will provide SM with access to 3,000 gross acres in Panola County, Texas.

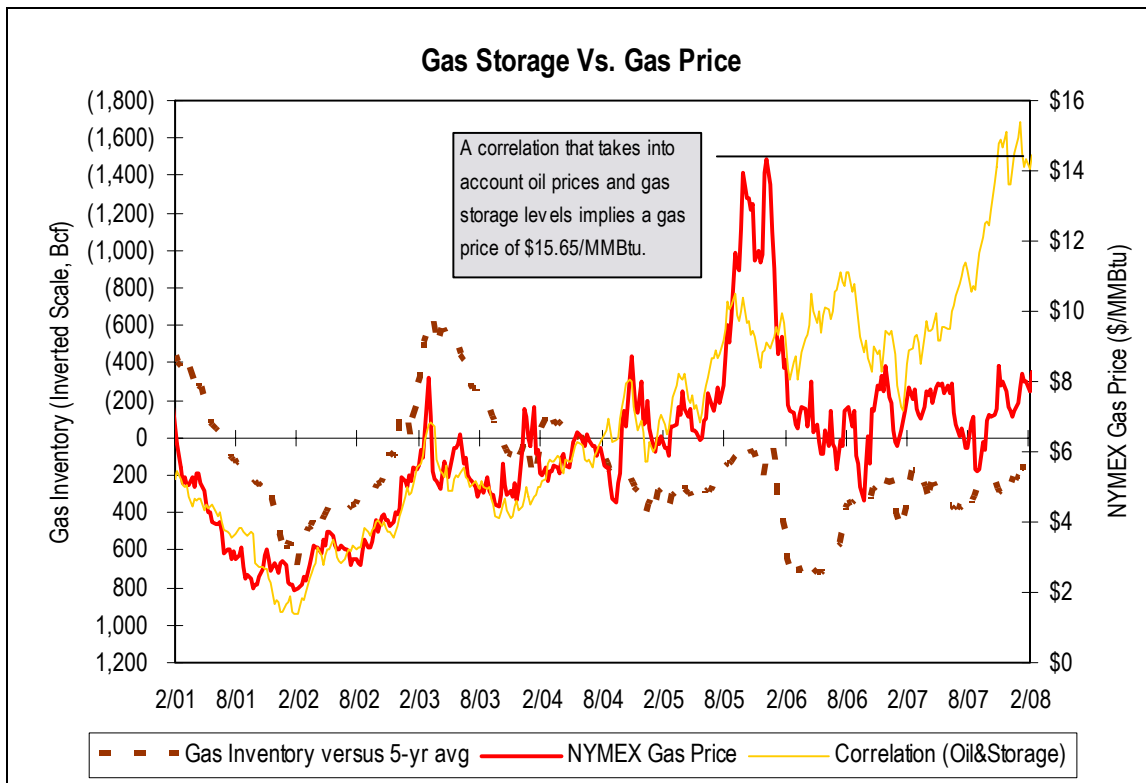
XCO Reported 4Q EPS of \$0.08/share, versus our \$0.04/share estimate. Recall company had pre-announced volumes back in January - main difference was better gas price realizations.

E&P Sentiment Indicator (Overbought) - 87% of the 53 E&P companies in our index are at or above their 10-week moving average. As can be seen in the exhibit below, a new overbought signal will often persist for weeks as E&P stocks run to new highs, however, caution is warranted as a correction often follows, which has historically presented an even better entry point.



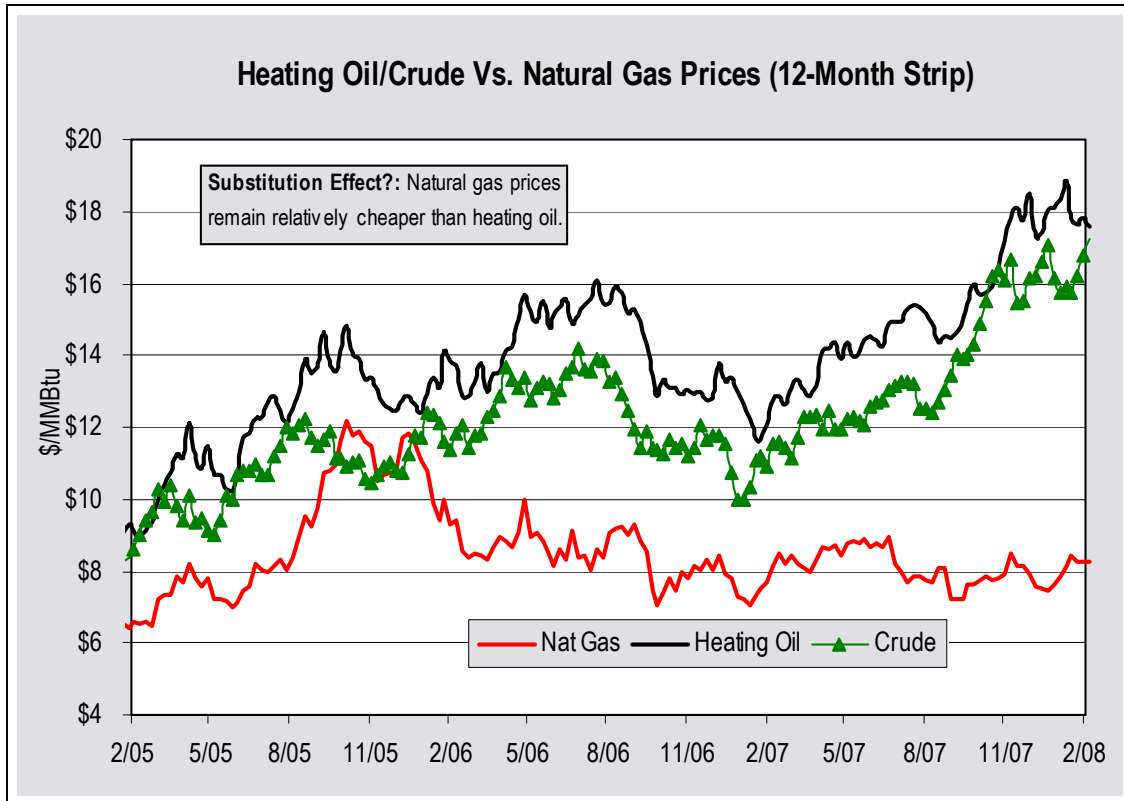
Sources: FactSet Research System Inc. and Bear Stearns estimates.

Natural gas prices are below the correlation indicated by current oil prices and storage levels



Sources: EIA, Bloomberg, Bear Stearns estimates.

Is the “Substitution Effect” Important? In the near term, winter temperatures are much more likely to move the gas price, in our view, versus the direction of crude oil prices.

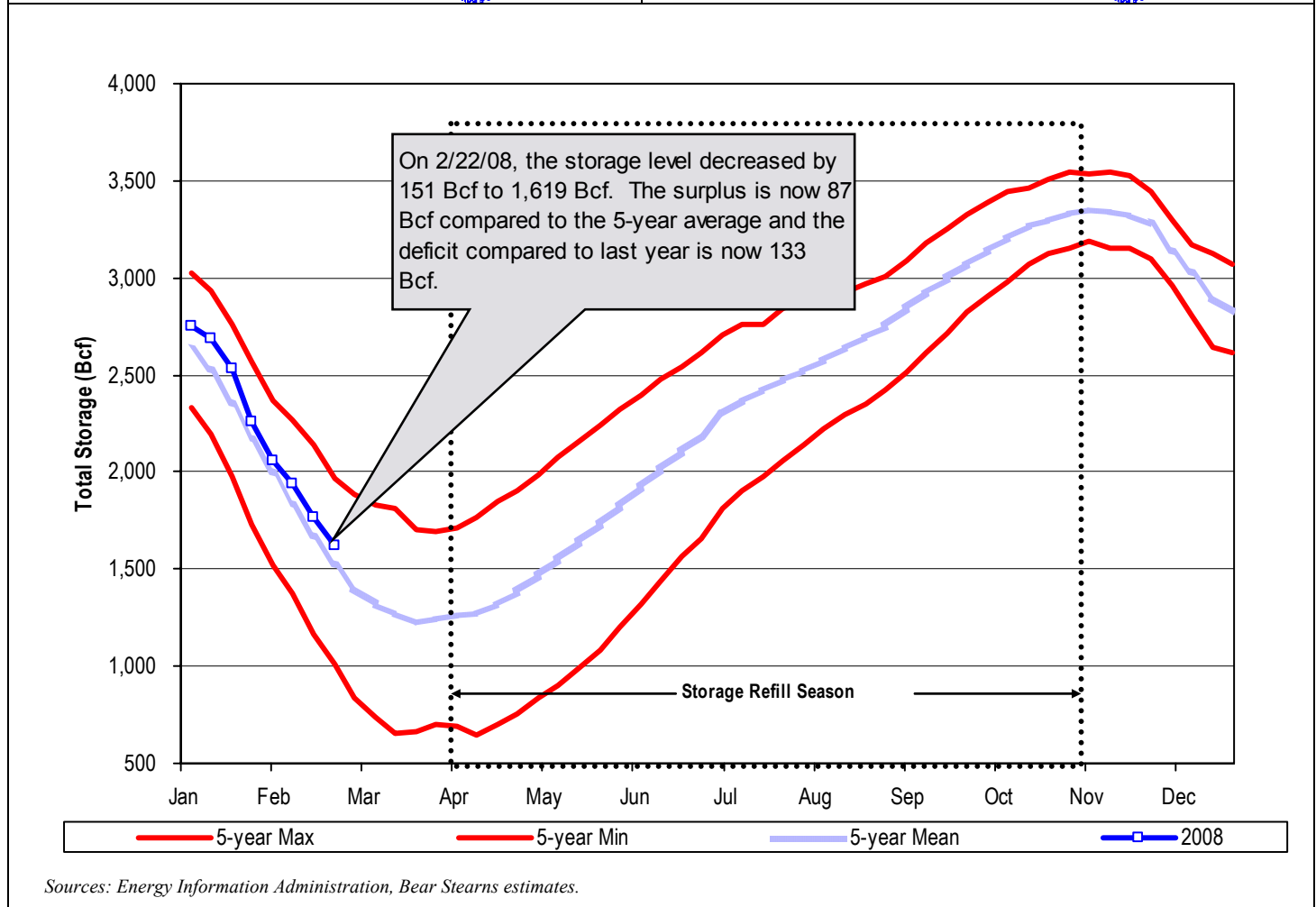
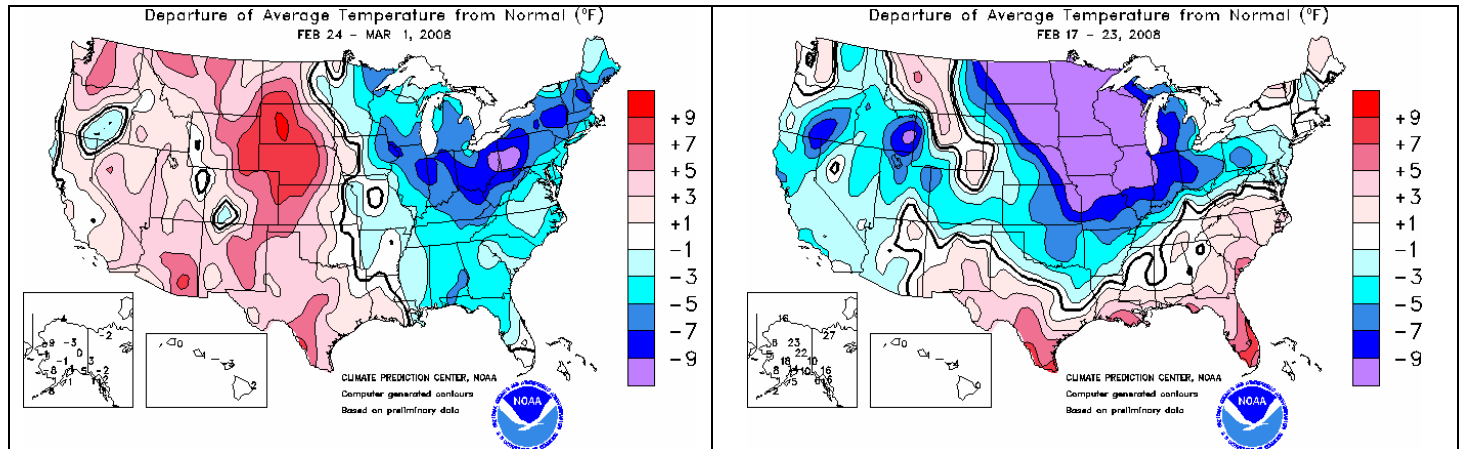


Source: Bloomberg

Natural Gas Storage

The DOE reported that natural gas inventories decreased by 151 Bcf to 1,619 Bcf for the week ended February 22. The withdrawal for the week was just below the consensus estimate of 156 Bcf and just below our estimate of 160 Bcf. Surplus of gas in storage is now 87 Bcf compared to the 5-year average, and the deficit compared to last year is 133 Bcf.

For the week ending February 29, 2008 we estimate a withdrawal of 135 Bcf; and for the week ending March 7, 2008, our preliminary estimate is for a 90 Bcf withdrawal. Our estimates are based the on five-year average weather-related demand.

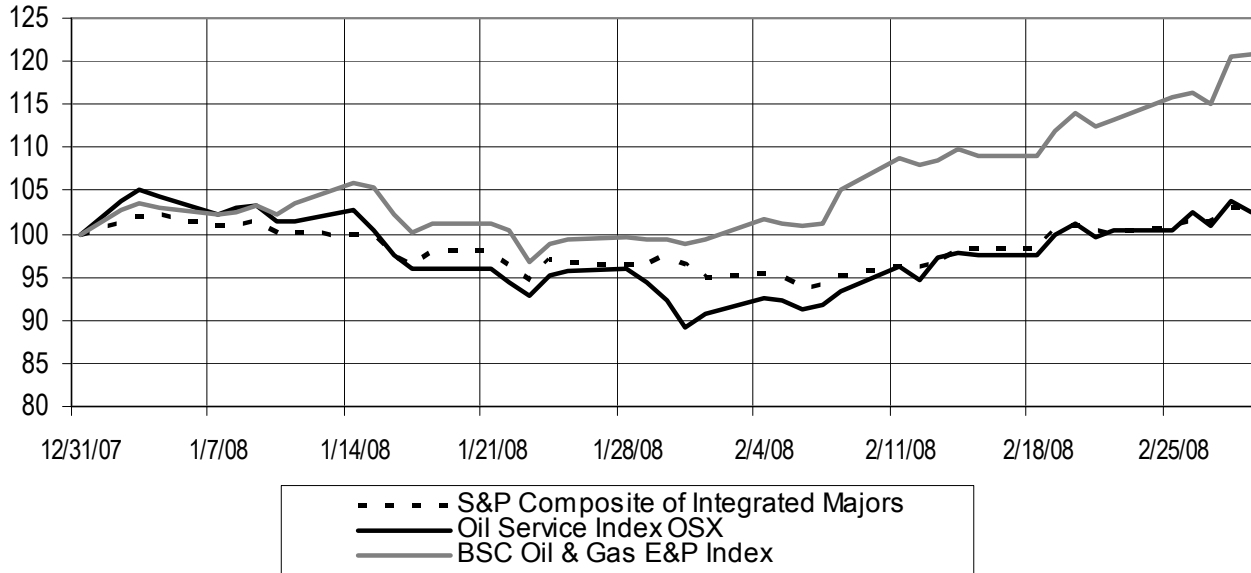


Sources: Energy Information Administration, Bear Stearns estimates.

Sector Stock Performance: E&P stocks Outperformed the S&P 500 last week

Last week, our E&P index of companies under coverage increased 4.7% compared to a 1.7% decrease in the S&P 500. Year-to-date E&P stocks have increased 9.4% compared to a 9.4% decrease in the S&P 500. Oil service stocks, as represented by the OSX, were up 0.5% last week and are down 7.1% YTD. Our rating for the E&P sector remains Market Overweight.

Relative Strength vs S&P 500



Bear Stearns' Oil & Gas Exploration Universe

Company Name	Tck. Sym.	Rating (2)	YE08 2/29/2008		Current % Upside	Sh. Out.	Equity Mkt. Cap	Price Performance			Earnings per Share			P/E Ratio			Cash Flow per Share			Price/Cash		Price to NAV		Curr. Div. Yield	
			Target Price	Stk Price				WTD	12 Mths	YTD	2006	2007E	2008E	2007E	2008E	2006	2007E	2008E	2007E	2008E	NAV	NAV	Div.	Yield	
Anadarko Petroleum Corp.	APC	P	-	\$63.74	-	466.4	\$29,726	2.4%	61.7%	-2.8%	\$5.68	\$4.04	\$4.01	15.8x	15.9x	\$10.43	\$12.17	\$13.05	5.2x	4.9x	76%	\$84	\$0.36	0.6%	
Apache Corporation	APA	O	\$105	\$114.71	-8%	332.6	\$38,158	4.4%	70.7%	6.7%	\$7.48	\$8.10	\$11.42	14.2x	10.0x	\$15.08	\$18.33	\$22.32	6.3x	5.1x	93%	\$124	\$0.60	0.5%	
Devon Energy Corporation	DVN	O	\$95	\$102.72	-8%	444.4	\$45,648	5.1%	59.4%	15.5%	\$6.34	\$6.39	\$8.28	16.1x	12.4x	\$13.78	\$14.83	\$17.83	6.9x	5.8x	87%	\$118	\$0.56	0.5%	
BSC Large Cap E&P Index (1)							\$113,531	4.0%	63.9%	6.5%				15.3x	12.8x				6.1x	5.3x	85%			0.5%	
Chesapeake Energy Corp.	CHK	P	-	\$45.22	-	473.9	\$21,432	1.6%	51.3%	15.4%	\$3.61	\$3.20	\$3.39	14.1x	13.3x	\$8.57	\$8.56	\$9.34	5.3x	4.8x	93%	\$49	\$0.27	0.6%	
EOG Resources, Inc.	EOG	P	-	\$118.99	-	247.0	\$29,393	19.6%	80.5%	33.3%	\$4.84	\$4.36	\$6.17	27.3x	19.3x	\$11.22	\$12.33	\$15.58	9.6x	7.6x	101%	\$118	\$0.48	0.4%	
Newfield Exploration	NFX	O	\$57	\$55.38	3%	130.9	\$7,250	10.0%	32.4%	5.1%	\$3.70	\$3.19	\$2.77	17.3x	20.0x	\$9.90	\$9.35	\$8.71	5.9x	6.4x	91%	\$61	\$0.00	0.0%	
Noble Energy	NBL	O	\$88	\$77.40	14%	171.8	\$13,300	-1.9%	34.9%	-2.7%	\$4.77	\$5.65	\$6.11	13.7x	12.7x	\$10.85	\$12.66	\$13.68	6.1x	5.7x	86%	\$90	\$0.48	0.6%	
Pioneer Nat. Resources Co.	PXD	P	-	\$44.79	-	119.4	\$5,347	-0.1%	18.4%	-8.3%	\$1.45	\$1.23	\$3.20	36.5x	14.0x	\$6.46	\$8.40	\$9.94	5.3x	4.5x	88%	\$51	\$0.28	0.6%	
XTO Energy	XTO	P	-	\$61.71	-	510.3	\$31,492	6.5%	53.4%	20.2%	\$3.33	\$3.58	\$3.69	17.2x	16.7x	\$6.15	\$7.72	\$8.52	8.0x	7.2x	120%	\$52	\$0.48	0.8%	
BSC Medium Cap E&P Index (1)							\$108,214	6.0%	45.1%	10.5%				21.0x	16.0x				6.7x	6.0x	96%			0.5%	
Cabot Oil & Gas	COG	P	-	\$49.75	-	97.8	\$4,864	1.8%	50.2%	23.2%	\$1.82	\$1.70	\$1.88	29.2x	26.4x	\$3.64	\$4.83	\$5.05	10.3x	9.8x	117%	\$43	\$0.16	0.3%	
EXCO Resources Inc.	XCO	P	-	\$17.35	-	104.5	\$1,813	6.8%	1.8%	12.1%	\$0.34	(\$0.09)	\$0.32	NM	54.6x	\$2.10	\$4.66	\$3.00	3.7x	5.8x	92%	\$19	\$0.00	0.0%	
Goodrich Petroleum Corp.	GDP	O	\$34	\$24.13	41%	34.1	\$824	2.3%	-27.0%	6.7%	(\$1.15)	(\$1.40)	(\$0.02)	NM	NM	\$2.48	\$2.84	\$3.24	8.5x	7.4x	56%	\$43	\$0.00	0.0%	
Quicksilver Resources, Inc.	KWK	P	-	\$34.40	-	158.1	\$5,439	-0.6%	85.9%	15.5%	\$0.58	\$0.71	\$1.27	48.5x	27.0x	\$1.32	\$1.83	\$2.74	18.8x	12.6x	103%	\$34	\$0.00	0.0%	
SandRidge Energy	SD	P	-	\$37.64	-	141.8	\$5,339	6.0%	n/a	5.0%	n/a	(\$0.08)	\$0.41	NM	91.4x	n/a	\$2.56	\$2.91	14.7x	12.9x	120%	\$31	\$0.00	0.0%	
St Mary Land and Exploration	SM	O	\$43	\$36.88	17%	63.0	\$2,324	6.5%	4.5%	-4.5%	\$3.15	\$2.94	\$3.33	12.6x	11.1x	\$7.87	\$9.74	\$10.44	3.8x	3.5x	75%	\$49	\$0.10	0.3%	
BSC Small Cap E&P Index (1)							\$20,603	3.8%	23.1%	9.7%				20.9x	30.7x				9.1x	8.7x	94%			0.1%	
BSC E&P Index							\$242,348	4.7%	41.3%	9.4%				19.4x	18.9x				6.4x	5.9x	91%			0.3%	
S&P 500				\$1,700	\$1,331				-1.7%	-4.1%	-9.4%	\$88.17	\$89.00	\$100.00	15.0x	13.3x									

(1) Large, Medium and Small Cap Groups are companies with market caps of greater than \$20 billion, greater than \$3 billion and less than \$3 billion, respectively.
 (2) Our sector rating relative to S&P 500: **Market Overweight**. Key to stock ratings: O = Outperform, P = Peer Perform, U = Underperform, R = Restricted

S&P 500 estimate by the Bear Stearns Chief Investment Strategist.

Valuation Method for Target Price: YE 2008 target prices are based on our calculated net asset values

Investment Risks & Risks to our Target Price: Declines in commodity prices and poor operating performance

Sources: Company reports; Bear, Stearns & Co. Inc. estimates.

Bear Stearns' Oil & Gas Exploration Universe

Company Name	2/29/2008		Net	Mkt Cap	Net	Mkt Cap	EV divided by		Full Year				MCap/FCF		2007E	2007E	2007E	2006 Reserves (PF Acq./Div.)			2006	Prvd Res./	
	Shares	Equity	Debt	+Net Debt	Debt	+Net Debt	EBITDAX		EBITDAX per Sh.			Free Cash Flow		2007E	2008E	Debt/	EBITDAX/	Net Debt/	MMBLS	BCF	MMBOE	EV/BOE	2007E
	Out.	Mkt. Cap.	2007E	2007E	2008E	2008E	2007E	2008E	2006	2007E	2008E	2007E	2008E	2007E	2008E	Tot. Cap.	Interest	EDITDAX	2006	2006	2006	2006	Ann. Prd.
Anadarko Petroleum Corp.	466.4	\$29,726	\$14,855	\$44,580	\$13,580	\$43,306	5.7x	5.2x	\$15.63	\$16.25	\$17.50	\$586	\$1,670	50.7x	17.8x	48%	6.3x	2.0x	982	8,868	2,460	\$18.12	9.0
Apache Corporation	332.6	\$38,158	\$4,810	\$42,968	\$2,070	\$40,228	5.6x	4.6x	\$17.99	\$21.60	\$26.31	\$106	\$2,687	NM	14.2x	18%	24.8x	0.7x	1,083	7,810	2,385	\$18.02	11.7
Devon Energy Corporation	444.4	\$45,648	\$6,956	\$52,603	\$4,330	\$49,978	6.8x	5.5x	\$15.56	\$16.41	\$20.07	\$817	\$2,740	55.8x	16.7x	25%	14.2x	1.0x	983	8,356	2,376	\$22.14	10.6
BSC Large Cap E&P Index (1)		\$113,531	\$26,620	\$140,152	\$19,981	\$133,512	6.0x	5.1x				\$1,510	\$7,098	53.3x	16.2x	30%	15.1x	1.2x	3,048	25,034	7,220	\$18.49	10.4
Chesapeake Energy Corp.	473.9	\$21,432	\$15,081	\$36,513	\$14,236	\$35,668	7.8x	6.2x	\$10.97	\$8.88	\$10.89	(\$3,217)	(\$275)	NM	NM	58%	3.5x	3.6x	106	8,319	1,493	\$24.46	12.5
EOG Resources, Inc.	247.0	\$29,393	\$1,681	\$31,074	\$1,448	\$30,841	9.8x	7.3x	\$12.67	\$12.76	\$16.92	(\$559)	(\$599)	NM	NM	20%	44.2x	0.5x	118	6,095	1,134	\$27.41	10.8
Newfield Exploration	130.9	\$7,250	\$1,375	\$8,625	\$1,736	\$8,985	7.4x	7.3x	\$12.60	\$9.27	\$9.41	\$205	(\$458)	35.4x	NM	28%	12.3x	1.1x	86	1,401	320	\$26.96	7.8
Noble Energy	171.8	\$13,300	\$2,286	\$15,586	\$2,084	\$15,384	6.3x	5.6x	\$10.10	\$14.06	\$15.79	\$702	\$711	18.9x	18.7x	32%	18.8x	0.9x	296	3,231	835	\$18.68	12.0
Pioneer Nat. Resources Co.	119.4	\$5,347	\$3,580	\$8,927	\$2,776	\$8,124	6.8x	5.6x	\$8.39	\$9.85	\$12.15	(\$720)	\$150	NM	35.6x	50%	9.0x	3.0x	415	2,754	874	\$10.22	22.6
XTO Energy	510.3	\$31,492	\$7,392	\$38,884	\$7,684	\$39,176	9.3x	7.9x	\$7.58	\$8.76	\$10.23	(\$2,802)	(\$502)	NM	NM	48%	16.8x	1.7x	276	8,151	1,635	\$23.79	14.8
BSC Medium Cap E&P Index (1)		\$108,214	\$31,395	\$139,609	\$29,964	\$138,178	7.9x	6.7x				(\$6,392)	(\$973)	27.2x	27.2x	39%	17.4x	1.8x	1,297	29,952	6,289	\$21.97	13.4
Cabot Oil & Gas	97.8	\$4,864	\$455	\$5,319	\$480	\$5,344	11.1x	9.9x	\$7.40	\$4.92	\$5.53	(\$146)	(\$7)	NM	NM	29%	28.1x	0.9x	8	1,368	236	\$22.54	17.4
EXCO Resources Inc.	104.5	\$1,813	\$4,094	\$5,907	\$4,103	\$5,916	7.9x	6.6x	\$2.91	\$7.21	\$8.62	(\$1,853)	\$112	NM	16.2x	79%	4.1x	5.4x	23	1,949	348	\$16.99	17.2
Goodrich Petroleum Corp.	34.1	\$824	\$239	\$1,063	\$428	\$1,252	18.9x	10.1x	\$2.52	\$2.61	\$4.01	(\$123)	(\$180)	NM	NM	45%	6.3x	2.7x	3	286	50	\$21.18	18.8
Quicksilver Resources, Inc.	158.1	\$5,439	\$930	\$6,368	\$1,348	\$6,786	18.8x	13.7x	\$1.53	\$2.14	\$2.93	(\$549)	(\$423)	NM	NM	60%	5.0x	2.7x	51	1,242	258	\$24.72	19.9
SandRidge Energy	141.8	\$5,339	\$1,123	\$6,462	\$1,863	\$7,202	18.7x	12.9x	n/a	\$3.44	\$3.60	(\$1,088)	(\$744)	NM	NM	45%	3.4x	2.3x	35	1,122	222	\$29.11	20.7
St Mary Land and Exploration	63.0	\$2,324	\$1,181	\$3,505	\$962	\$3,286	5.3x	4.7x	\$7.94	\$9.53	\$10.68	(\$179)	\$175	NM	13.3x	58%	31.1x	2.0x	74	482	155	\$22.67	8.6
BSC Small Cap E&P Index (1)		\$20,603	\$8,022	\$28,625	\$9,183	\$29,785	13.5x	9.7x				(\$3,937)	(\$1,067)	NM	14.7x	53%	13.0x	2.7x	194	6,450	1,269	\$21.41	17.1
BSC E&P Index		\$242,400	\$66,037	\$308,385	\$59,128	\$301,476	7.5x	6.4x		5.9x	(\$8,819)	\$5,057		40.2x	19.4x	43%	15.2x	2.0x	4,539	61,436	14,778	\$20.74	14.3

(1) Large, Medium and Small Cap Groups are companies with market caps of greater than \$20 billion, greater than \$3 billion and less than \$3 billion, respectively.
Sources: Company reports; Bear, Stearns & Co. Inc. estimates.

Earnings and Cash Flow Sensitivities Based on 2008 Models

	Cash Flow \$/Share		Earnings/Share		Price 2/29/2008	CFFO/Share	
	Oil	Gas	Oil	Gas		Leverage to Oil	Leverage to Gas
	\$10.00/bbl	\$1.00/Mcf	\$10.00/bbl	\$1.00/Mcf		Price Chg. (2)	Price Chg. (2)
Anadarko Petroleum Corp.	\$0.81	\$1.01	\$0.65	\$0.81	\$63.74	12.7	15.8
Apache Corporation	\$1.76	\$1.24	\$1.40	\$0.98	\$114.71	15.3	10.8
Devon Energy Corporation	\$1.19	\$1.21	\$1.04	\$1.05	\$102.72	11.6	11.8
BSC Large Cap. Index (1)	\$1.25	\$1.15	\$1.03	\$0.95		13.2	12.8
Chesapeake Energy Corp.	\$0.04	\$0.27	\$0.03	\$0.17	\$45.22	0.9	6.0
EOG Resources, Inc.	\$0.65	\$1.10	\$0.47	\$0.80	\$118.99	5.5	9.2
Newfield Exploration	\$0.45	\$0.44	\$0.29	\$0.37	\$55.38	8.1	7.9
Noble Energy	\$0.85	\$0.38	\$0.72	\$0.33	\$77.40	11.0	4.9
Pioneer Natural Resources Co.	\$0.34	\$0.45	\$0.23	\$0.31	\$44.79	7.6	10.0
XTO Energy	\$0.14	\$0.28	\$0.11	\$0.21	\$61.71	2.3	4.5
BSC Medium Cap. Index (1)	\$0.37	\$0.43	\$0.28	\$0.32		5.9	7.1
Cabot Oil & Gas	\$0.03	\$0.39	\$0.03	\$0.28	\$49.75	0.6	7.8
Goodrich Petroleum Corp.	\$0.04	\$0.32	\$0.02	\$0.21	\$24.13	1.7	13.3
EXCO Resources Inc.	\$0.02	\$0.12	\$0.03	\$0.15	\$17.35	1.2	6.9
Quicksilver Resources, Inc.	\$0.36	\$0.37	\$0.24	\$0.25	\$34.40	10.5	10.8
SandRidge Energy	\$0.10	\$0.27	\$0.06	\$0.17	\$37.64	2.7	7.2
St Mary Land and Exploration	\$0.53	\$0.65	\$0.38	\$0.46	\$36.88	14.4	17.6
BSC Small Cap. Index (1)	\$0.18	\$0.35	\$0.13	\$0.25		5.2	10.6

(1) Large, Medium and Small Cap Groups are companies with market caps of greater than \$20 billion, greater than \$3 billion and less than \$3 billion, respectively.

(2) Cash flow per share leverage factor: Change in cash flow per share divided by stock price multiplied by 1000.

Sources: Company reports; Bear, Stearns & Co. Inc. estimates.

Schedule of 4Q 2007 Earnings Releases				As of 1/28/2008							
Company	Tkr	Release Date	Conf. Call Date & Time (ET)	4Q07E BSC	4Q07E Cnsus	Diff from Cnsus	4Q07 Actual	Call-in Number	Code	Replay Number	Code
Anadarko	APC	2/4	2/5 10:00 AM	\$0.93	\$0.77	\$0.16	\$0.90	888-680-0878	63362749		
Devon	DVN	2/5	2/6 11:00 AM	\$1.97	\$1.92	\$0.05	\$1.93	866-356-4123	Devon	888-286-8010	18420402
Pioneer	PXD	2/6	2/6 10:00 AM	\$0.84	\$0.76	\$0.08	\$0.97	877-723-9518	90857840	888-203-1112	9085740
Apache	APA	2/7	2/7 11:00 AM	\$2.47	\$2.53	(\$0.06)	\$2.92	913-981-5558	4030561	888-203-1112	4030561
EOG	EOG	2/7	2/8 9:00 AM	\$0.97	\$1.11	(\$0.14)	\$1.29	888-663-2230	8545073	888-203-1112	8545073
Newfield	NFX	2/12	2/12 9:30 AM	\$0.53	\$0.64	(\$0.11)	\$0.64	719-325-4819	Newfield	719-457-0820	1345732
XTO	XTO	2/12	2/12 4:00 PM	\$0.88	\$0.92	(\$0.04)	\$0.95	866-383-8008	30401110	888-286-8010	30842364
Cabot	COG	2/13	2/14 9:30 AM	\$0.37	\$0.42	(\$0.05)	\$0.43	800-789-3642	31370273	800-642-1687	31370273
Chesapeake	CHK	2/21	2/22 9:00 AM	\$0.77	\$0.80	(\$0.03)	\$0.93	888-230-5503	4323736	719-457-0820	4323736
St. Mary	SM	2/21	2/22 10:00 AM	\$0.61	\$0.97	(\$0.36)	\$0.51	800-424-5231	St. Mary	800-642-1687	30812009
EXCO	XCO	2/25	2/26 10:00 AM	\$0.04	\$0.07	(\$0.03)	\$0.08	800-309-5788	33726323	800-642-1687	33726323
Quicksilver	KWK	2/25	2/26 11:00 AM	\$0.21	\$0.50	(\$0.29)	\$0.18	877-313-7932	27092653	800-642-1687	27092653
Noble	NBL	2/27	2/27 10:00 AM	\$1.73	\$1.62	\$0.11	\$1.73	877-852-6579	Noble	888-203-1112	6119428
SandRidge	SD	3/3	3/4 9:00 AM	\$0.05	\$0.10	(\$0.05)		800-706-7741	43467903	888-286-8010	70763362
Goodrich	GDP	3/12	3/13 11:00 AM	(\$0.17)	(\$0.17)	\$0.00		888-679-8034	48808795	888-286-8010	22325132

Important Disclosures

The costs and expenses of Equity Research, including the compensation of the analyst(s) that prepared this report, are paid out of the Firm's total revenues, a portion of which is generated through investment banking activities.

This report has been prepared in accordance with the Firm's conflict management policies. Bear Stearns is unconditionally committed to the integrity, objectivity, and independence of its research. Bear Stearns research analysts and personnel report to the Director of Research and are not subject to the direct or indirect supervision or control of any other Firm department (or members of such department).

This publication and any recommendation contained herein speak only as of the date hereof and are subject to change without notice. Bear Stearns and its affiliated companies and employees shall have no obligation to update or amend any information or opinion contained herein, and the frequency of subsequent publications, if any, remain in the discretion of the author and the Firm.

Analyst Certification

The research analyst(s) primarily responsible for the preparation of this research report hereby certify that all of the views expressed in this research report accurately reflect their personal views about any and all of the subject securities or issuers. The research analyst(s) also certify that no part of their compensation was, is, or will be, directly or indirectly, related to the specific recommendations or views expressed in this research report.

Ellen Hannan

Companies Analyzed

* Anadarko Petroleum Corp. (APC) - \$63.74 (as of February 29, 2008 16:00 ET) - Peer Perform

* Apache Corporation (APA) - \$114.71 (as of February 29, 2008 16:00 ET) - Outperform

Price Target ('08): \$105.00

Risk(s) to Price Target - Declines in commodity prices, particularly oil, and production growth that comes in lower than the 6-10% range indicated by company guidance.

Valuation Methodology - Based on our estimated NAV.

* Cabot Oil & Gas (COG) - \$49.75 (as of February 29, 2008 16:00 ET) - Peer Perform

* Chesapeake Energy Corp. (CHK) - \$45.22 (as of February 29, 2008 16:00 ET) - Peer Perform

* Devon Energy Corporation (DVN) - \$102.72 (as of February 29, 2008 16:00 ET) - Outperform

Price Target ('08): \$95.00

Risk(s) to Price Target - Declines in commodity prices, particularly natural gas, and/or a lack of exploration success in the deep water Gulf of Mexico.

Valuation Methodology - Target price based on our calculated Net Asset Value.

* EOG Resources, Inc. (EOG) - \$118.99 (as of February 29, 2008 16:00 ET) - Peer Perform

* Newfield Exploration Co. (NFX) - \$55.38 (as of February 29, 2008 16:00 ET) - Outperform

Price Target ('08): \$57.00

Risk(s) to Price Target - Sustained low natural gas prices could call into question the economic viability of the Woodford Shale play and undercut NFX's growth potential.

Valuation Methodology - Based on a 5% discount to our calculated NAV to reflect the multi-year drilling program necessary to achieve the growth implied in the net asset value.

* Noble Energy Inc. (NBL) - \$77.40 (as of February 29, 2008 16:00 ET) - Outperform

Price Target ('08): \$88.00

Risk(s) to Price Target - Sustained downturn in oil prices would impact NBL's earnings and cash flows more than a prolonged downturn in U.S. gas prices.

Valuation Methodology - Target price based on calculated NAV.

* Pioneer Natural Resources (PXD) - \$44.79 (as of February 29, 2008 16:00 ET) - Peer Perform

* Quicksilver Resources, Inc. (KWK) - \$34.40 (as of February 29, 2008 16:00 ET) - Peer Perform

* St. Mary Land & Exploration (SM) - \$36.88 (as of February 29, 2008 16:00 ET) - Outperform

Price Target ('08): \$43.00

Risk(s) to Price Target - SM is slightly more leveraged to changes in oil prices.
Valuation Methodology - Price target based on calculated NAV.

* XTO Energy (XTO) - \$61.71 (as of February 29, 2008 16:00 ET) - Peer Perform

* SandRidge Energy Inc. (SD) - \$37.64 (as of February 29, 2008 16:00 ET) - Peer Perform

* Goodrich Petroleum (GDP) - \$24.13 (as of February 29, 2008 16:00 ET) - Outperform

Price Target ('08): \$34.00

Risk(s) to Price Target - Sustained downturn in natural gas prices, difficulty in executing Cotton Valley trend drilling program, lack of capital.

Valuation Methodology - net asset value

* EXCO Resources Inc (XCO) - \$17.35 (as of February 29, 2008 16:00 ET) - Peer Perform

Cabot Oil & Gas (COG): Bear, Stearns & Co., Inc. is associated with a specialist or market maker that makes a market in the common stock of this issuer, and therefore such specialist may have a position (long or short) in the common stock of this issuer and may be on the opposite side of public orders in such common stock .

Chesapeake Energy Corp. (CHK): Bear, Stearns & Co., Inc. is associated with a specialist or market maker that makes a market in the options of this issuer, and therefore such specialist may have a position (long or short) in the options of this issuer and may be on the opposite side of public orders in such options.

EOG Resources, Inc. (EOG): Bear, Stearns & Co., Inc. is associated with a specialist or market maker that makes a market in the options of this issuer, and therefore such specialist may have a position (long or short) in the options of this issuer and may be on the opposite side of public orders in such options.

SandRidge Energy Inc. (SD): Bear, Stearns & Co., Inc. is associated with a specialist or market maker that makes a market in the common stock of this issuer, and therefore such specialist may have a position (long or short) in the common stock of this issuer and may be on the opposite side of public orders in such common stock .

Goodrich Petroleum (GDP): Bear, Stearns & Co., Inc. is associated with a specialist or market maker that makes a market in the common stock of this issuer, and therefore such specialist may have a position (long or short) in the common stock of this issuer and may be on the opposite side of public orders in such common stock .

For important disclosure information regarding the companies in this report, please contact your registered representative at 1-800-999-2000, or write to Sandra Pallante, Equity Research Compliance, Bear, Stearns & Co. Inc., 383 Madison Avenue, New York, NY 10179.

Bear, Stearns & Co. Inc. Equity Research Rating System:

Ratings for Stocks (vs. analyst coverage universe):

Outperform (O) - Stock is projected to outperform analyst's industry coverage universe over the next 12 months.

Peer Perform (P) - Stock is projected to perform approximately in line with analyst's industry coverage universe over the next 12 months.

Underperform (U) - Stock is projected to underperform analyst's industry coverage universe over the next 12 months.

Ratings for Sectors (vs. regional broader market index):

Market Overweight (MO) - Expect the industry to perform better than the primary market index for the region (S&P 500 in the US) over the next 12 months.

Market Weight (MW) - Expect the industry to perform approximately in line with the primary market index for the region (S&P 500 in the US) over the next 12 months.

Market Underweight (MU) - Expect the industry to underperform the primary market index for the region (S&P 500 in the US) over the next 12 months.

Bear, Stearns & Co. Inc. Ratings Distribution as of December 31, 2007:

Percentage of BSC universe with this rating / Percentage of these companies which were BSC investment banking clients in the last 12 months.

Outperform (Buy): 45.0 / 14.3

Peer Perform (Neutral): 46.5 / 9.4

Underperform (Sell): 8.5 / 6.3

Securities covered by the author(s) of this report include:

Ellen Hannan (Oil & Gas Exploration & Production): Anadarko Petroleum Corp., Apache Corporation, Cabot Oil & Gas, Chesapeake Energy Corp., XTO Energy, Devon Energy Corporation, EOG Resources, Inc., Newfield Exploration Co., Noble

Energy Inc., Quicksilver Resources, Inc., St. Mary Land & Exploration, Goodrich Petroleum, Pioneer Natural Resources, EXCO Resources Inc, SandRidge Energy Inc.

Disclaimers

OTHER DISCLAIMERS

This report has been prepared by Bear, Stearns & Co. Inc., Bear, Stearns International Limited or Bear Stearns Asia Limited (together with their affiliates, "Bear Stearns"), as indicated on the cover page hereof. Responsibility for the content of this report has been accepted by Bear, Stearns & Co. Inc. for distribution in the United States. If you are a recipient of this publication in the United States, orders in any securities referred to herein should be placed with Bear, Stearns & Co. Inc. This report has been approved for publication in the United Kingdom by Bear, Stearns International Limited, which is authorized and regulated by the United Kingdom Financial Services Authority. U.K. retail clients should contact their Bear, Stearns International Limited representatives about the investments concerned. This report is distributed in Hong Kong by Bear Stearns Asia Limited, which is regulated by the Securities and Futures Commission of Hong Kong. Recipients of this report from Bear Stearns Asia Limited should contact representatives of the latter in relation to any matter referred to herein. Additional information is available upon request.

Bear Stearns and its employees, officers, and directors deal as principal in transactions involving the securities referred to herein (or options or other instruments related thereto), including in transactions which may be contrary to any recommendations contained herein. Bear Stearns and its employees may also have engaged in transactions with issuers identified herein. Bear Stearns is affiliated with a specialist that may make a market in the securities of the issuers referred to in this document, and such specialist may have a position (long or short) and may be on the opposite side of public orders in such securities.

This publication does not constitute an offer or solicitation of any transaction in any securities referred to herein. Any recommendation contained herein may not be suitable for all investors. Although the information contained in the subject report (not including disclosures contained herein) has been obtained from sources we believe to be reliable, the accuracy and completeness of such information and the opinions expressed herein cannot be guaranteed. This publication and any recommendation contained herein speak only as of the date hereof and are subject to change without notice. Bear Stearns and its affiliated companies and employees shall have no obligation to update or amend any information or opinion contained herein.

This publication is being furnished to you for informational purposes only and on the condition that it will not form the sole basis for any investment decision. Each investor must make their own determination of the appropriateness of an investment in any securities referred to herein based on the tax, or other considerations applicable to such investor and its own investment strategy. By virtue of this publication, neither Bear Stearns nor any of its employees, nor any data provider or any of its employees shall be responsible for any investment decision. This report may not be reproduced, distributed, or published without the prior consent of Bear Stearns. ©2008. All rights reserved by Bear Stearns. Bear Stearns and its logo are registered trademarks of The Bear Stearns Companies Inc.

This report may discuss numerous securities, some of which may not be qualified for sale in certain states and may therefore not be offered to investors in such states. This document should not be construed as providing investment services. Investing in non-U.S. securities including ADRs involves significant risks such as fluctuation of exchange rates that may have adverse effects on the value or price of income derived from the security. Securities of some foreign companies may be less liquid and prices more volatile than securities of U.S. companies. Securities of non-U.S. issuers may not be registered with or subject to Securities and Exchange Commission reporting requirements; therefore, information regarding such issuers may be limited.

NOTE TO ACCOUNT EXECUTIVES: For securities that are not listed on the NYSE, AMEX, or Nasdaq National Market System, check the Compliance page of the Bear Stearns Intranet site for State Blue Sky data prior to soliciting or accepting orders from clients.

CIR 230 Disclaimer

Bear Stearns does not provide tax, legal or accounting advice. You should consult your own tax, legal and accounting advisors before engaging in any transaction.

In order for Bear Stearns to comply with Internal Revenue Service Circular 230 (if applicable), you are notified that any discussion of U.S. federal tax issues contained or referred to herein is not intended or written to be used, and cannot be used, for the purpose of: (A) avoiding penalties that may be imposed under the Internal Revenue Code; nor (B) promoting, marketing or recommending to another party any transaction or matter discussed herein.