

Cost of Capital Study
2007 Assessment Year

Appendix C

Industry: **Liquid Petroleum**

		Reference
Equity:		
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Yield Equity Component	10.00%	
Debt:		
Debt Rate	6.50%	11a
Industry Market Capital Structure		
Equity	70%	3
Debt	30%	3
Marginal Tax Rate	35%	
Weighted Average Cost of Capital:		<u>8.27%</u>

Support for Guideline Companies

Liquid Petroleum 2007 Assessment Year

Industry Overall							
Company Name	Ticker	Beta	P/E Ratio	Div'd Yield	Long Term Debt	Pref Stock	Com Stock
BP plc	bp	0.95	11.0	3.5%	10.0%		90.0%
Chevron Corp	cvx	0.90	8.9	2.8%	13.0%		87.0%
ConocoPhillips	cop	0.95	6.7	2.1%	26.0%		74.0%
Exxon Mobil	xom	0.90	12.3	1.7%	5.0%		95.0%
Frontier Oil Corp	fto	1.00	10.9	0.4%	18.0%		82.0%
Hess Corp	hes	0.95	9.5	0.8%	33.0%		67.0%
Holly Corp	hoc	0.90	13.9	0.6%	0.0%		100.0%
Marathon Oil Corp	mro	1.00	8.2	1.7%	18.0%		82.0%
Murphy Oil	mur	1.00	15.2	1.1%	16.0%		84.0%
Occidental Petroleum	oxy	1.00	9.7	1.7%	13.0%		87.0%
Royal Dutch Shell	rds-a	1.00	10.6	3.6%	7.0%		93.0%
Sunoco Inc	sun	1.05	8.3	1.5%	38.0%		62.0%
Tesoro Corp	tso	1.55	8.5	0.6%	30.0%		70.0%
Total S A	tot	1.00	10.8	3.3%	24.0%		76.0%
Valero Energy	vlo	1.25	7.9	0.6%	21.0%		79.0%
Mean		1.03	10.2	1.7%	18%		82%

Selected Comparables							
Company Name	Ticker	Beta	P/E Ratio	Div'd Yield	Long Term Debt	Pref Stock	Com Stock
Buckeye Partners	bpl	0.75	16.4	7.1%	55.0%	0.0%	45.0%
Enbridge Energy Ptnrs	eep	0.65		7.3%	49.0%	0.0%	51.0%
Kinder Morgan Energy Ptnrs	kmp	0.70	23.2	7.0%	53.0%	0.0%	47.0%
Plains All American	paa	0.75		6.4%	39.0%	2.0%	59.0%
Teppco Partners	tpp	0.70	21.4	7.0%	52.0%	0.0%	48.0%
Valero, LP	vli	0.50		6.3%	38.0%	0.0%	62.0%
Mean		0.68	20.33	6.9%	48%	0%	52%

source: Value Line December 15, 2006

**Support for Capital Structure
(based on Market Value)
Liquid Petroleum
2007 Assessment Year**

Industry Overall										
Company Name	Ticker	\$Stock\$ Average	Common Shares	Common \$ Stock \$	%	Preferred \$ Stock \$	%	Long Term \$ Debt \$	%	\$ Total \$ Debt & Equity
BP plc	bp	67.158	19,815,830,000	1,330,791,511,140	99.2%	20,500,000	0.0%	10,400,000,000	0.8%	1,341,212,011,140
Chevron Corp	cvx	69.703	2,197,782,109	153,192,006,344	93.7%	-	0.0%	10,341,000,000	6.3%	163,533,006,344
ConocoPhillips	cop	64.303	1,645,769,817	105,827,936,543	81.7%	-	0.0%	23,700,000,000	18.3%	129,527,936,543
Exxon Mobil	xom	73.105	5,832,488,445	426,384,067,772	98.5%	-	0.0%	6,464,000,000	1.5%	432,848,067,772
Frontier Oil Corp	fto	29.393	110,331,402	3,242,970,899	95.6%	-	0.0%	150,000,000	4.4%	3,392,970,899
Hess Corp	hes	45.895	281,157,915	12,903,742,509	74.5%	675,000,000	3.9%	3,746,000,000	21.6%	17,324,742,509
Holly Corp	hoc	49.775	56,144,479	2,794,591,442	100.0%	-	0.0%	nil	nmf	2,794,591,442
Marathon Oil Corp	mro	88.053	351,520,042	30,952,394,258	90.6%	-	0.0%	3,230,000,000	9.4%	34,182,394,258
Murphy Oil	mur	50.390	187,057,469	9,425,825,863	92.3%	-	0.0%	789,500,000	7.7%	10,215,325,863
Occidental Petroleum	oxy	48.415	841,083,197	40,721,042,983	93.5%	-	0.0%	2,847,000,000	6.5%	43,568,042,983
Royal Dutch Shell	rds-a	69.150	3,168,150,000	219,077,572,500	96.6%	-	0.0%	7,665,000,000	3.4%	226,742,572,500
Sunoco Inc	sun	64.892	123,117,290	7,989,327,183	86.1%	-	0.0%	1,285,000,000	13.9%	9,274,327,183
Tesoro Corp	tso	65.380	68,567,483	4,482,942,039	81.2%	-	0.0%	1,041,000,000	18.8%	5,523,942,039
Total S A	tot	69.112	2,294,600,000	158,584,395,200	90.7%	-	0.0%	16,243,000,000	9.3%	174,827,395,200
Valero Energy	vlo	52.670	604,618,162	31,845,238,593	86.9%	-	0.0%	4,815,000,000	13.1%	36,660,238,593
Mean:					90.7%		0.3%		9.7%	
Weighted Mean:				2,538,215,565,266	96.5%	695,500,000	0.0%	92,716,500,000	3.5%	2,631,627,565,266
Median:					92.3%		0.0%		8.5%	
Estimated:					90%		0%		10%	100%

source: Value Line December 15, 2006 & 10-K

Selected Comparables										
Company Name	Ticker	\$Stock\$ Average	Common Shares	Common \$ Stock \$	%	Preferred \$ Stock \$	%	Long Term \$ Debt \$	%	\$ Total \$ Debt & Equity
Buckeye Partners	bpl	45.297	39,675,660	1,797,175,146	64.7%	-	0.0%	981,100,000	35.3%	2,778,275,146
Enbridge Energy Ptrns	eep	52.670	77,161,604	4,064,101,683	67.4%	-	0.0%	1,961,400,000	32.6%	6,025,501,683
Kinder Morgan Energy kmp	kmp	46.405	229,234,232	10,637,614,536	70.6%	-	0.0%	4,431,500,000	29.4%	15,069,114,536
Plains All American	paa	48.948	80,994,178	3,964,530,023	76.1%	46,800,000	0.9%	1,200,400,000	23.0%	5,211,730,023
Teppco Partners	tpp	39.338	75,713,554	2,978,445,025	66.9%	-	0.0%	1,472,100,000	33.1%	4,450,545,025
Valero, LP	vli	54.140	46,809,749	2,534,279,811	68.3%	-	0.0%	1,178,500,000	31.7%	3,712,779,811
Mean:					69.0%		0.1%		30.9%	
Weighted Mean:				25,976,146,223	69.7%	46,800,000	0.1%	11,225,000,000	30.1%	37,247,946,223
Median:					67.9%		0.0%		32.1%	
Estimated:					70%		0%		30%	100%

Support for Market Multiples
Liquid Petroleum
2007 Assessment Year

Industry Overall														
Company Name	Ticker	\$Stock\$ Average	Rev's	Multiple	Cash Flow	Multiple	Earnings	Multiple	Div'ds Decl'd	Multiple	Cap'I Spend	Multiple	Book Value	Multiple
BP plc	bp	67.158	83.10	0.81	9.55	7.03	6.50	10.33	2.30	29.20	4.60	14.60	25.90	2.59
Chevron Corp	cvx	69.703	98.50	0.71	10.85	6.42	8.10	8.61	2.01	34.68	6.80	10.25	31.15	2.24
ConocoPhillips	cop	64.303	116.40	0.55	13.25	4.85	10.40	6.18	1.44	44.65	5.15	12.49	42.70	1.51
Exxon Mobil	xom	73.105	59.30	1.23	8.50	8.60	6.40	11.42	1.28	57.11	3.05	23.97	20.25	3.61
Frontier Oil Corp	fto	29.393	45.00	0.65	3.85	7.63	3.45	8.52	0.10	293.93	1.65	17.81	6.75	4.35
Hess Corp	hes	45.895	87.55	0.52	9.25	4.96	5.80	7.91	0.40	114.74	8.25	5.56	25.00	1.84
Holly Corp	hoc	49.775	70.10	0.71	5.05	9.86	4.15	11.99	0.29	171.64	2.15	23.15	8.95	5.56
Marathon Oil Corp	mro	88.053	178.15	0.49	17.25	5.10	13.10	6.72	1.53	57.55	10.50	8.39	43.30	2.03
Murphy Oil	mur	50.390	74.45	0.68	5.65	8.92	3.30	15.27	0.53	95.08	5.60	9.00	21.35	2.36
Occidental Petroleum	oxy	48.415	21.50	2.25	7.70	6.29	5.35	9.05	0.76	63.70	3.60	13.45	23.30	2.08
Royal Dutch Shell	rds-a	69.150	100.00	0.69	11.80	5.86	7.75	8.92	2.44	28.34	5.65	12.24	32.65	2.12
Sunoco Inc	sun	64.892	308.60	0.21	12.20	5.32	8.30	7.82	0.95	68.31	7.90	8.21	24.30	2.67
Tesoro Corp	tso	65.380	280.50	0.23	14.20	4.60	10.55	6.20	0.40	nmf	9.80	6.67	34.60	1.89
Total S A	tot	69.112	75.15	0.92	10.70	6.46	6.90	10.02	2.19	31.56	6.00	11.52	41.25	1.68
Valero Energy	vlo	52.670	155.00	0.34	10.10	5.21	8.10	6.50	0.30	175.57	5.85	9.00	29.65	1.78
	Mean:			0.73		6.48		9.03		90.43		12.42		2.55
	Median:			0.68		6.29		8.61		60.63		11.52		2.12
	Estimated:			0.70		6.50		8.70		60.00		11.50		2.00

source: Value Line Investment Survey and Finance.Yahoo.com

Note: Average Stock Price = 4th 1/4 High/Low common stock price averages

Note: Units per share comparisons

**Support for Yield Capitalization Equity Component
Capital Asset Pricing Model**

**Liquid Petroleum
2007 Assessment Year**

EX Post

$$Ke = Rf + B (Rm - Rf)$$

Where:	Ibbotson Rm
Ke = Cost of Equity	8.7%
Rm = rate of return	10.4%
Rf = risk free rate	4.8%
Rp = risk premium	5.6%
B = Beta	0.70

Rm=Investor's Market Rate of Return	10.4%
Ibbotson SBBI, December Market Report 2006, Table 7, page 16 Ibbotson, SBBI, Large Company	

Rf = Risk Free Rate:	4.8%
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Ibbotson's SBBI, Risk Premia Over Time Report 2006 Table C1 Pg 5	
Long Term (20 yr) US Treasury Bond Yield	4.9%
The Value Line Investment Survey, Selected Yields, pg 4941, January 5, 2007	
U.S. Treasury Securities:	(year end data)
5-year	4.64%
10-year	4.65%
30-year	4.78%
30-year Zero	4.74%
Federal Reserve Statistical Release (http://www.federalreserve.gov/Releases/H15/Current/)	
Treasury constant Maturities:	
5-year	4.56%
10-year	4.60%
20-year	4.82%
20-year TIPS	<u>2.33%</u>
	2.49% Inflation Indication

**Support for Yield Capitalization Equity Component
Capital Asset Pricing Model**

**Liquid Petroleum
2007 Assessment Year**

Ex Ante

$$K_e = R_f + B (R_p)$$

Where:	
Ke = Cost of Equity	8.3%
Rf = risk free rate	4.8%
Rp = risk premium	5.0%
B = Beta	0.70

Rp= Risk Premium (Ex Ante) 5.0%

Roger J. Grabowski and David W. King
Equity Risk Premium: What Consultants Need to Know about Recent Research - 2005 Update

Dr. Aswath Damodaran
<http://pages.stern.nyu.edu/~adamodar/>

John Graham and Cambell Harvey
Expectations of Equity Risk Premium, Volatility and Asymmetry, 2003
(The Graham and Harvey is the US Corporate officer survey of 2.9-4.7%)

Rf = Risk Free Rate: 4.8%

**Ibbotson's SBBI, Risk Premia Over Time Report 2006
Table C1 Pg 5**

Long Term (20 yr) US Treasury Bond Yield	4.9%
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The Value Line Investment Survey, Selected Yields, pg 4941, January 5, 2007

U.S. Treasury Securities: (year end data)	
5-year	4.64%
10-year	4.65%
30-year	4.78%
30-year Zero	4.74%

Federal Reserve Statistical Release (<http://www.federalreserve.gov/Releases/H15/Current/>)

Treasury constant Maturities:	
5-year	4.56%
10-year	4.60%
20-year	4.82%
20-year TIPS	<u>2.33%</u>
	2.49% Inflation Indication

**Beta Calculation for CAPM
Liquid Petroleum
2007 Assessment Year**

Beta =		
Industry Overall		ValueLine
BP plc	bp	0.95
Chevron Corp	cvx	0.90
ConocoPhillips	cop	0.95
Exxon Mobil	xom	0.90
Frontier Oil Corp	fto	1.00
Hess Corp	hes	0.95
Holly Corp	hoc	0.90
Marathon Oil Corp	mro	1.00
Murphy Oil	mur	1.00
Occidental Petroleum	oxy	1.00
Royal Dutch Shell	rds-a	1.00
Sunoco Inc	sun	1.05
Tesoro Corp	tso	1.55
Total S A	tot	1.00
Valero Energy	vlo	1.25
Mean:		1.03
Median:		1.00
Estimated:		1.00

Selected Comparables		ValueLine
Buckeye Partners	bpl	0.75
Enbridge Energy Ptnrs	eep	0.65
Kinder Morgan Energy Pt	kmp	0.70
Plains All American	paa	0.75
Teppco Partners	tpp	0.70
Valero, LP	vli	0.50
Mean:		0.68
Median:		0.70
Estimated:		0.70

**Support for Yield Capitalization Equity Component
Liquid Petroleum
2007 Assessment Year**

Dividend Growth Model

(based on Value Line Dividends Growth)

$$K_e = D_1 / P_0 + G$$

where:

- Ke** = Cost of Equity
- D1** = Expected Dividends
- Po** = Current Price
- G** = Sustainable Growth

Industry Overall

Company Name	Ticker	Stock Price (Po)	Expected Dividend (D1)	Dividend Yield (D1/P0)	Dividend Growth (G)	Ke	Multi Stage Ke
BP plc	bp	67.158	2.40	3.57%	8.00%	11.57%	11.31%
Chevron Corp	cvx	69.703	2.20	3.16%	8.50%	11.66%	12.38%
ConocoPhillips	cop	64.303	1.50	2.33%	8.50%	10.83%	11.71%
Exxon Mobil	xom	73.105	1.34	1.83%	7.00%	8.83%	8.78%
Frontier Oil Corp	fto	29.393	0.12	0.41%	22.00%	22.41%	17.70%
Hess Corp	hes	45.895	0.40	0.87%	nil	nmf	nmf
Holly Corp	hoc	49.775	0.32	0.64%	18.00%	18.64%	15.02%
Marathon Oil Corp	mro	88.053	1.60	1.82%	8.50%	10.32%	10.42%
Murphy Oil	mur	50.390	0.60	1.19%	6.00%	7.19%	7.19%
Occidental Petroleum	oxy	48.415	0.88	1.82%	12.00%	13.82%	12.79%
Royal Dutch Shell	rds-a	69.150	2.55	3.69%	2.00%	5.69%	7.12%
Sunoco Inc	sun	64.892	1.00	1.54%	9.50%	11.04%	10.63%
Tesoro Corp	tso	65.380	0.40	0.61%	nmf	nmf	nmf
Total S A	tot	69.112	2.35	3.40%	8.50%	11.90%	11.65%
Valero Energy	vlo	52.670	0.33	0.63%	20.50%	21.13%	16.91%
Mean:						12.69%	11.82%
Median:						11.57%	11.65%
Range:						5.69% - 22.41%	7.12% - 17.70%
Estimated:						11.50%	11.50%

source: Value Line and Finance.Yahoo.com
Note: Stock Price = 4th ¼ High / Low average

Selected Comparables

Company Name	Ticker	Stock Price (Po)	Expected Dividend (D1)	Dividend Yield (D1/P0)	Dividend Growth (G)	Ke
Buckeye Partners	bpl	45.297	3.23	7.13%	5.50%	12.63%
Enbridge Energy Ptrns	eep	52.670	N/A	nmf	nmf	nmf
Kinder Morgan Energy Ptni	kmp	46.405	3.40	7.33%	5.50%	12.83%
Plains All American	paa	48.948	N/A	nmf	nmf	nmf
Teppco Partners	tpp	39.338	2.80	7.12%	2.50%	9.62%
Valero, LP	vli	54.140	N/A	nmf	nmf	nmf
Mean:						11.69%
Median:						12.63%
Range:						9.62% - 12.83%
Estimated:						nmf

**Support for Yield Capitalization Equity Component
Liquid Petroleum
2007 Assessment Year**

Dividend Growth Model
(based on Value Line Earnings Growth)

$$K_e = D_1 / P_0 + G$$

where:

- Ke** = Cost of Equity
- D1** = Expected Dividends
- Po** = Current Price
- G** = Sustainable Growth

Industry Overall							
Company Name	Ticker	Stock Price (Po)	Expected Dividend (D1)	Dividend Yield (D1/P0)	Earnings Growth (G)	Ke	Multi Stage Ke
BP plc	bp	67.158	2.40	3.57%	9.00%	12.57%	12.05%
Chevron Corp	cvx	69.703	2.20	3.16%	-0.50%	nmf	nmf
ConocoPhillips	cop	64.303	1.50	2.33%	-3.50%	nmf	nmf
Exxon Mobil	xom	73.105	1.34	1.83%	9.00%	10.83%	10.20%
Frontier Oil Corp	fto	29.393	0.12	0.41%	13.50%	13.91%	11.90%
Hess Corp	hes	45.895	0.40	0.87%	5.50%	6.37%	6.78%
Holly Corp	hoc	49.775	0.32	0.64%	18.50%	19.14%	15.36%
Marathon Oil Corp	mro	88.053	1.60	1.82%	8.00%	9.82%	10.06%
Murphy Oil	mur	50.390	0.60	1.19%	3.50%	4.69%	5.47%
Occidental Petroleum	oxy	48.415	0.88	1.82%	2.50%	4.32%	5.93%
Royal Dutch Shell	rds-a	69.150	2.55	3.69%	5.50%	9.19%	9.75%
Sunoco Inc	sun	64.892	1.00	1.54%	2.50%	4.04%	5.61%
Tesoro Corp	tso	65.380	0.40	0.61%	nil	nmf	nmf
Total S A	tot	69.112	2.35	3.40%	7.00%	10.40%	10.54%
Valero Energy	vlo	52.670	0.33	0.63%	8.50%	9.13%	8.65%
Mean:						9.53%	9.36%
Median:						9.50%	9.91%
Range:						4.04% - 19.14%	5.47% - 15.36%
Estimated:						9.50%	9.50%

source: Value Line and Finance.Yahoo.com
Note: Stock Price = 4th ¼ High / Low average

Selected Comparables						
Company Name	Ticker	Stock Price (Po)	Expected Dividend (D1)	Dividend Yield (D1/P0)	Earnings Growth (G)	Ke
Buckeye Partners	bpl	45.297	3.23	7.13%	5.50%	12.63%
Enbridge Energy Ptnrs	eep	52.670	N/A	nmf	N/A	nmf
Kinder Morgan Energy Ptn kmp	kmp	46.405	3.40	7.33%	6.00%	13.33%
Plains All American	paa	48.948	N/A	nmf	N/A	nmf
Teppco Partners	tpp	39.338	2.80	7.12%	9.00%	16.12%
Valero, LP	vli	54.140	N/A	nmf	N/A	nmf
Mean:						14.03%
Median:						13.33%
Range:						12.63% - 16.12%
Estimated:						nmf

**Support for Yield Capitalization Equity Component
Liquid Petroleum
2007 Assessment Year**

Dividend Growth Model

(based on S&P Earnings Growth)

$$K_e = D_1 / P_o + G$$

where:

Ke = Cost of Equity
D1 = Expected Dividends
Po = Current Price
G = Sustainable Growth

Industry Overall

Company Name	Ticker	Stock Price (Po)	Expected Dividend (D1)	Dividend Yield (D1/P0)	# of Ests	Earnings Growth (G)	Ke	Multi Stage Ke
BP plc	bp	67.158	2.40	3.57%	20	15.00%	18.57%	16.50%
Chevron Corp	cvx	69.703	2.20	3.16%	24	8.00%	11.16%	12.00%
ConocoPhillips	cop	64.303	1.50	2.33%	25	8.00%	10.33%	11.34%
Exxon Mobil	xom	73.105	1.34	1.83%	23	10.00%	11.83%	10.92%
Frontier Oil Corp	fto	29.393	0.12	0.41%	15	6.00%	6.41%	6.72%
Hess Corp	hes	45.895	0.40	0.87%	21	10.00%	10.87%	9.92%
Holly Corp	hoc	49.775	0.32	0.64%		n/a	nmf	nmf
Marathon Oil Corp	mro	88.053	1.60	1.82%	23	15.00%	16.82%	15.10%
Murphy Oil	mur	50.390	0.60	1.19%	17	11.00%	12.19%	10.72%
Occidental Petroleum	oxy	48.415	0.88	1.82%	23	8.00%	9.82%	9.91%
Royal Dutch Shell	rds-a	69.150	2.55	3.69%		n/a	nmf	nmf
Sunoco Inc	sun	64.892	1.00	1.54%		n/a	nmf	nmf
Tesoro Corp	tso	65.380	0.40	0.61%	21	4.00%	4.61%	5.63%
Total S A	tot	69.112	2.35	3.40%		n/a	nmf	nmf
Valero Energy	vlo	52.670	0.33	0.63%	21	3.00%	3.63%	4.81%
Mean:							10.57%	10.32%
Median:							10.87%	10.72%
Range:						3.63% - 18.57%	4.97% - 15.72%	
Estimated:							10.50%	10.50%

source: Standard & Poors January 2007, Earnings Guide and Finance.Yahoo.com

Note: Stock Price = 4th 1/4 High / Low average

Selected Comparables

Company Name	Ticker	Stock Price (Po)	Expected Dividend (D1)	Dividend Yield (D1/P0)	# of Ests	Earnings Growth (G)	Ke
Buckeye Partners	bpl	45.297	3.23	7.13%	10	4.00%	11.13%
Enbridge Energy Ptnrs	eep	52.670	N/A	nmf	12	4.00%	nmf
Kinder Morgan Energy Ptn kmp	kmp	46.405	3.40	7.33%	13	8.00%	15.33%
Plains All American	paa	48.948	N/A	nmf	13	6.00%	nmf
Teppco Partners	tpp	39.338	2.80	7.12%	12	5.00%	12.12%
Valero, LP	vli	54.140	N/A	nmf	5	6.00%	nmf
Mean:							12.86%
Median:							12.12%
Range:						11.13% - 15.33%	
Estimated:							nmf

Support for Debt Rating and Debt Yield Rate

Liquid Petroleum 2007 Assessment Year

Industry Overall		---- Ratings -----	
Company	Ticker	Mergent's	S&P
BP plc	bp		AA+
Chevron Corp	cvx		AA
ConocoPhillips	cop	A1	A-
Exxon Mobil	xom		AAA
Frontier Oil Corp	fto		BB-
Hess Corp	hes		BBB-
Holly Corp	hoc		
Marathon Oil Corp	mro		BBB+
Murphy Oil	mur	Baa2	BBB
Occidental Petroleum	oxy		A-
Royal Dutch Shell	rds-a	Aa1	AA
Sunoco Inc	sun	Baa2	BBB
Tesoro Corp	tso	Ba1	BB+
Total S A	tot		
Valero Energy	vlo		BBB
Overall Average Debt Rating		A	A

Standard & Poor's Bond Guide

January 2007 - Page 3 - US Industrial 20 yr bond yield chart

Industrials	AAA	AA	A	BBB
Year End	5.30%	5.50%	5.70%	6.50%

Mergent's Bond Record, Jan 2007, pg 188

Corporate	Aaa	Aa	A	Baa
October	5.51%	5.74%	5.94%	6.42%
November	5.33%	5.57%	5.76%	6.20%
December	5.29%	5.58%	5.78%	6.22%
Average	5.38%	5.63%	5.83%	6.28%

Public Utilities	Aaa	Aa	A	Baa
October		5.80%	5.98%	6.24%
November		5.61%	5.80%	6.04%
December		5.62%	5.81%	6.05%
Average		5.68%	5.86%	6.11%

Industrials	Aaa	Aa	A	Baa
October	5.51%	5.68%	5.90%	6.60%
November	5.33%	5.52%	5.72%	6.36%
December	5.29%	5.53%	5.75%	6.38%
Average	5.38%	5.58%	5.79%	6.45%

DEBT YIELD RATE
5.80%

Support for Debt Rating and Debt Yield Rate

Liquid Petroleum 2007 Assessment Year

Selected Comparables		---- Ratings -----	
Company	Ticker	Mergent's	S&P
Buckeye Partners	bpl		BBB+
Enbridge Energy Ptnrs	eep	Baa2	BBB
Kinder Morgan Energy Ptnr	kmp		BBB
Plains All American	paa	Baa3	BBB-
Teppco Partners	tpp		BBB-
Valero, LP	vli		BBB-
Overall Average Debt Rating		nmf	BBB

Standard & Poor's Bond Guide

January 2007 - Page 3 - US Industrial 20 yr bond yield chart

Industrials	AAA	AA	A	BBB
Year End	5.30%	5.50%	5.70%	6.50%

Mergent's Bond Record, Jan 2007, pg 188

Corporate	Aaa	Aa	A	Baa
October	5.51%	5.74%	5.94%	6.42%
November	5.33%	5.57%	5.76%	6.20%
December	5.29%	5.58%	5.78%	6.22%
Average	5.38%	5.63%	5.83%	6.28%

Public Utilities	Aaa	Aa	A	Baa
October		5.80%	5.98%	6.24%
November		5.61%	5.80%	6.04%
December		5.62%	5.81%	6.05%
Average		5.68%	5.86%	6.11%

Industrials	Aaa	Aa	A	Baa
October	5.51%	5.68%	5.90%	6.60%
November	5.33%	5.52%	5.72%	6.36%
December	5.29%	5.53%	5.75%	6.38%
Average	5.38%	5.58%	5.79%	6.45%

DEBT YIELD RATE
6.50%

**Support for Equity Component of Direct Capitalization Rates
Liquid Petroleum
2007 Assessment Year**

Industry Overall								
Company Name	Ticker	\$Stock\$ Average	Actual		Projected		Projected	
			Earnings	Ratio	Earnings	Ratio	Cash Flow	Ratio
BP plc	bp	67.158	6.50	9.7%	6.20	9.2%	9.45	14.1%
Chevron Corp	cvx	69.703	8.10	11.6%	7.75	11.1%	10.95	15.7%
ConocoPhillips	cop	64.303	10.40	16.2%	9.75	15.2%	12.65	19.7%
Exxon Mobil	xom	73.105	6.40	8.8%	6.00	8.2%	8.20	11.2%
Frontier Oil Corp	fto	29.393	3.45	11.7%	2.60	8.8%	3.00	10.2%
Hess Corp	hes	45.895	5.80	12.6%	5.60	12.2%	9.65	21.0%
Holly Corp	hoc	49.775	4.15	8.3%	3.60	7.2%	4.55	9.1%
Marathon Oil Corp	mro	88.053	13.10	14.9%	9.00	10.2%	13.55	15.4%
Murphy Oil	mur	50.390	3.30	6.5%	3.75	7.4%	6.15	12.2%
Occidental Petroleum	oxy	48.415	5.35	11.1%	5.10	10.5%	7.65	15.8%
Royal Dutch Shell	rds-a	69.150	7.75	11.2%	6.65	9.6%	10.85	15.7%
Sunoco Inc	sun	64.892	8.30	12.8%	7.65	11.8%	11.75	18.1%
Tesoro Corp	tso	65.380	10.55	16.1%	5.90	9.0%	9.60	14.7%
Total S A	tot	69.112	6.90	10.0%	6.65	9.6%	10.65	15.4%
Valero Energy	vlo	52.670	8.10	15.4%	6.30	12.0%	8.45	16.0%
	Mean:			11.8%		10.1%		15.0%
	Median:			11.6%		9.6%		15.4%
Estimated:				11.5%		10.0%		15.0%

source: Value Line

BP PLC bp

Date	Open	High	Low	Close	Volume	Adj. Close*	
01-Dec-06	67.760	68.880	66.200	67.100	2901450	67.100	Q4 Average 67.158
01-Nov-06	67.510	69.110	65.750	68.080	3356076	68.080	
02-Oct-06	65.820	69.490	63.520	67.100	3661740	66.520	
01-Sep-06	67.880	68.600	63.810	65.580	4226920	65.010	
01-Aug-06	72.170	73.280	66.910	68.050	3798408	67.460	
03-Jul-06	70.300	72.980	68.150	72.520	3767545	71.290	
01-Jun-06	69.610	72.380	64.190	69.610	3887213	68.430	
01-May-06	74.250	76.670	68.500	70.700	3859318	69.500	
03-Apr-06	69.500	76.850	69.490	73.720	3520315	71.930	
01-Mar-06	66.920	70.680	65.350	68.940	2938130	67.270	
01-Feb-06	71.990	72.580	66.010	66.420	3647978	64.810	
03-Jan-06	65.500	72.880	65.470	72.310	4301770	69.980	

Chevron Corp cvx

Date	Open	High	Low	Close	Volume	Adj. Close*	
01-Dec-06	72.330	76.200	71.830	73.530	7901035	73.530	Q4 Average 69.703
01-Nov-06	67.200	72.960	66.510	72.320	9400428	72.320	
02-Oct-06	64.900	68.500	62.220	67.200	9525677	66.700	
01-Sep-06	64.720	67.150	60.720	64.860	10171360	64.380	
01-Aug-06	65.720	68.240	64.150	64.400	8210021	63.920	
03-Jul-06	62.270	68.470	62.260	65.780	9808420	64.790	
01-Jun-06	59.670	62.980	55.410	62.060	10405554	61.120	
01-May-06	61.620	63.650	56.630	59.790	10617663	58.890	
03-Apr-06	58.350	61.940	58.000	61.020	8478905	59.590	
01-Mar-06	56.720	59.290	53.760	57.970	9380178	56.610	
01-Feb-06	59.380	59.800	55.410	56.480	10386463	55.150	
03-Jan-06	57.250	62.720	57.060	59.380	10725850	57.520	

Conocophillips cop

Date	Open	High	Low	Close	Volume	Adj. Close*	
01-Dec-06	66.900	74.890	66.050	71.950	11513965	71.950	Q4 Average 64.303
01-Nov-06	60.300	67.660	59.030	67.300	10900266	67.300	
02-Oct-06	59.720	63.290	54.900	60.240	12340922	60.240	
01-Sep-06	64.000	64.540	56.550	59.530	12585120	59.190	
01-Aug-06	68.460	70.750	62.550	63.430	7337960	63.060	
03-Jul-06	66.280	69.930	63.450	68.640	9109800	68.240	
01-Jun-06	62.600	66.590	57.660	65.530	10797854	64.810	
01-May-06	67.430	69.400	60.520	63.290	10509972	62.590	
03-Apr-06	63.950	72.500	63.730	66.900	11084452	65.790	
01-Mar-06	61.400	65.550	58.500	63.150	9021500	62.100	
01-Feb-06	64.700	65.920	58.010	60.960	12598647	59.950	
03-Jan-06	58.840	66.250	58.790	64.700	12333370	63.230	

Exxon Mobil xom

Date	Open	High	Low	Close	Volume	Adj. Close*	
01-Dec-06	76.780	79.000	74.820	76.630	19954455	76.630	Q4 Average 73.105
01-Nov-06	71.580	77.370	70.270	76.810	20701757	76.810	
02-Oct-06	67.290	72.330	64.840	71.420	21755386	71.110	
01-Sep-06	67.850	68.650	63.870	67.100	24726505	66.810	
01-Aug-06	67.240	71.220	67.010	67.670	22894034	67.380	
03-Jul-06	61.800	67.940	61.630	67.740	22007130	67.140	
01-Jun-06	60.400	62.650	56.640	61.350	24370150	60.800	
01-May-06	63.400	64.770	59.150	60.910	20876745	60.370	
03-Apr-06	61.360	65.000	60.430	63.080	19051194	62.200	
01-Mar-06	59.590	61.920	58.440	60.860	19242908	60.020	
01-Feb-06	62.770	63.080	58.600	59.370	20284736	58.550	
03-Jan-06	56.420	63.960	56.420	62.750	21662635	61.550	

Frontier Oil Corp fto

Date	Open	High	Low	Close	Volume	Adj. Close*	
01-Dec-06	31.640	33.000	28.510	28.740	1404180	28.740	Q4 Average 29.393
01-Nov-06	29.570	32.110	28.250	31.640	2213561	31.610	
02-Oct-06	26.780	30.490	24.000	29.400	2162850	29.370	
01-Sep-06	32.500	33.060	24.330	26.580	3828735	26.550	
01-Aug-06	35.250	37.800	32.550	32.700	3522904	32.630	
03-Jul-06	32.400	35.740	30.110	35.250	3334260	35.170	
01-Jun-06	55.100	57.560	27.600	32.400	3676177	32.330	
01-May-06	60.650	66.200	50.250	56.000	3640454	27.910	
03-Apr-06	60.700	63.900	53.550	60.530	3446873	30.170	
01-Mar-06	46.750	61.960	46.010	59.350	2790104	29.580	
01-Feb-06	47.250	48.680	39.030	46.250	2844221	23.030	
03-Jan-06	38.040	47.480	37.980	47.390	2275940	23.600	

Hess Corp hes

Date	Open	High	Low	Close	Volume	Adj. Close*	
01-Dec-06	49.800	52.700	48.400	49.570	3254025	49.570	Q4 Average 45.895
01-Nov-06	42.750	50.600	41.650	50.270	3824690	50.170	
02-Oct-06	41.420	44.400	37.620	42.400	4460613	42.320	
01-Sep-06	45.800	48.000	38.300	41.420	4521615	41.340	
01-Aug-06	52.990	54.620	45.750	45.780	2829817	45.580	
03-Jul-06	53.000	56.450	48.000	52.900	2956830	52.670	
01-Jun-06	49.200	53.460	43.230	52.850	2876281	52.620	
01-May-06	144.200	150.740	136.320	150.000	4818231	49.670	
03-Apr-06	143.300	154.890	138.480	143.270	5811600	47.440	
01-Mar-06	138.900	146.340	134.260	142.400	3748721	47.150	
01-Feb-06	155.440	156.000	134.840	138.310	5169426	45.700	
03-Jan-06	128.500	155.360	128.500	154.800	5930505	51.150	

Holly Corp hoc

Date	Open	High	Low	Close	Volume	Adj. Close*	
01-Dec-06	53.760	56.440	50.940	51.400	689675	51.400	Q4 Average 49.775
01-Nov-06	47.570	54.630	47.570	54.010	930395	53.930	
02-Oct-06	43.370	49.690	39.380	47.560	948804	47.490	
01-Sep-06	45.900	46.670	38.040	43.330	1232500	43.270	
01-Aug-06	50.350	55.960	43.670	45.820	1469382	45.660	
03-Jul-06	48.200	51.590	45.710	50.600	1176825	50.430	
01-Jun-06	83.430	85.150	36.570	48.200	1238309	48.030	
01-May-06	77.170	83.560	72.450	83.430	1140681	41.530	
03-Apr-06	75.000	84.910	74.500	77.170	1083705	38.410	
01-Mar-06	60.100	75.830	58.220	74.120	805034	36.890	
01-Feb-06	73.850	74.190	55.850	59.700	996115	29.670	
03-Jan-06	59.120	73.700	59.110	73.600	576190	36.580	

Marathon Oil mro

Date	Open	High	Low	Close	Volume	Adj. Close*	
01-Dec-06	94.180	98.730	90.300	92.500	3301590	92.500	Q4 Average 88.053
01-Nov-06	86.980	95.550	84.530	94.380	4197109	94.380	
02-Oct-06	76.870	88.560	70.650	86.400	5382218	86.010	
01-Sep-06	84.340	84.990	68.830	76.900	5558790	76.560	
01-Aug-06	92.000	93.280	83.150	83.500	4159913	83.130	
03-Jul-06	83.900	92.480	82.110	90.640	3567365	89.830	
01-Jun-06	74.750	83.990	69.380	83.300	3334409	82.560	
01-May-06	80.200	83.510	70.630	75.050	3658381	74.380	
03-Apr-06	76.670	86.550	76.200	79.360	3114663	78.250	
01-Mar-06	71.000	79.360	67.570	76.170	3291073	75.100	
01-Feb-06	76.900	77.820	64.900	70.600	3551136	69.610	
03-Jan-06	62.150	77.780	62.010	76.870	3499865	75.420	

Murphy Oil mur

Date	Open	High	Low	Close	Volume	Adj. Close*	
01-Dec-06	53.600	54.390	50.060	50.850	1288700	50.850	Q4 Average 50.390
01-Nov-06	46.750	54.690	46.000	54.280	1563366	54.280	
02-Oct-06	47.400	52.320	44.880	47.160	1715650	47.010	
01-Sep-06	48.900	49.950	45.000	47.550	1512410	47.400	
01-Aug-06	51.470	52.370	47.710	48.910	1081878	48.760	
03-Jul-06	55.960	57.610	50.710	51.460	1641280	51.150	
01-Jun-06	52.740	56.510	47.190	55.860	1788990	55.520	
01-May-06	50.690	52.960	48.690	52.730	1506672	52.410	
03-Apr-06	50.220	54.280	48.500	50.180	1379305	49.760	
01-Mar-06	47.100	50.980	44.720	49.820	1339900	49.410	
01-Feb-06	57.010	58.400	45.060	46.870	2230510	46.480	
03-Jan-06	54.350	60.180	53.820	57.000	1468560	56.400	

Occidental Petroleum oxy

Date	Open	High	Low	Close	Volume	Adj. Close*	
01-Dec-06	50.000	52.400	48.040	48.830	4440750	48.830	Q4 Average 48.415
01-Nov-06	46.520	50.700	45.700	50.340	5145476	50.120	
02-Oct-06	48.000	49.900	43.750	46.940	6393340	46.740	
01-Sep-06	51.490	51.900	44.010	48.110	6928145	47.900	
01-Aug-06	107.650	110.890	50.720	50.990	4299065	50.550	
03-Jul-06	102.550	108.950	98.270	107.750	6518630	53.410	
01-Jun-06	98.750	103.620	91.240	102.550	8737481	50.830	
01-May-06	103.000	108.520	89.560	99.090	8738818	48.940	
03-Apr-06	94.000	108.100	93.300	102.740	7699431	50.740	
01-Mar-06	91.830	96.120	88.020	92.650	6368234	45.760	
01-Feb-06	97.710	97.710	85.370	91.540	7824810	45.030	
03-Jan-06	82.500	97.990	81.890	97.710	8091390	48.060	

Royal Dutch Shell rds-a

Date	Open	High	Low	Close	Volume	Adj. Close*	
01-Dec-06	70.930	71.720	69.270	70.790	908445	70.790	Q4 Average 69.150
01-Nov-06	69.160	71.890	68.080	71.030	1070409	71.030	
02-Oct-06	66.090	69.850	64.090	69.620	1174077	68.990	
01-Sep-06	69.130	69.540	64.070	66.100	1249260	65.500	
01-Aug-06	70.730	72.380	68.870	68.940	921443	68.320	
03-Jul-06	67.590	71.750	65.930	70.800	1070000	69.540	
01-Jun-06	64.630	67.570	61.190	66.980	1222713	65.790	
01-May-06	68.530	70.190	63.850	66.310	1300359	65.130	
03-Apr-06	62.650	70.390	62.550	68.130	1471352	66.300	
01-Mar-06	61.250	63.660	60.170	62.260	1247273	60.590	
01-Feb-06	67.960	68.250	60.190	60.480	1712142	58.860	
03-Jan-06	62.680	68.450	62.680	68.110	1328100	65.700	

Sunoco Inc sun

Date	Open	High	Low	Close	Volume	Adj. Close*	
01-Dec-06	67.900	69.420	62.010	62.360	2765975	62.360	Q4 Average 64.892
01-Nov-06	65.900	68.870	63.050	68.160	3654023	68.160	
02-Oct-06	62.020	68.500	57.500	66.130	3470327	65.880	
01-Sep-06	72.050	72.980	57.610	62.190	3704065	61.960	
01-Aug-06	69.400	80.450	68.330	71.910	3501273	71.640	
03-Jul-06	69.200	70.790	62.630	69.540	2113310	69.050	
01-Jun-06	67.650	71.750	60.340	69.290	2618354	68.800	
01-May-06	81.790	84.290	63.620	68.590	2791754	68.100	
03-Apr-06	78.070	88.150	76.190	81.040	2038894	80.210	
01-Mar-06	74.350	81.550	73.760	77.570	2172604	76.780	
01-Feb-06	95.200	96.440	71.050	74.100	3597573	73.340	
03-Jan-06	79.340	97.250	79.340	95.200	2272250	94.230	

Tesoro Corp tso

Date	Open	High	Low	Close	Volume	Adj. Close*	
01-Dec-06	70.000	73.100	64.900	65.770	1162655	65.770	Q4 Average 65.380
01-Nov-06	63.940	71.400	61.460	70.450	1505804	70.450	
02-Oct-06	57.980	66.760	54.660	63.940	1888590	63.850	
01-Sep-06	64.860	65.410	52.950	57.980	2412860	57.900	
01-Aug-06	75.200	76.800	63.270	64.610	2288208	64.520	
03-Jul-06	74.360	76.000	68.310	74.800	1847280	74.580	
01-Jun-06	67.110	74.800	60.670	74.360	1682300	74.140	
01-May-06	69.820	73.590	60.320	68.110	1885213	67.910	
03-Apr-06	68.950	75.740	66.210	69.920	1678984	69.610	
01-Mar-06	60.660	69.300	57.670	68.340	1266495	68.040	
01-Feb-06	72.470	73.980	58.030	60.410	2090400	60.140	
03-Jan-06	62.000	73.900	62.000	72.470	1469555	72.030	

Total S A tot

Date	Open	High	Low	Close	Volume	Adj. Close*	
01-Dec-06	71.280	73.460	69.480	71.920	1135950	71.920	Q4 Average 69.112
01-Nov-06	68.190	72.130	66.840	71.460	1341138	71.460	
02-Oct-06	65.870	69.050	63.710	68.140	1263890	67.080	
01-Sep-06	67.510	68.080	62.730	65.940	1537945	64.910	
01-Aug-06	67.260	69.730	66.010	67.430	1481204	66.380	
03-Jul-06	65.990	68.610	62.230	68.230	1411280	67.170	
01-Jun-06	64.040	66.450	58.060	65.520	1624086	64.500	
01-May-06	138.500	144.540	62.650	65.210	1937290	64.190	
03-Apr-06	132.010	141.760	131.820	138.020	1651515	64.780	
01-Mar-06	126.250	134.050	123.040	131.730	1647095	61.830	
01-Feb-06	137.350	138.540	125.420	126.130	2032968	59.200	
03-Jan-06	128.510	139.520	128.310	138.330	1672600	64.920	

Valero Energy vlo

Date	Open	High	Low	Close	Volume	Adj. Close*	
01-Dec-06	54.900	57.090	50.900	51.160	10418475	51.160	Q4 Average 52.670
01-Nov-06	51.950	55.550	50.230	55.070	12708833	55.070	
02-Oct-06	51.330	54.730	47.520	52.330	15063504	52.250	
01-Sep-06	57.490	58.150	46.840	51.470	17861450	51.390	
01-Aug-06	67.310	68.830	57.260	57.400	9958086	57.310	
03-Jul-06	66.750	68.250	61.850	67.430	8673100	67.240	
01-Jun-06	60.350	66.870	55.190	66.520	9928122	66.340	
01-May-06	65.390	67.400	55.570	61.350	10293454	61.180	
03-Apr-06	60.030	70.750	58.530	64.740	12163831	64.480	
01-Mar-06	54.140	61.230	52.460	59.780	8806295	59.540	
01-Feb-06	62.430	62.790	47.990	53.790	13419263	53.570	
03-Jan-06	52.550	63.700	52.500	62.430	11069970	62.100	

Buckeye bpl

Date	Open	High	Low	Close	Volume	Adj. Close*	
01-Dec-06	46.280	46.990	45.200	46.480	44330	46.480	Q4 Average 45.297
01-Nov-06	45.800	45.900	44.500	45.890	50185	45.890	
02-Oct-06	43.700	45.890	43.300	45.800	50713	45.020	
01-Sep-06	43.450	43.800	42.320	43.600	61920	42.860	
01-Aug-06	43.250	43.960	42.000	43.380	67152	42.640	
03-Jul-06	42.020	43.250	40.400	43.250	70320	41.770	
01-Jun-06	43.700	43.980	41.500	42.090	59050	40.650	
01-May-06	43.500	43.700	40.800	43.460	88277	41.970	
03-Apr-06	42.700	44.200	42.280	43.270	93878	41.060	
01-Mar-06	44.980	44.980	42.500	42.710	138382	40.530	
01-Feb-06	45.180	45.280	43.460	44.260	62015	42.000	
03-Jan-06	42.290	45.600	42.290	45.110	65220	42.100	

Enbridge Energy Partners eep

Date	Open	High	Low	Close	Volume	Adj. Close*	
01-Dec-06	54.900	57.090	50.900	51.160	10418475	51.160	Q4 Average 52.670
01-Nov-06	51.950	55.550	50.230	55.070	12708833	55.070	
02-Oct-06	51.330	54.730	47.520	52.330	15063504	52.250	
01-Sep-06	57.490	58.150	46.840	51.470	17861450	51.390	
01-Aug-06	67.310	68.830	57.260	57.400	9958086	57.310	
03-Jul-06	66.750	68.250	61.850	67.430	8673100	67.240	
01-Jun-06	60.350	66.870	55.190	66.520	9928122	66.340	
01-May-06	65.390	67.400	55.570	61.350	10293454	61.180	
03-Apr-06	60.030	70.750	58.530	64.740	12163831	64.480	
01-Mar-06	54.140	61.230	52.460	59.780	8806295	59.540	
01-Feb-06	62.430	62.790	47.990	53.790	13419263	53.570	
03-Jan-06	52.550	63.700	52.500	62.430	11069970	62.100	

Kinder Morgan Energy Partners kmp

Date	Open	High	Low	Close	Volume	Adj. Close*	
01-Dec-06	48.300	48.980	47.420	47.900	255520	47.900	Q4 Average 46.405
01-Nov-06	44.610	48.930	44.010	48.490	417271	48.490	
02-Oct-06	43.800	46.080	43.010	44.600	445868	44.600	
01-Sep-06	44.900	44.900	42.800	43.880	364735	43.100	
01-Aug-06	45.900	46.530	44.450	44.770	437956	43.980	
03-Jul-06	45.990	46.490	45.050	46.060	208465	45.240	
01-Jun-06	47.150	47.330	43.620	45.960	289372	44.350	
01-May-06	46.070	47.990	43.710	47.200	415877	45.550	
03-Apr-06	48.160	48.800	46.110	46.430	270794	44.810	
01-Mar-06	47.370	48.730	44.700	48.180	345339	45.700	
01-Feb-06	48.810	48.820	46.750	47.270	335615	44.840	

03-Jan-06 48.000 56.220 47.990 48.960 398700 46.440

Magellan Midstream Partners mgg

Date	Open	High	Low	Close	Volume	Adj. Close*	
01-Dec-06	22.200	22.760	21.770	22.300	147165	22.300	Q4 Average 22.393
01-Nov-06	22.900	23.000	21.760	22.340	113980	22.340	
02-Oct-06	22.400	23.050	22.020	22.990	75236	22.750	
01-Sep-06	22.600	22.600	21.400	22.500	80730	22.270	
01-Aug-06	22.200	22.750	21.670	22.430	90143	22.200	
03-Jul-06	20.950	22.500	19.850	22.350	97710	21.900	
01-Jun-06	21.640	22.780	19.750	20.850	116050	20.430	
01-May-06	22.500	22.660	19.110	21.640	132890	21.210	
03-Apr-06	22.990	22.990	20.300	22.450	189284	21.900	
01-Mar-06	23.500	23.500	21.200	22.990	227243	22.430	
10-Feb-06	24.500	24.560	23.040	23.290	1200400	22.720	

Plains All American paa

Date	Open	High	Low	Close	Volume	Adj. Close*	
01-Dec-06	50.570	53.230	50.050	51.200	206755	51.200	Q4 Average 48.948
01-Nov-06	46.800	50.560	46.080	50.500	200871	50.500	
02-Oct-06	46.110	48.570	45.200	47.360	143818	46.610	
01-Sep-06	46.100	46.400	44.170	46.150	133350	45.420	
01-Aug-06	46.150	47.350	45.510	46.000	113978	45.270	
03-Jul-06	43.780	46.570	43.210	46.150	141725	44.720	
01-Jun-06	48.850	48.920	42.810	43.670	195631	42.320	
01-May-06	43.650	48.600	42.850	48.500	200127	47.000	
03-Apr-06	44.930	45.180	43.520	43.650	98836	41.620	
01-Mar-06	44.350	47.000	43.260	44.980	123639	42.890	
01-Feb-06	42.140	45.440	41.600	44.810	137000	42.720	
03-Jan-06	39.950	43.500	39.810	42.690	138865	40.050	

Sunoco Logistics sxl

Date	Open	High	Low	Close	Volume	Adj. Close*	
01-Dec-06	48.400	51.040	48.010	50.560	30355	50.560	Q4 Average 47.522
01-Nov-06	46.500	49.050	45.570	48.540	33419	48.540	
02-Oct-06	44.510	47.750	43.710	46.640	42254	45.850	
01-Sep-06	45.000	45.330	43.500	44.760	34430	44.000	
01-Aug-06	43.090	45.600	42.200	44.900	61347	44.140	
03-Jul-06	40.700	43.040	40.450	43.030	33795	41.560	
01-Jun-06	42.700	42.980	39.490	40.850	52522	39.450	
01-May-06	44.000	44.240	39.890	42.950	136863	41.480	
03-Apr-06	42.120	44.000	40.350	44.000	34789	41.740	
01-Mar-06	42.250	43.470	40.700	41.970	19347	39.820	
01-Feb-06	41.900	43.700	39.630	42.860	24336	40.660	
03-Jan-06	38.800	42.570	38.800	41.700	24470	38.890	

Teppco Partners tpp

Date	Open	High	Low	Close	Volume	Adj. Close*	
01-Dec-06	39.550	41.860	39.100	40.310	151405	40.310	Q4 Average 39.338
01-Nov-06	39.400	40.470	37.750	39.370	203761	39.370	
02-Oct-06	37.450	39.950	36.900	39.420	182254	39.420	
01-Sep-06	37.270	37.650	36.050	37.160	160705	36.520	
01-Aug-06	35.990	37.560	35.730	37.490	189265	36.850	
03-Jul-06	35.300	36.460	34.440	35.950	221005	35.330	
01-Jun-06	37.640	37.990	35.200	35.250	300559	34.000	
01-May-06	37.810	38.490	36.020	37.640	147650	36.310	
03-Apr-06	36.500	38.460	36.020	38.060	135926	36.710	
01-Mar-06	36.430	37.360	35.290	36.290	139900	34.390	
01-Feb-06	37.150	37.700	35.590	36.430	149142	34.520	
03-Jan-06	36.000	39.000	35.400	37.050	201900	35.110	

Valero vli

Date	Open	High	Low	Close	Volume	Adj. Close*	
01-Dec-06	54.650	57.750	54.500	55.770	95645	55.770	Q4 Average 54.140
01-Nov-06	53.850	56.240	53.620	54.880	82390	54.880	
02-Oct-06	49.920	53.680	49.050	53.600	82881	52.720	
01-Sep-06	51.830	51.930	49.210	50.000	78075	49.180	
01-Aug-06	51.350	51.810	49.050	51.680	79465	50.830	
03-Jul-06	49.450	52.500	48.750	51.260	98065	49.550	
01-Jun-06	51.480	52.500	49.050	49.350	77759	47.710	
01-May-06	53.350	54.000	49.030	51.480	84963	49.770	
03-Apr-06	50.250	53.500	48.820	53.160	113515	50.550	
01-Mar-06	52.000	52.080	49.900	50.650	79443	48.160	
01-Feb-06	51.450	52.360	49.750	52.020	111352	49.460	
03-Jan-06	52.250	54.700	50.760	51.240	120115	47.920	

Washington State Department of Reveue

(instructions: any data entered on this page will flow to the applicable worksheets)

Industry: Liquid Petroleum
 Assessment Year: 2007 Assessment Year

Guideline Companies:		Stock Price (4th 1/4 aver)	Revenues Per Share	Cash Flow Per Share	Earnings Per Share	Dividends Per Share
Name	Ticker					
BP plc	bp	67.158	83.10	9.55	6.50	2.30
Chevron Corp	cvx	69.703	98.50	10.85	8.10	2.01
ConocoPhillips	cop	64.303	116.40	13.25	10.40	1.44
Exxon Mobil	xom	73.105	59.30	8.50	6.40	1.28
Frontier Oil Corp	fto	29.393	45.00	3.85	3.45	0.10
Hess Corp	hes	45.895	87.55	9.25	5.80	0.40
Holly Corp	hoc	49.775	70.10	5.05	4.15	0.29
Marathon Oil Corp	mro	88.053	178.15	17.25	13.10	1.53
Murphy Oil	mur	50.390	74.45	5.65	3.30	0.53
Occidental Petroleum	oxy	48.415	21.50	7.70	5.35	0.76
Royal Dutch Shell	rds-a	69.150	100.00	11.80	7.75	2.44
Sunoco Inc	sun	64.892	308.60	12.20	8.30	0.95
Tesoro Corp	tso	65.380	280.50	14.20	10.55	0.40
Total S A	tot	69.112	75.15	10.70	6.90	2.19
Valero Energy	vlo	52.670	155.00	10.10	8.10	0.30

Selected Comparables		Stock Price (4th 1/4 aver)	Revenues Per Share	Cash Flow Per Share	Earnings Per Share	Dividends Per Share
Name	Ticker					
Buckeye Partners	bpl	45.297				
Enbridge Energy Ptnrs	eep	52.670				
Kinder Morgan Energy Ptnrs	kmp	46.405				
Magellan Midstream Ptnrs	mgg	22.393				
Plains All American	paa	48.948				
Sunoco Logistics	sxl	47.522				
Teppco Partners	tpp	39.338				
Valero, LP	vli	54.140				