

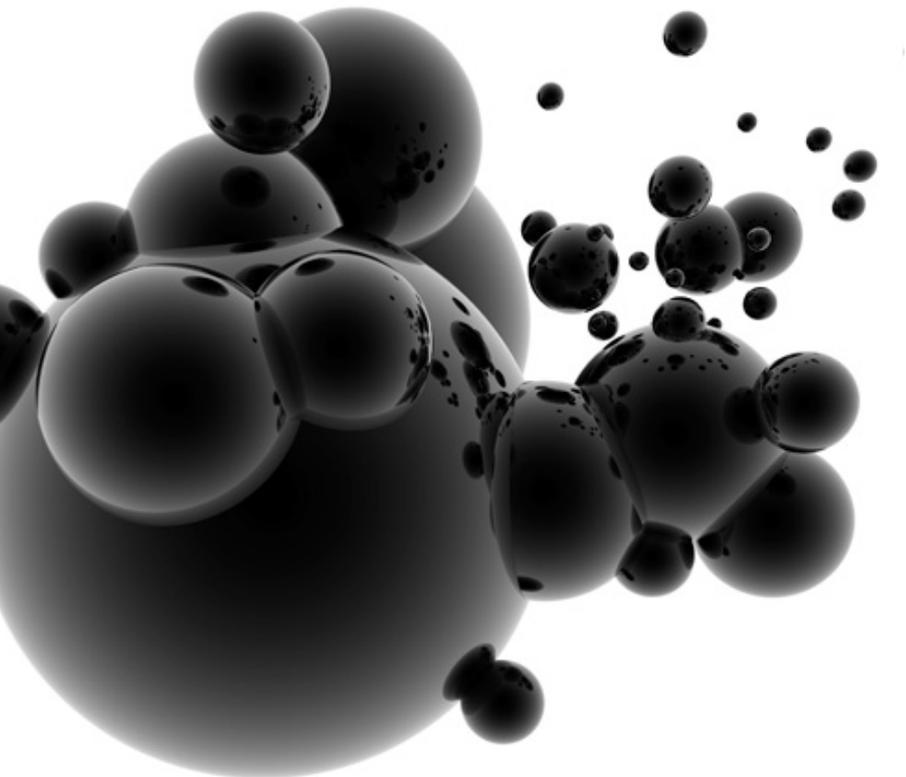


PLATTS

McGRAW HILL FINANCIAL

FREQUENTLY ASKED QUESTIONS

Platts Colonial Line Space Assessments



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WHY IS PLATTS ASSESSING COLONIAL LINE SPACE?

The line space market on Colonial Pipeline has had increased liquidity over the past three years with Line 1 and Line 2 both being full. Market sources have wanted transparency in this market, particularly those needing line space in order to move product. Line space values are important for traders when making decisions and looking at the arbitrage between the US Gulf Coast and US Atlantic Coast.

WHAT IS BEING ASSESSED IN THE NEW PLATTS COLONIAL PIPELINE LINE SPACE ASSESSMENTS?

Platts Colonial line space assessments reflect the exchange of physical refined products at two locations along Colonial’s three largest pipelines in the southern and eastern United States. The assessments are spot prices in cents/gal that reflect the premiums or discounts paid by a buyer to take product for delivery from a seller at some point along the pipelines. The seller takes an equal amount of product at origin.

HOW MANY NEW PLATTS COLONIAL PIPELINE LINE SPACE ASSESSMENTS ARE THERE?

Eighteen. These cover spot prices for space on the three pipelines, the Colonial cycle numbers corresponding to those spot prices and monthly averages.

FOR WHICH PIPELINES ARE THE PLATTS COLONIAL PIPELINE LINE SPACE ASSESSMENTS TRADED?

The assessments cover the three largest refined products pipelines in the US: the 1.37 million b/d, gasoline-only Line 1 from Pasadena, Texas, to Greensboro, North Carolina; the 1.16 million b/d, distillates-only Line 2 from Pasadena to Greensboro; and the 885,000 b/d, multiproduct Line 3 from Greensboro to Linden, New Jersey. Assessments also reflect the spot price of lines 1 and 3 combined and lines 2 and 3 combined.

FOR WHICH PRODUCTS ARE THE COLONIAL PIPELINE LINE SPACE ASSESSMENTS TRADED FOR?

The assessments reflect but are not limited to line space for 87-octane conventional gasoline, CBOB, RBOB, diesel, heating oil and jet fuel. The assessments are not linked with specific products.

WHAT IS THE MINIMUM SIZE IN BARRELS FOR A COLONIAL PIPELINE LINE SPACE TRANSACTION?

The assessments reflect the transfer of a minimum of 25,000 barrels of gasoline or distillates.

WHERE WILL PLATTS PUBLISH THE NEW COLONIAL PIPELINE LINE SPACE ASSESSMENTS?

Platts Colonial Pipeline line space assessments are published through Platts Global Alert, a real-time price and news service, on pages 156, 330, and 430. The assessments will also appear in US Marketscan and Platts Oilgram Price Report, which are daily newsletters that provide detailed market information on global crude oil prices, trade updates, market commentary and analysis, futures settlement prices and much more.

The following Platts codes will enable subscribers to locate the new assessments:

Assessment	Market Data Code	Cycle	Mavg
Line space for gasoline on Line 1 (USC/gal)	AAXTA00	AAXTACY	AAXTA03
Line space for gasoline on Line 1 and Line 3 (USC/gal)	AAXTC00	AAXTCCY	AAXTC03
Line space for gasoline on Line 3 (USC/gal)	AAXTB00	AAXTBCY	AAXTB03
Line space for distillates on Line 2 (USC/gal)	AAXTD00	AAXTDCY	AAXTD03
Line space for distillates on Line 2 and Line 3 (USC/gal)	AAXTG00	AAXTG03	AAXTG03
Line space for distillates on Line 3 (USC/gal)	AAXTE00	AAXTECY	AAXTE03

HOW WILL PLATTS COLLECT INFORMATION ABOUT LINE SPACE VALUES, AND HOW CAN I PROVIDE INFORMATION ABOUT LINE SPACE TRANSACTIONS?

Line space instruments will be available in eWindow for the Platts Market on Close assessment process. Indications for Line 1, Line 1 and 3 and Line 3 gasoline can be sent to the Gulf Coast gasoline reporter. Indications for Line 2, Line 2 and 3 and Line 3 distillates should be sent to the US heating oil reporter. The yahoo for gasoline is platts_usgc2 and heating oil is platts_usgasoil. All indications must be received by 3:15 pm EST in order to be considered for the assessment. The cutoff for eWindow positions is 2:45 pm EST unless there is an early close that day. For more information on eWindow instruments please contact the operations customer support manager at +1 (713) 655-2284.



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