

**NuStar Energy L.P. and Subsidiaries**  
**Reconciliation of Non-GAAP Financial Information Related to the Quarter Ended March 31, 2013**  
**(Unaudited, Thousands of Dollars)**

NuStar Energy L.P. utilizes a financial measure, EBITDA, that is not defined in United States generally accepted accounting principles. Management uses this financial measure because it is a widely accepted financial indicator used by investors to compare partnership performance. In addition, management believes that this measure provides investors an enhanced perspective of the operating performance of the partnership's assets. EBITDA is not intended nor presented as an alternative to net income. EBITDA should not be considered in isolation or as a substitute for a measure of performance prepared in accordance with United States generally accepted accounting principles.

EBITDA in the following reconciliations relate to our operating segments. For purposes of segment reporting we do not allocate general and administrative expenses to our reported operating segments because those expenses relate primarily to the overall management at the entity level. Therefore, EBITDA reflected in the following reconciliations exclude any allocation of general and administrative expenses consistent with our policy for determining segmental operating income, the most directly comparable GAAP measure.

1. The following are reconciliations of operating income to EBITDA for certain of our reported operating segments:

	<b>Three Months Ended</b>	
	<b>March 31, 2013</b>	
	<b>Storage Segment</b>	<b>Pipeline Segment</b>
Operating income	\$ 51,178	\$ 39,881
Plus depreciation and amortization expense	24,431	15,990
<b>EBITDA</b>	<b>\$ 75,609</b>	<b>\$ 55,871</b>

	<b>Three Months Ended</b>	
	<b>March 31, 2012</b>	
	<b>Storage Segment</b>	<b>Pipeline Segment</b>
Operating income	\$ 56,147	\$ 37,216
Plus depreciation and amortization expense	23,300	12,981
<b>EBITDA</b>	<b>\$ 79,447</b>	<b>\$ 50,197</b>
 (Decrease) increase in EBITDA	 \$ (3,838)	 \$ 5,674

2. The following are reconciliations of operating income to EBITDA for our fuels marketing segment:

	<b>Three Months Ended</b>		
	<b>March 31, 2013</b>		
	<b>Fuels Marketing Operations</b>	<b>Asphalt Operations</b>	<b>Fuels Marketing Segment</b>
Operating income	\$ (1,593)	\$ -	\$ (1,593)
Plus depreciation and amortization expense	7	-	7
<b>EBITDA</b>	<b>\$ (1,586)</b>	<b>\$ -</b>	<b>\$ (1,586)</b>

	<b>Three Months Ended</b>		
	<b>March 31, 2012</b>		
	<b>Fuels Marketing Operations</b>	<b>Asphalt Operations</b>	<b>Fuels Marketing Segment</b>
Operating income	\$ 15,767	\$ (21,160)	\$ (5,393)
Plus depreciation and amortization expense	43	5,437	5,480
<b>EBITDA</b>	<b>\$ 15,810</b>	<b>\$ (15,723)</b>	<b>\$ 87</b>

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3. The following are reconciliations of projected incremental operating income to projected incremental EBITDA for certain of our reported operating segments:

	<b>Year Ended December 31, 2013</b>	
	<b>Storage Segment</b>	<b>Pipeline Segment</b>
Projected incremental operating income range	\$ 3,000 - 20,000	\$ 50,000 - 60,000
Plus projected incremental depreciation and amortization expense	7,000 - 10,000	10,000 - 20,000
Projected incremental EBITDA range	\$ 10,000 - 30,000	\$ 60,000 - 80,000

	<b>Year Ended December 31, 2014</b>	
	<b>Storage Segment</b>	<b>Pipeline Segment</b>
Projected incremental operating income range	\$ 18,000 - 35,000	\$ 34,000 - 45,000
Plus projected incremental depreciation and amortization expense	2,000 - 5,000	6,000 - 15,000
Projected incremental EBITDA range	\$ 20,000 - 40,000	\$ 40,000 - 60,000

4. The following are reconciliations of projected operating income to projected EBITDA for our fuels marketing segment:

	<b>Years Ended December 31, 2013 and 2014</b>
Projected operating income	\$ 20,000 - 40,000
Plus projected depreciation and amortization expense	-
Projected EBITDA	\$ 20,000 - 40,000