NuStar Energy L.P. and Subsidiaries
Reconciliation of Non-GAAP Financial Information Related to the First Quarter 2010
(Unaudited, Thousands of Dollars)

NuStar Energy L.P. utilizes EBITDA, which 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 and the cash that the business is generating. EBITDA is not intended to represent cash flows for the period or 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.

1. The following is a reconciliation of the projected net income to projected EBITDA for the three months ended June 30, 2010:

	Three Months Ended June 30, 2010
Projected net income range	$ 69,000 - $ 86,000
Plus projected interest expense range	18,000 - 19,000
Plus projected income tax expense range	5,000 - 6,000
Plus projected depreciation and amortization expense range	38,000 - 39,000
Projected EBITDA range	$ 130,000 - $150,000

EBITDA in the following reconciliation relates to our operating segments or a portion of an operating segment. 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 excludes any allocation of general and administrative expenses consistent with our policy for determining segmental operating income, the most directly comparable GAAP measure.

2. The following tables reconcile operating income to adjusted EBITDA for our asphalt and fuels marketing operations:

	Three Months Ended March 31, 2010		
	Fuels Marketing Operations	Asphalt Operations	Asphalt and Fuels Marketing Segment
Operating income (loss)	$ 3,379	$ (11,275)	$ (7,896)
Plus depreciation and amortization expense	17	5,024	5,041
Adjusted EBITDA	$ 3,396	$ (6,251)	$ (2,855)

	Year Ended December 31, 2009		
	Fuels Marketing Operations	Asphalt Operations	Asphalt and Fuels Marketing Segment
Operating income	$ 9,919	$ 50,710	$ 60,629
Plus depreciation and amortization expense	-	19,463	19,463
Adjusted EBITDA	$ 9,919	$ 70,173	$ 80,092

	Year Ended December 31, 2008		
	Fuels Marketing Operations	Asphalt Operations	Asphalt and Fuels Marketing Segment
Operating income	$ 36,239	$ 76,267	$ 112,506
Plus depreciation and amortization expense	552	14,182	14,734
Plus hedging loss	-	60,704	60,704
Adjusted EBITDA	$ 36,791	$ 151,153	$ 187,944

3 The following is a reconciliation of incremental operating income to incremental adjusted EBITDA for the year ended December 31, 2010 compared to the year ended December 31, 2009 for the storage segment:

	Storage Segment
Projected incremental operating income range	$ 6,000 - $ 9,500
Plus projected incremental depreciation and amortization expense range	6,000 - 6,500
Projected incremental adjusted EBITDA range	$ 12,000 - $ 16,000