



## First Quarter 2010 Earnings and Recent Developments

# Forward looking information

This presentation contains statements that we believe are, or may be considered to be, forward-looking statements. All statements, other than statements of historical fact, included in this presentation regarding the prospects of our industry or our prospects, plans, financial position or business strategy may constitute forward-looking statements. In addition, forward-looking statements generally can be identified by the use of forward-looking words such as “may,” “will,” “expect,” “intend,” “estimate,” “foresee,” “project,” “anticipate,” “believe,” “plans,” “forecasts,” “continue” or “could” or the negative of these terms or variations of them or similar terms. Although we believe that the expectations reflected in these forward-looking statements are reasonable, we cannot assure you that these expectations will prove to be correct. These forward-looking statements are subject to certain known and unknown risks and uncertainties, as well as assumptions that could cause actual results to differ materially from those reflected in these forward-looking statements. Factors that might cause actual results to differ include, but are not limited to, those discussed in the section entitled “Outlook and Recent Developments” on page 9 of this presentation. Readers are cautioned not to place undue reliance on any forward-looking statements contained in this registration statement, which reflect management’s opinions only as of the date hereof. Factors that might cause actual results to differ include, but are not limited to, those discussed in the section entitled “Risk Factors” set forth in Item 1A of the Company’s Form 10. Except as required by law, we undertake no obligation to revise or publicly release the results of any revision to any forward-looking statements.



## Selected First Quarter Financial Highlights

# First Quarter Results and Highlights



- Transitioned SemGroup from restructuring activities to an emphasis on business execution
- Repositioned the company toward fee-based asset activities
- Reported operating income of \$24.5 million on revenue of \$476 million
- Operating income favorably impacted by seasonally higher natural gas liquids margins during the first quarter
- Compliant with all credit facilities covenants
- Implemented comprehensive risk management policies

# Issues Affecting Financial Disclosure



- A number of issues may impact comparability of financial data between the current period and prior periods, including:
  - Deconsolidation of the Canadian units during bankruptcy
    - SemCAMS and SemCanada Crude (emerging Canadian units) financial results are excluded from July 2008 through November 2009 financial results
  - Impact from discontinued operations
    - Certain businesses have been sold or shut down during bankruptcy that are no longer reflected in current operations
  - Impact of fresh start reporting
    - At November 30, 2009, SemGroup revalued all assets and liabilities to reflect fair value as required by GAAP
    - As a result of fresh start reporting, SemStream inventory was revalued from historical weighted average cost to current market value on November 30, 2009. This revaluation increased cost of product sold over the actual cost of inventory
  - Other plan of reorganization impact
    - Forgiveness of debt and other obligations
    - Professional fees and other related costs of bankruptcy

# Condensed Consolidated Statements of Operations



Unaudited (dollars in thousands, except per share amounts)

	Successor Three Months ended March 31, 2010	Predecessor Three Months ended March 31, 2009
Revenues	\$ 476,006	\$ 282,514
Expenses:		
Costs of products sold, exclusive of depreciation and amortization (shown below)	371,416	243,724
Operating	31,924	10,250
General and administrative	28,167	13,147
Depreciation and amortization	19,966	11,528
Total expenses	451,473	278,649
Operating income	24,533	3,865
Other expenses	15,015	4,038
Income (loss) from continuing operations before reorganization items and income taxes	9,518	(173)
Reorganization items loss	-	(45,770)
Income (loss) from continuing operations before income taxes	9,518	(45,943)
Income tax expense	843	1,149
Income (loss) from continuing operations	8,675	(47,092)
Income (loss) from discontinued operations, net of income taxes	482	(42,614)
Net income (loss)	9,157	(89,706)
Less: net income (loss) attributable to noncontrolling interests	61	44
Net income (loss) attributable to SemGroup Corporation	\$ 9,096	\$ (89,750)
Net income attributable to SemGroup Corporation per common share:		
Basic	0.22	
Diluted	0.20	

# Condensed Consolidated Balance Sheets



Unaudited (dollars in thousands)

	March 31, 2010	December 31, 2009
<b>ASSETS</b>		
Current assets	\$ 570,910	\$ 790,727
Property, plant and equipment	1,032,930	1,041,379
Goodwill	186,600	186,844
Other intangible assets	127,148	130,612
Other noncurrent assets, net	50,459	60,451
<b>Total assets</b>	<b><u>\$ 1,968,047</u></b>	<b><u>\$ 2,210,013</u></b>
<b>LIABILITIES AND OWNERS' EQUITY</b>		
<b>Current liabilities:</b>		
Current portion of long-term debt	\$ 20,255	\$ 20,719
Other current liabilities	364,762	557,044
<b>Total current liabilities</b>	<b>385,017</b>	<b>577,763</b>
Long-term debt, excluding current portion	441,620	499,213
Other noncurrent liabilities	152,727	154,780
<b>Total liabilities</b>	<b><u>979,364</u></b>	<b><u>1,231,756</u></b>
Total SemGroup Corporation equity	987,136	976,686
Non-controlling interests in consolidated subsidiaries	1,547	1,571
<b>Total owners' equity</b>	<b>988,683</b>	<b>978,257</b>
<b>Total liabilities and owners' equity</b>	<b><u>\$ 1,968,047</u></b>	<b><u>\$ 2,210,013</u></b>

# Non-GAAP Financial Measures

Adjusted EBITDA is presented in this release for the three month periods ended March 31, 2010 and 2009. Adjusted EBITDA is not a generally accepted accounting principles (“GAAP”) measure and is not intended to be used in lieu of a GAAP presentation of net income. Adjusted EBITDA is presented in this release because SemGroup believes it provides additional information with respect to its financial performance and its ability to meet future debt service, capital expenditures and working capital requirements. Adjusted EBITDA represents earnings before income, taxes, depreciation and amortization, adjusted for selected items that SemGroup believes impact the comparability of financial results between reporting periods. Although SemGroup presents selected items that it considers in evaluating its performance, you should also be aware that the items presented do not represent all items that affect comparability between the periods presented. Variations in SemGroup’s operating results are also caused by changes in volumes, prices, exchange rates, mechanical interruptions, and numerous other factors. These types of variances are not separately identified in this release.

A reconciliation of net income to EBITDA and adjusted EBITDA for the periods presented in included in the tables attached to this release.

# Non-GAAP Financial Data Reconciliations



- Net income to earnings before interest, taxes, depreciation and amortization ("EBITDA") and excluding selected items impacting comparability ("Adjusted EBITDA") reconciliations

	<b>Three Months Ended</b>	
	<b>March 31</b>	
	<b>2010</b>	<b>2009</b>
Net Income Attributable to SemGroup	9.1	(89.8)
Add: Interest Expense	19.4	3.3
Add: Income Tax Expense	0.8	1.1
Add: Depreciation and Amortization	20.0	11.5
EBITDA	49.3	(73.9)
Selected items impacting comparability	5.0	59.2
<b>Adjusted EBITDA</b>	<b>54.3</b>	<b>(14.7)</b>

# Selected Items Impacting Comparability – Income/(Loss)



	Three Months Ended	
	March 31	
	2010	2009
Reorganization items loss	-	45.8
Impact of change in basis of NGL inventory in fresh-start reporting	26.6	-
Unrealized (gains)/losses on derivative activities	(22.7)	12.8
Foreign currency transaction (gains)/losses	(1.6)	0.6
Allowance on receivable from AGE Refining	1.1	-
Restricted stock expense	1.6	-
<b>Selected Items Impacting Comparability</b>	<b>5.0</b>	<b>59.2</b>

# Outlook and Recent Developments

- Initiated construction of 500,000 barrels of additional crude storage capacity at Cushing, OK tank farm
- SemGroup filed Form 10 to commence the process of registering with the SEC and listing shares with the NYSE
  - Anticipate becoming effective with the SEC and listing shares before year-end
  - Due to the ongoing registration process, the company will not have a quarterly conference call
  - Second quarter financial statements will be released subject to the timing of the registration process
- SemGroup's partners in White Cliffs Pipeline notified the company in May 2010 of their intention to exercise their right to increase their ownership interest by purchasing additional interest from the company. A final purchase and closing date is currently being negotiated
- During the second quarter, SemCanada Crude experienced unfavorable market conditions which adversely impacted the segment's profitability, resulting in the recognition of a second quarter impairment of SemCanada Crude's goodwill and intangibles
  - We recorded an impairment of the full amount of the goodwill (\$52.3 million) and other intangible assets (\$39.4 million)
  - SemGroup is reviewing strategic and restructuring alternatives

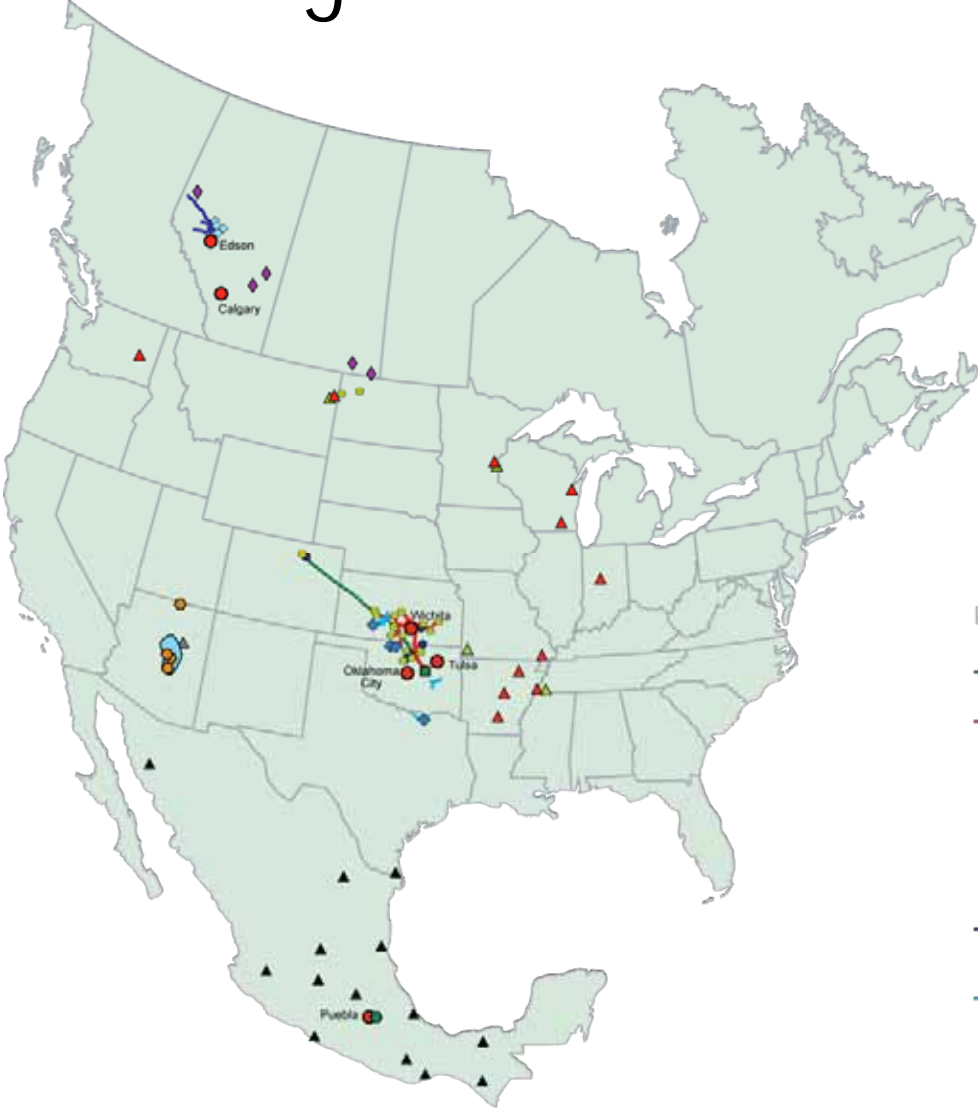


## SemGroup Overview

# Key Operating Assets

- 2,800 miles of pipelines
- 18.1 million barrels of storage capacity
- 11 liquid asphalt cement terminals
- Two emulsion distribution terminals
- 11 NGL terminals; one under construction
- Seven natural gas processing plants
- Five blending facilities in Canada
- Owned and leased railcars, trucks and pipeline injection stations

# Strategic Asset Base



- Legend**
- SemGroup Office
  - ▭ North American Energy Corridor
- Crude Oil**
- White Cliffs Pipeline
  - White Cliffs Pipeline Storage
  - SemCrude Pipeline
  - SemCrude Pipeline Storage Tank
  - SemCrude Storage
  - SemCrude Truck Unloading
  - ◆ SemCanada Crude Blending Facility
  - SemLogistics Storage
- Natural Gas**
- ◇ SemCAMS Processing Plant
  - SemCAMS Gathering Pipeline
  - ◆ SemGas Gathering and Processing
  - SemGas Gathering Pipeline
- Refined Products**
- SemLogistics Storage
- Natural Gas Liquids**
- ▲ SemStream Propane Terminal
  - ▲ Propane Terminal - Under Construction
  - ▲ Exclusive 3rd Party Terminal
  - Regulated Distribution Area
  - ▭ Non-regulated Distribution Area
- Asphalt**
- Asphalt Terminal
  - Asphalt Technical Center

# Risk Management

- Governed by Comprehensive Risk Management Policy
  - Oversight by Board of Directors
  - Responsible for setting limits and procedures
- Risk Management Group
  - Centralized and independent activity (i.e., “middle office”)
  - Responsibility for establishing, monitoring, and enforcing Policy
  - Led by an experienced Chief Risk Officer
- Key risk control activities include
  - Market, credit, and capital risk measurement and monitoring
  - Detailed review of all large capital transactions by the middle office
  - Validation of transactions, portfolio valuation, and other risk metrics
- Authority limits established for activities involving
  - Market and credit risk
  - Investments, divestitures, and other capital projects



Thank You

If you have questions, please contact:

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