



# YORKVILLE MLP BEAT

## MLP-Moving News

MLPs Gain +3.7% in May, +12.4% for 2014

Energy Services, GPs  
Top 2 Sectors on Month

Yorkville MLP  
Distribution Growth  
Leaders +20.8% YTD

EMES Best Performing  
MLP for 2014

IPOs GLOP and PBFX  
+26.1% and +16.3%

Infrastructure and  
Commodity MLPs Both  
+3.7% for May

MLPs Yield 5.3%  
at Month End

MLPs Grow  
Distributions by 7.3% in  
2<sup>nd</sup> Quarter

### Yorkville MLP

#### Fundamental Scores 2Q14

Stability Score	9.7
Growth Score	7.3%

Yorkville Capital Management LLC  
950 Third Avenue, 23rd Floor  
New York, New York 10022  
(212) 755-1970  
info@yorkvillecapital.com

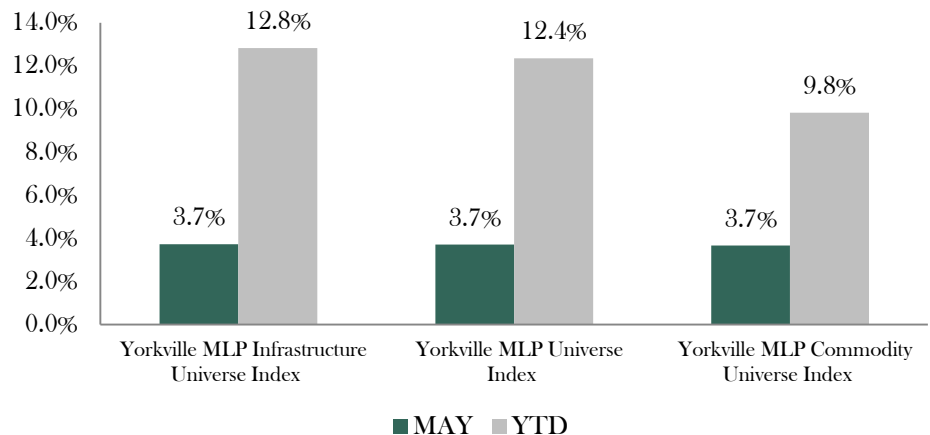
## How Best to Invest in Master Limited Partnerships

The MLP asset class has grown significantly in popularity since its humble beginnings in the 1980s, evidenced by record attendance at the NAPTP MLP investor conference this past month. Today, there are more than 110 energy MLPs with a market capitalization of \$540 billion. 10 years ago, there were less than 40 MLPs, with a market cap of less than \$50 billion. The growth in the asset class has been met with an equally impressive rate of growth in the number and variety of investment vehicles which offer access to MLPs. More than ever before, investors looking to allocate to MLPs need to be aware of the differences and benefits of the various fund structures.

As proponents of the MLP asset class, we are agnostic to the specific wrapper investors use to gain exposure to the MLP asset class. We believe that an allocation to MLPs is critical to include in every well-diversified portfolio – it is less important how you specifically gain that exposure. That being said, investors need to understand that there are benefits to each of different MLP investment product types or vehicle – there is no one superior solution for all MLP investors.

MLP Access	Pros	Cons
Direct	Returns/ Tax-Efficient Income	K-1s/ Recapture
C-Corp	Most Tax-Efficient Income	Corporate Taxes/Returns Drag
RIC	No Corp. Taxes/ Pass Through	Not Pure MLP Exposure
Synthetic	Return Profile of MLPs	Credit Risk/Taxable Income

MLP Composite Indices - Total Return  
(May 2014)



## Direct Investment

For many investors, directly buying the MLPs outright, either via a professionally managed Separately Managed Accounts (SMAs) or in an individual taxable account is the preferable means of gaining MLP exposure. The benefits are rather straightforward. Firstly, by investing directly in a portfolio of MLPs you are getting 100% pure, direct exposure to the underlying MLPs and their respective total return profiles. Generally speaking, 70-100% of distributions are characterized as return of capital (ROC). Direct investments retain the tax benefits of the underlying MLPs. The primary downside investors is the associated K-1 tax forms that come with a direct investment. For most taxable income is shielded by the tax-exempt nature of the account and the ETN offer better total return profile than C-Corps.. Tax preparation costs for a single K-1 range between \$50-\$100, depending on the tax preparer. Therefore, a well-diversified MLP portfolio via direct investment has additional tax preparation costs. Most accountants also recommend limiting the investments to taxable accounts as potential issues may arise in IRAs. These caveats aside, Yorkville believes that direct investment is the best way to gain exposure to MLPs in a taxable account.

## C-Corp

A C-Corp is the oldest and most widely used structure for funds that invest only in MLPs. This structure is used for Exchange Traded Funds (ETFs), Mutual Funds and Closed-End Funds (CEFs). While these investment vehicles generally offer pure exposure to a basket of 100% MLPs and retain the favorable tax treatment of the MLP distributions, total returns are reduced by corporate taxes. Because the products are structured as C-Corps (corporations), the funds are required to accrue a liability for federal and state taxes. While this liability may or may not be realized, the potential deferred liability reduces the net asset value (NAV) of the fund. The result is a drag on performance relative to the underlying portfolio of MLPs that does not accrue for taxes. Some CEFs implement leverage in order to mitigate the effects of a tax liability on NAV. Despite the potential for underperformance, these funds offer a distinct benefit to investors – no K-1s. All of the K-1s are handled at the fund level and the investor is left with a simple form 1099, the same form that an investor in Apple or GM would receive. Depending on the investor's needs and size of the account, C-Corp MLP funds can make the most sense in taxable accounts because of their tax-advantaged income. C-Corp MLP funds offer diversified exposure, simple tax returns (1099) and retain tax advantaged income of the underlying partnership.

## RIC

More recently, fund sponsors have come to market with “MLP-like” products in the form of non-taxable Registered Investment Companies (RIC). This structure is the most commonly used in Mutual Funds and ETFs. The RIC structure is a pass-through vehicle. This means investors are not affected by any deferred taxes as they are in the C-Corp funds, meaning performance more closely tracks the underlying portfolio. However, a critical difference in these funds is a limit of 25% is placed on fund holdings that can be direct MLP investments. Therefore, these funds do not offer pure MLP exposure. With the remaining 75% of the portfolio, fund managers or index providers attempt to use MLP-like or other income producing securities in order to attempt and replicate the MLP investment experience as best they can. The result is a total return profile that does not mirror that of MLPs. This impacts a key investment benefit of MLPs – diversification. Non-MLP securities increase correlation to equities, fixed income, and commodities. The RIC structure makes the investment appropriate for both taxable or non-taxable accounts and issues form 1099s in place of K-1s. The primary benefit is no tax drag. The primary drawback is the fund does not offer pure MLP exposure.

## Synthetic

Investors can also access MLPs via synthetic structures. This structure is most commonly used for Exchange Traded Notes (ETNs). In an MLP ETN investment, the investor is getting 100% exposure to the underlying MLP index and its associated total return profile. ETNs also furnish form 1099s as opposed to K-1s. The downsides to the ETN route is twofold. One, ETNs are debt obligations of the bank behind the issue. Therefore, there is credit risk in MLP ETN investments. Secondly, because ETNs are effectively bank debt, they do not retain any of the favorable tax characteristics of the MLPs themselves. Therefore, there is 0% return of capital and dividends from

the notes are taxed as ordinary income. ETNs are best suited for retirement and non-taxable accounts because the taxable income they produce is shielded by the tax exempt nature of the account and ETNs offer the best total return profile.

In summary, there are important differences amongst the each of the different MLP investment vehicles in the marketplace. Investors need to familiarize themselves with these nuances and weigh the pros and cons of each structure to determine their best fit. We believe MLPs are an important part of every investor's portfolio, regardless of how that allocation is achieved. For more information on the differences amongst the MLP products in the market, please go to <http://www.yorkvillecapital.com/featured-topics.aspx> or feel free to reach out via email at [info@yorkvillecapital.com](mailto:info@yorkvillecapital.com).

## MLP Sector Performance - Total Returns

Energy Service MLPs and General Partners continue to be the best performing sectors in the asset class. Energy Services was the top sector for the second straight month (+10.0% in May), and is now up an outstanding +27.9% YTD. Meanwhile, General Partners were the second best performers for both the month and YTD, +6.9% and +23.3%, respectively. Energy Services and GPs took the top two spots in 2013 as well. Downstream MLPs finished third for the month with a total return of +6.6% as refineries came back into favor and wholesale propane distributors continued their strong performance following the cold winter.

### MLP Sector Indices - Total Return

as of 5/30/2014

INDEX NAME	BLOOMBERG		
	TICKER	MAY	YTD
Yorkville MLP Energy Services Index	YESVCX	10.0%	27.9%
Yorkville MLP General Partners Index	YGENPX	6.9%	23.3%
Yorkville MLP Downstream Index	YPROPX	6.6%	13.2%
Yorkville MLP Refined Product Pipelines Index	YRPPTX	4.8%	15.0%
Yorkville MLP Gathering & Processing Index	YGGNPX	4.3%	11.0%
Yorkville MLP Marine Transportation Index	YTRANX	3.6%	8.0%
Yorkville MLP Crude Oil Pipelines Index	YOILPX	3.1%	12.8%
Yorkville MLP Exploration & Production Index	YEXNPX	3.1%	3.0%
Yorkville MLP Natural Gas Pipelines Index	YNGLPX	1.7%	9.5%
Yorkville MLP Natural Resources Index	YNATRX	-4.8%	4.0%
S&P 500	SPXT	2.3%	5.0%

Natural Resources was the only down sector for May (-4.8%) as 8 of its 9 index members including fertilizer and coal producers finished the month with a negative return. The sector remains positive for the year (+4.0% YTD). Meanwhile, Natural Gas Pipelines only posted modest gains of +1.7% in May, while Exploration & Production MLPs were up +3.1% to round out the bottom 3. Following the gain for E&P MLPs, all ten sectors are now up for 2014.

## MLP Specialty Performance - Total Returns

The Yorkville MLP Distribution Growth Leaders Index, which consists of the 20 MLPs that exhibit the highest quality distribution growth characteristics, has produced a gain of more than 20 percent in 2014, following another up month (+4.8%) in May. Investors continue to migrate from higher-yielding MLPs to faster-growing MLPs with strong sponsors and significant dropdown pipelines.

Variable Distribution MLPs, as measured by the Yorkville MLP Variable Distribution Index, outpaced the overall asset class by 200 basis points in May (+5.7%) and are now up 18 percent on the year. Following the pending acquisition of PetroLogistics LP (PDH) by a subsidiary of Koch Industries.

### MLP Specialty Indices - Total Return

as of 5/30/2014

INDEX NAME	BLOOMBERG		
	TICKER	MAY	YTD
Yorkville MLP Distribution Growth Leaders Index	YGMLPX	4.8%	20.8%
Yorkville MLP Variable Distribution Index	YVARUX	5.7%	18.0%
Yorkville MLP Universe Index	YMLPUX	3.7%	12.4%

## Partnerships - Best and Worst Performing

78 of the 111, or approximately 70% of MLPs had positive total returns in the month of May. Nineteen MLPs gained more than 10 percent, while only 2 lost more than ten percent on a total return basis. For the month, the difference in performance between the best and worst MLPs was 49% - which is indicative of the MLP asset class being a stock pickers market.

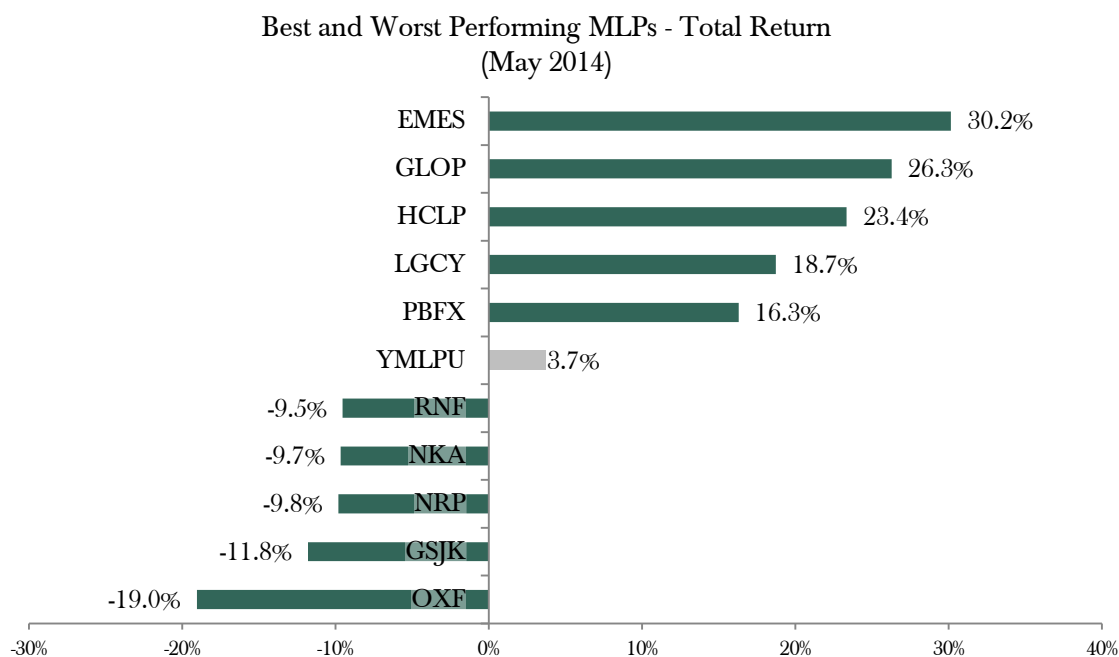
The top performing MLP in May was frac sand producer Emerge Energy Services LP (EMES). EMES was also the top performer in both the full year 2013 and the first quarter of 2014. In May, EMES returned +30.2% as demand for frac sand continues to drive utilization and new plants expand overall capacity. Management believes 75% of planned additional capacity will be spoken for by early 2015. In addition, Q1 2014 Adjusted EBITDA beat consensus estimate by nearly fifteen percent.

The second best performing MLP in the month was GasLog Partners LP (GLOP), an owner, operator and manager of liquefied natural gas carriers, which returned +26.3%. GLOP had a very successful IPO in early May. Based on minimum quarterly distributions stated in the S-1, GLOP has an implied yield of 5.7% and the company projects double digit distribution growth for the first few years.

Sand reserve owner Hi-Crush Partners LP (HCLP) was the third best performer in the month with a return of +23.4%. In May, Bank of America initiated coverage on HCLP with a buy rating and a price target of \$53. Demand for sand continues to remain high and is expected to increase. HCLP's low cost production, strong reserves, and efficiency in distribution have bolstered the stock price and the outlook for the firm.

E&P MLP Legacy Reserves LP (LGCY) was the fourth best performing MLP, returning +18.7% in May. LGCY formed a strategic alliance with WPX Energy whereby WPX will serve as the General Partner and receive cash consideration plus a portion of Legacy's IDRs and LGCY will acquire natural gas wells in the Piceance Basin. RBC Capital raised LGCY to a "Top Pick" with a price target of \$36. Additionally, Wells Fargo revised its estimates upward to account for the WPX alliance.

PBF Logistics LP (PBFX), an operator of various crude oil and refined petroleum products logistics assets, was the fifth best performer in the month with a return of +16.3%. PBFX launched a successful IPO campaign in early May, going public on the NYSE on May 8<sup>th</sup>. Based on minimum quarterly distributions stated in the red herring, PBFX has an implied yield of 4.5%.



Microcap MLP and thermal coal producer Oxford Resource Partners LP (OXF) was the worst performer in May with a return of -19%. OXF reported poor Q1 results due to increased costs. The company lowered its full year EBITDA guidance as a result and the outlook continues to look bleak.

The second worst performing MLP in May was Compressco Partners LP (GSJK), a compression-based production services MLP, which returned -11.8%. GSJK faltered as Q1 revenue and EBITDA figures came in below consensus estimates.

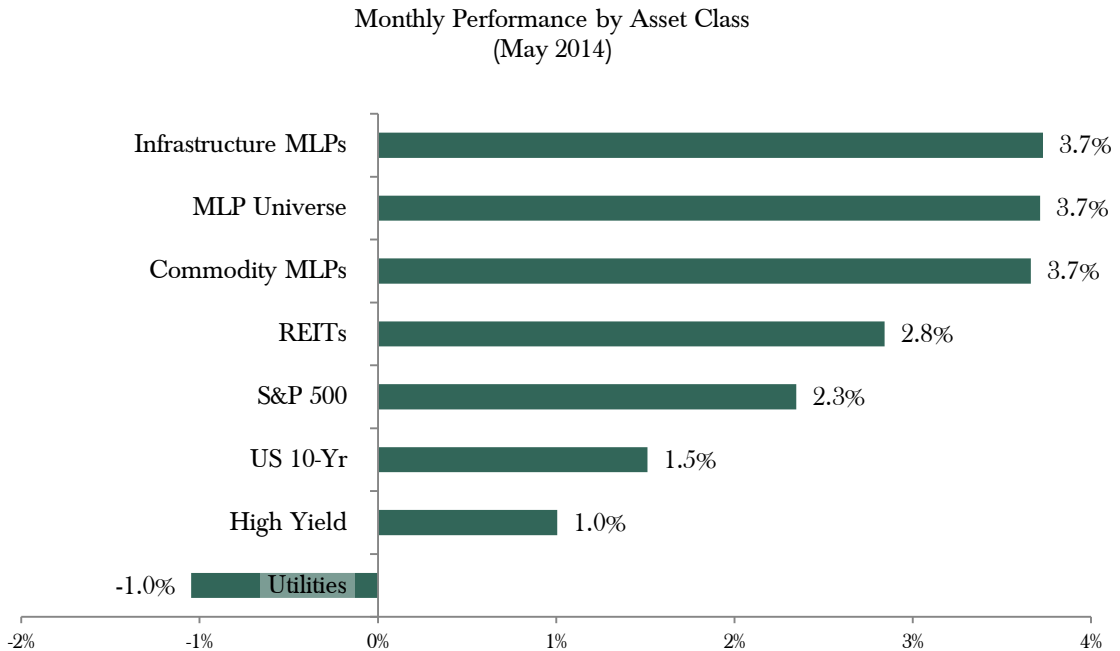
Coal property owner Natural Resource Partners (NRP) was the third worst performer in May as it returned -9.8%. NRP lowered full year revenue guidance to account for the continued weakness in the met coal markets and has continued its downward trend following its distribution cut last year.

Niska Gas Storage Partners LLC (NKA), an operator of natural gas storage assets, had the fourth worst May with a return of -9.7%. During the month, Moody's downgraded NKA's rating to B2 from B1. The downgrade reflects an expectation for sharply lower EBITDA and an increase in Debt/EBITDA to more than 6x for fiscal year 2015. In addition, Goldman Sachs downgraded the stock to "sell" with a price target of \$12.

Rentech Nitrogen Partners LP (RNF) was the fifth worst performer in the month with a return of -9.5%. Industry headwinds and higher input costs negatively affected the stock price but management is optimistic about the future and expects the East Dubuque facility EBITDA to be much stronger YoY. Additionally, the distribution of 8 cents was a positive surprise to analysts, many of whom expected RNF to omit this quarter's distribution.

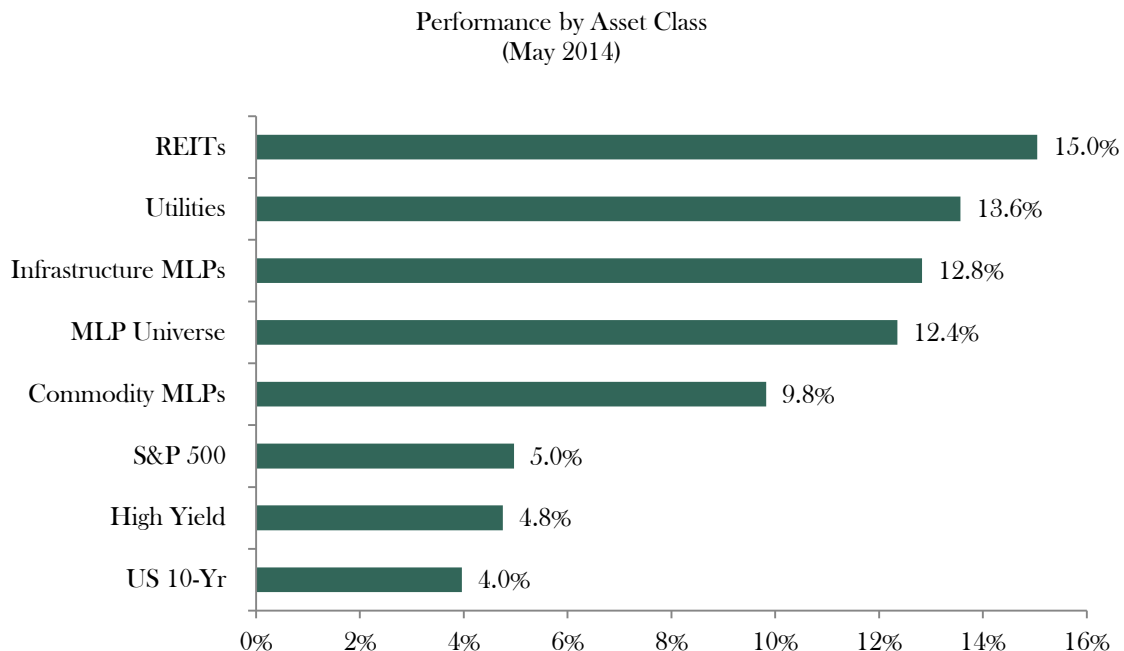
## MLP Composite Performance vs. Other Asset Classes

MLPs produced positive total returns for the ninth straight month in May, gaining +3.7% including distributions. The MLP Universe outperformed both REITs (+2.8%) and Utilities (-1.0%) along with the S&P 500 (+2.3%). High yield corporate bonds gained roughly 1 percent, while the U.S. ten year rallied +1.5%.



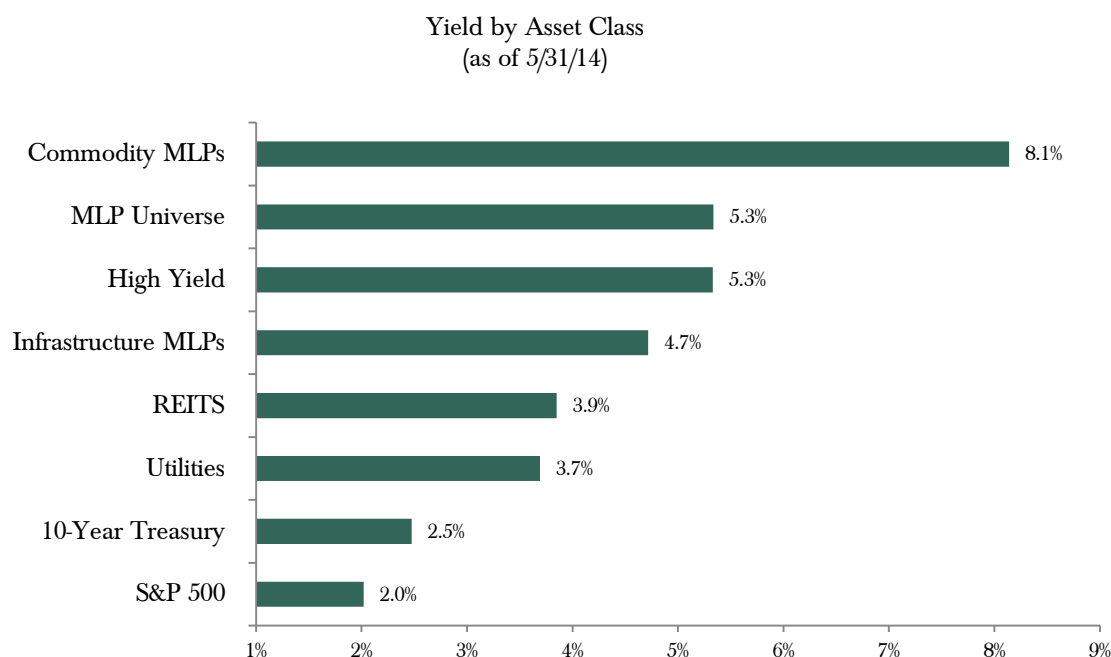
Commodity MLPs and Infrastructure MLPs were both in line with the MLP asset class, producing returns of +3.7% each.

After five months, REITs and Utilities continue to maintain a lead over MLPs in terms of total return, coming in at +15.0% and +13.6%, respectively. MLPs continue to gain ground however, and are now up +12.4% for the year. Infrastructure MLPs have outperformed Commodity MLPs by a considerable margin, up +12.8% versus +9.8%, while the S&P 500 is up roughly 5 percent in 2014. Money continues to flow into fixed income – high yield corporate bonds are now up +4.8% in total return in 2014, while the U.S. ten year is up +4.0%.



## MLP Composite Yields vs. Other Asset Classes

At May month end, the Yorkville MLP Universe Index yielded 5.3%, approximately 280 basis points above the Ten Year Treasury and equal to high yield corporate bonds (5.3%). MLP yields have gradually moved lower as prospects for the asset class have driven strong returns slightly ahead of distribution growth. The yield on Infrastructure MLPs was 4.7% while Commodity MLPs remained at 8.1% for a segment spread of 340 basis points.



Meanwhile, yields on REITs (3.9%) and Utilities (3.7%) remain under 4 percent. The 10-year rallied to a yield of 2.5 percent.

## MLP Distribution Scores

Following May, all 84 MLPs with at least four quarters of trailing distributions had announced distributions. For the quarter, the asset class produced average and median year-over-year distribution growth of +3.4% and +4.8%, respectively. Variable Distribution MLPs with large year-over-year decreases greatly skewed these figures to the downside.

Excluding Variable Distribution MLPs and MLPs with corporate actions impacting distributions (EROG temporarily suspended distributions in order to preserve liquidity until sale of its midstream business), the average growth figure, or the Yorkville Growth Score, was +7.3%. The Yorkville Distribution Stability Score was 9.7, indicating 97% of MLPs either maintained or increased distributions year-over-year. Notwithstanding a handful of significant cuts for a handful of MLPs in recent quarters (i.e. BWP, NRP), these proprietary figures signal a generally stable and healthy distribution outlook.

### Yorkville MLP Fundamental Scores 2Q14

Stability Score	9.7
Growth Score	7.3%

On a sector level, General Partners (+22.1%), Energy Services (+12.5%), and Crude Oil Pipelines (+12.1%) exhibited leading distribution growth. Natural Resource MLPs (-20.2%) saw massive cuts amongst coal and fertilizer MLPs with variable payout structures.



# MLP Universe Fundamentals

Ticker	Company	Yorkville MLP Sector	Market Cap (\$MMs)	Yield	Current Price	Total Return MTD	Total Return QTD	Total Return YTD
ACMP	Access Midstream Partners LP	Gathering & Processing	\$ 12,704	3.7%	\$ 62.99	7.2%	7.2%	13.6%
AHGP	Alliance Holdings GP LP	General Partners	\$ 3,849	5.3%	\$ 64.30	-2.5%	-2.5%	12.6%
ALDW	Alon USA Partners LP	Downstream	\$ 1,217	14.2%	\$ 19.47	9.8%	9.8%	22.9%
AMID	American Midstream Partners LP	Gathering & Processing	\$ 329	6.3%	\$ 29.57	11.1%	11.1%	13.0%
APL	Atlas Pipeline Partners LP	Gathering & Processing	\$ 2,629	7.6%	\$ 32.60	2.6%	2.6%	-3.4%
APU	AmeriGas Partners LP	Downstream	\$ 4,400	7.4%	\$ 47.38	4.2%	4.2%	10.6%
ARCX	Arc Logistics Partners LP	Crude Oil Pipelines	\$ 305	6.6%	\$ 23.55	7.3%	7.3%	10.4%
ARLP	Alliance Resource Partners LP	Natural Resources	\$ 3,368	5.4%	\$ 90.95	-1.1%	-1.1%	21.4%
ARP	Atlas Resource Partners LP	Exploration & Production	\$ 1,571	11.7%	\$ 19.81	-5.8%	-5.8%	2.1%
ATLS	Atlas Energy LP	General Partners	\$ 2,080	4.6%	\$ 40.09	-1.0%	-1.0%	-12.6%
BBEP	BreitBurn Energy Partners LP	Exploration & Production	\$ 2,565	9.3%	\$ 21.44	6.6%	6.6%	9.8%
BBEP	Blueknight Energy Partners LP	Crude Oil Pipelines	\$ 213	5.6%	\$ 9.28	1.4%	1.4%	12.2%
BPL	Buckeye Partners LP	Refined Product Pipelines	\$ 9,751	5.6%	\$ 78.46	4.4%	4.4%	13.7%
BWP	Boardwalk Pipeline Partners LP	Natural Gas Pipelines	\$ 4,655	2.3%	\$ 17.49	10.2%	10.2%	-30.5%
CELP	Cypress Energy Partners LP	Energy Services	\$ 274	6.7%	\$ 23.15	-2.8%	-2.8%	17.2%
CEP	Constellation Energy Partners LLC	Exploration & Production	\$ 70	0.0%	\$ 2.42	0.8%	0.8%	0.8%
CEQP	Crestwood Equity Partners LP	General Partners	\$ 2,619	3.9%	\$ 14.05	0.6%	0.6%	3.7%
CMLMT	Calumet Specialty Products Partners LP	Downstream	\$ 2,202	8.6%	\$ 31.77	11.0%	11.0%	28.0%
CMLP	Crestwood Midstream Partners LP	Natural Gas Pipelines	\$ 4,098	7.5%	\$ 21.80	-4.5%	-4.5%	-9.2%
CPLP	Capital Product Partners LP	Marine Transportation	\$ 948	8.7%	\$ 10.72	-0.4%	-0.4%	7.2%
CQP	Cheniere Energy Partners LP	Natural Gas Pipelines	\$ 11,553	5.0%	\$ 34.20	5.5%	5.5%	22.8%
CVRR	CVR Refining LP	Downstream	\$ 3,951	14.6%	\$ 26.77	15.9%	15.9%	25.3%
DKL	Delek Logistics Partners LP	Crude Oil Pipelines	\$ 839	4.9%	\$ 34.89	4.9%	4.9%	13.1%
DLNG	Dynagas LNG Partners LP	Marine Transportation	\$ 720	6.1%	\$ 24.03	12.0%	12.0%	9.2%
DMPL	Dorchester Minerals LP	Exploration & Production	\$ 868	7.0%	\$ 28.28	3.3%	3.3%	12.9%
DPM	DCP Midstream Partners LP	Gathering & Processing	\$ 5,796	5.5%	\$ 53.71	1.8%	1.8%	9.8%
ECP	Enbridge Energy Partners LP	Crude Oil Pipelines	\$ 10,063	7.0%	\$ 31.00	5.4%	5.4%	7.7%
EMES	Emerge Energy Services LP	Energy Services	\$ 2,247	4.8%	\$ 95.08	30.2%	30.2%	122.6%
ENBL	Enable Midstream Partners LP	Gathering & Processing	\$ 10,559	4.5%	\$ 25.40	2.7%	14.4%	14.4%
ENGY	Central Energy Partners LP	Natural Gas Pipelines	\$ 2	0.0%	\$ -	N/A	N/A	N/A
ENLK	EnLink Midstream Partners LP	Gathering & Processing	\$ 6,996	4.7%	\$ 30.47	4.6%	4.6%	13.2%
EPB	El Paso Pipeline Partners LP	Natural Gas Pipelines	\$ 7,458	7.6%	\$ 34.24	5.2%	5.2%	-1.0%
EPD	Enterprise Products Partners LP	Natural Gas Pipelines	\$ 69,905	3.8%	\$ 74.82	2.3%	2.3%	15.2%
EQM	EQT Midstream Partners LP	Natural Gas Pipelines	\$ 5,023	2.4%	\$ 82.14	7.3%	7.3%	41.7%
EROC	Eagle Rock Energy Partners LP	Exploration & Production	\$ 713	0.0%	\$ 4.46	3.2%	3.2%	-22.9%
ETE	Energy Transfer Equity LP	General Partners	\$ 27,708	2.8%	\$ 50.96	10.2%	10.2%	26.7%
ETP	Energy Transfer Partners LP	Natural Gas Pipelines	\$ 20,763	6.6%	\$ 56.32	3.8%	3.8%	1.8%
EVEP	EV Energy Partners LP	Exploration & Production	\$ 1,794	8.4%	\$ 36.93	4.8%	4.8%	13.9%
EXLP	Exterran Partners LP	Energy Services	\$ 1,557	7.7%	\$ 27.97	-2.7%	-2.7%	-4.0%
FGP	Ferrellgas Partners LP	Downstream	\$ 2,197	7.2%	\$ 27.76	11.7%	11.7%	23.4%
FISH	Marlin Midstream Partners LP	Gathering & Processing	\$ 340	7.4%	\$ 19.30	8.2%	8.2%	19.5%
GEL	Genesis Energy LP	Crude Oil Pipelines	\$ 5,055	3.9%	\$ 57.00	2.9%	2.9%	10.6%
GLOP	GasLog Partners LP	Marine Transportation	\$ 521	5.7%	\$ 26.52	26.3%	26.3%	26.3%
GLP	Global Partners LP/MA	Downstream	\$ 1,124	6.1%	\$ 40.97	2.5%	2.5%	19.4%
GMLP	Golar LNG Partners LP	Marine Transportation	\$ 2,061	6.3%	\$ 32.95	8.3%	8.3%	12.8%
GSJK	Compressco Partners LP	Energy Services	\$ 379	7.3%	\$ 24.38	-11.8%	-11.8%	25.4%
HCLP	Hi-Crush Partners LP	Energy Services	\$ 1,633	4.2%	\$ 50.07	23.4%	23.4%	35.5%
HEP	Holly Energy Partners LP	Refined Product Pipelines	\$ 2,073	5.7%	\$ 35.34	11.0%	11.0%	12.7%
KMP	Kinder Morgan Energy Partners LP	Refined Product Pipelines	\$ 34,517	7.3%	\$ 76.05	0.9%	0.9%	-2.3%
KNOP	KNOT Offshore Partners LP	Marine Transportation	\$ 481	6.3%	\$ 27.49	-0.5%	-0.5%	1.0%
LCGY	Legacy Reserves LP	Exploration & Production	\$ 1,692	8.1%	\$ 29.40	18.7%	18.7%	9.3%
LGP	Lehigh Gas Partners LP	Downstream	\$ 302	7.6%	\$ 27.00	2.3%	2.3%	-2.0%
LINE	Linn Energy LLC	Exploration & Production	\$ 9,627	10.0%	\$ 29.05	2.7%	2.7%	-1.9%
LRE	LRR Energy LP	Exploration & Production	\$ 451	11.4%	\$ 17.21	-0.7%	-0.7%	7.0%
MCEP	Mid-Con Energy Partners LP	Exploration & Production	\$ 471	9.2%	\$ 22.34	-1.1%	-1.1%	2.4%
MEMP	Memorial Production Partners LP	Exploration & Production	\$ 1,370	9.8%	\$ 22.37	-2.3%	-2.3%	7.2%
MEP	Midcoast Energy Partners LP	Gathering & Processing	\$ 995	5.7%	\$ 22.01	2.0%	2.0%	14.8%
MMLP	Martin Midstream Partners LP	Natural Gas Pipelines	\$ 1,245	7.8%	\$ 40.64	-2.3%	-2.3%	-1.5%
MMP	Magellan Midstream Partners LP	Refined Product Pipelines	\$ 18,592	3.0%	\$ 81.88	11.2%	11.2%	31.6%
MPLX	MPLX LP	Crude Oil Pipelines	\$ 4,225	2.3%	\$ 57.16	6.2%	6.2%	30.0%
MWE	MarkWest Energy Partners LP	Gathering & Processing	\$ 11,055	5.6%	\$ 61.95	-0.8%	-0.8%	-3.8%
NGL	NGL Energy Partners LP	Downstream	\$ 3,225	5.5%	\$ 40.00	4.9%	4.9%	19.4%
NGLS	Targa Resources Partners LP	Gathering & Processing	\$ 7,926	4.5%	\$ 67.96	14.8%	14.8%	33.5%

MLP Universe Fundamentals (continued)

Ticker	Company	Yorkville MLP Sector	Market Cap (\$MMs)	Yield	Current Price	Total Return MTD	Total Return QTD	Total Return YTD
NKA	Niska Gas Storage Partners LLC	Natural Gas Pipelines	\$ 516	9.8%	\$ 14.25	-9.7%	-9.7%	1.2%
NMM	Navios Maritime Partners LP	Marine Transportation	\$ 1,454	9.6%	\$ 18.45	-0.2%	-0.2%	1.3%
NRP	Natural Resource Partners LP	Natural Resources	\$ 1,564	9.9%	\$ 14.17	-9.8%	-9.8%	-25.8%
NS	NuStar Energy LP	Refined Product Pipelines	\$ 4,519	7.5%	\$ 58.02	1.3%	1.3%	18.4%
NSH	NuStar GP Holdings LLC	General Partners	\$ 1,493	6.2%	\$ 35.00	0.4%	0.4%	28.8%
NSLP	New Source Energy Partners LP	Exploration & Production	\$ 351	10.1%	\$ 22.95	0.2%	0.2%	3.1%
NTI	Northern Tier Energy LP	Downstream	\$ 2,586	11.0%	\$ 27.89	6.2%	6.2%	18.6%
OCIP	OCI Partners LP	Downstream	\$ 1,584	8.3%	\$ 19.68	-8.0%	-8.0%	-25.3%
OCIR	OCI Resources LP	Natural Resources	\$ 465	8.4%	\$ 23.80	8.4%	8.4%	22.1%
OILT	Oiltanking Partners LP	Refined Product Pipelines	\$ 3,698	2.2%	\$ 89.10	7.5%	7.5%	45.5%
OKS	ONEOK Partners LP	Natural Gas Pipelines	\$ 13,609	5.4%	\$ 55.10	-3.3%	-3.3%	7.6%
OXF	Oxford Resource Partners LP	Natural Resources	\$ 21	0.0%	\$ 1.02	-19.0%	-19.0%	-17.1%
PAA	Plains All American Pipeline LP	Crude Oil Pipelines	\$ 20,548	4.5%	\$ 56.47	1.2%	1.2%	11.7%
PBFX	PBF Logistics LP	Crude Oil Pipelines	\$ 850	4.5%	\$ 26.75	16.3%	16.3%	16.3%
PDH	PetroLogistics LP	Downstream	\$ 2,008	10.3%	\$ 14.41	8.4%	8.4%	30.4%
POPE	Pope Resources	Natural Resources	\$ 299	3.9%	\$ 67.25	-0.5%	-0.5%	2.2%
PSXP	Phillips 66 Partners LP	Refined Product Pipelines	\$ 4,479	1.8%	\$ 60.55	13.5%	13.5%	61.4%
QEFM	QEP Midstream Partners LP	Gathering & Processing	\$ 1,291	4.5%	\$ 24.18	2.8%	2.8%	6.5%
QRE	QR Energy LP	Exploration & Production	\$ 1,163	10.9%	\$ 17.92	-2.1%	-2.1%	9.5%
IRGP	Regency Energy Partners LP	Gathering & Processing	\$ 10,086	6.9%	\$ 27.80	3.9%	3.9%	9.7%
RNF	Rentech Nitrogen Partners LP	Natural Resources	\$ 633	2.0%	\$ 16.28	-9.5%	-9.5%	-6.8%
RRNO	Rhino Resource Partners LP	Natural Resources	\$ 384	13.5%	\$ 13.20	2.3%	2.3%	24.5%
RRRMS	Rose Rock Midstream LP	Crude Oil Pipelines	\$ 1,261	4.6%	\$ 43.43	5.4%	5.4%	15.0%
SDLP	Seadrill Partners LLC	Energy Services	\$ 2,448	6.2%	\$ 32.84	7.4%	7.4%	9.2%
SEEP	Spectra Energy Partners LP	Natural Gas Pipelines	\$ 15,210	4.2%	\$ 52.45	-2.6%	-2.6%	18.3%
SGU	Star Gas Partners LP	Downstream	\$ 362	5.6%	\$ 6.30	-0.8%	-0.8%	23.4%
SMLP	Summit Midstream Partners LP	Gathering & Processing	\$ 2,646	4.4%	\$ 45.01	0.7%	0.7%	25.8%
SPH	Suburban Propane Partners LP	Downstream	\$ 2,799	7.5%	\$ 46.42	6.1%	6.1%	3.0%
SRLP	Sprague Resources LP	Downstream	\$ 499	6.7%	\$ 24.73	16.2%	16.2%	40.5%
SUSP	Susser Petroleum Partners LP	Downstream	\$ 1,037	4.3%	\$ 47.20	14.5%	14.5%	46.2%
SXCP	SunCoke Energy Partners LP	Downstream	\$ 993	7.0%	\$ 28.65	-0.9%	-0.9%	9.2%
SXE	Southcross Energy Partners LP	Gathering & Processing	\$ 611	9.0%	\$ 17.87	6.3%	6.3%	3.7%
SXL	Sunoco Logistics Partners LP	Refined Product Pipelines	\$ 9,566	3.0%	\$ 92.00	1.9%	1.9%	23.8%
TCP	TC PipeLines LP	Natural Gas Pipelines	\$ 3,241	6.2%	\$ 52.00	-0.4%	-0.4%	10.9%
TEP	Tallgrass Energy Partners LP	Natural Gas Pipelines	\$ 1,509	3.5%	\$ 36.90	-0.1%	-0.1%	45.0%
TGP	Teekay LNG Partners LP	Marine Transportation	\$ 3,613	6.2%	\$ 44.30	3.5%	3.5%	7.2%
TLLP	Tesoro Logistics LP	Crude Oil Pipelines	\$ 3,796	3.4%	\$ 69.70	10.1%	10.1%	35.8%
TLP	TransMontaigne Partners LP	Refined Product Pipelines	\$ 800	5.3%	\$ 49.63	8.2%	8.2%	20.3%
TNH	Terra Nitrogen Co LP	Natural Resources	\$ 2,595	8.7%	\$ 138.90	-5.2%	-5.2%	1.7%
TOO	Teekay Offshore Partners LP	Marine Transportation	\$ 3,048	6.0%	\$ 35.67	4.3%	4.3%	11.4%
UAN	CVR Partners LP	Natural Resources	\$ 1,405	7.9%	\$ 19.22	-8.2%	-8.2%	21.6%
USAC	USA Compression Partners LP	Energy Services	\$ 952	7.8%	\$ 25.00	-8.3%	-8.3%	-3.3%
VLP	Valero Energy Partners LP	Refined Product Pipelines	\$ 2,559	1.9%	\$ 44.43	7.8%	7.8%	29.8%
VNR	Vanguard Natural Resources LLC	Exploration & Production	\$ 2,451	8.2%	\$ 30.72	2.5%	2.5%	7.7%
WES	Western Gas Partners LP	Gathering & Processing	\$ 8,663	3.5%	\$ 71.99	5.9%	5.9%	19.0%
WGP	Western Gas Equity Partners LP	General Partners	\$ 11,374	1.9%	\$ 51.96	6.2%	6.2%	32.9%
WNRL	Western Refining Logistics LP	Refined Product Pipelines	\$ 1,500	3.6%	\$ 32.87	0.9%	0.9%	29.3%

Yorkville Universe Indices - Constituent Changes

GasLog Partners LP (**GLOP**), which is an owner, operator and manager of LNG carriers, held its initial public offering on May 6. Following the offering, it was added to the following indices: Yorkville MLP Marine Transportation Index, Yorkville MLP Commodity Universe Index, Yorkville MLP Universe Index and the Yorkville PTP Universe Index.

PBF Logistics LP (**PBFX**) was added to the following indexes after its refiner sponsor PBF Energy created and IPO'd the MLP as a vehicle to dropdown its midstream assets: Yorkville MLP Crude Oil Pipelines Index, Yorkville MLP Infrastructure Universe Index, Yorkville MLP Universe Index and the Yorkville PTP Universe Index.

## **GENERAL NOTES AND DISCLAIMERS**

*The information presented herein is for informational purposes only and is not intended as an offer to sell or a solicitation of an offer to purchase shares or interests in any securities. There can be no assurance that any of the strategies described herein will succeed. Investments in securities are speculative, investors may incur substantial losses on their investments.*

*The views and strategies described herein may not be suitable for all investors. This material is distributed with the understanding that it is not rendering accounting, tax or legal advice. Please consult your accounting, tax or legal advisor concerning such matters.*

*The various market indicators, benchmarks or indices are shown herein because they are well-recognized measures of the broad markets rather than because of any correlations between the performance of the securities comprising these indices and that of the securities in our portfolio. Such market indicators, benchmarks, indices are not managed and accordingly are reduced by any fees or expenses. Dollar is the currency used to express performance.*

*The comparisons herein of the performance of the market indicators, benchmarks or indices may not be meaningful since the constitution and risks associated with each may be significantly different. Accordingly, no representation or warranty, express or implied, is made to the sufficiency, relevance, appropriateness or comprehensiveness of the market data, information or summaries contained herein for any specific purpose.*

*The views contained in this Newsletter are those of Yorkville Capital Management, LLC ("Yorkville") and are based upon information obtained by Yorkville from sources that are believed to be reliable. No representation or warranty, express or implied, is made as to the accuracy or completeness of such information for any specific purpose. Accordingly, Yorkville does not itself endorse or guarantee, and assumes no liability whatsoever for, the accuracy or reliability of any third party data or the financial information contained herein.*

*The information contained herein is given as of the date hereof and does not purport to give information as of any other date. The delivery of this Newsletter shall not under any circumstances create an implication that there has been no change in the matters discussed herein since the date hereof.*

*No part of this publication may be copied or duplicated in any form without the written consent of Yorkville.*

*Yorkville Capital Management LLC ("Yorkville Capital") is a Securities and Exchange Commission federally registered investment adviser. Yorkville Capital claims compliance with GIPS. The firm maintains a complete list and description of composites, which is available upon request. Information regarding the policies for calculating and reporting returns is available upon request.*

*Past performance is not indicative of future results. Investing in accordance in any of Yorkville investment strategies is speculative, and may result in substantial losses. No representation is made that an investor's account will, or is likely to, achieve a record similar to that shown.*

*Please contact Yorkville Capital (212) 755-1970 for a full disclosure page on the composites listed in this newsletter.*

*Yorkville's MLP Universe Indices are all float-adjusted market capitalization weighted. The indices are maintained and disseminated by Structured Solutions AG. Yorkville Capital has no corporate or ownership affiliation with Structured Solutions AG.*

*Live quotes for the suite of indices is available via both Bloomberg and Reuters. The tickers for each index, as well as Yorkville's comprehensive white papers can be found at: [www.yorkvillecapital.com/indexes.html](http://www.yorkvillecapital.com/indexes.html) Yorkville Capital has no corporate or ownership affiliation with Bloomberg or Reuters.*