

Aspects of Holly Corporation's Acquisition of Sunoco Inc.'s Tulsa, Oklahoma Refinery

Introduction

The Energy Information Administration reviews mergers, acquisitions, and alliances by companies that are [respondents to Form EIA-28](#) (Financial Reporting System (FRS)), or that result in a company that meets the FRS reporting criteria. The review is confined to a presentation of pertinent operating data of the companies and assets involved in the transaction. The FRS reporting criteria are one percent, or more, of U.S. crude oil and natural gas liquids, or natural gas production, or one percent, or more, of U.S. refinery crude oil distillation capacity.

Background

On April 16, 2009, the *Wall Street Journal* reported ("Sunoco to Sell Refinery to Holly for \$65 Million") that Sunoco Inc. agreed to sell its Tulsa, Oklahoma refinery to Holly Corporation for \$65 million in cash. Although no debt was reportedly acquired by Holly, Holly did agree to make an undisclosed amount of environmental upgrade investments in the refinery. The transaction is expected to close June 1, 2009 and to move Holly from the twenty-eighth-largest domestic refiner at the outset of 2008 to the eighteenth-largest refiner, and the fifth-largest non-vertically integrated, publicly traded U.S. refiner. The acquisition provides Holly with a midwestern presence and increases its national significance.

The following links provide company-level data from various public sources to inform discussions of the Holly acquisition. Additional information may be found on the company websites of [Holly Corporation](#) and [Sunoco Inc.](#), including the most recent annual report of [Holly \(PDF-format\)](#) and of [Sunoco \(PDF-format\)](#). This data presentation is similar to data presentations that have been previously requested from EIA for other significant energy company mergers and/or corporate alliances.

U.S. Crude Oil Refinery Capacity, Holly Corporation and Sunoco Inc.'s Tulsa Refinery, 2008						
Holly	Sunoco's Tulsa Refinery	Holly/Tulsa Total	U.S. Total	Holly	Share of U.S. Total Sunoco's Tulsa Refinery	Holly/Tulsa Total
(barrels per calendar day)			(percent)			
109,050	85,000	194,050	17,593,847	0.6	0.5	1.1

Note: Reserves are at year-end.
Sources: Energy Information Administration, [Refinery Capacity Report](#) (Washington, DC, June 2008), [Table 1](#) and [Table 5](#) (both pdf format).

Company-level refinery data for regions of the United States (known as Petroleum Administration for Defense (PAD) Districts) are available in the following table. Explanation of [PAD Districts](#) can be found in the Petroleum Supply Annual (both [Volume 1](#) and [Volume 2](#)).

U.S. Refining Crude Oil Distillation Capacity, Holly and Sunoco Tulsa Refinery PAD District Detail, 2008

PAD District	Holly	Sunoco's Tulsa Refinery	Holly/Tulsa Total	PAD District Total	Share of PAD District Total		
					Holly	Sunoco's Tulsa Refinery	Holly/Tulsa Total
	(barrels per calendar day)				(percent)		
1	0	0	0	1,721,850	0.0	0.0	0.0
2	0	85,000	85,000	3,658,050	0.0	2.3	2.3
3	84,000	0	84,000	8,415,829	1.0	0.0	1.0
4	25,050	0	25,050	603,300	4.2	0.0	4.2
5	0	0	0	3,194,818	0.0	0.0	0.0

Sources: Energy Information Administration, [Refinery Capacity Report](#) (Washington, DC, June 2008), [Table 1](#) and [Table 5](#) (both pdf format).

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