

**HOLLY ENERGY PARTNERS – OPERATING, L.P.**  
 LOCAL PIPELINE TARIFF

RATES APPLYING ON THE TRANSPORTATION OF  
 CRUDE PETROLUEM AND INDIRECT  
 LIQUID PRODUCTS OF OIL AND GAS WELLS

<b>FROM</b>	<b>TO</b>
<b>SLAUGHTER, TEXAS</b>	<b>LOVINGTON, NEW MEXICO</b>

The rates named in this Tariff are expressed in cents per barrel of forty-two (42) United States Gallons and are subject to change as provided by law.

GOVERNED, EXCEPT AS OTHERWISE PROVIDED HEREIN, BY RULES AND REGULATIONS SHOWN IN HOLLY ENERGY PARTNERS – OPERATING, L.P.’s F.E.R.C. NO. [W] 54.0.0 43, SUPPLEMENTS THERETO OR REISSUES THEREOF.

~~[C] The rate increase is filed in compliance of 18 CFR 342.2(a), Establishing Initial Rates.~~

~~[C] Issued 12 days’ notice under authority of 18 CFR 341.14. This tariff publication is conditionally accepted subject to refund pending a 30 day review period.~~

[N] Filed in compliance with Order No. 714 - Electronic Tariff Filings, issued on September 19, 2008. This Tariff brings forward the rates in FERC No. 44 for the establishment of the Baseline Tariff. No rates are being changed.

**ISSUED: June 29, 2010**

**EFFECTIVE: August 1, 2010**

The provisions published herein will, if effective, not result in an effect on the quality of the human environment.

Issued By  
 Matthew P Clifton, CEO and Chairman

Compiled By  
 Jimmy Harrison, Director, Financial Accounting &  
 Reporting

Holly Energy Partners – Operating, L.P.  
 100 Crescent Court, Ste 1600  
 Dallas, TX 75201  
 Phone (214) 871-3555 Fax (214) 615-9376

<b>TABLE OF RATES</b>			
RATES IN CENTS PER BARREL OF 42 UNITED STATES GALLONS			
<b>ORIGIN</b>	<b>DESTINATION</b>	<b>BASE RATE</b>	<b>INCENTIVE RATE *</b>
Slaughter, Texas	Lovington, New Mexico	[U] 63.00	[U] 33.00

\* **INCENTIVE RATE:** Incentive rate applicable to all barrels Shipper ships in a calendar month in excess of a quantity equal to 40,000 barrels per day multiplied by the number of days in such calendar month.

***Explanation of Symbols:***

- [U] – Unchanged Rate
- [C] – Cancel
- [N] – New
- [W] – Change in wording only