

SPRAGUE RESOURCES LP

**SPRAGUE RESOURCES GP LLC
SHORT-SWING TRADING AND REPORTING POLICY
(Adopted as of October 14, 2013)**

The Board of Directors (the “**Board**”) of Sprague Resources GP LLC (the “**Company**”), acting in its capacity as the general partner of Sprague Resources LP (the “**Partnership**” and, together with its subsidiaries and the Company, the “**Partnership Group**”), has adopted this Short-Swing Trading and Reporting Policy (this “**Policy**”) to provide guidelines with respect to transactions in the Partnership’s securities for the purpose of promoting compliance with applicable securities laws. This Policy applies to the Company’s directors, Section 16 officers (as defined below) and employees who beneficially own 10% or more of the Partnership’s common units (“**10% Unitholders**” and, together with the Company’s directors and Section 16 officers, “**insiders**”). As part of this Policy, the Board has also adopted a program to assist insiders in meeting their compliance responsibilities. All insiders must comply strictly with this Policy.

The Partnership Group reserves the right to amend or rescind this Policy or any portion of it at any time and to adopt different policies and procedures at any time, consistent with requirements of applicable laws, rules and regulations. In the event of any conflict or inconsistency between this Policy and any other materials distributed by the Partnership Group, this Policy shall govern. If a law conflicts with this Policy, you must comply with the law.

You should read this Policy carefully, ask questions of the Company’s General Counsel, and promptly sign and return the Certification attached as **Annex A** acknowledging receipt of this Policy to:

SPRAGUE RESOURCES GP LLC
185 International Drive
Portsmouth, NH 03801
Attention: General Counsel

The Company’s General Counsel is responsible for ensuring that all insiders promptly sign and return the attached Certification acknowledging receipt of this Policy.

I. Definitions

A. Section 16 Officer

“Section 16 officer” means the Company’s president, principal financial officer, principal accounting officer (or if none, the controller), any vice-president of the Company in charge of a principal business unit, division or function (such as sales, administration or finance), and any other officer who performs a policy- making function for the Partnership, as determined from time to time by the

Board, or any other person who performs similar policy-making functions for the Partnership, as determined from time to time by the Board.

II. Statements of Policy

A. *Reporting of Securities Transactions*

1. *Policy.* Each insider must file with the Securities and Exchange Commission (the “SEC”) and the Partnership’s records all reports required of the insider under Section 16(a) of the Securities Exchange Act of 1934, as amended (the “*Exchange Act*”). The reports must be completed accurately and filed on time. In addition, the Partnership shall post the reports on its website. Once a year, each insider must certify in writing that all reports required of the insider were filed accurately and on time, or the insider must disclose in writing any failures to timely file all reports.
2. *Explanation.* Insiders are required to report to the SEC their ownership of and transactions in the Partnership’s equity securities. They must also report their ownership of and transactions in other instruments (such as options) that derive their value from the Partnership’s equity securities (these other instruments are called “derivative securities”). The reports also must disclose all securities and derivative securities of the Partnership held by the insider’s immediate family members and any other relative who lives in the insider’s home.

The Partnership is required to post on its website reports filed by insiders on Form 3, Form 4 and Form 5, including all exhibits and attachments. Each report must be posted on the Partnership’s website by the end of the business day after the report is filed with the SEC. The Partnership may satisfy this requirement by posting the reports directly on its website or by posting a hyperlink to a website of a third-party service provider (which would include the EDGAR database on the SEC’s website). Regardless of the method of access, each report must remain posted for at least 12 months.

The Partnership is required to disclose the names of insiders who have filed a required report late, or failed to file a required report, in the Partnership’s Annual Report on Form 10-K. This can result in significant public embarrassment to the insider and the Partnership.

The SEC can fine persons who violate these reporting obligations. The SEC can also issue “cease and desist” orders against violators. Cease and desist orders are widely published, would also result in significant embarrassment to the violator and Partnership, and may affect the violator’s ability to be an insider of a public company. In addition, the SEC has been granted broad authority to seek any equitable relief that may

be appropriate or necessary for the benefit of investors for violations of any provisions of the securities laws.

Currently, three kinds of reports are required under Section 16(a) of the Exchange Act:

- **Form 3.** Each insider must report his or her initial common unit ownership on Form 3 within 10 days of becoming an insider. However, in the case of the Partnership's initial registration of securities under Section 12 of the Exchange Act, the Form 3 must be filed at or prior to the time of effectiveness. All insiders must file a Form 3 regardless of whether they hold any Partnership common units.
- **Form 4.** A Form 4 generally must be filed by the end of the second business day following the day on which a transaction resulting in a change in the insider's beneficial ownership has been executed, unless the transaction falls within a limited class of transactions that may instead be reported on Form 5 as discussed below. In addition to reports due while a person is an insider, officers and directors (but not 10% Unitholders) must report any changes that occur after they are no longer insiders if the changes take place within six months of any transaction that occurred while they were insiders (see "Prohibition Against Short-Swing Trading" below).

In the case of a transaction effected pursuant to a Rule 10b5-1 Plan (as described in the Partnership Group's Insider Trading Policy) with respect to which a person does not select the date of execution, the transaction is deemed to have been executed on the date the executing broker, dealer or plan administrator notifies the insider that the transaction has been executed, except that the insider must make specific arrangements with his or her broker, dealer or plan administrator to be notified of any such transaction within three business days after the trade date. In the case of a discretionary transaction through employee benefits plans where the insider does not select the date of execution, the transaction is deemed to have been executed on the date the plan administrator notifies the insider that the transaction has been executed, except that the insider must make specific arrangements with the plan administrator to be notified of any such transaction within three business days after the trade date.

- **Form 5.** A Form 5 must be filed within 45 days after the end of the Partnership's fiscal year to report any exempt transactions not already reported on a Form 4 (such as gifts and inheritances). No Form 5 is necessary if all transactions and holdings subject to

reporting during the fiscal year have been previously reported. Insiders who do not file a Form 5 will be required to certify in writing that no Form 5 filing is due (that is, that there were no unreported transactions in the previous year).

The filing of these forms under Section 16(a) does not relieve the insider from filing other required forms, such as Form 144 in connection with the sale of restricted securities or Schedule 13D or 13G, required by persons who own greater than 5% of the Partnership's common units.

B. Prohibition Against Short-Swing Trading

1. *Policy.* No insider may engage in a transaction that gives rise to liability to disgorge profits under Section 16(b) of the Exchange Act. If an insider engages in such a transaction, the insider must promptly notify the Company's General Counsel of the transaction and pay the Partnership the profits for which the insider is liable under Section 16(b).
2. *Explanation.* Under Section 16(b) of the Exchange Act, insiders are liable for any profits they receive upon the sale and purchase, or purchase and sale, of the Partnership's common units within any six-month period. In other words, if an insider both buys and sells common units within any six-month period, the insider will be liable to the Partnership for the excess of the sales price over the purchase price. This liability can exist regardless of the order of the transactions. For example, if an insider sells a unit at \$10.00 and then buys a unit within six months at \$5.00, the insider will be liable to the Partnership for \$5.00. This liability is known as a "*short-swing profit*." This liability does not depend on whether the insider has inside information when he or she makes one of the trades. It also does not matter whether the transactions are in the public market or are privately negotiated transactions. The liability depends simply on whether the transactions occur within six months of each other. Some lawyers and law firms specialize in identifying short-swing transactions and bringing lawsuits to recover the short-swing profits and obtain payment for their fees. Also, the Internal Revenue Service generally treats short-swing profits as part of an insider's taxable income, even if the insider has to disgorge the profits.

The SEC has exempted a few transactions from short-swing liability. For example, the purchase of units by exercising an option will usually not create liability. On the other hand, the sale of units after the exercise of an option will be treated as a transaction that can create liability if a non-exempt purchase occurs within six months. Insiders should assume that each transaction can be matched with all other transactions within six months before or after the transaction unless he or she has received competent legal advice that it is an exempt transaction.

Please note that while Section 16(b) of the Exchange Act contains exemptions from short-swing liability, trading pursuant to a Rule 10b5-1 Plan is not exempt from short-swing liability.

C. *Prohibition Against Short Sales*

1. *Policy.* No insider, no immediate family member of an insider and no other relative of an insider living in the insider's home may make any short sales of any Partnership securities. Also, such persons may not buy or sell puts, calls or options in respect of the Partnership's securities at any time.
2. *Explanation.* Section 16(c) of the Exchange Act prohibits insiders from making short sales of any equity securities of the Partnership, regardless of whether that class of securities is itself registered under the Exchange Act. Short sales are sales of securities that the seller does not own at the time of the sale or, if owned, that will not be delivered within 20 days of the sale. A person usually sells short when he or she believes the market is going to decline substantially or the common units will otherwise drop in value. If the common units fall in price as expected, the person selling short can then buy the common units at a lower price for delivery at the earlier sale price (this is called "covering the short") and pocket the difference in price as profit. In addition to the fact that it is illegal for insiders to sell the Partnership's securities short, the Board believes it is inappropriate for its insiders to bet against the Partnership's securities in this manner. Because puts, calls and options for the Partnership's securities (other than employee benefit plan options) also afford the opportunity for insiders to profit from a market view that is adverse to the Partnership, and because these securities carry a high risk of inadvertent short-swing trading and other securities law violations, transactions in these types of securities are strictly prohibited.

III. Compliance Program

It is the sole responsibility of insiders to prepare and file Forms 3, Forms 4 and Forms 5 and to comply with the other rules in Section 16 of the Exchange Act. Because the laws, rules and forms are complicated, insiders will need legal advice or the assistance of another trained person to be able to comply with their obligations. Because it may be impractical and costly for insiders to have separate assistance, the Board has established a program to help insiders comply with Section 16 of the Exchange Act. Each insider must follow the procedures of the program unless the Board approves otherwise. However, each insider is free to engage legal counsel of the insider's choice (at the insider's own expense) to assist the insider in complying with the program and Section 16 of the Exchange Act. The program is intended to assist insiders, not to shift compliance responsibility to the Partnership Group. The Partnership Group does not assume liability for an insider's compliance; the insider must ensure his or her compliance with securities laws.

The highlights of the compliance program are:

- designation of a “Section 16 Compliance Officer” to assist all insiders in preparing all Form 3, Form 4 and Form 5 filings;
- creation of a Short-Swing Profit Checklist to serve as a reference to help insiders avoid short-swing profits; and
- use of a knowledgeable broker to assist in preventing inadvertent short-swing profit and filing violations.

A. *Filing Compliance Procedures*

1. *Section 16 Compliance Officer.* The Company’s General Counsel is the “Section 16 Compliance Officer” designated pursuant to this Policy to assist all insiders in preparing and reviewing all Form 3, Form 4 and Form 5 filings. Following receipt of notice of a transaction that results in a change in an insider’s beneficial ownership, the Section 16 Compliance Officer is responsible for preparing the appropriate form for the insider’s signature and filing the form with the SEC. The Section 16 Compliance Officer must also maintain records of all insider filings, including originally signed copies of each form and proof of each form’s filing date. The Section 16 Compliance Officer may seek assistance from outside counsel as he or she deems appropriate. The Section 16 Compliance Officer is responsible for ensuring that insiders execute and return to the Section 16 Compliance Officer the certification included as **Annex A**.
2. *Faxed Signatures; Power of Attorney.* The SEC permits Form 3, Form 4 and Form 5 to be filed with original, duplicated or facsimile signatures, as long as the Partnership or the insider retains an originally signed version of the form in its files for five years, and thus the Board expects that almost all filings will be made under the insider’s signature. However, the SEC permits the form to be signed by another person holding a power of attorney, as long as the power of attorney is sent to the SEC with the form or “as soon as practicable.” The Board has designed a standing power of attorney giving the Section 16 Compliance Officer the authority to sign Form 3, Form 4 and Form 5 on an insider’s behalf. (See **Annex B**). Thus, for those cases when it may not be possible for an insider to execute a form, the Section 16 Compliance Officer will be able to execute the form on the insider’s behalf.

3. *Transaction Notification.* The SEC must receive the Form 4 by the end of the second business day following the day on which a transaction resulting in a change in the insider's beneficial ownership has been executed. Therefore, all insiders shall notify the Section 16 Compliance Officer of any intended transaction at least two business days before they intend to execute the transaction, with the exception of transactions under Rule 10b5-1 Plans. All insiders shall also comply with the pre-clearance requirements set forth in the Partnership Group's Insider Trading Policy. Finally, all insiders shall notify the Section 16 Compliance Officer of any transaction on the same day the transaction is executed. Insiders must be available to sign and file the reports of their own transactions or must make arrangements satisfactory to the Section 16 Compliance Officer to have the reports signed and filed on their behalf.

B. *Short-Swing Profit Preventive Procedures*

1. *Transaction Pre-Clearance.* Under the Partnership Group's Insider Trading Policy, the Section 16 Compliance Officer must clear in advance each insider's transactions in the Partnership's securities and derivative securities (acquisitions, dispositions, transfers, gifts, etc.). Once clearance is received from the Section 16 Compliance Officer, the insider must initiate the transaction within two business days or repeat the clearance procedure. The procedures must be followed for all transactions involving the Partnership's equity securities or derivatives, including employee and director option exercises, gifts and open market sales or purchases.

Any sale made pursuant to a Rule 10b5-1 Plan will be deemed to have received the required clearance if the Rule 10b5-1 Plan is reviewed and approved by the Board or the Section 16 Compliance Officer before the Rule 10b5-1 Plan is put into force.

2. *Short-Swing Profit Rule Checklist.* Insiders should review the checklist enclosed with this Policy to help prevent the most common short-swing violations. (See **Annex C**). Insiders may obtain additional copies of the Short-Swing Profit Rule Checklist if they desire to furnish the checklist to financial advisers, accountants, personal lawyers, brokers and members of their household.

3. *Knowledgeable Broker.* Each insider should use only a broker who is familiar with the requirements of Section 16 of the Exchange Act, Rule 144 of the Securities Act of 1933, as amended, the Partnership Group's Insider Trading Policy and this Policy. The Section 16 Compliance Officer will maintain the name, address and phone number of a broker who the Section 16 Compliance Officer believes meets these requirements. Insiders whose brokers do not meet the requirements are encouraged to use the broker identified by the Section 16 Compliance Officer, but in any case should change brokers in order to have a knowledgeable broker. Insiders should remember that a broker has no legal responsibility for a client's Section 16 filing or short-swing profit rule violations.

IV. Potential Criminal and Civil Liability and/or Disciplinary Action

In addition to the potential SEC enforcement actions set forth above, persons who violate this Policy shall also be subject to disciplinary action, which may include termination or other appropriate action.

V. Waivers

Exceptions to this Policy may be made only by the written approval by the Board or the committee or persons to whom the Board may delegate authority to waive compliance.

* * *

This document states a policy of the Partnership Group and is not intended to be regarded as the rendering of legal advice.

ANNEX A
SHORT-SWING TRADING AND REPORTING POLICY
CERTIFICATION

I have read and understand the Short-Swing Trading and Reporting Policy (the “*Policy*”), which was adopted by the Board of Directors of Sprague Resources GP LLC (the “*Company*”), acting in its capacity as the general partner of Sprague Resources LP (the “*Partnership*” and, together with its subsidiaries and the Company, the “*Partnership Group*”). I agree that I will comply with the policies and procedures set forth in the Policy. I understand and agree that my failure to comply in all respects with the Partnership Group’s policies, including the Policy, is a basis for termination for cause of my employment.

I am aware that this signed Certification will be filed with the Legal Department.

Signature

Type or Print Name

Date

ANNEX B
POWER OF ATTORNEY
FOR EXECUTING FORM ID, FORMS 3, FORMS 4 AND FORMS 5,
FORM 144 AND SCHEDULE 13D AND 13G

The undersigned hereby constitutes and appoints **Paul A. Scoff, Vanda Moore, and Susan Trahan**, acting individually, with full power of substitution, as the undersigned's true and lawful attorney-in-fact to:

- (1) Execute for and on behalf of the undersigned a Form ID (including amendments thereto), or any other forms prescribed by the Securities and Exchange Commission, that may be necessary to obtain codes and passwords enabling the undersigned to make electronic filings with the Securities and Exchange Commission of the forms referenced in clause (2) below;
- (2) Execute for and on behalf of the undersigned (a) any Form 3, Form 4 and Form 5 (including amendments thereto) in accordance with Section 16(a) of the Securities Exchange Act of 1934, as amended (the "*Exchange Act*"), (b) Form 144 and (c) Schedule 13D and Schedule 13G (including amendments thereto) in accordance with Sections 13(d) and 13(g) of the Exchange Act, but only to the extent each form or schedule relates to the undersigned's beneficial ownership of securities of Sprague Resources LP or any of its subsidiaries;
- (3) Do and perform any and all acts for and on behalf of the undersigned that may be necessary or desirable to complete and execute any Form ID, Form 3, Form 4, Form 5, Form 144, Schedule 13D or Schedule 13G (including amendments thereto) and timely file the forms or schedules with the Securities and Exchange Commission and any stock exchange or quotation system, self-regulatory association or any other authority, and provide a copy as required by law or advisable to such persons as the attorney-in-fact deems appropriate; and
- (4) Take any other action in connection with the foregoing that, in the opinion of the attorney-in-fact, may be of benefit to, in the best interest of or legally required of the undersigned, it being understood that the documents executed by the attorney-in-fact on behalf of the undersigned pursuant to this Power of Attorney shall be in the form and shall contain the terms and conditions as the attorney-in-fact may approve in the attorney-in-fact's discretion.

The undersigned hereby grants to each attorney-in-fact full power and authority to do and perform all and every act requisite, necessary or proper to be done in the exercise of any of the rights and powers herein granted, as fully to all intents and purposes as the undersigned might or could do if personally present, with full power of substitution or revocation, hereby ratifying and confirming all that the attorneys-in-fact shall lawfully do or cause to be done by virtue of this Power of Attorney and the rights and powers granted herein. The undersigned acknowledges that the attorneys-in-fact, in serving in such capacity at the request of the undersigned, are not

assuming (nor is Sprague Resources LP assuming) any of the undersigned's responsibilities to comply with Section 16 of the Exchange Act.

The undersigned agrees that the attorneys-in-fact may rely entirely on information furnished orally or in writing by or at the direction of the undersigned to the attorneys-in-fact. The undersigned also agrees to indemnify and hold harmless Sprague Resources LP and each attorney-in-fact against any losses, claims, damages or liabilities (or actions in these respects) that arise out of or are based upon any untrue statements or omissions of necessary facts in the information provided by or at the direction of the undersigned, or upon the lack of timeliness in the delivery of information by or at the direction of the undersigned, to the attorneys-in fact for purposes of executing, acknowledging, delivering or filing a Form ID, Form 3, Form 4, Form 5, Form 144, Schedule 13D or Schedule 13G (including amendments thereto) and agrees to reimburse Sprague Resources LP and the attorneys-in-fact promptly for any legal or other expenses reasonably incurred in connection with investigating or defending against any such loss, claim, damage, liability or action.

This Power of Attorney shall remain in full force and effect until the undersigned is no longer required to file Form ID, Form 3, Form 4, Form 5, Form 144, Schedule 13D and Schedule 13G (including amendments thereto) with respect to the undersigned's holdings of and transactions in securities issued by Sprague Resources LP, unless earlier revoked by the undersigned in a signed writing delivered to the attorneys-in-fact. This Power of Attorney does not revoke any other power of attorney that the undersigned has previously granted.

IN WITNESS WHEREOF, the undersigned has caused this Power of Attorney to be executed as of the date written below.

Signature

Type or Print Name

Date

ANNEX C
SHORT-SWING PROFIT CHECKLIST

Any combination of a PURCHASE AND SALE or a SALE AND PURCHASE within six months of each other may result in a violation of Section 16(b) of the Securities Exchange Act of 1934, as amended (the “*Exchange Act*”), and the profit must be recovered by Sprague Resources LP (the “*Partnership*”). It makes no difference how long the common units being sold have been held, that you were not in possession of material, non-public information or that one of the two matching transactions occurs after you are no longer a Section 16 insider. In addition, the highest priced sale will be matched with the lowest priced purchase.

Before proceeding with a purchase or sale, you should consider whether you are aware of material, non-public information that could affect the price of the common units. Irrespective of whether the transaction is subject to Section 16 of the Exchange Act, you may not trade while in the possession of material, non-public information until expiration of two full trading days after the Partnership has publicly disclosed such information as required by the Insider Trading Policy.

All transactions in the Partnership’s common units must be pre-cleared by the Section 16 Compliance Officer (as defined in the Short-Swing Trading and Reporting Policy).

Sales

If a sale is to be made by a Section 16 insider (or any member of his or her immediate family or other relative living in his or her home):

1. Have there been any purchases by the Section 16 insider or family members within the past six months?
2. Are any purchases anticipated or required within the next six months?
3. Has the person responsible for preparing the Form 4 been advised?
4. Has a Form 144 been prepared and has the broker been reminded to sell pursuant to Rule 144?

Purchases

If a purchase is to be made by a Section 16 insider (or any member of his or her immediate family or other relative living in his or her home):

1. Have there been any sales by the Section 16 insider or family members within the past six months?

2. Are any sales anticipated or required within the next six months (such as tax- related or year-end transactions)? Please note that even though an option exercise is not considered a purchase, the sale of the underlying units following the exercise of an option is matchable against other purchases of units within six months before or after the sale.
3. Has the person responsible for preparing the Form 4 been advised?

**ANNEX D
SAME-DAY TRANSACTION REPORT**

This sheet is to be used to report each transaction. Please retain a copy and promptly send the original to the Section 16 Compliance Officer.

Date: _____

Name: _____

Acquisitions or Dispositions Today: Include all purchases, sales, option exercises, gifts, etc. and list each indirect owner and amount separately, e.g., spouse, child, trust corporation, etc.

Owner (Direct, or name of indirect owner)	Transaction Date	Transaction Code (see below)	Amount of Securities Acquired	Amount of Securities Disposed of	Purchase or Sale Price (per unit)

Transaction Codes:

- | | |
|-------------------------------------|--|
| (P) Open Market or Private Purchase | (J) Other Acquisition or Disposition (specify) |
| (S) Open Market or Private Sale | (Q) Transfer Pursuant to Divorce |
| (G) Gift | (U) Tender of Units |
| (M) Exercise of Option | (W) Acquisition or Disposition By Will |

Your Holdings at the End of the Transaction: Complete only for those classes of securities (e.g., common units) as to which a change occurred today.

Owned Directly			Owned Indirectly		
Month Ending	Title of Securities	No. of Units	Indirect Owner	Title of Securities	No. of Units

ANNEX E
MONTHLY TRANSACTION REMINDER

To: [Insert Section 16 reporting list]

From: [Insert Section 16 Compliance Officer's name]

Date: [Insert date]

RE: Form 4 Report

If you intend to make any transactions in Sprague Resources LP (the "*Partnership*") securities during [insert month and year], you need to file a Form 4 with the Securities and Exchange Commission before 5:30 p.m., Eastern Time, on the second business day following the day on which each transaction has been executed. Please remember that you must also comply with the pre-clearance policies as set forth in the Insider Trading Policy and with Rule 144 if you sell any of the Partnership's securities.

Transactions reportable on Form 4 include any changes of beneficial ownership. Changes include gifts of common units, estate planning transfers such as to family trusts, common unit and option grants and exercises, restricted unit grants and most other equity compensation transactions, discretionary transactions in the Partnership's common units and many other transfers, as well as purchases and sales. You must include transactions involving the Partnership's securities listed in the name of your immediate family members and other relatives sharing your household, as well as other entities such as trusts, corporations and partnerships in which you have an interest. If you have doubts about whether to report a particular transaction, please contact me. We will assist you in preparing your Form 4.

You must notify me of any transaction in the Partnership's securities on the same day that the transaction is executed in accordance with the Short-Swing Trading and Reporting Policy.

If you did not make any transactions during this past month, please sign below and return this form to me by [insert date].

Certification

I did not have any transactions in Sprague Resources LP's securities during **[insert month and year]**.

Signature

Type or Print Name

Date

ANNEX F
SECTION 16 COMPLIANCE OFFICER CHECKLIST
FOR SECTION 16 COMPLIANCE PROGRAM

1. Identify the Section 16 officers.
2. Review the list of the Section 16 officers annually.
 - Have the Board designate the Section 16 officers annually.
 - Note “traps for the unwary”:
 - The controller must be included if there is not a “principal accounting officer.”
 - There is a presumption that the Section 16 officers include all executive officers named for purposes of the Partnership’s Annual Report on Form 10-K.
 - Consider advising “close calls” (persons not determined to be Section 16 officers but who, because of their responsibilities, could be at risk if the SEC or a unitholder takes a contrary position) of their potential liability and alternatives, including compliance with Section 16(b) trading constraints.
3. Deliver to each director, Section 16 officer and employees who beneficially own 10% or more of the Partnership’s common units (collectively, “*insiders*”) a copy of the Short-Swing Trading and Reporting Policy (the “*Section 16 Policy*”).
 - Obtain a certificate from each insider that the Section 16 Policy has been read and will be followed.
 - Consider obtaining annual confirmations about each insider’s compliance with the Section 16 Policy.
4. When persons first become insiders, provide them with a memorandum informing them that they are now subject to Section 16 and other federal securities laws and describing the insider’s responsibilities and liabilities, attaching the Section 16 Policy.
 - Survey each insider’s interest in Partnership common units held:
 - directly;
 - by immediate family members and other relatives sharing insider’s household;
 - through trusts, partnerships or corporations which insider is affiliated; and

- through 401(k) and other employee plans.
 - Discuss with the insider the possibility of disclaiming any ownership that is not direct but has to be disclosed.
 - Check whether the insider is trustee of an “insider trust” that may require a separate Form 3.
 - Prepare two original copies of Form 3 for signature.
 - File the executed Form 3’s and appropriate copies with the SEC and the Partnership’s records. Note that the Form 3 is due 10 days after the day the insider was appointed or elected, not 10 days after the end of the month during which the appointment or election took place.
 - Obtain a power of attorney from the insider for Section 16 filings.
 - Maintain the necessary Section 16 records for each insider.
 - Discuss coordination with the insider’s financial and legal advisor.
 - Meet with each new Section 16 officer’s secretary to make sure the secretary is aware of Section 16 and the monthly notices or required reports.
5. Require insiders to notify the Section 16 Compliance Officer of intended transactions at least two business days prior to their execution, pre-clear the transactions and to report the transaction to the Section 16 Compliance Officer on the same day the transactions are executed.
 6. Send monthly notices to all insiders alerting them to report any trades in Partnership common units during the succeeding month (with notices to be received around the beginning of the month).
 7. Prepare Form 4’s for each transaction known to the Section 16 Compliance Officer, including option grants and exercises, sales and gifts.
 8. Receive, copy and have the Form 4’s delivered by electronic (EDGAR) filing to the SEC. Retain one copy for the Section 16 Compliance Officer’s file and return one copy to the reporting insider.
 9. Consider making periodic checks with the broker of each insider who holds Partnership common units in street name to confirm or reconcile the insider’s holdings and transactions in Partnership units.
 10. Plan to file Form 4’s even for transactions that are exempt from normal Form 4 filing in order to minimize the risk that the transaction will be overlooked at the time the Form 5’s are to be prepared.

11. Consider distributing periodically (with the monthly notice) information about the current application and interpretation of Section 16.
12. Consider hosting an annual or biannual education program about Section 16 liability.
13. For year-end reporting:
 - At year-end, report to each insider all transactions currently reported for the past calendar year and request information about whether there are any other transactions not already reported that must be reported on Form 5. If no Form 5 is required, obtain a certificate from the insider to that effect.
 - At year-end, have each insider certify that all necessary filings of Form 3 and Form 4 have been made or identify those that remain to be filed.
 - Prepare any necessary Form 5's for signature.
 - File the Form 5's within 45 days after fiscal year-end.
14. Maintain a record of each insider's Partnership common units and derivative security holdings, transactions and filings on Form 3, Form 4 and Form 5.
15. Obtain copies of any filed Form 3, Form 4 and Form 5 if the Section 16 Compliance Officer is not filing the forms.