

**Exhibit \_\_\_\_ (GRS-12) - Page 1 of 3**  
**Calculated ROEs For The Oil Pipeline Proxy Group Companies: October 2001 Through March 2002**  
**(Using the Unmodified FERC Method)**

| Ticker | Company Name                  | ROE (%) | Adjusted Dividend<br>Yield (%) | Growth Rate: g (%) |
|--------|-------------------------------|---------|--------------------------------|--------------------|
| BPL    | Buckeye Partners              | 12.20%  | 6.99%                          | 5.21%              |
| EEP    | Enbridge Energy Partners      | 14.37%  | 8.49%                          | 5.88%              |
| KPP    | Kaneb Pipe Line Partners      | 13.10%  | 7.89%                          | 5.21%              |
| KMP    | Kinder Morgan Energy Partners | 18.82%  | 6.95%                          | 11.88%             |
| TPP    | TEPPCO Partners               | 14.75%  | 7.54%                          | 7.21%              |

Zone of Reasonableness: 12.20% to 18.82%

Alternative Measures of Central Tendency:

1. Median: 14.37%
2. Mean: 14.65%
3. Median (Assuming a Lognormal ROE Distribution): 14.48%
4. Mean (Assuming a Lognormal ROE Distribution): 14.68%
5. Average of Above Four Measures: 14.55%
6. Mean Excluding Lowest and Highest ROE Values: 14.07%
7. Average of Median and Mean: 14.51%

**Exhibit \_\_\_\_ (GRS-12) - Page 2 of 3**  
**Dividend Yield For The Oil Pipeline Proxy Group Companies: October 2001 Through March 2002**  
**(Using the Unmodified FERC Method)**

| Ticker | Company Name                  | Continuous October<br>2001 - March 2002 6-<br>month Average<br>Dividend Yield | g: Weighted<br>Average of Growth<br>Rates | Adjusted Dividend<br>Yield |
|--------|-------------------------------|---|---|----------------------------|
| BPL    | Buckeye Partners              | 6.82%   | 5.21%                                     | 6.99%                      |
| EEP    | Enbridge Energy Partners      | 8.25%   | 5.88%                                     | 8.49%                      |
| KPP    | Kanab Pipe Line Partners      | 7.69%   | 5.21%                                     | 7.89%                      |
| KMP    | Kinder Morgan Energy Partners | 6.56%   | 11.88%                                    | 6.95%                      |
| TPP    | TEPPCO Partners               | 7.27%   | 7.21%                                     | 7.54%                      |

Note: The adjusted dividend yield ( $D_1/P_0$ ) is calculated as  $(D_0/P_0)*(1+0.5g)$ .

**Exhibit \_\_\_\_ (GRS-12) - Page 3 of 3**  
**Growth Rate For The Oil Pipeline Proxy Group Companies: October 2001 Through March 2002**  
**(Using the Unmodified FERC Method)**

| Ticker | Company Name                  | SSA/DRI/WEFA/EI<br>A Average Long-<br>Term GDP Growth | 5-Year Median<br>Projected E.P.S.<br>Growth | g: Weighted<br>Average of Growth<br>Rates (2/3 IBES +<br>1/3 Long-Term GDP<br>Growth) |
|--------|-------------------------------|---|---|---|
| BPL    | Buckeye Partners              | 5.63%   | 5.00%                                       | 5.21%   |
| EEP    | Enbridge Energy Partners      | 5.63%   | 6.00%                                       | 5.88%   |
| KPP    | Kanab Pipe Line Partners      | 5.63%   | 5.00%                                       | 5.21%   |
| KMP    | Kinder Morgan Energy Partners | 5.63%   | 15.00%                                      | 11.88%  |
| TPP    | TEPPCO Partners               | 5.63%   | 8.00%                                       | 7.21%   |