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SemGroup buying large U.K. terminal

From Staff Reports

The United Kingdom's largest crude oil and refined products terminal is being acquired by Tulsa-based SemGroup LP. The purchase price was not disclosed. The deal is being financed with a combination of credit and cash, SemGroup said.

The acquisition of the Milford Haven terminal is expected to close Jan. 31. The facility, which stores crude oil, gasoline and jet fuel, has more than 9.4 million barrels of storage capacity and more than 80 storage tanks.

A lot of the oil and gasoline at the terminal is shipped to the United States, said SemGroup President and CEO Tom Kivisto. "The terminal is close to key U.K. refineries and is utilized as intermediate storage for supplies produced from them," Kivisto said. "With U.S. demand continuing to grow, Milford Haven will need to be expanded.

With assets in the United States and Canada, SemGroup gathers, transports, stores and markets crude oil, natural gas and refined petroleum products. Forbes magazine ranked SemGroup No. 9 on its list of America's Largest Private Companies.

The storage capacity of the terminals storage tanks range from 50,000 to 650,000 barrels. In addition to being the largest independent terminal and storage facility in the United Kingdom, the Milford Haven site has road and rail facilities as well as two marine berths capable of handling ships with up to 1 million barrels of cargo capacity.