

VALERO SERVICES, INC.

**DESIGNATION UNDER REGULATION 2A(2) OF THE AVIATION GREENHOUSE
GAS EMISSIONS TRADING SCHEME REGULATIONS 2010**

Introduction

This designation concerns VALERO SERVICES, INC., a company incorporated in Delaware (“the Company”).

The Secretary of State is satisfied that—

(1) the Company does not hold an operating licence granted by a Member State under Regulation (EC) No 1008/2008 of the European Parliament and of the Council,¹

(2) in respect of the calendar year 2012, the Company performed an aviation activity listed in Annex I to Directive 2003/87/EC of the European Parliament and of the Council (“the Directive”),² and

(3) the United Kingdom is the Member State with the greatest estimated attributed aviation emissions from flights performed in 2006 (being the relevant base year for the purposes of Article 18a(1)(b) of the Directive),

and accordingly that, under Article 18a(1) of the Directive, the United Kingdom is to be regarded as the administering Member State in respect of the Company.

The Secretary of State has consulted the Company, the Environment Agency and the Civil Aviation Authority.

In accordance, therefore, with regulation 2A of the Aviation Greenhouse Gas Emissions Trading Scheme Regulations 2010 (“the Regulations”),³ the Secretary of State makes the following designation:

Designation

VALERO SERVICES, INC. is designated as an operator to whom the Regulations apply.

Niall Mackenzie

Head, Industrial Energy Efficiency, Department of Energy and Climate Change,

for the Secretary of State for Energy and Climate Change.

September 2012

¹ The Regulation replaces Council Regulation (EEC) No 2407/92.

² As amended, in particular, by Directive 2008/101/EC of the European Parliament and of the Council.

³ S.I. 2010/1996; regulation 2A was inserted by S.I. 2011/765.