



**Company:** Tristar FLC, Incorporated

**Project Name:** Muscat Tank Farm

**Project Location:** 8377 Sultana Avenue  
Fontana, CA 92335

Tristar FLC, Incorporated is an excited recipient of the 3.5 MM grant award from the USDA HBIIP (Higher Blends Infrastructure Incentive Program). The USDA HBIIP grant funding will support Tristar FLC, Incorporated's mission of participating in the distribution of clean fuels to the US transportation market. Below is a brief overview of Tristar FLC, Incorporated's Muscat Tank Farm project.

## **Muscat Project Overview**

**•High efficiency fuel transload facility on BNSF railway line:**

Receipt, blend, and distribute renewable diesel (RD), bio diesel (BIO), and sustainable aviation fuel (SAF) products.

**•Provides critical infrastructure for fuel distribution:**

Efficient 24/7 terminal connectivity via inbound rail, unit-train capability, and truck rack loading. Serviced and supported by BNSF Railway.

**•Existing major league customer base that continually produces in excess of market demand:**

60+ years multifaceted experience within the fuel industry.

The only rail terminal within a 10-mile radius of renewable fuel blending terminals.

**•Strong market demand driven by outlook for sustainable fuel across industry lines:**

California Low Carbon Fuel Standard (LCFS) market is wide-reaching and mature enough to support a strong import market of (RD) and (BIO) supplied from multiple U.S. states.

U.S. federal Renewable Fuel Standard (RFS) mandates ever changing minimum allowable ethanol blending requirements in the push towards adopting statewide use of (RD) and (BIO) low carbon blends.

# Market Overview

## Clean Fuels

There are a number of factors impacting the clean fuels market specifically, biodiesel and renewable hydrocarbon diesel, or RHD. The primary drivers are, energy costs and mandated demand driven by state and federal policy.

### Climate Change #1

Climate change awareness has grown exponentially over the last two decades. Governments at all levels are enacting climate and carbon policies to address its effects, both current and forthcoming. California is a climate leader—In fact, climate regulations to achieve decarbonization were enacted on the west coast as well as a number of other states combined with Western Europe. Several more climate regulations are planned in Oregon, Washington, Colorado, and New Mexico.

### Carbon Regulation #2

The acceleration of carbon-regulated markets, led by a strong effort to decarbonize the transportation sector, generates demand and industry expansion for biodiesel and RHD. California's Low Carbon Fuel Standard (LCFS) set the bar for decarbonization of the transportation sector. Furthermore, California's 3.8 billion gallon per year diesel demand set strong incentives upon market entry. At the same time, Oregon, Washington, and Canada followed California's lead and enacted their own decarbonization programs.

### Infrastructure #3

In many regions, lack of infrastructure is the number one barrier to entry in the alternative fuel market. Having said that, there are strategic economic and geographic advantages of constructing a tank Terminal in the California Inland Empire region.

