

SUNOCO LP

RECONCILIATION OF NON-GAAP MEASURES

The following table presents a reconciliation of Adjusted EBITDA to net income and Adjusted EBITDA to Distributable Cash Flow, as adjusted, for the three months ended March 31, 2021 and 2020:

	Three Months Ended March 31,	
	2021	2020
	<i>(in millions)</i>	
Adjusted EBITDA		
Fuel distribution and marketing	\$ 153	\$ 160
All other	4	49
Total Adjusted EBITDA	157	209
Depreciation, amortization and accretion	(47)	(45)
Interest expense, net	(41)	(44)
Non-cash unit-based compensation expense	(4)	(4)
Loss on disposal of assets	—	(2)
Loss on extinguishment of debt	(7)	—
Unrealized gain (loss) on commodity derivatives	5	(6)
Inventory adjustments	100	(227)
Equity in earnings of unconsolidated affiliate	1	1
Adjusted EBITDA related to unconsolidated affiliate	(2)	(2)
Other non-cash adjustments	(5)	(5)
Income tax expense	(3)	(3)
Net income (loss) and comprehensive income (loss)	\$ 154	\$ (128)
Adjusted EBITDA	\$ 157	\$ 209
Adjusted EBITDA related to unconsolidated affiliate	(2)	(2)
Distributable cash flow from unconsolidated affiliate	2	2
Cash interest expense	40	43
Current income tax expense	4	2
Maintenance capital expenditures	5	5
Distributable Cash Flow	108	159
Transaction-related expenses	—	—
Distributable Cash Flow, as adjusted	\$ 108	\$ 159
Distributions to Partners:		
Limited Partners	\$ 69	\$ 69
General Partners	18	18
Total distributions to be paid to partners	\$ 87	\$ 87
Common Units outstanding - end of period	83.3	83.0
Distribution coverage ratio (1)	1.25x	1.84x

- (1) The distribution coverage ratio for a period is calculated as Distributable Cash Flow attributable to partners, as adjusted, divided by distributions expected to be paid to partners of Sunoco LP in respect of such a period.