

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 June 30, 2021 and 2020:

	Three Months Ended June 30,	
	2021	2020
<i>(in millions)</i>		
Adjusted EBITDA		
Fuel distribution and marketing	\$ 191	\$ 160
All other	10	22
Total Adjusted EBITDA	201	182
Depreciation, amortization and accretion	(43)	(47)
Interest expense, net	(43)	(44)
Non-cash unit-based compensation expense	(3)	(3)
Gain (loss) on disposal of assets	8	(6)
Unrealized gain on commodity derivatives	2	—
Inventory adjustments	59	90
Equity in earnings of unconsolidated affiliate	1	1
Adjusted EBITDA related to unconsolidated affiliate	(2)	(3)
Other non-cash adjustments	(6)	(5)
Income tax expense	(8)	(8)
Net income and comprehensive income	\$ 166	\$ 157
Adjusted EBITDA	\$ 201	\$ 182
Adjusted EBITDA related to unconsolidated affiliate	(2)	(3)
Distributable cash flow from unconsolidated affiliate	1	3
Cash interest expense	(39)	(42)
Current income tax expense	(9)	(14)
Maintenance capital expenditures	(7)	(4)
Distributable Cash Flow	145	122
Transaction-related expenses	—	—
Distributable Cash Flow, as adjusted	\$ 145	\$ 122
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	83.4	83.0
Distribution coverage ratio (1)	1.67x	1.41x

(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.