

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 September 30, 2020 and 2019:

| | Three Months Ended September 30, | |
|---|---|---------------|
| | 2020 | 2019 |
| | <i>(in millions)</i> | |
| Adjusted EBITDA | | |
| Fuel distribution and marketing | \$ 177 | \$ 161 |
| All other | 12 | 31 |
| Total Adjusted EBITDA | 189 | 192 |
| Depreciation, amortization and accretion | (50) | (45) |
| Interest expense, net | (43) | (45) |
| Non-cash unit-based compensation expense | (4) | (4) |
| Gain on disposal of assets and impairment charges | 1 | 4 |
| Unrealized gain on commodity derivatives | 6 | 1 |
| Inventory adjustments | 11 | (26) |
| Equity in earnings of unconsolidated affiliate | 1 | — |
| Adjusted EBITDA related to unconsolidated affiliate | (2) | (1) |
| Other non-cash adjustments | (4) | (4) |
| Income tax expense | (5) | (6) |
| Net income and comprehensive income | \$ 100 | \$ 66 |
| Adjusted EBITDA | \$ 189 | \$ 192 |
| Adjusted EBITDA related to unconsolidated affiliate | 2 | 1 |
| Distributable cash flow from unconsolidated affiliate | (2) | (1) |
| Cash interest expense | 41 | 43 |
| Current income tax expense | 3 | 3 |
| Maintenance capital expenditures | 6 | 13 |
| Distributable Cash Flow | 139 | 133 |
| Transaction-related expenses | — | — |
| Distributable Cash Flow, as adjusted | \$ 139 | \$ 133 |
| Distributions to Partners: | | |
| Limited Partners | \$ 69 | \$ 68 |
| General Partners | 18 | 18 |
| Total distributions to be paid to partners | \$ 87 | \$ 86 |
| Common Units outstanding - end of period | 83.1 | 82.8 |
| Distribution coverage ratio (1) | 1.61x | 1.55x |

- (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.