

**SUNOCO LP**

**RECONCILIATION OF NON-GAAP MEASURES**

The following table presents a reconciliation of Adjusted EBITDA to net income (loss) and Adjusted EBITDA to Distributable Cash Flow, as adjusted:

	<b>Three Months Ended June 30,</b>		
	<b>2018</b>	<b>2017</b>	<b>Change</b>
	<i>(in millions)</i>		
<b>Segment Adjusted EBITDA</b>			
Fuel distribution and marketing	\$ 132	\$ 93	\$ 39
All other	8	127	(119)
Total	140	220	(80)
Depreciation, amortization and accretion (1)	(41)	(39)	(2)
Interest expense, net (1)	(36)	(58)	22
Non-cash compensation expense (1)	(3)	(5)	2
Loss on disposal of assets and impairment charges (1)	(40)	(326)	286
Unrealized loss on commodity derivatives (1)	—	(5)	5
Inventory fair value adjustments (1)	32	(32)	64
Other non-cash adjustments	(3)	—	(3)
<b>Income (loss) before income tax (expense) benefit (1)</b>	<b>49</b>	<b>(245)</b>	<b>294</b>
Income tax benefit (1)	19	23	(4)
<b>Net income (loss) and comprehensive income (loss)</b>	<b>\$ 68</b>	<b>\$ (222)</b>	<b>\$ 290</b>
<b>Adjusted EBITDA</b>	<b>140</b>	<b>220</b>	<b>(80)</b>
Cash interest expense (1)	34	53	(19)
Current income tax expense (benefit) (1)	(5)	2	(7)
Transaction-related income taxes (1)	10	—	10
Maintenance capital expenditures (1)	2	7	(5)
<b>Distributable Cash Flow</b>	<b>\$ 99</b>	<b>\$ 158</b>	<b>\$ (59)</b>
Transaction-related expenses (1)	7	8	(1)
Series A Preferred distribution	—	(8)	8
<b>Distributable Cash Flow, as adjusted</b>	<b>\$ 106</b>	<b>\$ 158</b>	<b>\$ (52)</b>

(1) Includes amounts from discontinued operations.