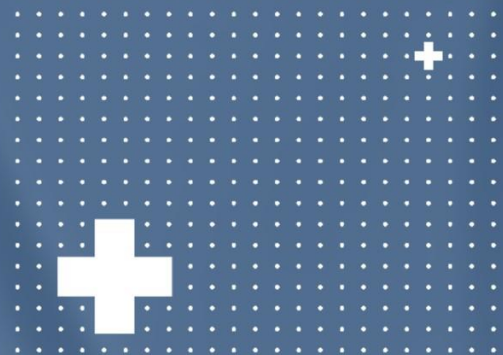




Midstream Summer Update



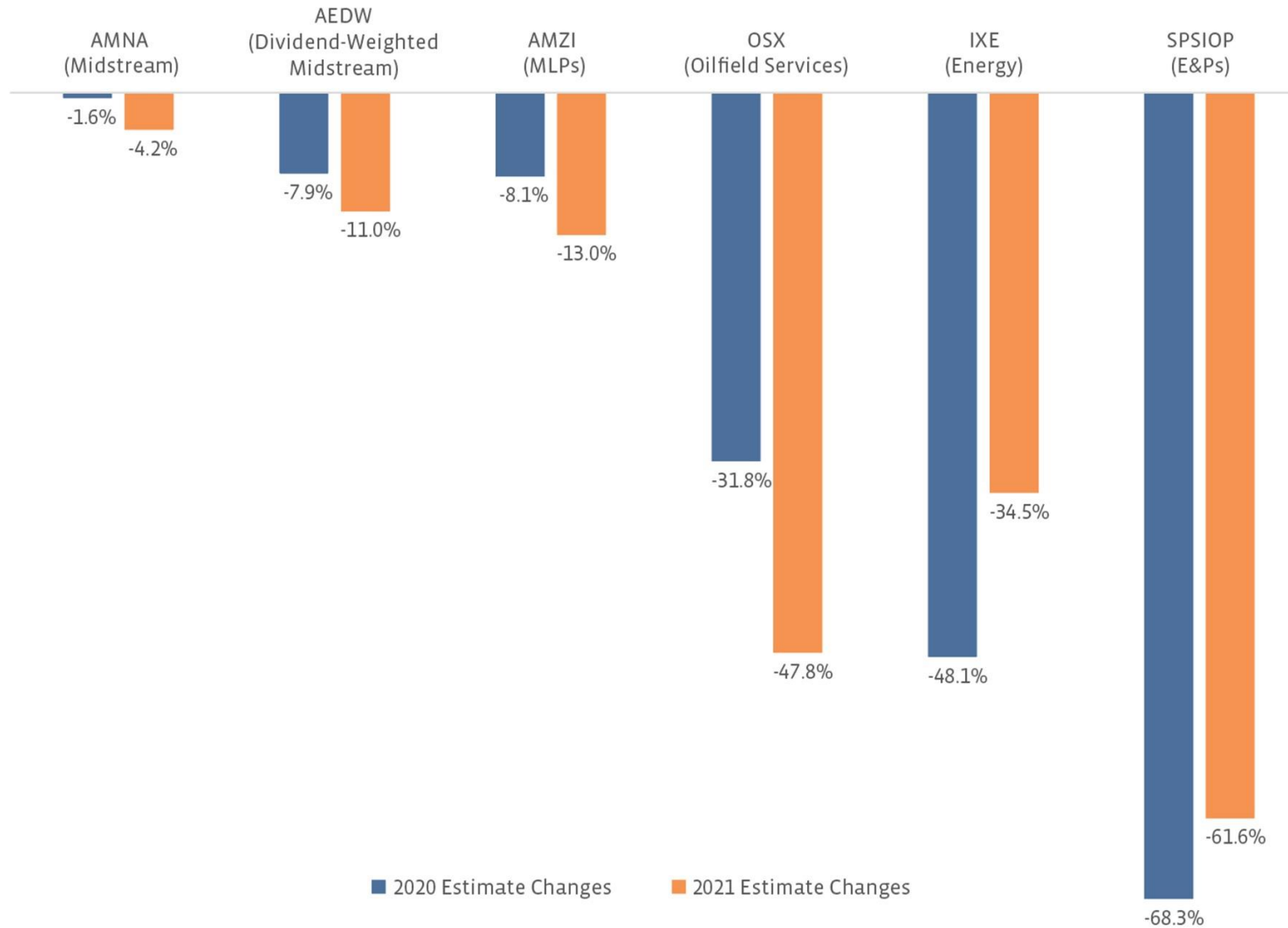
August 2020

Midstream and MLPs Have Gained Ground as Oil Prices Have Stabilized



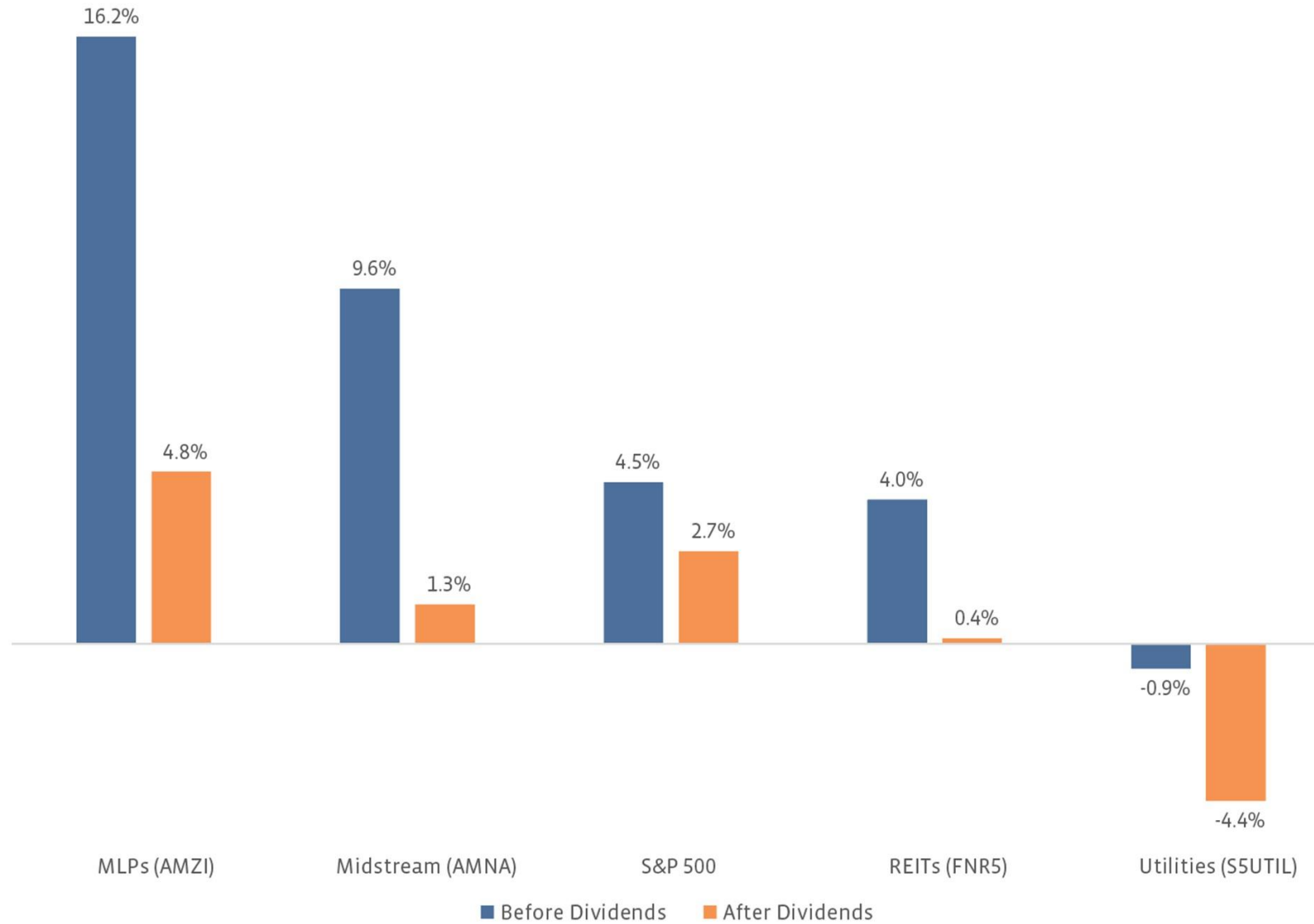
A one-day negative price of -\$37.63 per barrel for WTI crude on April 20, 2020 was excluded.
Source: Alerian, Bloomberg as of 08/14/2020

Guidance Updates Highlight the Disconnect Between Performance and Fundamentals



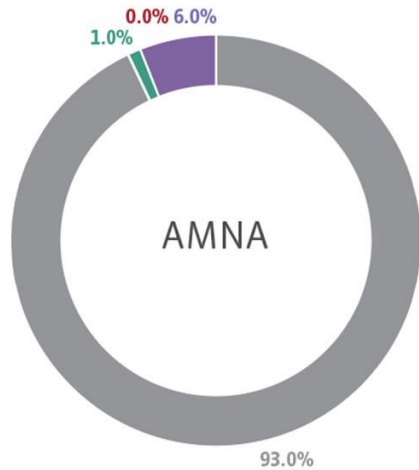
Data reflects the percentage change in 2020 and 2021 index-level EBITDA estimates from 1/31/2020 to 8/14/2020. Estimates from 1/31/2020 used for comparison were based on estimates for index constituents at that time. Source: Bloomberg as of 8/14/2020

Midstream Screens Favorably Based on Forward Free Cash Flow Yields

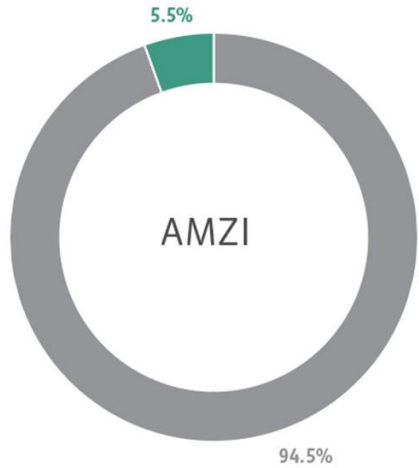


Based on 2021 Bloomberg estimates for free cash flow and dividends.
Source: Bloomberg as of 8/14/2020

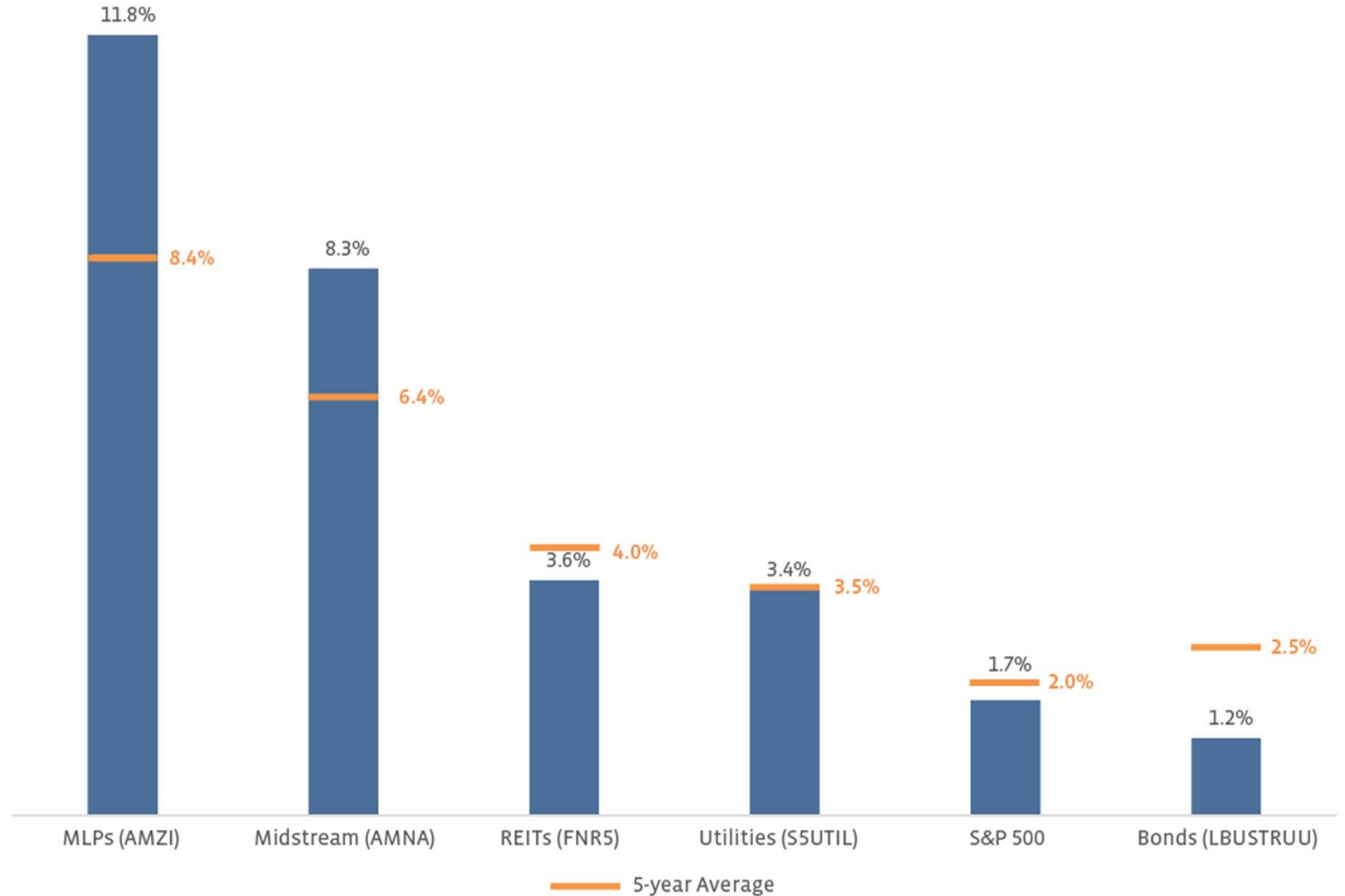
2Q20 Dividends Were Resilient, Yields Remains Elevated



■ Maintained ■ Grew ■ Cut ■ No Dividend



■ Maintained ■ Grew ■ Cut



Weightings as of the June 19, 2020 quarterly rebalancings.
Source: Alerian, Bloomberg as of 8/14/2020



What Could Extend the Midstream Recovery?

- › **Investors seeking income in a yield-starved market**
- › **Free cash flow generation**
 - Excess cash will likely be used to strengthen balance sheets
 - Potential for buybacks and dividend increases as the macro environment stabilizes
- › **Major private equity transaction**
 - Discounted valuations have been conducive for transactions in the past
- › **Continued oil price stability/recovery**

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