



**Non-GAAP Financial Measures**

Cash Interest, Adjusted EBITDA and DCF are supplemental non-GAAP financial measures that are used by management and external users of the Partnership’s financial statements, such as industry analysts, investors, lenders and rating agencies. These non-GAAP financial measures should not be considered in isolation or as a substitute for interest expense, net income, operating income, net cash provided by operating activities or any other measures prepared under GAAP. Because Cash Interest, Adjusted EBITDA and DCF exclude some but not all items that affect interest expense, net income and net cash provided by operating activities and may vary among companies, the amounts presented may not be comparable to similar metrics of other companies.

**Cash Interest**

Cash Interest is defined as interest expense plus capitalized interest less amortization of deferred financing costs included in interest expense. Cash Interest is not a measure of interest expense as determined by GAAP. Management believes that the presentation of Cash Interest provides useful additional information to investors and analysts for assessing the interest charges incurred on the Partnership’s debt, excluding non-cash amortization, and the Partnership’s ability to maintain compliance with its debt covenants.

The following table presents a reconciliation of the GAAP financial measure of interest expense, net of capitalized interest, to the non-GAAP financial measure of Cash Interest for the periods presented:

	<b>Three Months Ended March 31,</b>	
	<b>2021</b>	<b>2020</b>
	<b>(In thousands)</b>	
<b>Interest expense, net of capitalized interest</b>	\$ 4,061	\$ 30,257
Capitalized interest	—	249
Amortization of deferred financing costs	(1,333)	(271)
<b>Cash Interest</b>	<b>\$ 2,728</b>	<b>\$ 30,235</b>
Less: Cash Interest attributable to non-controlling interests <sup>(1)</sup>	(3)	(3)
<b>Cash Interest attributable to Oasis Midstream Partners LP</b>	<b>\$ 2,725</b>	<b>\$ 30,232</b>

(1) Prior to the closing of the Simplification on March 30, 2021.



### **Adjusted EBITDA**

Adjusted EBITDA is a supplemental non-GAAP financial measure that is used by management and external users of the Partnership's financial statements, such as industry analysts, investors, lenders and rating agencies. The Partnership defines Adjusted EBITDA as earnings before interest expense (net of capitalized interest), income taxes, depreciation, amortization, equity-based compensation expenses and other similar non-cash adjustments. Adjusted EBITDA should not be considered an alternative to net income, net cash provided by operating activities or any other measure of financial performance or liquidity presented in accordance with GAAP. Management believes that the presentation of Adjusted EBITDA provides information useful to investors and analysts for assessing the Partnership's results of operations, financial performance and its ability to generate cash from its business operations without regard to its financing methods or capital structure, coupled with the Partnership's ability to maintain compliance with its debt covenants. The GAAP measures most directly comparable to Adjusted EBITDA are net income and net cash provided by operating activities.

### **Distributable Cash Flow ("DCF") and Free Cash Flow ("FCF")**

DCF and FCF are supplemental non-GAAP financial measures that are used by management and external users of the Partnership's financial statements, such as industry analysts, investors, lenders and rating agencies. The Partnership defines DCF as Adjusted EBITDA attributable to the Partnership less Cash Interest attributable to the Partnership and maintenance capital expenditures attributable to the Partnership. The Partnership defines FCF as DCF less expansion capital expenditures attributable to the Partnership and unitholder distributions. DCF and FCF should not be considered alternatives to net income, net cash provided by operating activities or any other measure of financial performance or liquidity presented in accordance with GAAP. Management believes that the presentation of DCF and FCF provide information useful to investors and analysts for assessing the Partnership's results of operations, financial performance and ability to generate cash from its business operations without regard to its financing methods or capital structure, coupled with the Partnerships ability to make distributions to its unitholders. The GAAP measures most directly comparable to DCF and FCF are net income and net cash provided by operating activities.

The following table presents reconciliations of the GAAP financial measures of net income (loss) and net cash provided by operating activities to the non-GAAP financial measures of Adjusted EBITDA, DCF and FCF for the periods presented:

	<b>Three Months Ended March 31,</b>	
	<b>2021</b>	<b>2020</b>
	<b>(In thousands)</b>	
<b>Net income (loss)</b>	\$ 42,926	\$ (69,359)
Depreciation and amortization	8,985	10,197
Impairment	—	101,767
Equity-based compensation expenses	487	66
Interest expense, net of capitalized interest	4,061	30,257
<b>Adjusted EBITDA</b>	<b>56,459</b>	<b>72,928</b>
Less: Adjusted EBITDA attributable to non-controlling interests <sup>(1)</sup>	20,572	26,538
<b>Adjusted EBITDA attributable to Oasis Midstream Partners LP</b>	<b>35,887</b>	<b>46,390</b>
Cash interest attributable to Oasis Midstream Partners LP	2,725	30,232
Maintenance capital expenditures attributable to Oasis Midstream Partners LP	174	1,433
<b>Distributable Cash Flow</b>	<b>32,988</b>	<b>14,725</b>



Expansion capital expenditures attributable to Oasis Midstream Partners LP	231,314	15,566
LP distributions	18,267	18,258
GP distributions	1,027	1,027
<b>Free Cash Flow</b>	<b>\$ (217,620)</b>	<b>\$ (20,126)</b>
<b>Net cash provided by operating activities</b>	<b>\$ 39,441</b>	<b>\$ 61,665</b>
Interest expense, net of capitalized interest	4,061	30,257
Changes in working capital	14,290	(18,723)
Other non-cash adjustments	(1,333)	(271)
<b>Adjusted EBITDA</b>	<b>56,459</b>	<b>72,928</b>
Less: Adjusted EBITDA attributable to non-controlling interests <sup>(1)</sup>	20,572	26,538
<b>Adjusted EBITDA attributable to Oasis Midstream Partners LP</b>	<b>35,887</b>	<b>46,390</b>
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GP distributions	1,027	1,027
<b>Free Cash Flow</b>	<b>\$ (217,620)</b>	<b>\$ (20,126)</b>
<b>Distributions declared</b>		
Limited partners	\$ 26,745	\$ 18,258
Incentive distribution rights	—	1,027
<b>Total distributions</b>	<b>\$ 26,745</b>	<b>\$ 19,285</b>
<b>DCF coverage ratio</b>	<b>1.2 x</b>	<b>0.8 x</b>

(1) Prior to the closing of the Simplification on March 30, 2021.