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Overview of Magellan Midstream

December 2022

Moving What Moves America®

Forward-looking statements

Except for statements of historical fact, this document constitutes forward-looking statements as defined by federal law. Although management believes such statements are based on reasonable assumptions, such statements necessarily involve known and unknown risks and uncertainties that may cause actual outcomes to be materially different. Among the key risk factors that may have a direct impact on Magellan's results of operations and financial condition are: impacts from inflation; changes in supply, price or demand for refined petroleum products, crude oil and natural gas liquids, or for transportation, storage, blending or processing of those commodities through our facilities; changes in laws applicable to us; changes in government incentives or initiatives that negatively impact us or positively impact competitive alternatives; changes in our tariff rates or other terms as required by state or federal regulatory authorities; reductions of hydrocarbon production or cutbacks at refineries or at other businesses that use or supply our services; changes in the throughput or interruption in service on pipelines or other facilities owned and operated by third parties and connected to our terminals, pipelines or other facilities; the occurrence of operational hazards or unforeseen interruptions; the treatment of us as a corporation for federal or state income tax purposes or us becoming subject to significant forms of other taxation; changes in our capital needs, cash flows or availability of cash to fund unit repurchases or distributions; and failure of customers or vendors to meet or continue contractual obligations to us. Additional factors that could lead to material changes in performance are described in Magellan's filings with the Securities and Exchange Commission, including our Annual Report on Form 10-K for the fiscal year ended Dec. 31, 2021 and subsequent reports on Forms 8-K and 10-Q. You are urged to carefully review and consider the cautionary statements and other disclosures made in those filings, especially under the headings "Risk Factors" and "Forward-Looking Statements." Forward-looking statements made by Magellan in this presentation are based only on information currently known, and we undertake no obligation to revise our forward-looking statements to reflect future events or circumstances.

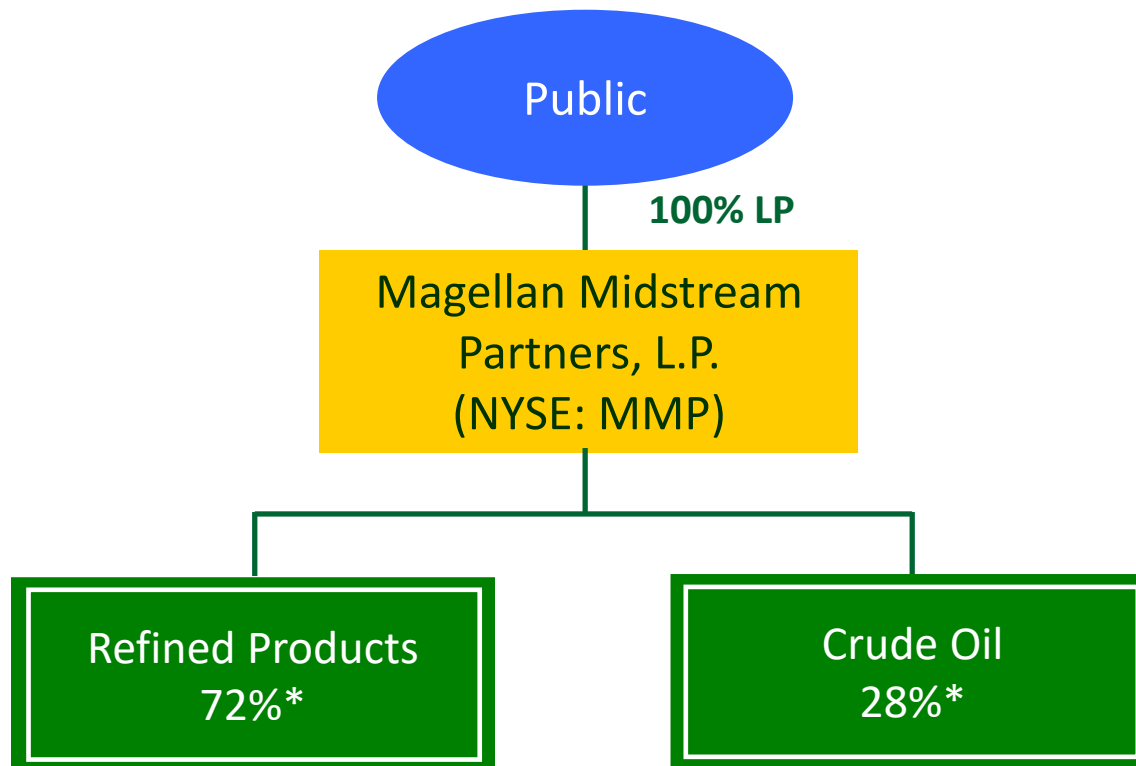
Magellan investment highlights

- Essential U.S. midstream infrastructure that will be needed for decades
- Straight-forward, primarily fee-based business model
- Reliable quarterly cash distribution with attractive yield and solid coverage
 - 20+ years of annual distribution growth
- Strong balance sheet and investment-grade credit
- Responsible governance and operations
- Disciplined management team focused on creating long-term investor value



Straight-forward business model

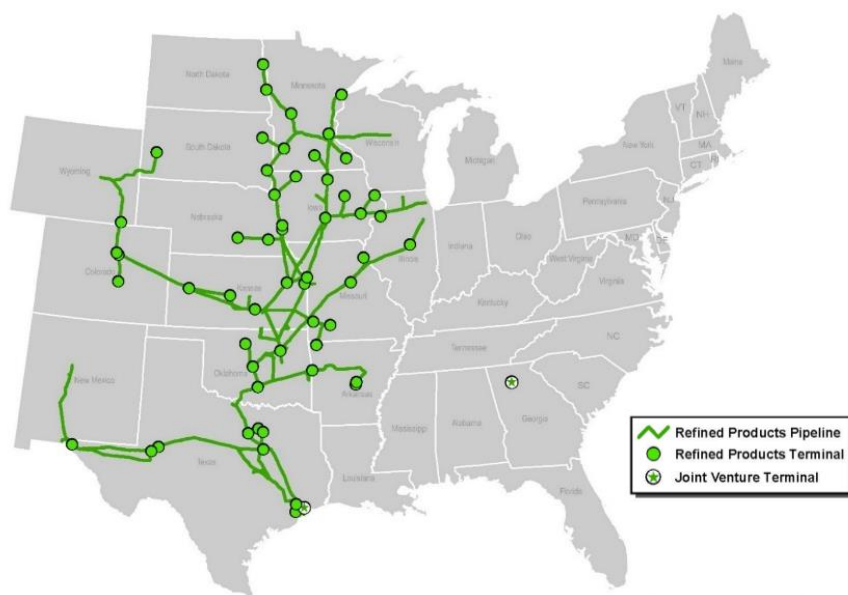
- Investment grade MLP, with strong governance and independent board elected by the public
- Primarily focused on transportation, storage and distribution of refined petroleum products, such as gasoline and diesel fuel



* Percentage of ytd 3Q22 operating margin

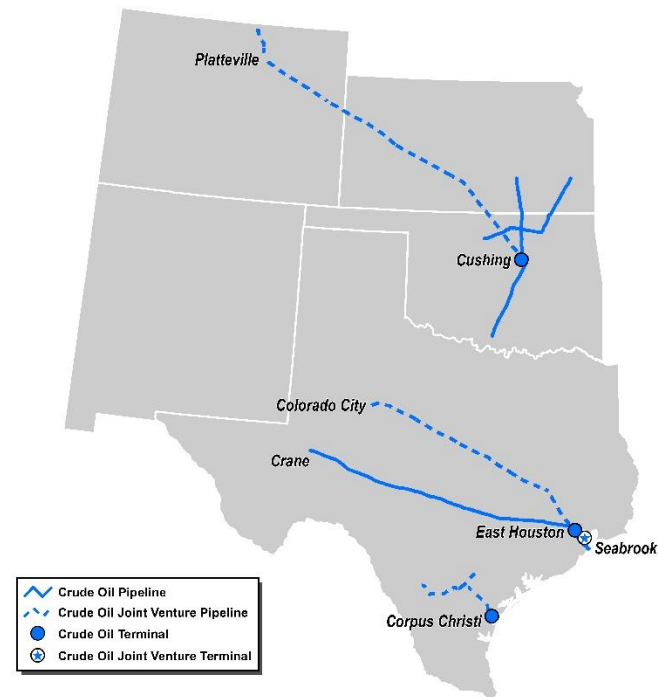
Refined products segment

- Longest refined petroleum products pipeline system in the U.S., primarily transporting gasoline and diesel fuel, with 9,800 miles, 54 terminals and 47mm barrels of storage
- Profit driven by throughput volume and tariffs
 - Tariff changes related to Producer Price Index as well as market factors; increased an average of 2.5% in mid-2021 and 6% on July 1, 2022
 - Volumes primarily function of market demand for transportation fuel
- Strong competitive position and stable business platform due to breadth of system (can access nearly 50% of refining capacity) and independent service provider model



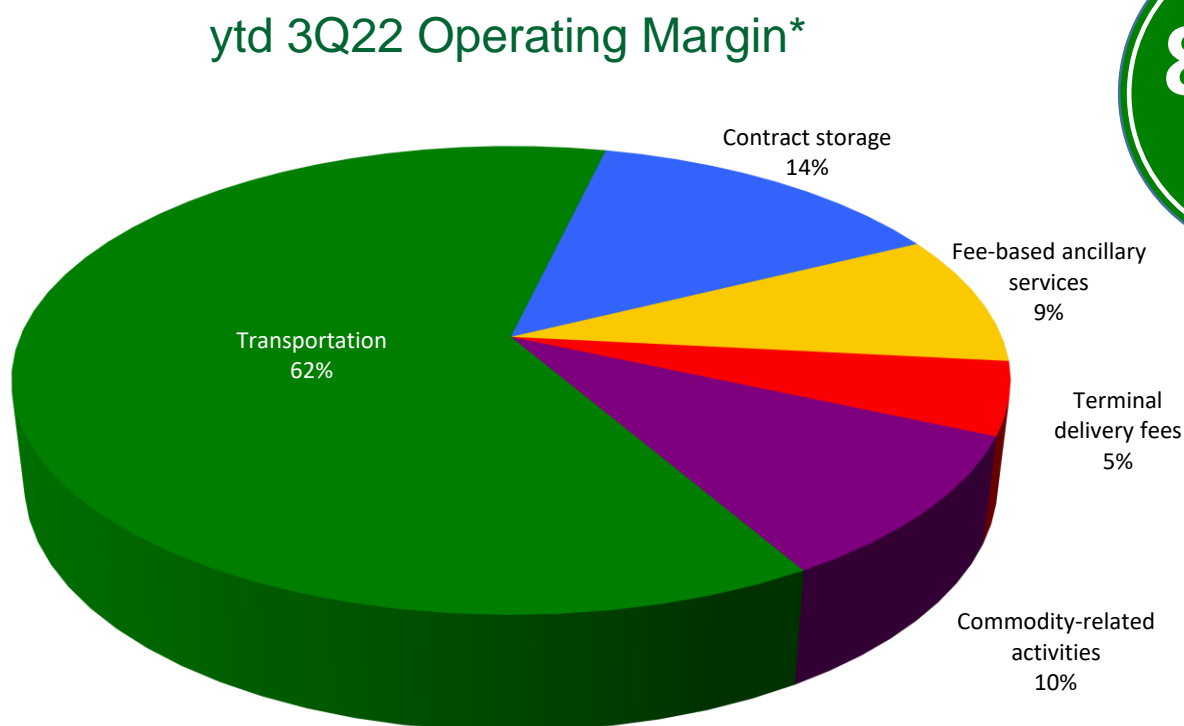
Crude oil segment

- 2,200 miles of crude oil pipelines, 70%+ of long-haul pipe capacity supported by take-or-pay commitments from creditworthy counterparties for next 3-6 years
- 39mm barrels of total crude oil storage, including 29mm barrels used for contract storage, with largest locations in strategic Houston and Cushing storage hubs
- Focus on quality and transparency as well as significant Houston connectivity provide competitive advantage



Primarily fee-based business

- Magellan's business model is primarily focused on fee-based, low-risk activities, which are expected to comprise 85%+ of future operating margin*

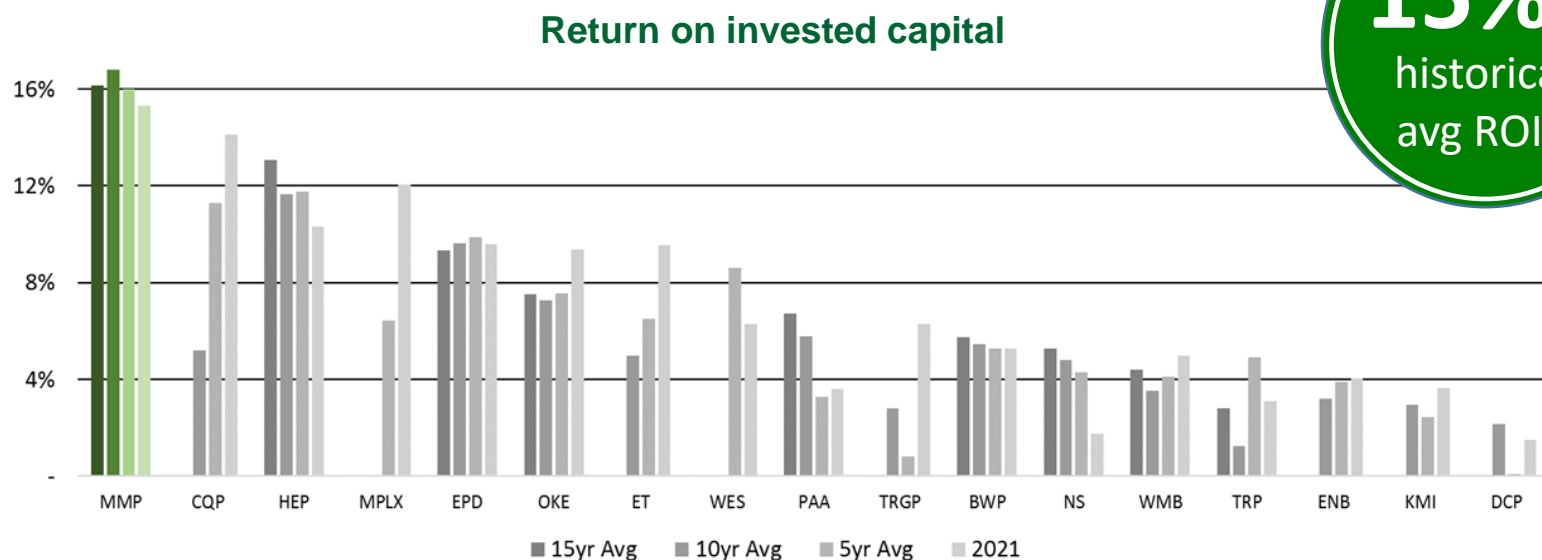


85%+
fee-based

* Operating margin represents operating profit before depreciation, amortization & impairment expense and general & administrative costs; excludes unrealized mark-to-market and other commodity-related adjustments

Best-in-class capital returns

- Magellan has a proven track record of delivering superior returns on invested capital
- Reflects disciplined management style, high quality asset base and strong business position
- While less expansion capital opportunities expected over next few years due to competitive environment, continue to target 6-8x EBITDA multiple on future projects



15%+
historical
avg ROIC

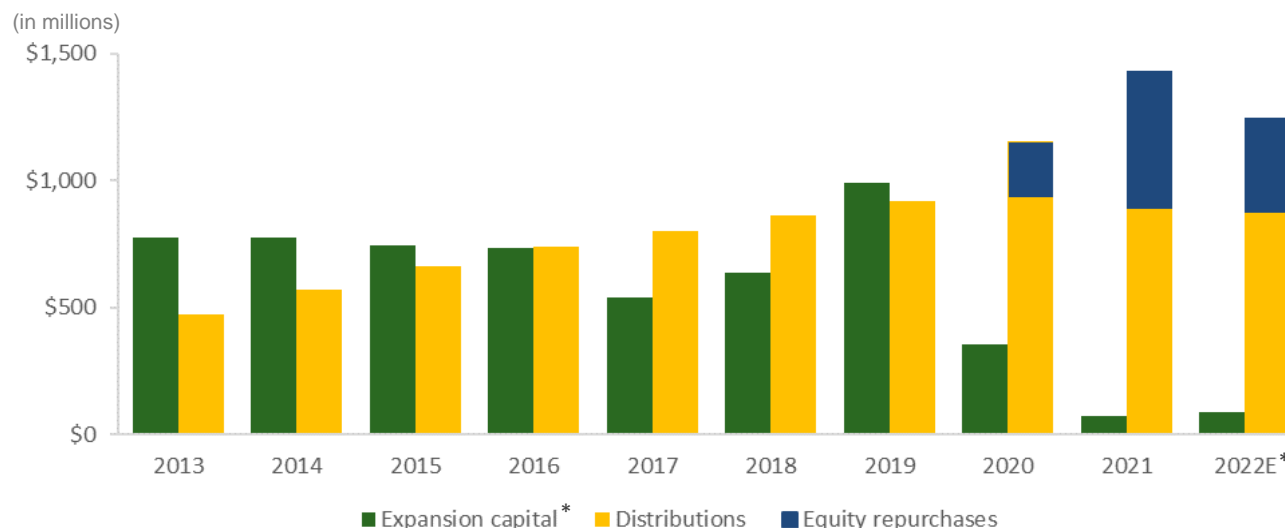
ROIC defined as trailing 12-month net operating profit after tax / average invested capital

Source: Bloomberg

Capital allocation – returning value to investors

- Focused on delivering long-term value for our investors through a disciplined combination of capital investments, cash distributions and equity repurchases
 - Returned a record \$1.4 billion of value to investors during 2021 through quarterly cash distributions and equity repurchases
 - Expect to return \$1.2+ billion to investors during '22 following 3Q22 repurchases of \$138mm
 - \$1.18 billion in total repurchases through 3Q22, resulting in 11% fewer units outstanding

\$1.2B+
value returned
in 2022

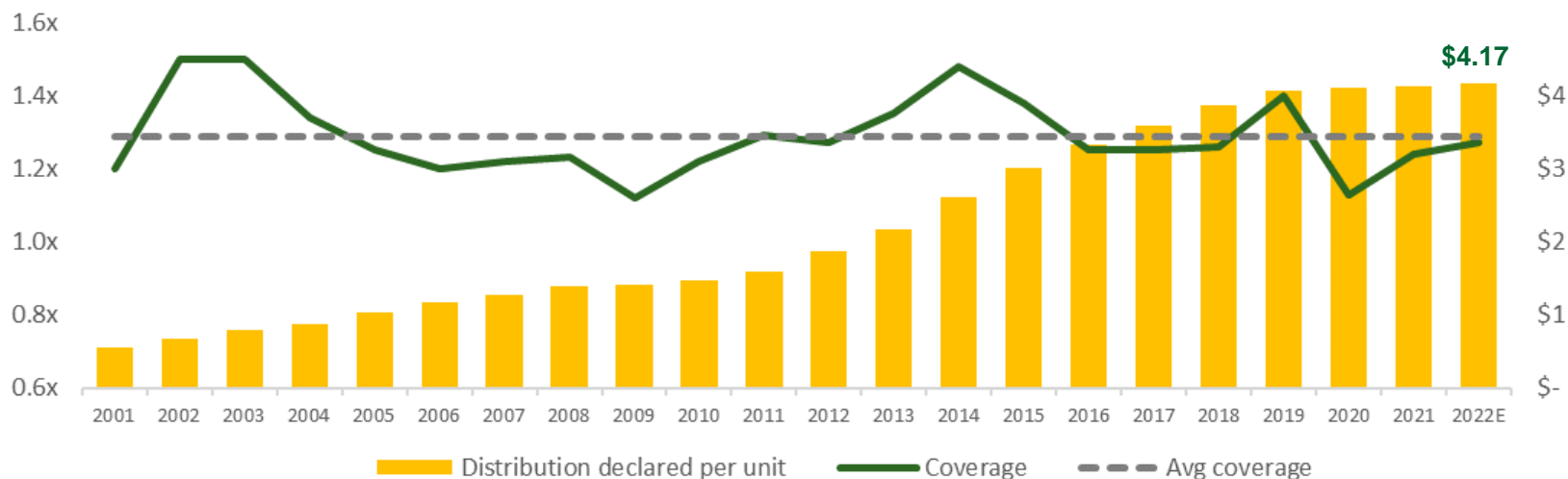


* Expansion capital includes acquisitions; 2022E includes ytd 3Q22 equity repurchases of \$377mm

Reliable cash distribution payments

- Resilient business model has provided strong cash flow to consistently pay distributions through various business cycles since our 2001 IPO
- 20+ years of uninterrupted annual distribution growth, setting Magellan apart within the MLP and midstream space
- Expect distribution coverage of 1.27x for 2022, targeting annual coverage of at least 1.2x on a long-term basis

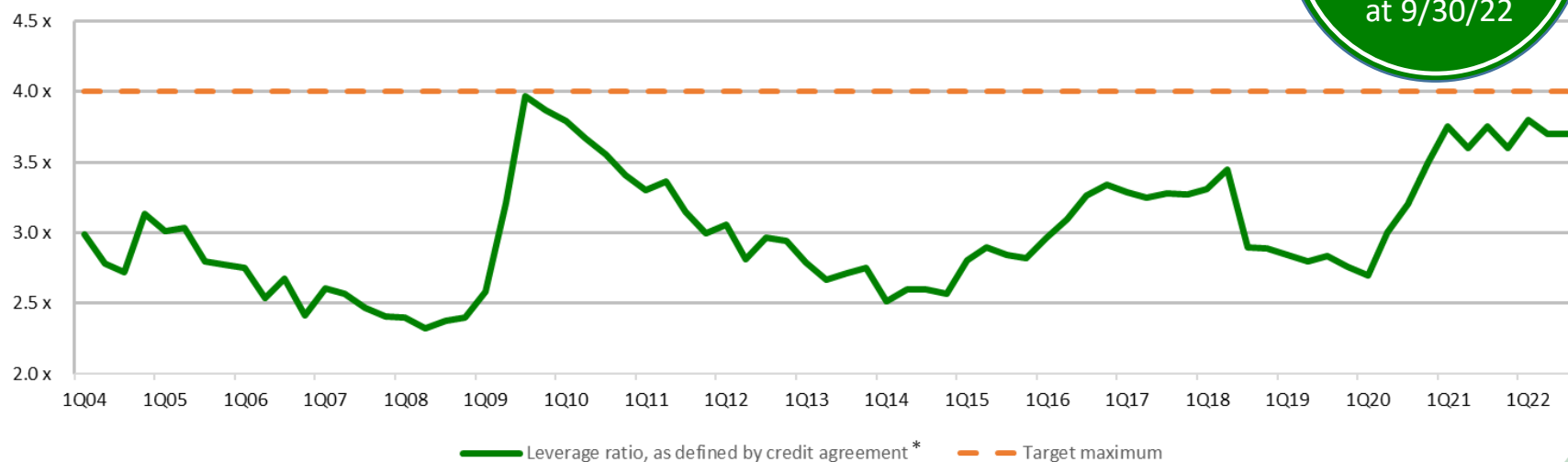
20+ yrs
of consecutive
distribution
growth



Track record of sector-leading credit quality

- Committed to maintaining solid balance sheet
 - One of the highest-rated midstream companies at BBB+ / Baa1
- Long-standing target maximum leverage ratio of $\leq 4x$ debt-to-EBITDA
 - Continue to believe this approach is best fit for our business model
- Significant liquidity with \$1 billion credit facility
 - Next bond maturity not until 2025

3.7x
leverage
at 9/30/22



* Excludes gain realized on the sale of a partial interest in BridgeTex in 3Q18, the sale of a partial interest in Pasadena in 2Q21 and the sale of our independent terminals in 2Q22.

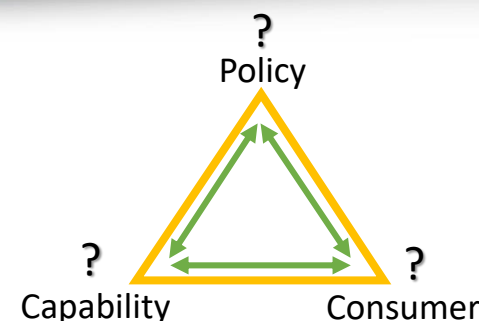
Commitment to sustainable business

- Magellan's most important social obligation is to safely and reliably deliver the essential fuels our nation relies on every day
- Committed to running our business responsibly, consistent with our 20+ year history
 - Our operations prioritize safety and follow an extensive program to ensure the integrity of our assets and safety of the communities we serve
- Pipelines are the least carbon intensive way to transport petroleum products
- All-employee annual incentive program aligned with key environmental and safety metrics from the beginning
- Industry leader in governance, with independent board of directors elected by investors and proven track record of capital discipline
- Committed to transparency with our sustainability report available online, including disclosure of scope 1 and 2 greenhouse gas emissions beginning in 2021
(www.magellanlp.com/Sustainability)



Magellan has a role to play in energy transition

A combination of policy, capability and consumer preference will drive energy transition.



Energy transition will progress, but.....

- Likely slower pace than many predict
- Likely more volatile in its course
- Destination unknown
- Policy alone likely not enough long-term
- Economic impact very important driver

Magellan's approach:

- Engaged
- Complete view of opportunities and risk
- Policy can create opportunity
- Investments based on competency and advantage
- Economic returns must be appropriate

Energy transition is complex, and many third-party forecasts project petroleum products will remain essential to our nation's everyday lives for decades to come

- Electric vehicles not expected to have a material impact in markets we serve for foreseeable future
 - EVs represented <2% of light duty vehicle sales and <1% of total vehicles in operation on average in MMP's markets during 2021*

* Source: Alliance for Automotive Innovation; Federal Alternative Fuels Data Center; Federal Highway Administration

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