



Westlake
Chemical Partners



Westlake Chemical Partners LP

4th Quarter 2019

Westlake Chemical Partners LP

- Predictable and stable cash flows insulated from commodity price risk
- Consistent top tier distribution growth every quarter since 2014 IPO
- Long history of reliable operations from strategically located assets

Stable and predictable cash flows

95% of sales at fixed margin to investment grade parent

Long history of predictable operation from strategically located assets

Globally cost advantaged feedstock with operating rates that exceed North American industry averages

Excellent governance and strategic alignment with investment grade parent

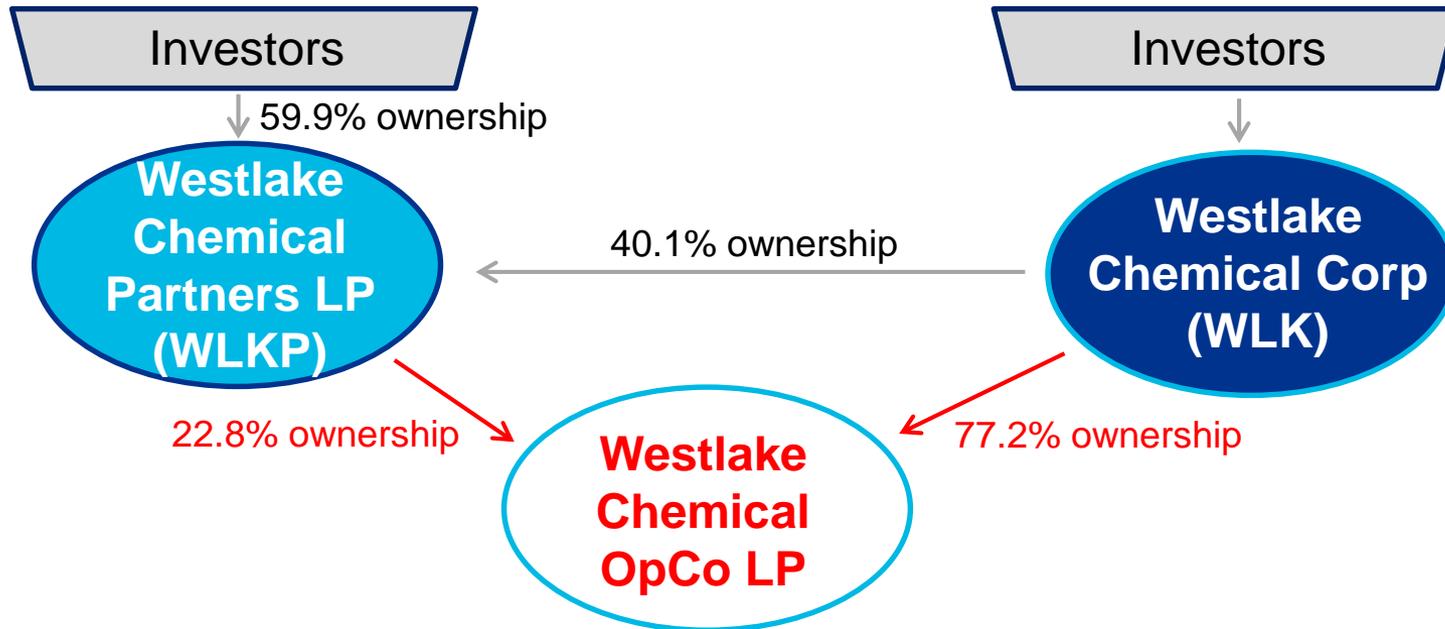
Recent IDR reset with no compensation paid illustrates parent company commitment to Westlake Partners

Four levers of continued growth:

- Negotiate higher ethylene margin
- Acquisition opportunities
- Periodic drop downs from OpCo
- Expansion opportunities

- Intends to target a sustainable, top tier distribution growth rate which:
 - Reduces reliance on equity capital
 - Aligns distribution growth to availability of capital in the MLP equity market
 - Extends the dropdown inventory runway for many years

Westlake Chemical Partners LP & Westlake Chemical Corporation Predictable and Stable Cash Flows with Conservative Financial Structure



WLKP's predictable and stable cash flows are bolstered by:

- Increased earnings and extended distribution growth runway through added capacity expansions, IDR reset, significant remaining drop down capacity at OpCo, and potential opportunity to acquire an interest in the Lotte/ Westlake JV cracker
- Conservative balance sheet and a DCF coverage ratio target of 1.1x providing significant flexibility to fund future growth

Westlake Partners Assets Provide Vital Ethylene to Westlake Chemical

Lake Charles, Louisiana Complex



- Two ethane-based processing facilities at Westlake's Lake Charles, Louisiana complex
- Combined capacity of 3 billion pounds of ethylene primarily consumed by Westlake in the production of chemicals including PE and PVC

Calvert City, Kentucky Complex



- One ethane-based processing facility located in Calvert City, Kentucky
- Capacity of 730 million pounds of ethylene per year primarily consumed by Westlake in the production of higher value-added chemicals including PVC

Longview, Texas Complex

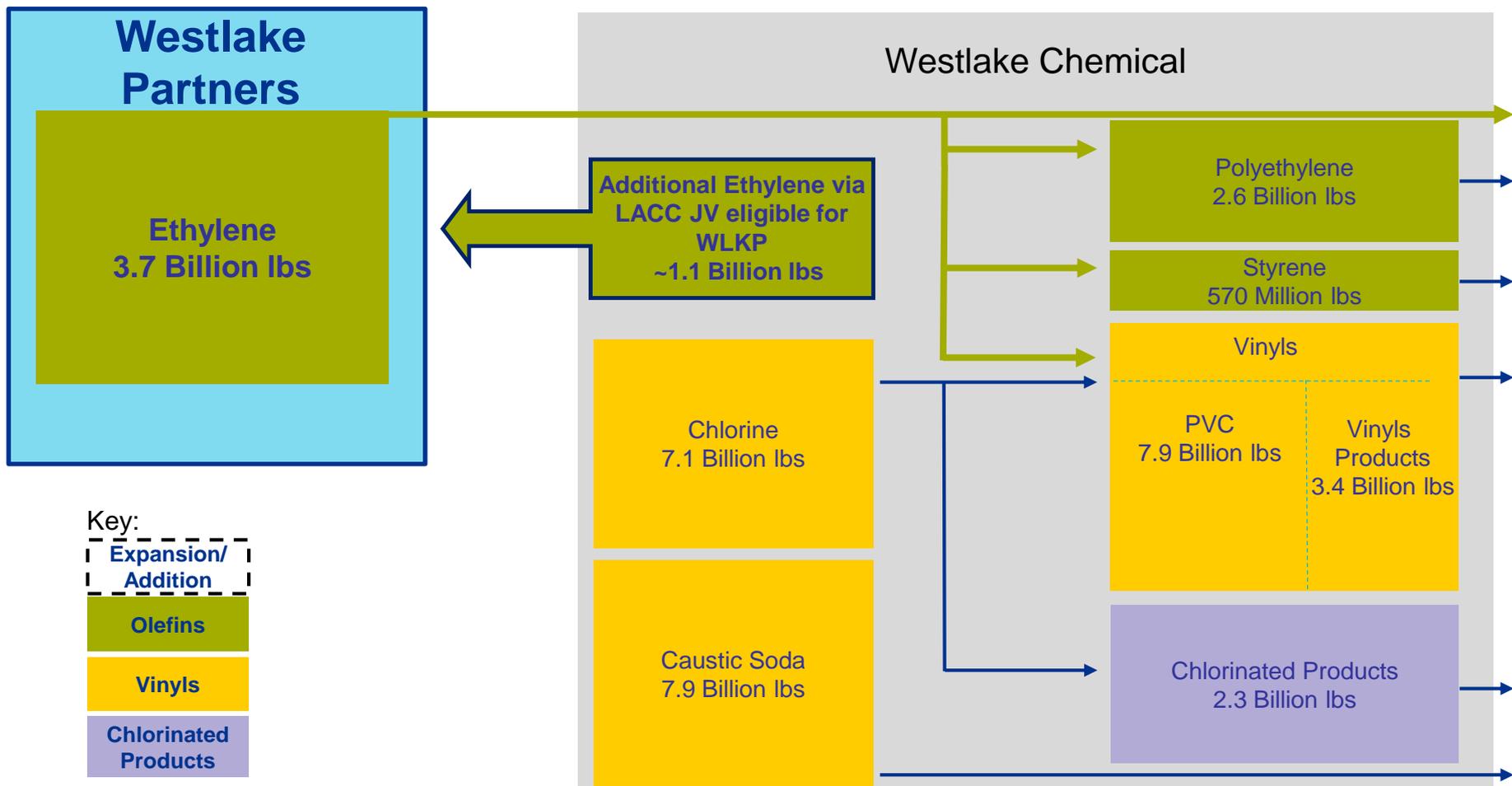


- A 200-mile common carrier ethylene pipeline that runs from Mont Belvieu, Texas to the Longview, Texas chemical complex, which includes Westlake's Longview PE production facility

Westlake Chemical depends on Westlake Partners to supply the Ethylene used to produce all of its key end products: Polyethylene, Styrene, PVC, and Building Products

Westlake Chemical's Short Position in Ethylene Provides Demand for Westlake Partners

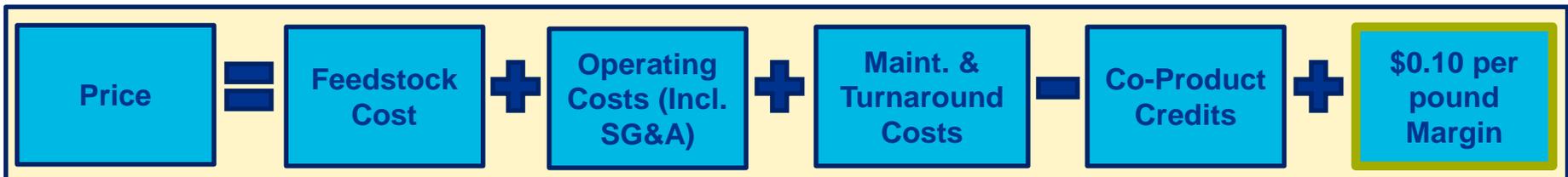
Westlake Partners' current production capacity plus the potential 1.1B lbs in the JV cracker would still leave Westlake Chemical short an additional 1.1B lbs of Ethylene



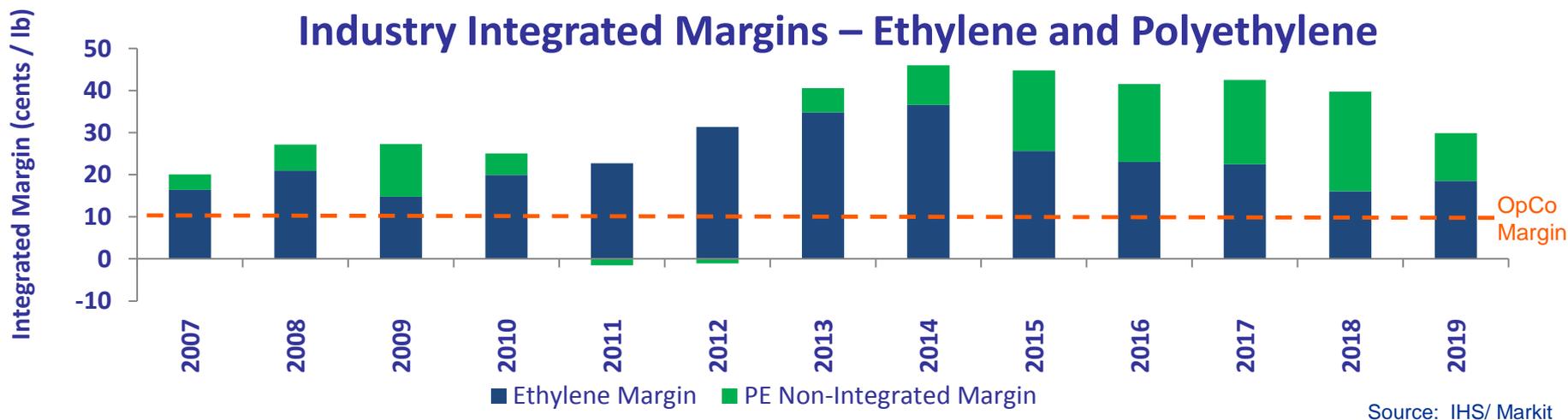
Westlake Partners Value Chain: Ethylene Sales Agreement

Pricing Formula Promotes Stable & Predictable Cash Flows

- Westlake Partners is the critical supplier of the Ethylene Westlake Chemical needs to produce its products
- Ethylene Sales Agreement between Westlake Chemical and Westlake Partners provides stable 10 cents per pound margin on 95% of processed NGL's, with remaining 5% sold to third parties
- The Ethylene sales agreement provides the partnership stable cash flows insulated from commodity risks and covers maintenance and turn around expenditures



Sales Agreement has Insulated WLKP From Commodity Risk and Enhanced Cash Flow Stability

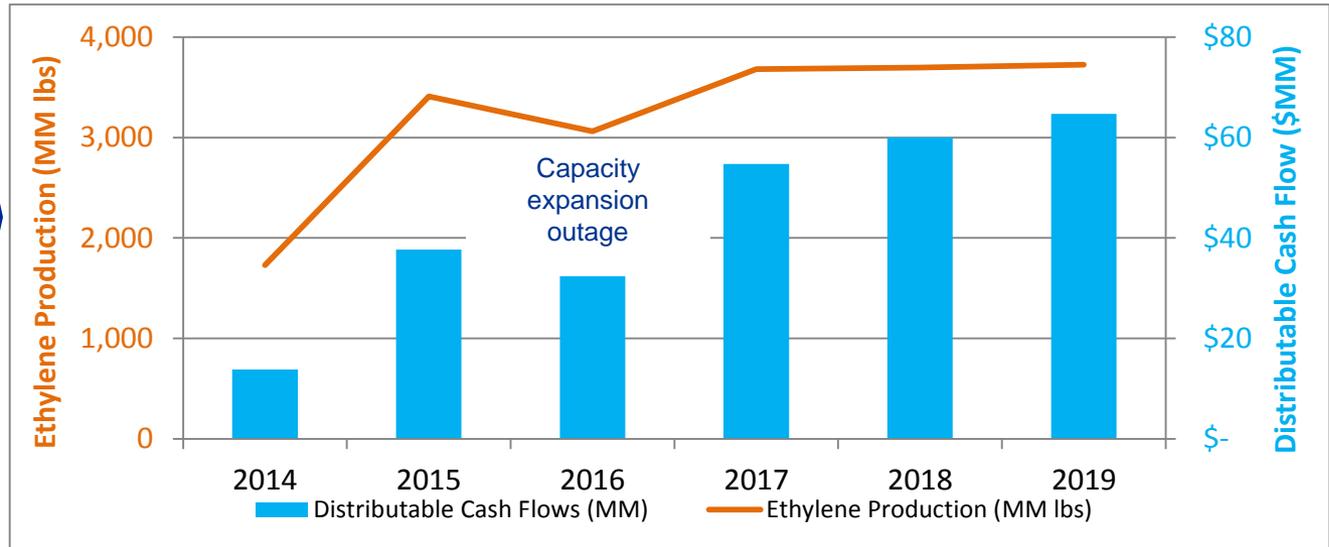


- The integrated margin shown above is well above 10 cents historically supporting sustainability of margin and potential to negotiate increase to the 10 cents margin
- Requires WLK to purchase 95% of OpCo's planned ethylene volume each year, with a maximum commitment of 3.8 billion pounds per year
- Contract structure promotes stable margin and consistent distributable cash flows

Strong Distribution Growth From Conservative Financial Structure

Higher, steady production rates lead to dependable, stable financials and ultimately to stable growing distributable cash flows to unitholders

Annual Distributable Cash Flows and Production since IPO

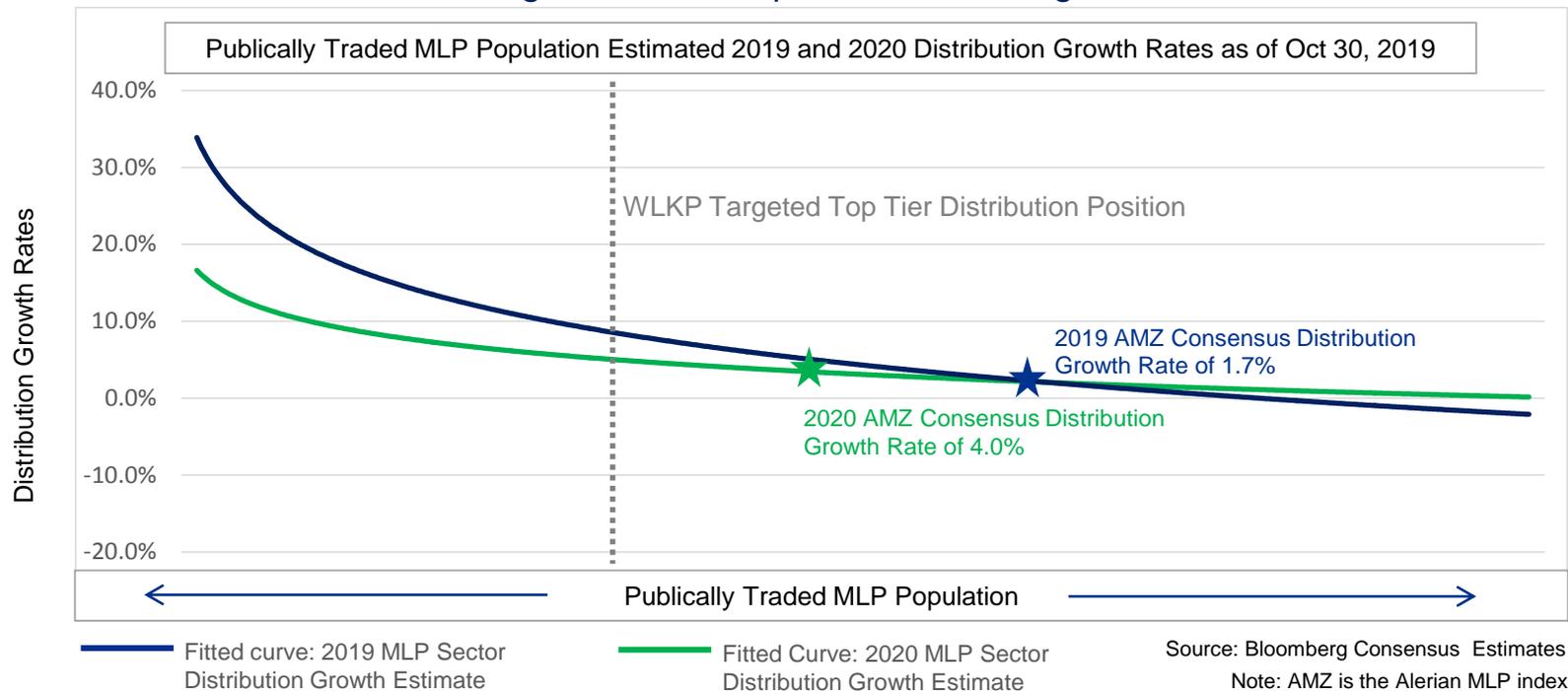


Conservative Leverage and Financial Flexibility

- Maintain conservative target leverage ratios at WLKP and OpCo
- Substantial liquidity via a \$600 Million credit facility between Westlake and OpCo
- WLKP's line of credit increased to \$600 Million in December 2017 to fund additional growth
- Minimal working capital requirements both at OpCo and WLKP
- Established an equity and debt shelf and At-The-Market (ATM) equity program to fund future growth

Westlake Partners in the Top Tier of MLPs for Distribution Growth

WLKP remains committed to offering unitholders top tier distribution growth.



Top Tier Distribution Growth Strategy Benefits:

- Reduces size and frequency of future capital market needs:
 - Further bolstering strong balance sheet and leverage metrics
 - Aligns to current market environment
 - Reduces unit holder dilution at current unit prices

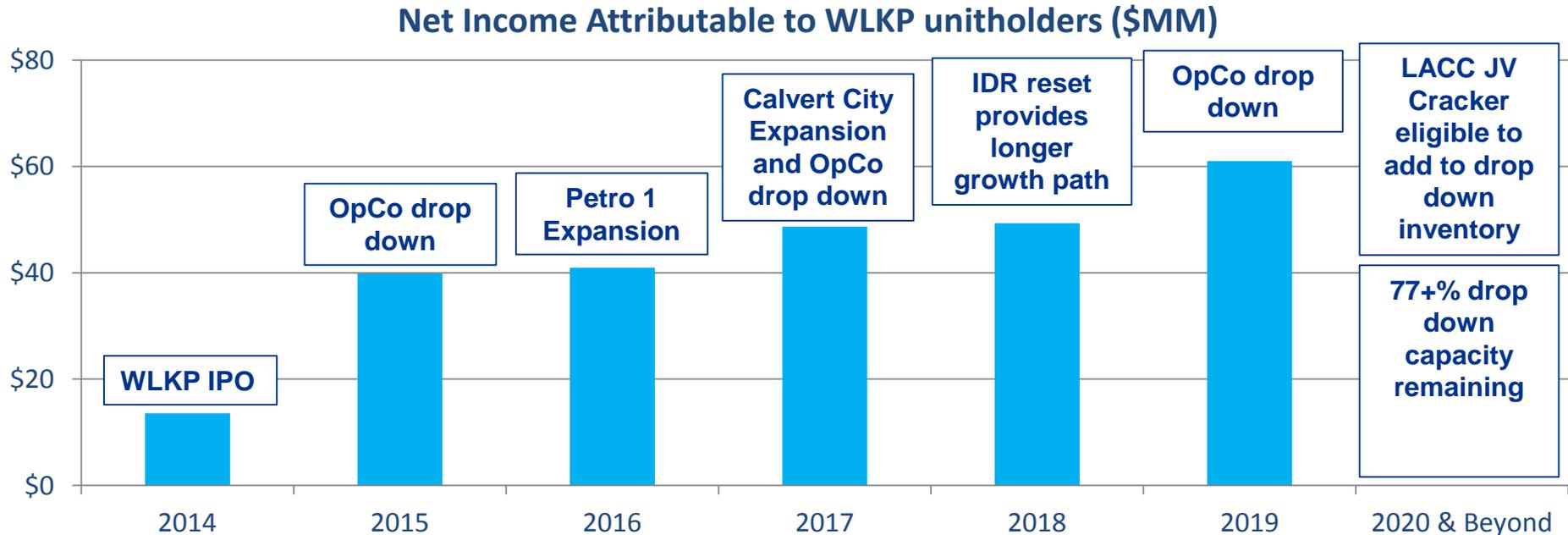
Four Levers of Growth for Stable, Growing Cash Flows

Increase our Ownership of OpCo	<p>Increase our ownership interest in OpCo over time either by purchasing new OpCo interests or by purchasing outstanding interests in OpCo from WLK</p> <ul style="list-style-type: none">• Purchased 2.7% of OpCo for \$135 Million in May 2015• Purchased 5% of additional OpCo interests for \$229 Million in Sept 2017• Purchased 4.5% of additional OpCo interests for \$201 Million in Mar 2019• Substantial drop down capacity + Recently reset IDR tiers extend runway of future drop downs:<ul style="list-style-type: none">○ +77% of drop down inventory remains○ Remaining drop down inventory supports many years of future distribution growth
Pursue Organic Growth Opportunities	<p>Enhance the profitability of OpCo's existing assets by pursuing growth opportunities including capacity expansion projects</p> <ul style="list-style-type: none">• Expanded Petro1 by approximately 250 Million pounds of ethylene in 2016• Expanded Calvert City by approximately 100 Million pounds of ethylene in 2017
Pursue Growth Opportunities Through Acquisitions	<p>Pursue acquisitions of complementary assets from WLK and third parties:</p> <ul style="list-style-type: none">• Westlake Chemical is participating in a joint venture with Lotte Chemical to build a new 2.2 Billion pound ethylene cracker that started up in Q2 2019, would be a target for inclusion in WLKP
Expand Margin	<p>Negotiate higher ethylene margin above current 10 cents with Westlake Chemical</p>

Ample Capacity to Fund Earnings Growth

- Recent drop down in 1Q 2019 continues growth of cash flows to unitholders with large capacity left to fund future growth
- In July 2018, Westlake Chemical re-set Westlake Partners IDR schedule relieving Westlake Partners of the IDR cash flow burden and significantly extending the drop down runway for WLKP:
 - Immediately accretive to cash flow per unit and coverage with no compensation paid to Westlake Chemical Corp
 - Highlights the clear path to grow future earnings and distributions
 - Improves Partners' cost of capital, increasing its ability to pursue accretive investments and positions WLKP for future growth
 - Reduces frequency and size of capital market needs
 - Highlights alignment between Westlake and Partners with “win-win” reset
- World class ethylene cracker JV is eligible for inclusion in WLKP and further fund growth runway

Completed Capacity Expansions + IDR Resets + Acquisition of JV Opportunity Means Extended Growth for Westlake Partners



Westlake Partners continues to add capacity, each addition extends the potential runway for additional drop downs, and grows distributable income:

- Completed two ethylene expansions since the July, 2014 IPO
- The Westlake - Lotte JV cracker could add up to 1.1 Billion pounds of production capacity
- IDR reset extends runway for growth at no cost to WLKP

Solid Leverage Metrics

Well Capitalized for Financial Stability

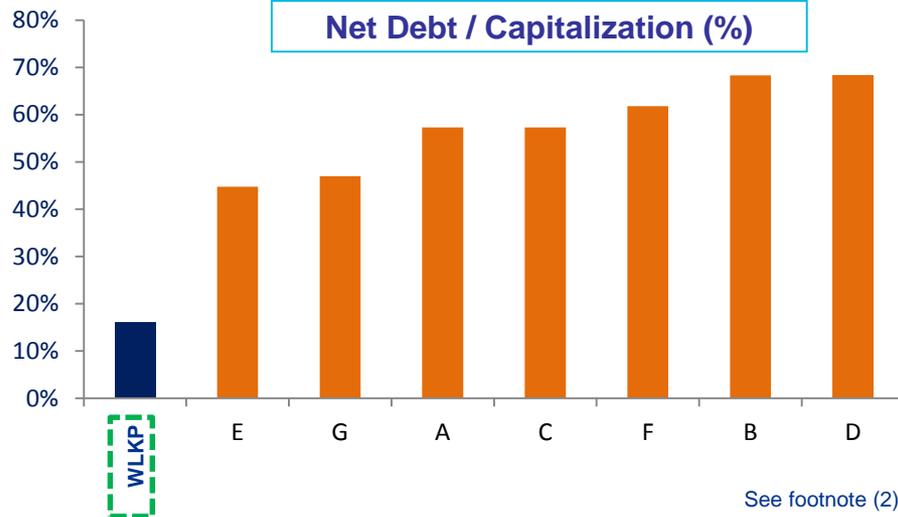
WLKP is well capitalized and has significant financial flexibility to fund future growth with its strong and supportive parent; Westlake Chemical (WLK)

Westlake Partners Liquidity

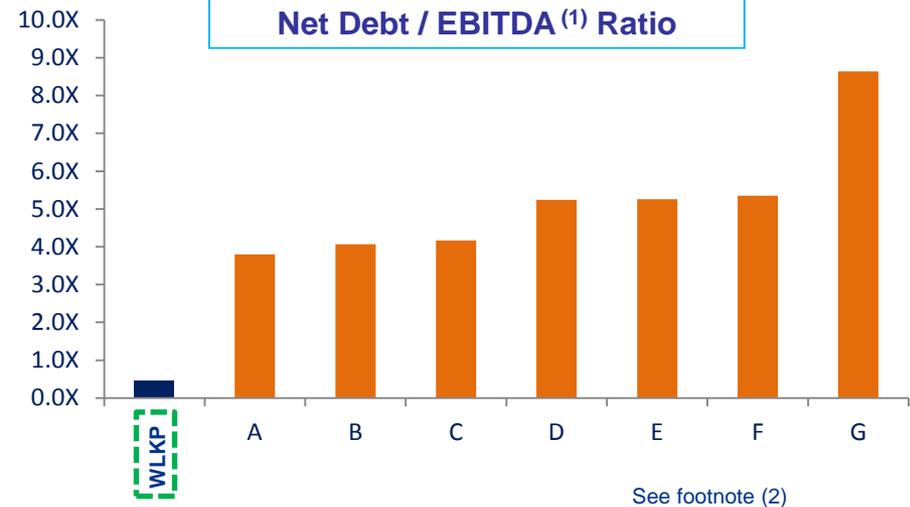
Liquidity (in millions)	Dec 30, 2019
Cash and Equivalents ⁽¹⁾	\$183
Plus: Available Credit Facilities	\$800
Total Available Liquidity	\$983

A Strong Balance Sheet to Provide Financial Stability

Net Debt / Capitalization (%)



Net Debt / EBITDA ⁽¹⁾ Ratio



(1) Includes cash invested with WLK under investment management agreement

(2) Peers: ANDX, EQM, MPLX, PSXP, SXCP, WES, as of latest date information is available in Bloomberg

Key Investment Drivers

Westlake Chemical's Increasing Demand for Ethylene

Strategic Relationship with Westlake Chemical

Stable and Predictable Cash Flows Unencumbered with IDR's

Strategically Located Assets

Experienced & Incentivized Management Team

Global Cost Advantage for Ethylene Production

Expanded Capacity & Significant Dropdown Inventory

Ethylene Sales Agreement plus IDR Reset

Competitive Market Position and Asset Integrity

Access to Operational and Industry Expertise

WLKP is well positioned for continued growth.



Appendix

WLKP Growth Strategy

Acquisition and Expansion Provides Growth

Protect and Grow Distributions

- Maintain financial flexibility to protect and grow distributions
- Expand production capacity of ethylene through cost effective debottlenecks
 - Approximately 250 Million pounds completed in Lake Charles in 2016
 - Approximately 100 Million pounds added in Calvert City in 2017
- Increase stake in OpCo and pursue acquisition opportunities
 - Acquired additional 2.7% of OpCo for \$135 Million in May 2015 to grow distributions
 - Acquired additional 5.0% of OpCo for \$229 Million in Sept 2017 to grow distributions
 - Acquired additional 4.5% of OpCo for \$201 Million in Mar 2019 to grow distributions
 - Substantial drop down capacity remaining with +77% of OpCo available to be dropped
 - JV with Lotte built new ethylene cracker in Lake Charles and is expected to add future drop down capacity

Reset IDR Tiers for Westlake Chemical Partners

IDR Tiers		Initial distribution structure			Newly reset distribution structure		
		Quarterly distribution	Annualized distribution	% distribution to IDRs	Quarterly distribution	Annualized distribution	% distribution to IDRs
First target distribution	up to:	\$ 0.3163	1.2652	0%	\$ 1.2938	5.1752	0%
Second target distribution	up to:	\$ 0.3438	1.3752	15%	\$ 1.4063	5.6252	15%
Third target distribution	up to:	\$ 0.4125	1.6500	25%	\$ 1.6875	6.7500	25%
Thereafter				50%			50%

- The reset of the IDR Tiers in July 2018 permits the quarterly distribution at the time of reset of \$0.3975 per unit (\$1.59 annualized distribution) to grow **325%** before it would trigger any IDR payments
- This reset extends the runway for attractive drop down transactions and expands Partners' ability to pursue accretive investments

Disclaimer

This presentation contains certain forward-looking statements, including statements with respect to future growth, potential levers for cash flow, growth, remaining drop down capacity and the Lotte JV as a source of future drop down capacity for Westlake Chemical Partners and the timing and results of a scheduled debottleneck of ethylene cracking unit. Actual results may differ materially depending on factors such as general economic and business conditions; the cyclical nature of the chemical industry; the availability, cost and volatility of raw materials and energy; uncertainties associated with the United States, Europe and worldwide economies, including those due to political tensions in the Middle East, Ukraine and elsewhere; current and potential governmental regulatory actions in the United States and Europe and regulatory actions and political unrest in other countries; industry production capacity and operating rates; the supply/ demand balance for our products; competitive products and pricing pressures; instability in the credit and financial markets; access to capital markets; terrorist acts; operating interruptions (including leaks, explosions, fires, weather-related incidents, mechanical failure, unscheduled downtime, labor difficulties, transportation interruptions, spills and releases and other environmental risks); changes in laws or regulations; technological developments; our ability to implement our business strategies; creditworthiness of our customers; the results of potential negotiations between Westlake Chemical Corporation and Westlake Chemical Partners and other factors described in our reports filed with the Securities and Exchange Commission. Many of these factors are beyond our ability to control or predict. Any of these factors, or a combination of these factors, could materially affect our future results of operations and the ultimate accuracy of the forward-looking statements. These forward-looking statements are not guarantees of our future performance, and our actual results and future developments may differ materially from those projected in the forward-looking statements. Management cautions against putting undue reliance on forward-looking statements. Every forward-looking statement speaks only as of the date of the particular statement, and we undertake no obligation to publicly update or revise any forward-looking statements.

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