



Westlake
Chemical Partners



Westlake Chemical Partners LP

1st Quarter 2019

Westlake Chemical Partners LP

Attractive Yield, Distribution Growth, Stability, and Long Growth Runway

Westlake Chemical Partner's (WLKP) combination of yield, growth, and cash flow stability offers a compelling investment opportunity relative to other yield oriented investments.

- WLKP currently pays a quarterly distribution of \$0.4452 per unit, representing a yield of 7.9% on the current unit price.
- WLKP has consistently grown its per unit distribution at a low double digit growth rate since inception in July 2014
- 95% of WLKP's sales are at a fixed 10 cent per pound cash margin (plus reimbursement of expenses) to its investment grade parent Westlake Chemical, ensuring a very safe and stable source of cash flow to the partnership
- Long growth runway bolstered by:
 - Recent IDR reset by parent company
 - World class ethylene cracker JV expected to go online this year will be eligible for inclusion in WLKP to fund further growth

Note: Yield is based on May distribution per unit of \$0.4452 and a unit price of \$22.55 as of April 26, 2018

Westlake Chemical Partners LP

- Provides predictable and stable cash flows
- Has four methods of fueling a long runway of earnings and distribution growth
- Is fully aligned with the partnership's general partner, Westlake Chemical Corp

Stable and Predictable Cash Flows

- Westlake Partners has a long term fixed price contract designed to insulate against commodity risk and a conservative capital structure reduces financial risk

Long History of Reliable Operations from Strategically Located Assets

- Reliable, efficient assets located near large feedstock supply with high historical utilization and operating rates exceeding North American industry average

Strategic Relationship with Westlake Fosters Operational Alignment

- Westlake Chemical relies on Westlake Partners to supply them with the ethylene needed to produce nearly all of Westlake Chemical's products
- Westlake Chemical reset the IDR thresholds to significantly lengthen Westlake Partners runway of drop downs and reduce capital needs
 - At the time of reset, Quarterly distribution would need to grow 325% before next IDR payment would be triggered

Four Levers of Growth

- Negotiate higher ethylene margin
- Acquisition opportunities, either as WLKP or jointly with WLK
- Periodic drop downs from OpCo
- Expansion opportunities

Report Card Since 2014 IPO

- ✓ Distribution has grown at 12% rate per annum since IPO
- ✓ Generates stable cash flow insulated from commodity price risk due to long-term contract with our sponsor
- ✓ Increased earnings and length of distribution growth runway of partnership through added capacity, IDR reset, and potential opportunity to acquire Lotte/ Westlake JV cracker
- ✓ Maintains conservative balance sheet and a current DCF coverage ratio target of 1.1x providing significant flexibility to fund future growth
- ✓ Strategic alignment with sponsor highlighted by capacity additions, drop down of assets, and LACC JV cracker
- ✓ Good governance highlighted by IDR reset accretive to Partners with no consideration in exchange

Westlake Partners Assets Provide Vital Ethylene to Westlake Chemical

Lake Charles Complex, Louisiana



- 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 Complex, Kentucky



- 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

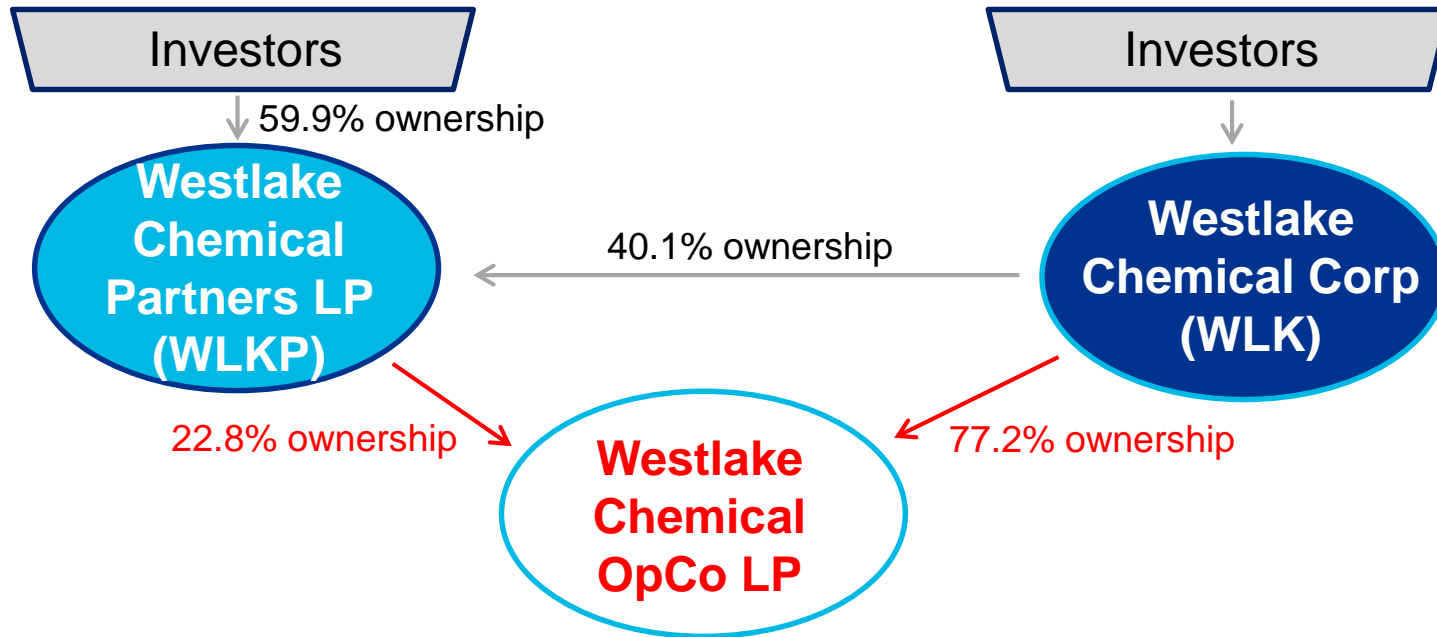
Longview Complex, Texas



- 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 Partners LP & Westlake Chemical Corporation Organizationally Aligned for Profitable Growth



- 77.2% of OpCo available to drop down into WLKP for earnings and distributions growth
- OpCo drop downs are just one of four levers WLKP has to grow earnings and distributions

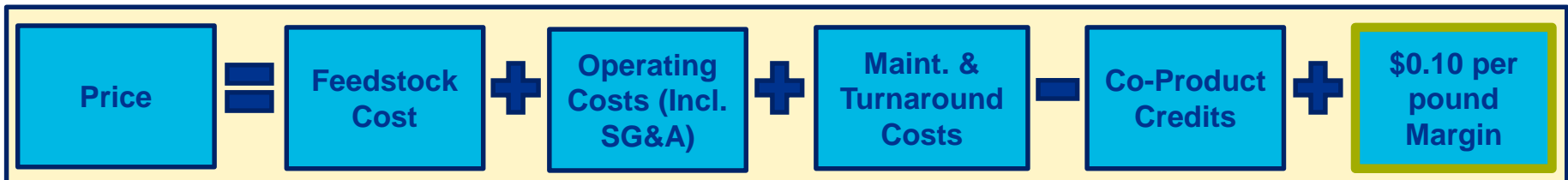
Continued Execution of Stable Growth

- Recent drop down in 1Q 2019 continues growth of cash flows to unitholders with large capacity remaining
- 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 expected to go online this year will be eligible for inclusion in WLKP and further fund growth runway

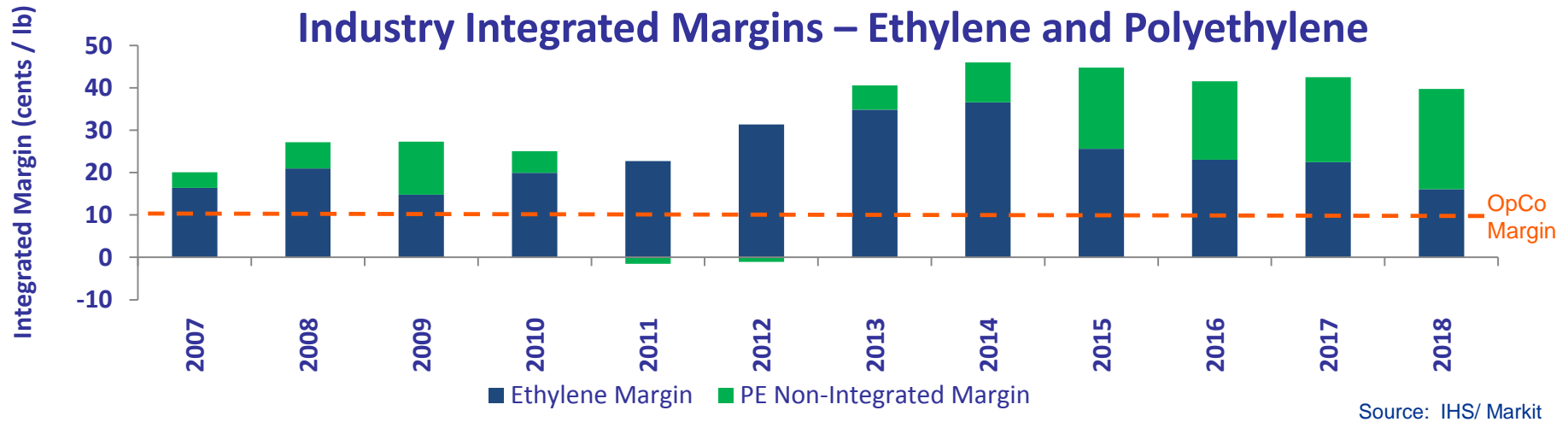
Westlake Partners Value Chain: Ethylene Sales Agreement

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

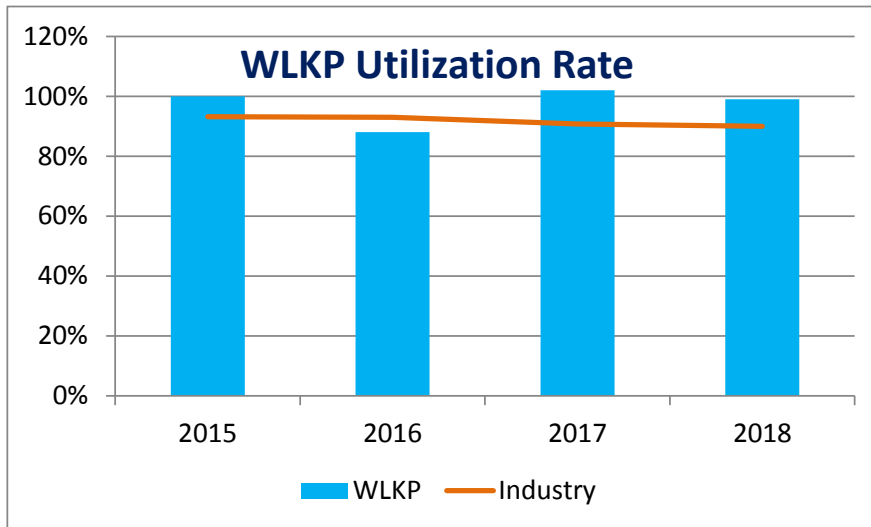


Sales Agreement has Insulated WLKP From Commodity Risk and Enhanced Cash Flow Stability

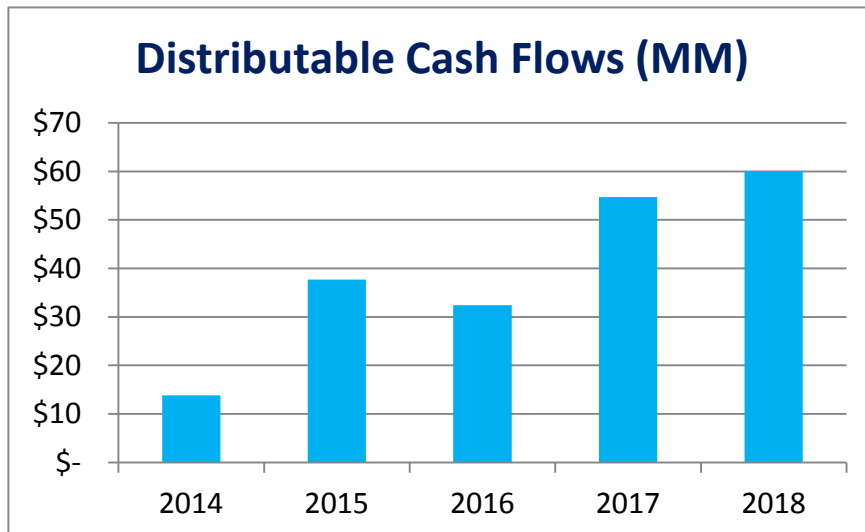


- Requires WLK to purchase 95% of OpCo’s planned ethylene volume each year, with a maximum commitment of 3.8 billion pounds per year
- Contract structure promotes stable margin and consistent distributable cash flows
- The integrated margin shown above is well above 10 cents historically supporting sustainability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

WLKP's High Utilization Rate Drives Financial Stability

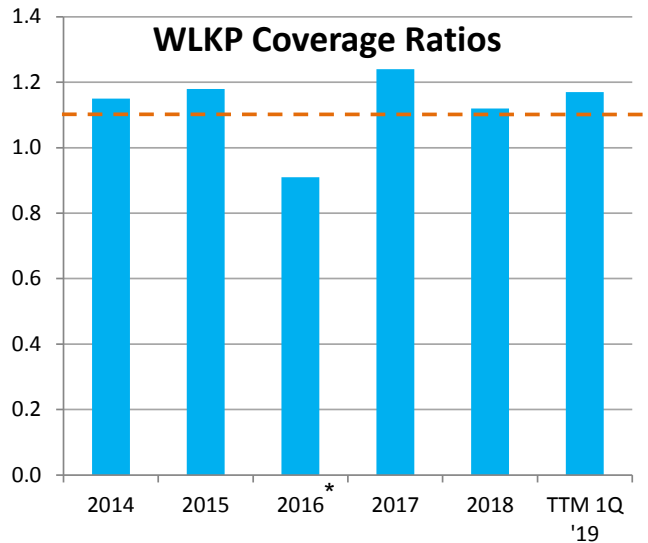


- Westlake Partners ethylene crackers have run at a higher than industry average utilization rate; this provides added stability to cash flows
- The dips in utilization rate in 2016 occurred during the capacity expansion outage at our Lake Charles plant that grew earnings
- Higher, steady utilization rates lead to dependable, stable financials and ultimately to stable growing distributable cash flows to unitholders

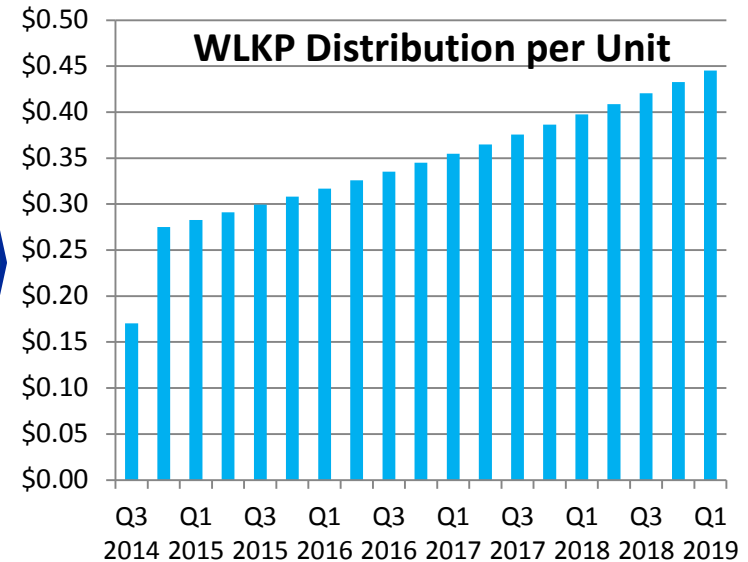


Source: IHS/ Markit

Strong Distribution Growth From Conservative Financial Structure



Westlake Chemical Partners maintains a conservative, disciplined financial strategy to fund a stable and growing distribution to unitholders.



*Note: 2016 Lake Charles cracker expansion outage

Conservative Leverage and Financial Flexibility

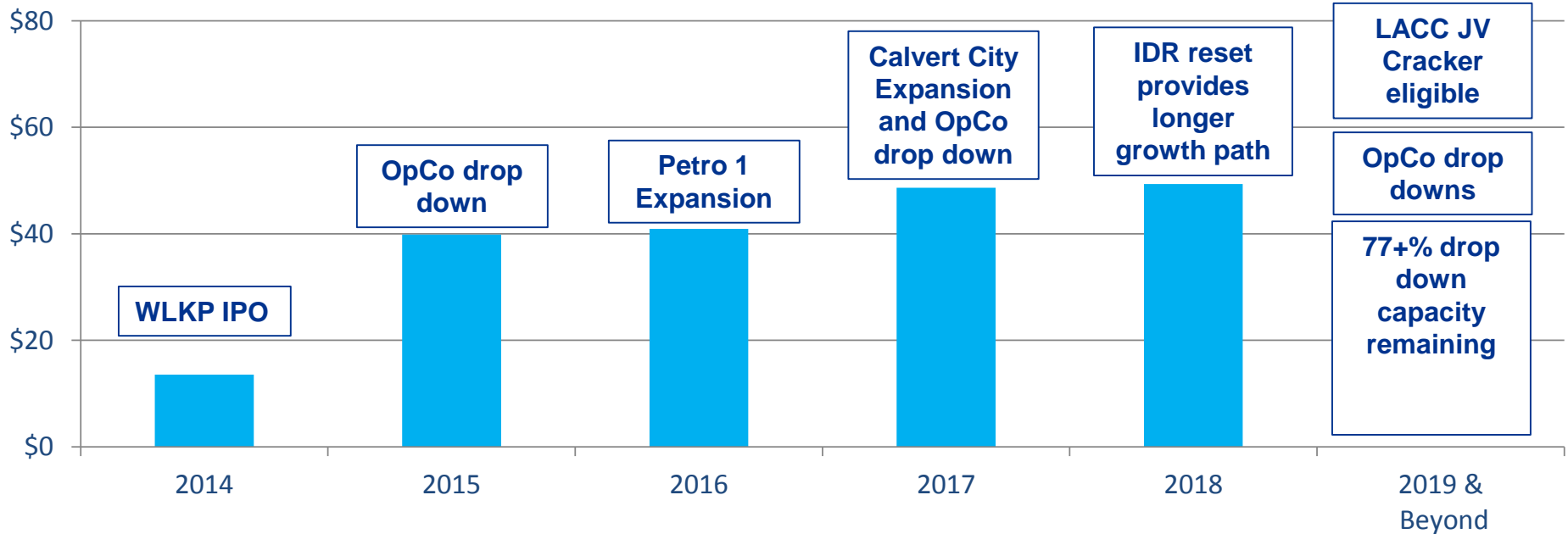
- Maintain conservative target leverage ratios at WLKP and OpCo
- Substantial liquidity via a \$600 million credit facility between Westlake and OpCo
- WLKP's line of credit increased to \$600MM in December 2017 to fund additional growth
- Minimal working capital requirements both at OpCo and WLKP
-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

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 \$229MM in Sept 2017• Purchased 4.5% of additional OpCo interests for \$201MM 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 allows many years of future distribution growth |
| 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 with expected start up this year, would be a target for inclusion in WLKP |
| 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 250MM pounds of ethylene in 2016• Expanded Calvert City by approximately 100MM pounds of ethylene in 2017 |
| Expand Margin | <p>Negotiate higher ethylene margin above current 10 cents with Westlake Chemical</p> |

Completed Capacity Expansions + IDR Resets + Upcoming JV Opportunity Allows Extended Growth for Westlake Partners

Net Income Attributable to WLKP unitholders (\$MM)



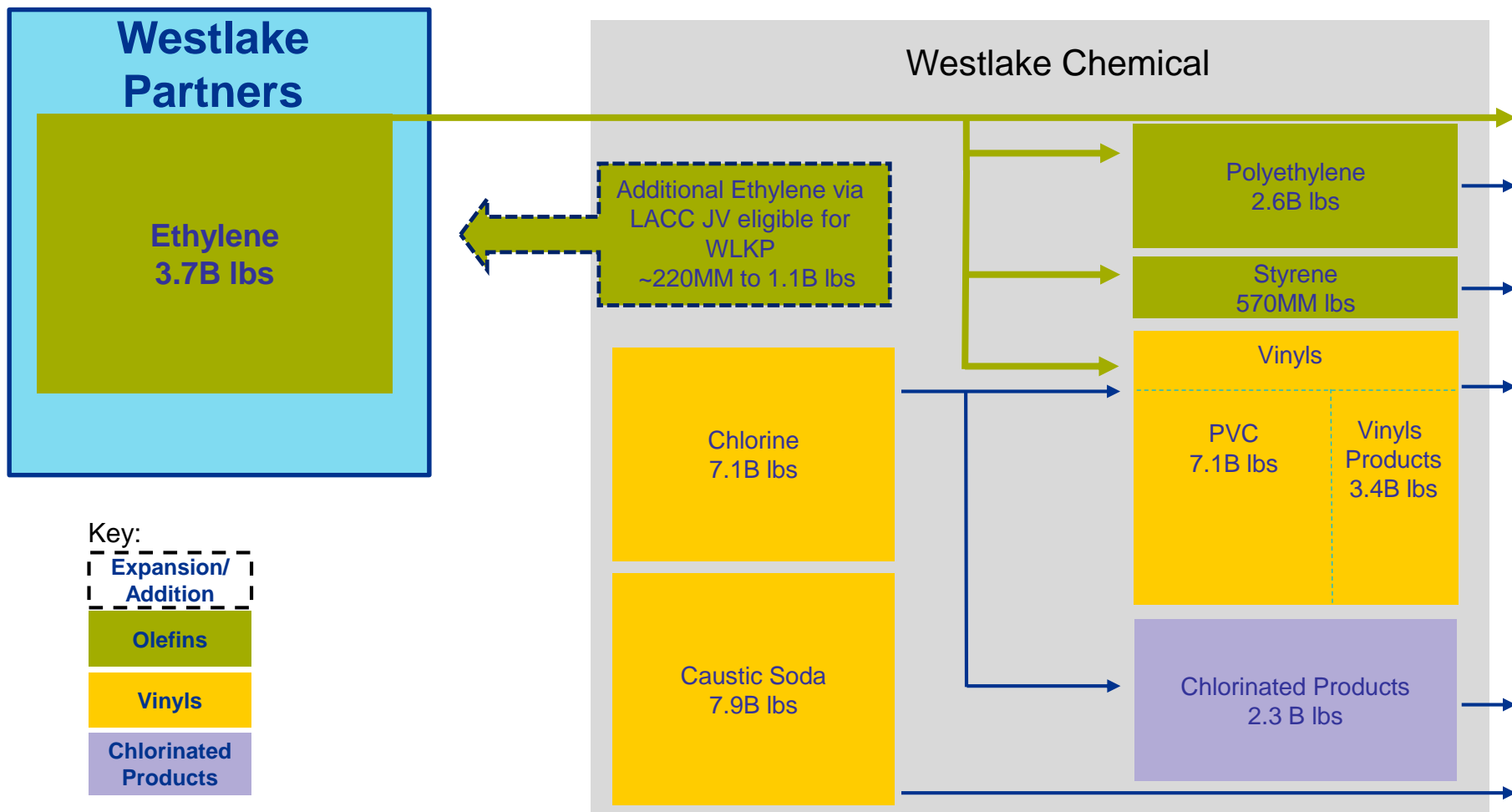
Westlake Partners continues to add capacity, each addition extends the potential runway for additional drop downs, and growth of distributable income:

- Completed two ethylene expansions since the July, 2014 IPO
- The Lotte – Westlake JV can add 220 MM lbs of capacity this year with the option to add an additional 880 MM lbs within three years

IDR reset extends runway for growth at no cost to WLKP

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

Westlake Chemical needs all the ethylene that Westlake Partners can provide and more with current short ethylene position of ~ 1.8B lbs



Solid Leverage Metrics

Well Capitalized for Financial Stability

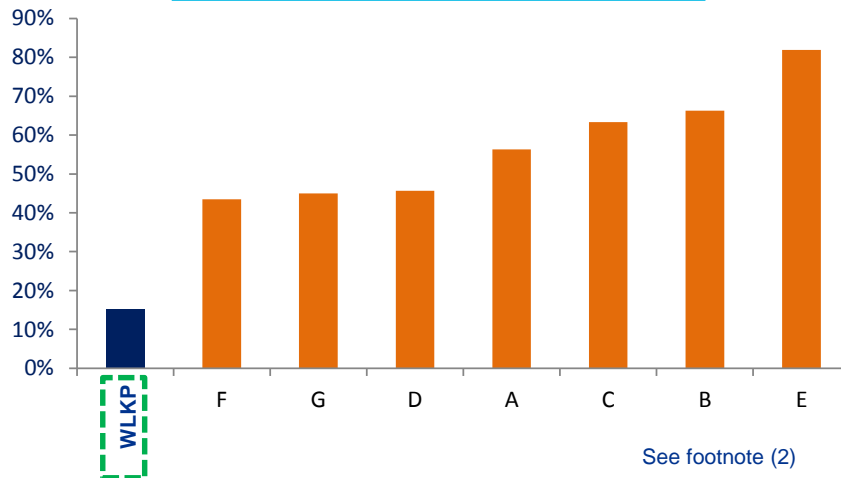
WLKP is well capitalized and has significant financial flexibility to fund future growth with its strong and supportive parent; Westlake Chemical (WLK)

Westlake Partners Liquidity

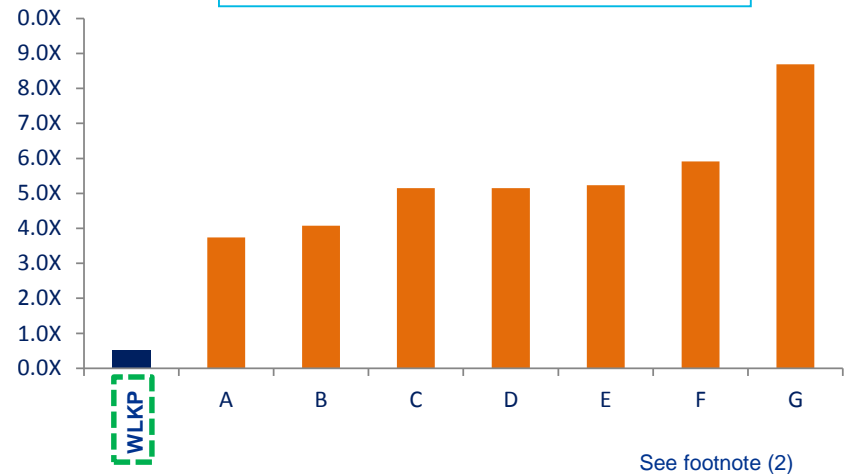
| Liquidity (in millions) | Mar 30, 2019 |
|-------------------------------------|----------------|
| Cash and Equivalents ⁽¹⁾ | \$361.6 |
| Plus: Available Credit Facilities | \$598.9 |
| Total Available Liquidity | \$960.5 |

A Strong Balance Sheet to Provide Financial Stability

Net Debt / Capitalization (%)



Net Debt / TTM EBITDA ⁽¹⁾ Ratio



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

(2) Peers: ANDX, DPM, 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 Supports Growth

Protect and Grow Distributions

- Maintain financial flexibility to protect and grow distributions
 - Since IPO WLKP has demonstrated a history of double-digit per year growth in distributions with a commitment to maintaining a strong target DCF coverage ratio
- Expand production capacity of ethylene through cost effective debottlenecks
 - Approximately 250MM pounds completed in Lake Charles in 2016
 - Approximately 100MM pounds added in Calvert City in 2017
- Increase stake in OpCo and pursue acquisition opportunities
 - Acquired additional 2.7% of OpCo for \$135MM in May 2015 to grow distributions
 - Acquired additional 5.0% of OpCo for \$229MM in Sept 2017 to grow distributions
 - Acquired additional 4.5% of OpCo for \$201MM in Mar 2019 to grow distributions
 - Substantial drop down capacity remaining with +77% of OpCo available to be dropped
 - JV with Lotte to build new ethylene cracker in Lake Charles is expected to add future drop down capacity

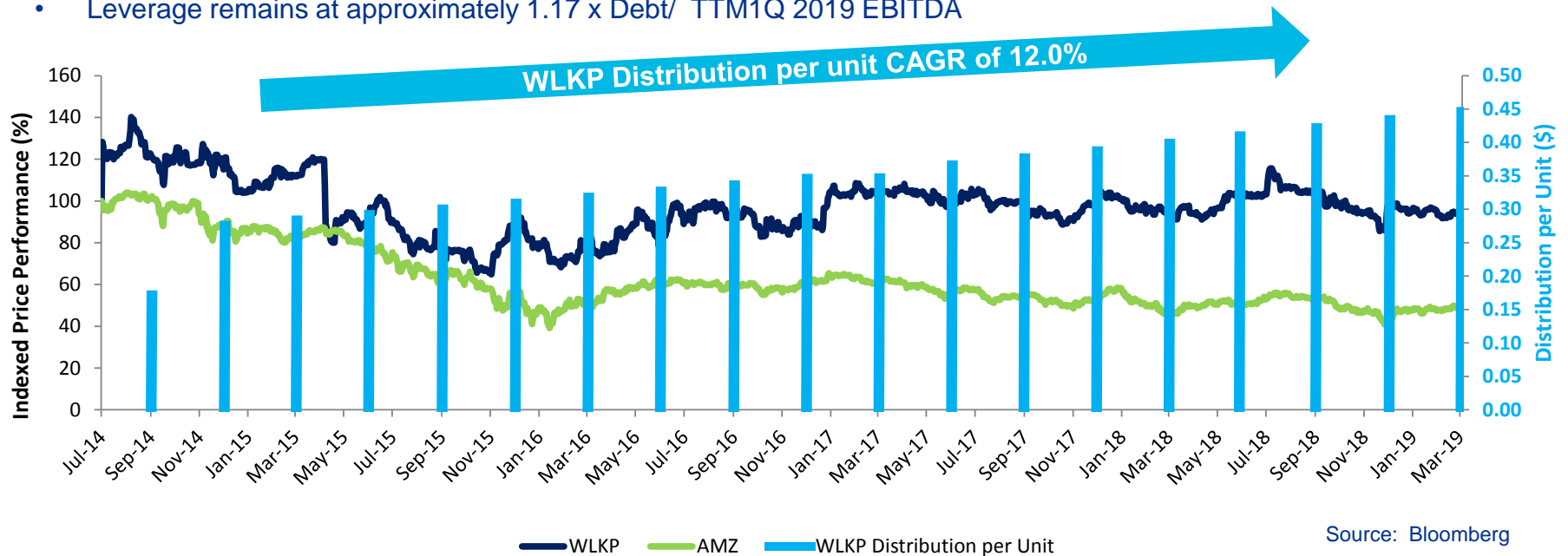
Reset IDR Tiers for Westlake Chemical Partners

| 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

Westlake Chemical Partners Has Performed Strongly Since IPO

- Westlake Chemical Partners LP has executed on its growth strategy since IPO, even with the uncertainty caused by the IRS ruling and amidst the backdrop of challenging MLP markets (12.0% distribution per unit CAGR since IPO)
- With the final IRS regulations published in January 2017, uncertainty around WLKP's activities constituting qualifying income has been lifted
- WLKP has grown earnings and cash flows through expansions and drop downs since IPO and has significant drop down capacity remaining
- Demonstrated stable, fee-based cash flow model has resulted in strong performance despite the backdrop of volatile commodity pricing and price outperformance relative to AMZ from IPO through 3/31/2019
- Leverage remains at approximately 1.17 x Debt/ TTM1Q 2019 EBITDA



Westlake Partners' Strategy is Highly Aligned with its Investment Grade Parent

Westlake Chemical Corporation

(TTM 1Q 2019)

| | |
|----------------------------------|------------------------|
| Net Sales | \$8,511 Million |
| EBITDA ^(1,2) | \$1,836 Million |
| Net Income ⁽³⁾ | \$781 Million |

Olefins

\$589 million

31%

EBITDA ⁽¹⁾

% of Total

Vinyls

\$1,286 million

69%

OUR MISSION

- profitable growth ...
- in businesses we understand...
- globally in areas we can gain an edge...
- in a disciplined and opportunistic manner



Pictures: Benecke



Key Investment Drivers Strategically Located Assets

Lake Charles Olefins

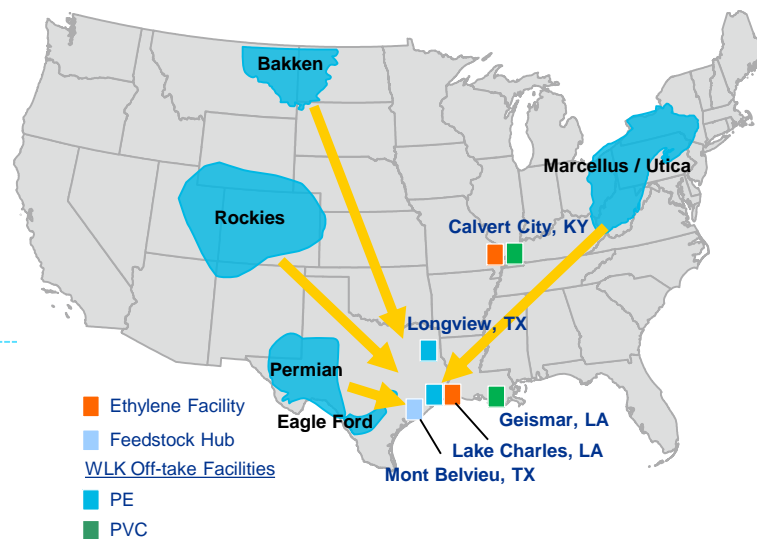
- Two ethane-based processing facilities at Westlake's Lake Charles, Louisiana complex
- Combined capacity of 3 billion pounds of ethylene
 - Primarily consumed by Westlake in the production of chemicals including PE and PVC

Calvert City Olefins

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

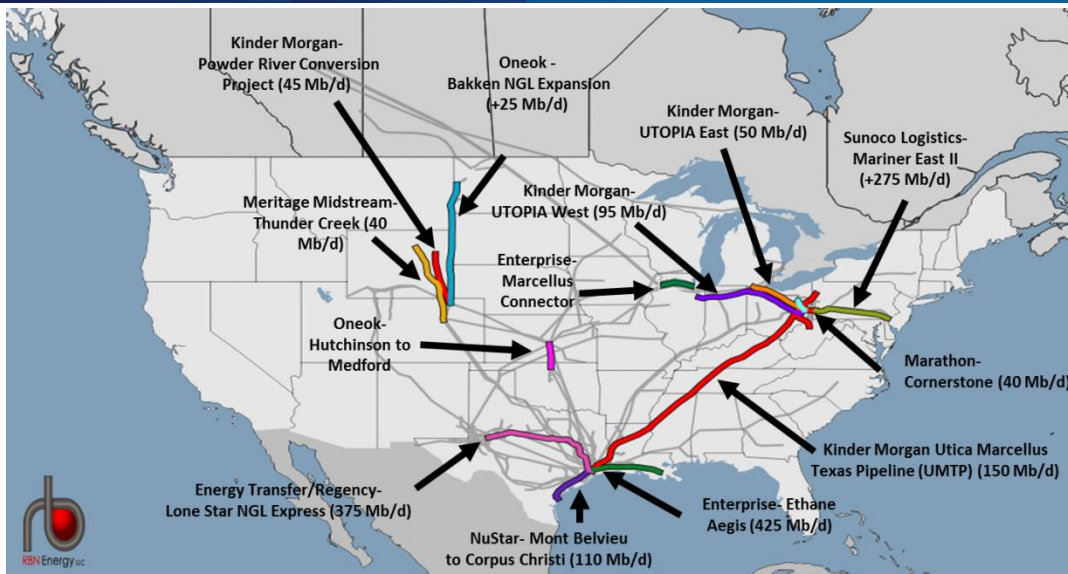
Longview Pipeline

- 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



| Plant Location | Annual Capacity (MMlbs) | Feedstock | Primary Use of Ethylene |
|----------------------------|-------------------------|--|-------------------------|
| Lake Charles, LA | 1,500 | ethane | PE and PVC |
| Lake Charles, LA (Petro 2) | 1,490 | ethane, ethane/propane mix, propane, butane or naphtha | PE and PVC |
| Calvert City, KY | 730 | ethane or propane | PVC |

NGL Feedstock Flexibility & Infrastructure

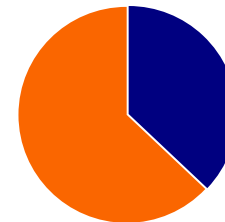


Westlake



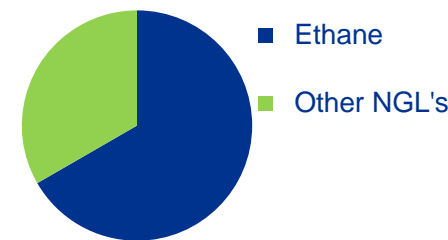
Ethane

World Ethylene



Non-Ethane Feed

Westlake's North American Ethylene Feedslate Capability

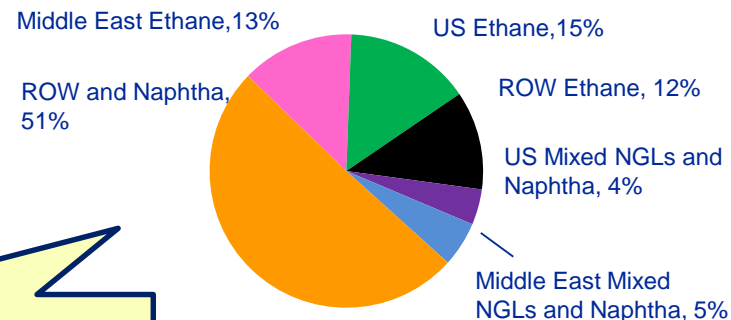


Well positioned to take advantage of ethane and other NGL's:

- The shale oil & gas revolution has triggered an increase in infrastructure build over the last several years
- The continuing NGL's flowing from these basins will drive further pipeline and infrastructure expansion through 2019 and beyond.
- Westlake ethylene plants are fully capable to use ethane and have some NGL flexibility
 - Lake Charles ethylene plants are able to access ethane in basins and shale plays from Eagle Ford, Permian, Rockies, Marcellus and Utica
 - Calvert City ethylene plant is now receiving ethane from the Marcellus and Utica basins

60% of the world's ethylene is derived from higher priced naphtha-based feedstocks

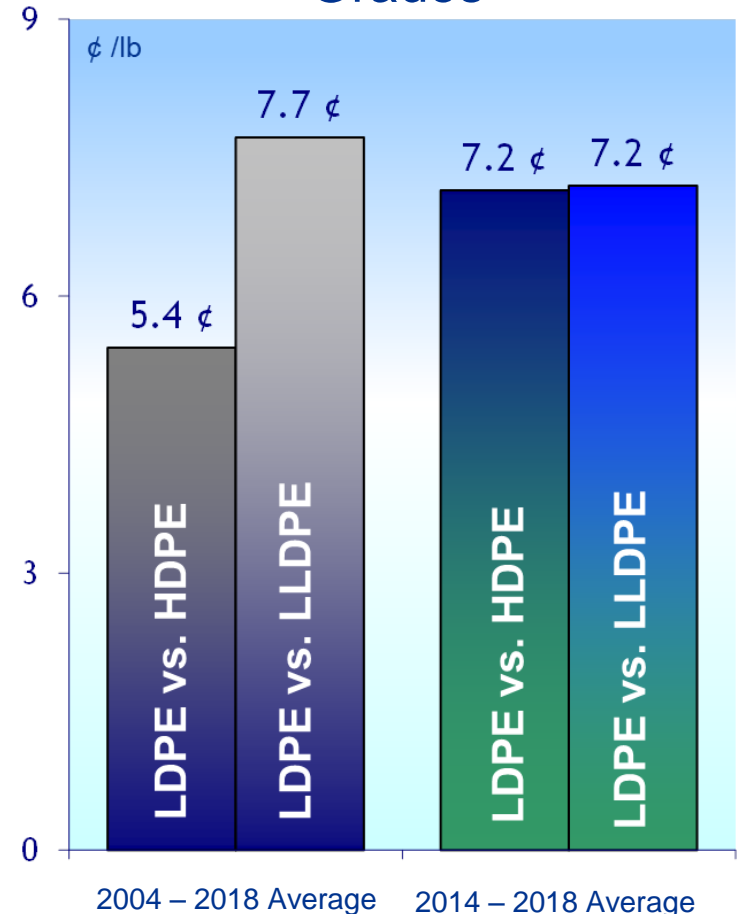
2018 Global Ethylene Volume by Feedstock



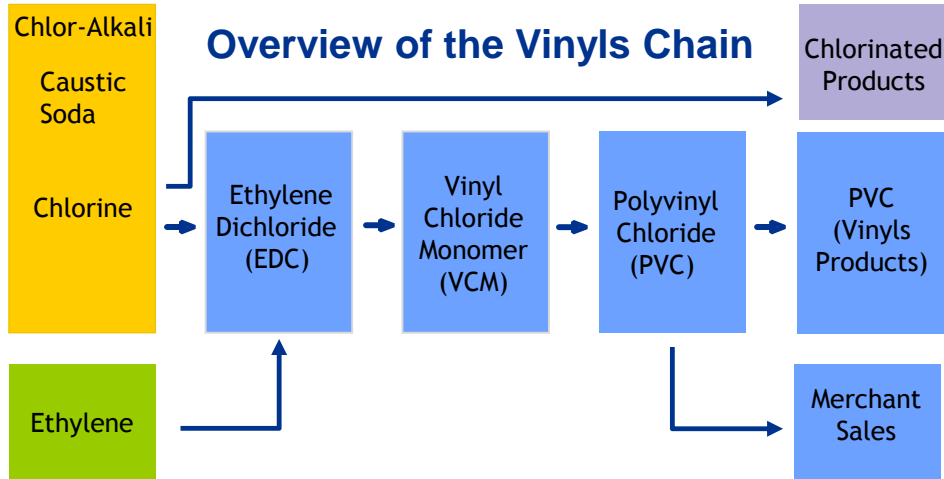
Westlake Partners Provides Low-Cost Feedstock to Westlake Chemical to Produce Cost Advantaged Polyethylene

- Integration is critical as the vast majority of PE profitability is captured in ethylene, not the downstream polymer
- WLK's PE production is focused on LDPE, not HDPE and LLDPE
 - 58% of WLK's PE capacity is LDPE, and the remainder is LLDPE
 - Global capacity increases in PE are more heavily weighted toward more commoditized HDPE and LLDPE
 - LDPE tends to command higher margins in the US

Average Margin Advantage of LDPE vs. Other PE Grades



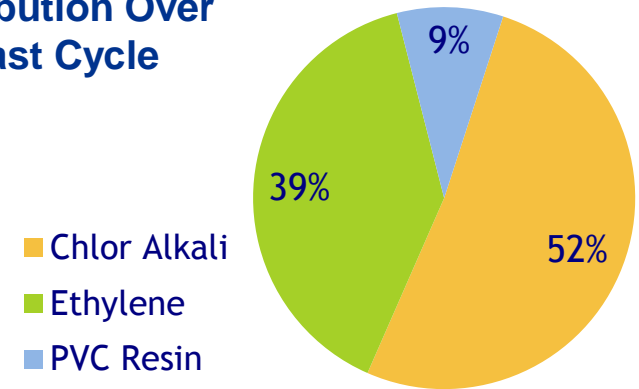
Low Cost Producer of PVC Combined with High Integration Captures Margin



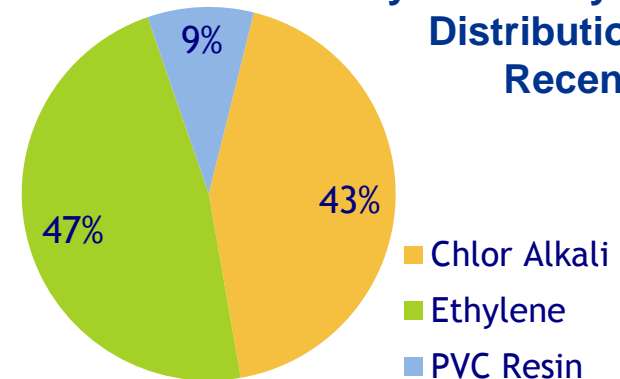
- **Westlake has announced numerous PVC expansions beginning in 2019 that will capture more integrated margin**
- Integration has allowed Westlake to operate its chlorovinyls plants at higher operating rates than US industry average and enjoy strong margins.
- Through backward integration into Chlor Alkali (shale gas based power) and ethylene (shale gas based ethane), Westlake is one of the lowest cost producers globally.
- Able to extend margins in our vinyls chain through integration into vinyls products.
- Cost competitive PVC exports as Westlake sits at the low end of the cost curve

Majority of Margin Captured in Chlor-Alkali and Ethylene.

Typical Vinyls Industry Margin Distribution Over the Last Cycle



Vinyls Industry Margin Distribution Over Recent Cycle



Reconciliation of Westlake EBITDA to Net Income and to Cash Flow from Operating Activities (in \$ millions)

| | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | LTM 1Q 2019 |
|---|--------|--------|--------|--------|----------|----------|----------|----------|----------|----------|----------------|
| Adjusted EBITDA | \$ 237 | \$ 512 | \$ 584 | \$ 780 | \$ 1,118 | \$ 1,330 | \$ 1,244 | \$ 1,016 | \$ 1,841 | \$ 2,101 | \$ 1,836 |
| Debt Retirement Cost | - | - | - | (7) | - | - | - | - | - | - | - |
| EBITDA | 237 | 512 | 584 | 773 | 1,118 | 1,330 | 1,244 | 1,016 | 1,841 | 2,101 | 1,836 |
| Less: | | | | | | | | | | | |
| Income Tax (Provision) Benefit | (26) | (122) | (142) | (200) | (332) | (399) | (298) | (139) | 258 | (300) | (242) |
| Interest Expense | (35) | (40) | (51) | (43) | (18) | (38) | (35) | (79) | (159) | (126) | (119) |
| Depreciation & Amortization | (123) | (129) | (132) | (144) | (158) | (208) | (246) | (378) | (601) | (641) | (656) |
| Non Controlling Interest | - | - | - | - | - | (6) | (19) | (21) | (35) | (38) | (38) |
| Net Income | 53 | 221 | 259 | 386 | 610 | 679 | 646 | 399 | 1,304 | 996 | 781 |
| Non Controlling Interest | - | - | - | - | - | 6 | 19 | 21 | 35 | 38 | 38 |
| Changes in operating assets & liabilities | 152 | 48 | 86 | 233 | 49 | 288 | 374 | 313 | 733 | 313 | 451 |
| Deferred income taxes | 31 | 14 | 14 | 6 | 94 | 59 | 40 | 101 | (534) | 62 | 61 |
| Cash flow from operating activities | \$ 236 | \$ 283 | \$ 359 | \$ 624 | \$ 753 | \$ 1,032 | \$ 1,079 | \$ 834 | \$ 1,538 | \$ 1,409 | \$ 1,331 |
| Vinyls EBITDA | (17) | (20) | 48 | 131 | 207 | 247 | 398 | 415 | 1,096 | 1,439 | 1,286 |
| Olefins EBITDA | 260 | 547 | 549 | 655 | 944 | 1,126 | 863 | 699 | 805 | 715 | 589 |
| Corporate EBITDA | (6) | (15) | (13) | (13) | (33) | (43) | (17) | (98) | (60) | (53) | (39) |
| Westlake Adjusted EBITDA | \$ 237 | \$ 512 | \$ 584 | \$ 773 | \$ 1,118 | \$ 1,330 | \$ 1,244 | \$ 1,016 | \$ 1,841 | \$ 2,101 | \$ 1,836 |

Note 1 from page 20: Non-GAAP Financial Measures

This presentation includes the non-GAAP measures EBITDA and debt. A reconciliation to net income and to cash flow from operating activities is included above.

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.

Investor Relations Contacts

Steve Bender

Executive Vice President &
Chief Financial Officer

Jeff Holy

Vice President &
Treasurer

Westlake Chemical Partners LP
2801 Post Oak Boulevard, Suite 600
Houston, Texas 77056
713-960-9111