

Spectra Energy Partners, LP
Definitions of Non-GAAP Financial Measures and Supplemental Reconciliations

EBITDA

EBITDA, a non-GAAP financial measure, represents earnings from continuing operations before interest, income taxes, depreciation and amortization. The most directly comparable GAAP measure for EBITDA is net income.

Ongoing EBITDA

Ongoing EBITDA, a non-GAAP financial measure, represents EBITDA, excluding special items. The most directly comparable GAAP measure for ongoing EBITDA is net income.

Ongoing Segment EBITDA and Ongoing Other EBITDA

Ongoing segment EBITDA and ongoing Other EBITDA, non-GAAP financial measures, represent segment EBITDA and Other EBITDA, excluding special items. The most directly comparable GAAP measures for ongoing segment EBITDA and ongoing Other EBITDA are segment EBITDA and Other EBITDA, which are the primary performance measures used by us to evaluate segment performance.

Distributable Cash Flow (DCF)

DCF, a non-GAAP financial measure, represents the cash generation capabilities of the partnership to support distribution growth. We define it as EBITDA plus distributions from equity investments, less earnings from equity investment, equity AFUDC, interest expense, cash effect of income taxes, distributions to non-controlling interests, maintenance capital expenditure and certain other non-cash items affecting net income. The most directly comparable GAAP measure for DCF is net income.

Ongoing DCF

Ongoing DCF, a non-GAAP financial measure, represents DCF, excluding the cash effect of special items. The most directly comparable GAAP measure for ongoing DCF is net income.

DCF Coverage

DCF coverage, a non-GAAP financial measure, represents DCF, divided by distributions declared on partnership units. The most directly comparable GAAP measure for DCF coverage is Earnings-Per-Unit.

Spectra Energy Partners, LP
Reported to Ongoing Earnings Reconciliation
March 2017 Year-to-Date
(Unaudited)
(In millions)

SEGMENT EARNINGS BEFORE INTEREST, TAXES, AND DEPRECIATION AND AMORTIZATION	Reported Earnings	Less: Special Items	Ongoing Earnings
U.S. Transmission	\$ 479	\$ (20) A	\$ 499
Liquids	66	(2) B	68
Total Reportable Segment EBITDA	545	(22)	567
Other	(46)	(24) B	(22)
Total Reportable Segment and other EBITDA	\$ 499	\$ (46)	\$ 545
EARNINGS			
Total Reportable Segment EBITDA and Other EBITDA	\$ 499	\$ (46)	\$ 545
Depreciation and Amortization	(85)	—	(85)
Interest Expense	(56)	—	(56)
Other Income and Expenses	1	—	1
Income Tax Expense	(5)	—	(5)
Total Net Income	354	(46)	400
Total Net Income - Noncontrolling Interests	(37)	—	(37)
Total Net Income - Controlling Interests	\$ 317	\$ (46)	\$ 363

A - Primarily merger-related severance costs and \$2 million in expenses related to 2016 Texas Eastern Pipeline incident

B - Primarily merger-related severance costs

Spectra Energy Partners, LP
 Reported to Ongoing Earnings Reconciliation
 March 2016 Year-to-Date
 (Unaudited)
 (In millions)

<i>SEGMENT EARNINGS BEFORE INTEREST, TAXES, AND DEPRECIATION AND AMORTIZATION</i>	<u>Reported/ Ongoing Earnings</u>
U.S. Transmission	\$ 411
Liquids	56
Total Reportable Segment EBITDA	467
Other	(20)
Total Reportable Segment and other EBITDA	\$ 447
<i>EARNINGS</i>	
Total Reportable Segment EBITDA and Other EBITDA	\$ 447
Depreciation and Amortization	(77)
Interest Expense	(56)
Other Income and Expenses	1
Income Tax Expense	(4)
<i>Total Net Income</i>	311
<i>Total Net Income - Noncontrolling Interests</i>	(13)
<i>Total Net Income - Controlling Interests</i>	\$ 298

Spectra Energy Partners, LP
Reported to Ongoing Distributable Cash Flow Reconciliation

Unaudited
(In millions)

	Three Months Ended			
	March 31, 2017			March 31, 2016
	Reported	Less: Special Items	Ongoing	Reported/ Ongoing
Net Income	\$ 354	\$ (46)	\$ 400	\$ 311
Add:				
Interest expense	56	-	56	56
Income tax expense	5	-	5	4
Depreciation and amortization	85	-	85	77
Foreign currency loss	-	-	-	(1)
Less:				
Third party interest income	1	-	1	-
EBITDA	499	(46)	545	447
Add:				
Earnings from equity investments	(38)	-	(38)	(27)
Distributions from equity investments	38	-	38	65
Other	1	-	1	2
Less:				
Interest expense	56	-	56	56
Equity AFUDC	45	-	45	17
Net cash paid for income taxes	5	-	5	1
Distributions to non-controlling interests	12	-	12	7
Maintenance capital expenditures	26	1	25	35
Total Distributable Cash Flow	\$ 356	\$ (47)	\$ 403	\$ 371