



## CHARTER OF THE AUDIT COMMITTEE OF THE BOARD OF DIRECTORS OF NGL ENERGY HOLDINGS LLC

Adopted as of May 10, 2011  
Revisions through August 6, 2025

### I. PURPOSE

The Board of Directors (the “**Board**”) of NGL Energy Holdings LLC (“**General Partner**”), acting in its capacity as the general partner of NGL Energy Partners LP (“**Partnership**” and, together with its subsidiaries and the General Partner, “**Partnership Group**”), has established the Audit Committee (“**Committee**”) to assist the Board in overseeing (i) the integrity of the Partnership’s financial statements, (ii) the independent auditor’s qualifications, independence and performance, (iii) the performance of the Partnership’s internal audit function, and (iv) the Partnership’s compliance with legal and regulatory requirements. In performing its duties, the Committee shall seek to maintain an open avenue of communication among the Board, the independent auditor, the internal auditors and the management of the Partnership.

While the Committee has the responsibilities and authority set forth in this Charter, management has responsibility for preparing statements, which are complete and accurate and in compliance with generally accepted accounting principles. Additionally, management is responsible for maintaining effective controls over financial reporting. The independent auditor is responsible for planning and conducting audits that comply with auditing standards of the Public Company Accounting Oversight Board or American Institute of Certified Public Accountants (as applicable). Nothing contained in this Charter is intended to expand applicable standards of liability under statutory or regulatory requirements for the members of the Board or the Committee.

The independent auditor is ultimately accountable to the Committee, which has the sole authority to appoint, oversee and, where appropriate, replace the independent auditor. The Committee has direct responsibility for the compensation and oversight of the work of the independent auditor (including resolution of disagreements between management and the independent auditor regarding financial reporting) in connection with preparing or issuing an audit report or performing other audit, review or attest services for the Partnership. The independent auditor shall report directly to the Committee.

### II. COMPOSITION

The Committee shall be comprised of three or more members of the Board, including a Chairperson. The members of the Committee shall meet the independence requirements of the New York Stock Exchange (“**NYSE**”) and Rule 10A-3(b)(1) under the Securities Exchange Act of 1934, as amended (“**Exchange Act**”). No member of the Committee shall have participated in the preparation of the financial statements of the Partnership Group at any time during the past three years. The

members of the Committee and the Chairperson shall be appointed annually by the Board and serve at the pleasure of the Board. A Committee member, including the Chairperson, may be removed at any time, with or without cause, by the Board.

If any director serving on the Committee is also serving on the audit committee of two or more other public companies, the Board shall make a determination, as promptly as practicable following the time when the Partnership Group first becomes aware of such circumstances and thereafter on a periodic basis but no less frequently than annually, that such simultaneous service does not impair the ability of such director to effectively serve on the Committee.

All members of the Committee shall be financially literate, as determined by the Board, and at least one member of the Committee shall be an “audit committee financial expert” as defined by applicable Securities and Exchange Commission (“**SEC**”) rules. Committee members may enhance their familiarity with finance and accounting by participating in educational programs conducted by the Partnership Group or by outside resources. The Chairperson shall maintain regular communication with the chief executive officer, chief financial officer, the lead partner of the independent auditor and the senior individual responsible for the internal audit function.

If a member of the Committee ceases to be independent for reasons outside the member’s reasonable control, his or her membership on the Committee may, if so permitted under then applicable NYSE rules, continue until one year from the occurrence of the event that caused the failure to qualify as independent.

### **III. MEETINGS**

The Committee shall meet as often as it determines necessary, but at least four times each year. The Committee shall meet at the call of its Chairperson. The Committee may meet by telephone conference call or by any other means permitted by law or the Third Amended and Restated Limited Liability Company Agreement of the General Partner (as amended from time to time, “**LLC Agreement**”). A majority of the members of the Committee shall constitute a quorum. The Committee shall act on the affirmative vote of a majority of members present at a meeting at which a quorum is present. Subject to the LLC Agreement, the Committee may act by unanimous written consent of all members in lieu of a meeting.

The Committee shall determine its own rules and procedures, including designation of a chairperson pro tempore in the absence of the Chairperson, and designation of a secretary. The secretary need not be a member of the Committee and shall attend Committee meetings and prepare minutes. The Committee shall keep written minutes of its meetings, which shall be recorded or filed with the books and records of the General Partner. Any member of the Board shall be provided with copies of such Committee minutes if requested. The Committee shall keep such other records of its meetings, as it deems appropriate.

The Committee may ask members of management, employees, outside counsel, the independent auditors, internal auditors or others whose advice and counsel are relevant to the issues then being considered by the Committee, to attend any meetings and to provide such pertinent information as the Committee may request. The Chairperson of the Committee shall be responsible for leadership of the Committee, including preparing the agenda, presiding over Committee meetings,

making Committee assignments and regularly reporting the Committee's actions to the Board.

As part of its responsibility to foster free and open communication, the Committee shall meet periodically and at least once annually with management, the internal auditors and the independent auditor in private executive sessions.

#### **IV. RESPONSIBILITIES**

In carrying out its responsibilities, the Committee's policies and procedures should remain flexible to enable the Committee to react to changes in circumstances and conditions so that it can fulfill its oversight responsibilities. In addition to such other duties as the Board may from time to time assign to the Committee, the Committee shall:

##### **Financial Statements**

Review and discuss with management and the independent auditor the Partnership's annual audited financial statements prior to the filing of the Partnership's Annual Report on Form 10-K, including disclosures made in Management's Discussion and Analysis of Financial Condition and Results of Operations, and recommend to the Board whether the audited financial statements should be included in the Annual Report on Form 10-K.

Review and discuss with management and the independent auditor the Partnership's interim financial statements prior to the filing of the Partnership's Quarterly Reports on Form 10-Q, including disclosures made in Management's Discussion and Analysis of Financial Conditions and the results of the independent auditor's review of the interim financial statements.

Discuss with management and the independent auditor significant financial reporting issues and judgments made in connection with the preparation of the Partnership's financial statements, including any significant changes in the Partnership's selection or application of accounting principles, and the judgments of each of management and the independent auditor as to the quality and appropriateness of the Partnership's accounting principles as applied in its financial reporting.

With respect to management's report on internal control over financial reporting and the independent auditor's attestation of the Partnership's internal control over financial reporting, review and discuss with management and the independent auditor such report and the independent auditor's attestation of the Partnership's internal control over financial reporting prior to the filing of the Partnership's Annual Report on Form 10-K.

Review and discuss the reports required to be delivered by the independent auditor pursuant to Section 10A(k) of the Exchange Act regarding:

- (i) all critical accounting policies and practices to be used,

- (ii) all material alternative treatments of financial information within generally accepted accounting principles that have been discussed with management, ramifications of the use of such alternative disclosures and treatments, and the treatment preferred by the independent auditor, and
- (iii) other material written communications between the independent auditor and management, such as any management letter or schedule of unadjusted differences.

Discuss with management the Partnership's earnings press releases, including the use of "pro forma" or "adjusted" non-GAAP information, as well as financial information and earnings guidance provided to analysts and rating agencies. Such discussion may be done generally (consisting of discussing the types of information to be disclosed and the types of presentations to be made) and the Committee need not discuss in advance each earnings release or each instance in which the Partnership may provide earnings guidance.

Discuss with management and the independent auditor the effect of regulatory and accounting initiatives, as well as off balance sheet structure, on the Partnership's financial statements.

Review with the independent auditor the matters required to be discussed under auditing standards established from time to time by the Public Company Accounting Oversight Board and by Exchange Act rules relating to the conduct of the audit, including any difficulties encountered in the course of the audit work, any restrictions on the scope of activities or access to requested information, and any significant disagreements with management.

Review and discuss with management, the independent auditor, and the internal auditors any major issues as to the adequacy of the Partnership's internal controls, any special audit steps adopted in light of material control deficiencies and the adequacy of disclosures about changes in internal control over financial reporting.

Review disclosures made to the Audit Committee by the General Partner's Chief Executive Officer and Chief Financial Officer during their certification process for the Partnership's Annual Reports on Form 10-K and Quarterly Reports on Form 10-Q about any significant deficiencies in the design or operation of internal control over financial reporting or material weaknesses therein and any fraud involving management or other employees who have a significant role in the Partnership's internal control over financial reporting.

### **Oversight of the Partnership's Relationship with the Independent Auditor**

Select the Partnership's independent auditor, considering qualifications, independence and performance, and approve the scope of the proposed audit for each fiscal year and the fees and other compensation to be paid to the independent auditor therefor.

In evaluating the independent auditor's qualifications, performance and independence, the Committee should discuss with the independent auditor the independent auditor's independence, take into account the opinions of management and the internal auditors and consider whether the independent auditor's quality controls are sufficient and whether the provision of permitted non-audit services is compatible with maintaining the auditor's independence. The Committee shall present its conclusions with respect to the independent auditor to the Board.

Review and evaluate the lead partner of the independent auditor's audit team for the Partnership.

Obtain and review a report from the independent auditor at least annually regarding:

- (i) the independent auditor's internal quality-control procedures,
- (ii) any material issues raised by the most recent internal quality control review, or peer review, of the independent auditor, or by any inquiry or investigation by governmental or professional authorities within the preceding five years respecting one or more independent audits carried out by the independent auditor,
- (iii) any steps taken to deal with any such issues, and
- (iv) all relationships between the independent auditor and the Partnership.

Ensure the rotation of the audit partners having primary responsibility for the Partnership's audit and the audit partner responsible for reviewing the audit as required by law.

Establish policies for hiring employees or former employees of the independent auditor.

Consider whether there should be regular rotation of the Partnership's independent auditor.

Discuss with the independent auditor material issues on which the national office of the independent auditor was consulted by the Partnership's audit team.

Pre-approve all auditing services, internal control-related services and permitted non-audit services (including the fees and terms thereof) to be performed for the Partnership by the independent auditor, subject to such exceptions for non-audit services as permitted by applicable laws and regulations. The Committee may, when it deems appropriate, form and delegate this authority to a subcommittee consisting of one or more Committee members, including the authority to grant preapprovals of audit and permitted non-audit services, provided that decisions of such subcommittee to grant preapprovals shall be presented to the full Committee at its next meeting.

## **Oversight of the Partnership's Internal Audit Function**

Review and approve the engagement of any internal audit service providers considering their qualifications and effectiveness and approve the scope of their proposed services and the fees and other compensation to be paid to such providers therefor.

Review and discuss with management and the senior individual responsible for the internal audit function the annual audit plan, budget, activities, organizational structure and qualifications of the persons performing the internal audit function and review and concur in the appointment and replacement of the senior individual responsible for the internal audit function.

Review and discuss with management and the senior individual responsible for the internal audit function significant reports to management prepared by the internal audit function and management's responses thereto.

Review with the senior individual responsible for the internal audit function any difficulties encountered by the internal audit function in the course of its audits, including any restrictions on the scope of its work or access to required information.

Discuss with the independent auditor the responsibilities, budget and staffing of the internal audit function to understand how the internal audit function will impact the external audit plan.

## **Oversight of Compliance Matters**

Review policies and procedures that the Partnership Group has implemented regarding compliance with applicable federal, state and local laws and regulations and with the General Partner's Code of Business Conduct and Ethics.

Review and approve related party transactions and disclosures required under Item 404(a) of Regulation S-K.

Review any requested waivers by executive officers or directors of the General Partner's Code of Business Conduct and Ethics and recommend to the Board whether a particular waiver should be granted.

Establish procedures for the receipt, retention and treatment of complaints received by the Partnership Group regarding accounting, internal accounting controls or auditing matters, and the confidential, anonymous submission by employees of concerns regarding questionable accounting or auditing matters.

Discuss with management and the independent auditor any published reports or correspondence with regulators or governmental agencies that raise material issues regarding the Partnership's financial statements or accounting policies.

Discuss with the General Partner's General Counsel and/or outside counsel legal matters that may have a material impact on the Partnership's financial statements or the Partnership Group's compliance policies.

Discuss the Partnership Group's policies and guidelines with respect to risk assessment and risk management and discuss with management the Partnership Group's major financial and other risk exposures and the steps management has taken to monitor and control such exposures. To the extent the Board has delegated to another Board committee responsibility for the review of risk assessment and risk management policies relating to a particular area or item, the Committee shall discuss and review such processes in a general manner.

Obtain from the independent auditor assurance that Section 10A(b)<sup>1</sup> of the Exchange Act relating to fraud and illegal acts has not been implicated.

## **Other**

Regularly report Committee activities to the Board and make such recommendations to the Board as the Committee deems appropriate.

Prepare for the Board an annual performance evaluation of the Committee.

Annually review and reassess the adequacy of this Charter, including recommending any appropriate changes to the Board and obtain the approval of the Board of Directors.

Report the following, with regards to the audit financial statements, to the Board as required by Item 407(d)(3)(i) of Regulation S-K of the SEC.

- (i) Audited financial statements have been reviewed with management;
- (ii) Discussed with the Independent Auditors the matters required to be discussed under PCAOB AS 1301: Communications with Audit Committees<sup>2</sup>;
- (iii) Receive the Independent Auditors written communication concerning independence; and
- (iv) Recommendation for the inclusion of the audited financial statements in the Partnership's annual report

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<sup>1</sup> Provides for the required response by the Independent Auditors when fraud or illegal acts are detected during the course of their work or when the otherwise become aware of such items.

<sup>2</sup> Matters include (i) the Independent Auditors responsibility under GAAP, (ii) significant accounting policies and the application, (iii) management's judgements and accounting estimates, (iv) audit adjustments, (v) their judgement as to the quality of the Partnership's accounting principles, (vi) other information in documents containing the audit financial statements, (vii) disagreements with management, (viii) management's consultation with other accountants, (ix) major issues discussed prior to retention, and (x) difficulties encountered in performing the audit.

## **V. MISCELLANEOUS**

In discharging its responsibilities, the Committee shall have the authority to engage and determine funding for independent legal, accounting or other advisors (without seeking Board approval) as the Committee determines necessary or appropriate to carry out its duties. The Committee may conduct or authorize investigations into or studies of matters within the Committee's scope of responsibilities as described herein. The Partnership Group shall provide appropriate funding, as determined by the Committee, for the payment of (i) compensation to the independent auditor, and legal, accounting or other advisors engaged by the Committee and (ii) ordinary administrative expenses of the Committee that are necessary or appropriate in carrying out its duties.