



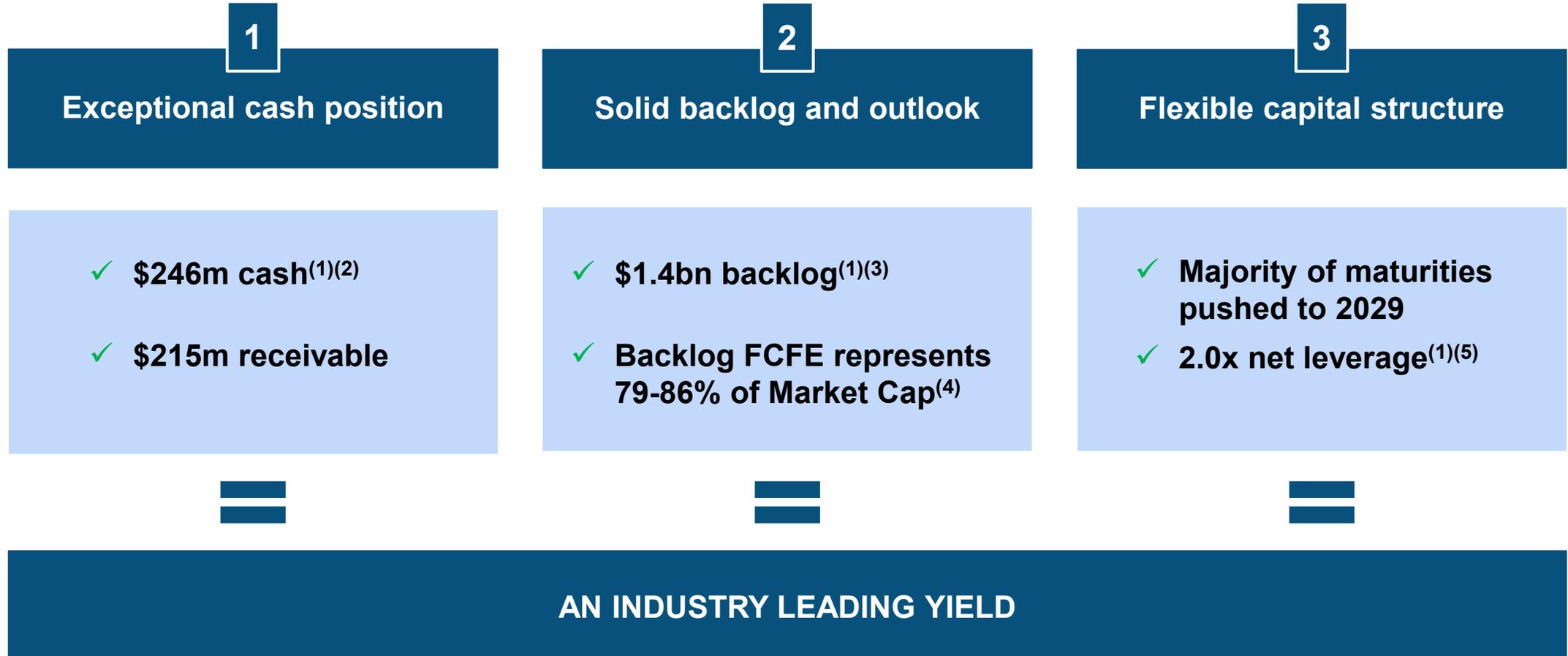
Paratus Energy

**Paratus Energy Services**

**Pareto Energy Conference Presentation**

11 September 2024

# Paratus in 1 – 2 – 3



Notes: (1) As of 30 June 2024 (2) Includes restricted cash (3) Pro-forma adjusted for the recently announced contract awards for Esmeralda and Rubi (4) Includes current cash and illustrative net working capital items. See page 8 for additional detail. (5) Net debt calculation includes impacts of restricted cash and marketable securities

# Paratus is the principal holder of a group of leading energy service providers

Paratus group consists of the leading energy services companies Seagems and Fontis Energy

## Operational companies<sup>(1)</sup>



50% ownership<sup>(2)</sup>

Subsea services provider, with a fleet of six multi-purpose pipe-laying support vessels (PLSV) under contracts in Brazil, providing installation, support, and flexible pipe laying services

**\$2.1bn**  
Firm backlog<sup>(3)</sup>

**\$438m**  
LTM revenue

**\$236m**  
LTM EBITDA



100% ownership

Offshore drilling company with a fleet of five high-specification jack-up rigs contracted in Mexico

**\$369m**  
Firm backlog

**\$233m**  
LTM revenue

**\$141m**  
LTM EBITDA

## Other equity investments

### Financial Investments



~24% ownership

Global oil services provider operating in 40 locations providing drilling services, well integrity & intervention, plug & abandonment, and decommissioning services

**~\$150m**  
Market cap<sup>(4)</sup>

**ARCH**  
Ticker

**Oslo Stock Exchange**  
Listing venue

Notes: (1) LTM figures based on Q2 2024 trading update; (2) Seagems JV is not consolidated and is accounted for using the equity method (3) Backlog is as of 30 June 2024 pro-forma adjusted for the recently announced contract awards for Esmeralda and Rubi (4)

As of 06 September 2024

Source: Factset

## Paratus at a glance<sup>(1)(2)</sup>

**~\$1.4bn**  
Firm backlog<sup>(3)</sup>

**\$247m**  
LTM EBITDA

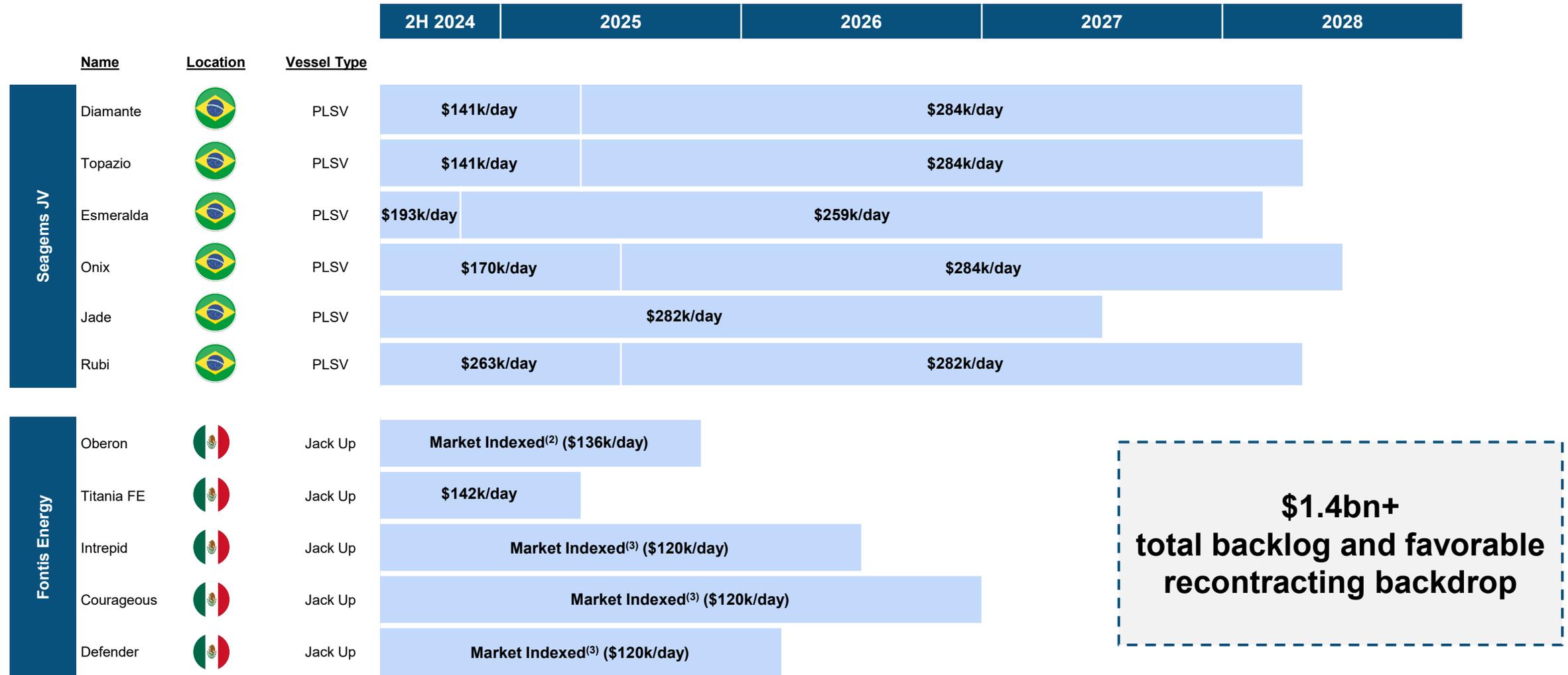
**~54%**  
LTM EBITDA margin

**\$486m**  
Net debt<sup>(4)</sup>

**\$246m**  
Cash position<sup>(5)</sup>

**\$215m**  
Receivable position<sup>(6)</sup>

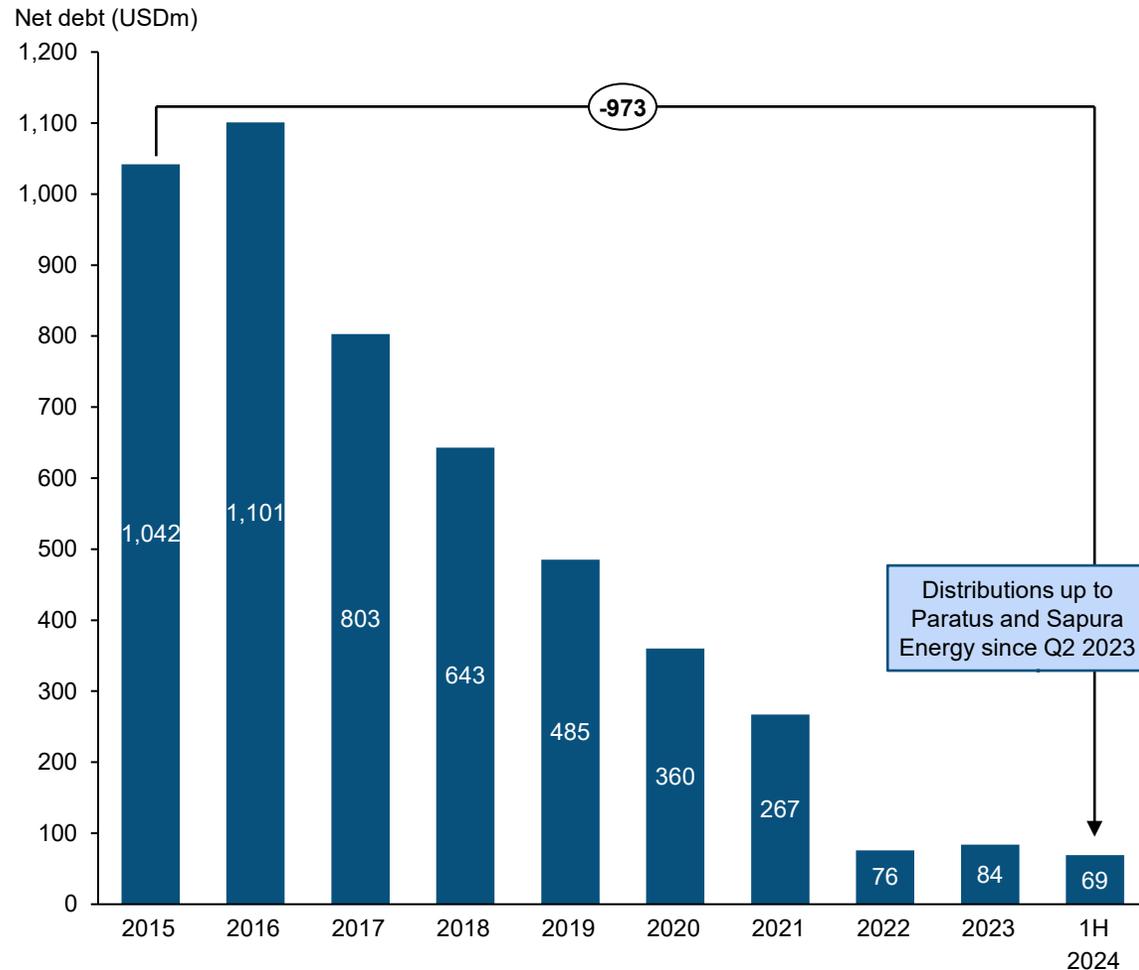
# Firm backlog of \$1.4bn + long-term tailwinds for higher re-contracting



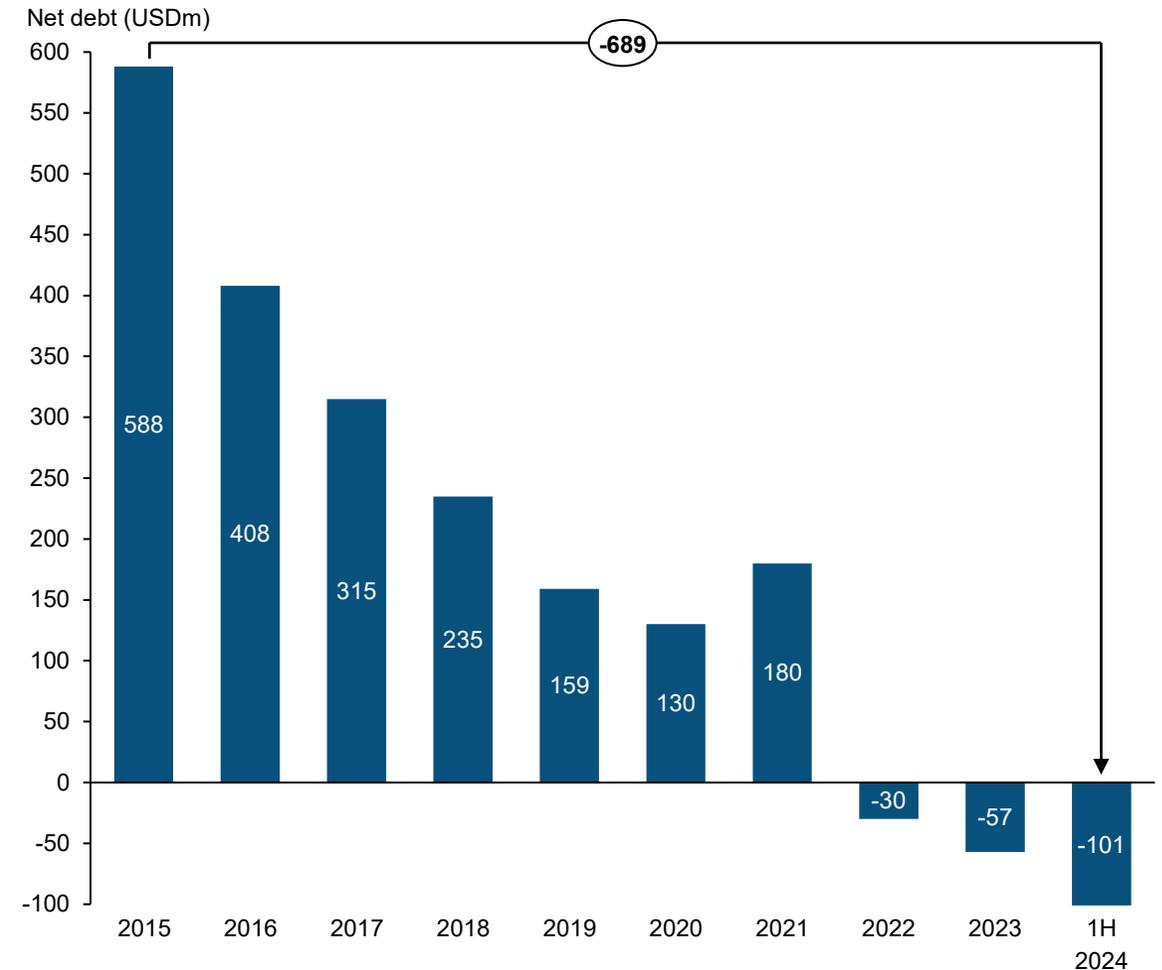
Note: (1) Reflecting 50% share of Seagems backlog as of 30 June 2024 pro-forma adjusted for the recently announced contracts for Esmeralda and Rubi (2) Dayrate floor of USD 123k/day; (3) Dayrate floor of USD 109k/day

# Demonstrated ability to deleverage, unlocking shareholder returns

~\$1bn deleveraging in Seagems since 2015



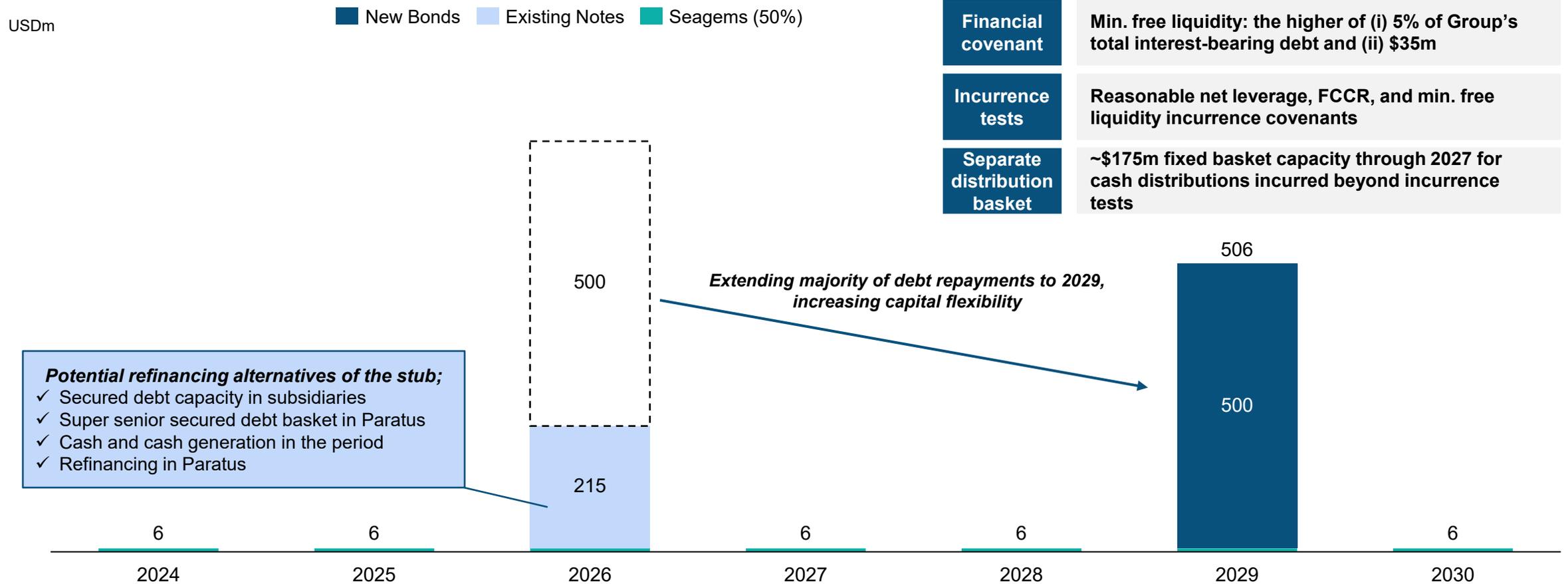
~\$700m deleveraging in Fontis Energy since 2015<sup>(1)</sup>



Notes: (1) Excludes the conversion of a USD 460m shareholder loan in 2021

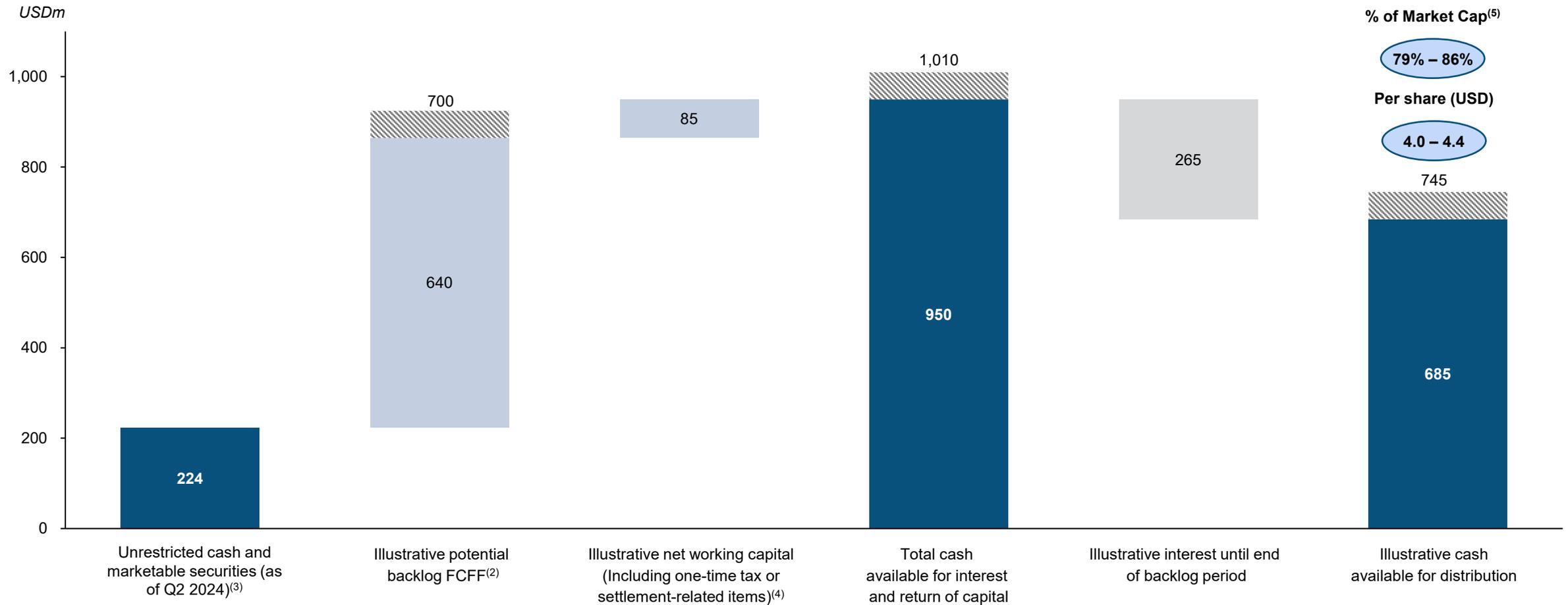
# Successful refinancing creates flexibility to pursue efficient capital allocation

The refinancing extended maturities beyond the Group's firm backlog, establishing clear path to shareholder returns



# Backlog supports significant distribution capacity the next few years

Illustrative cash generation to shareholders based on firm contract backlog<sup>(1)(2)</sup>



Notes: (1) The slide is not intended to reflect profit forecast or guidance, but rather illustrative cash flow scenarios based on a number of assumptions which are uncertain by nature, and should some or all of them not materialize, it may result in material impacts on the figures illustrated herein (2) (a) Does not include any potential EBITDA and/or cash flow from Archer; includes amounts for 50% of Seagems JV and 100% of Paratus/Fontis Energy (b) Assumes USD 9m/year Paratus G&A expenses through final Fontis Energy firm contract term (c) Assumes USD 20m/year annual capex at the Fontis Energy level and 50% of USD 20m per year at the Seagems level (d) For illustrative purposes, assumes cash taxes equal to 6% of illustrative EBITDA for Seagems JV and 15% of illustrative EBITDA for Fontis Energy (3) Equals Paratus cash plus Fontis Energy unrestricted cash plus Seagems JV (50%) unrestricted cash as of Q2 2024; includes ~24% stake in Archer based on market value as of Q2 2024; assumes no minimum cash (4) Includes outstanding Fontis Energy receivables net of Fontis Energy and Seagems JV (50%) working capital liabilities and one-time liability items estimated as of Q2 2024 (5) Assuming USD 5.12 (NOK 54.50) share price as of 06 September close

# Providing significant and immediate shareholder returns

## Capital allocation policy

Cash distribution to shareholders<sup>(1)</sup>

**Q2 Cash Distribution of \$0.22 / share**

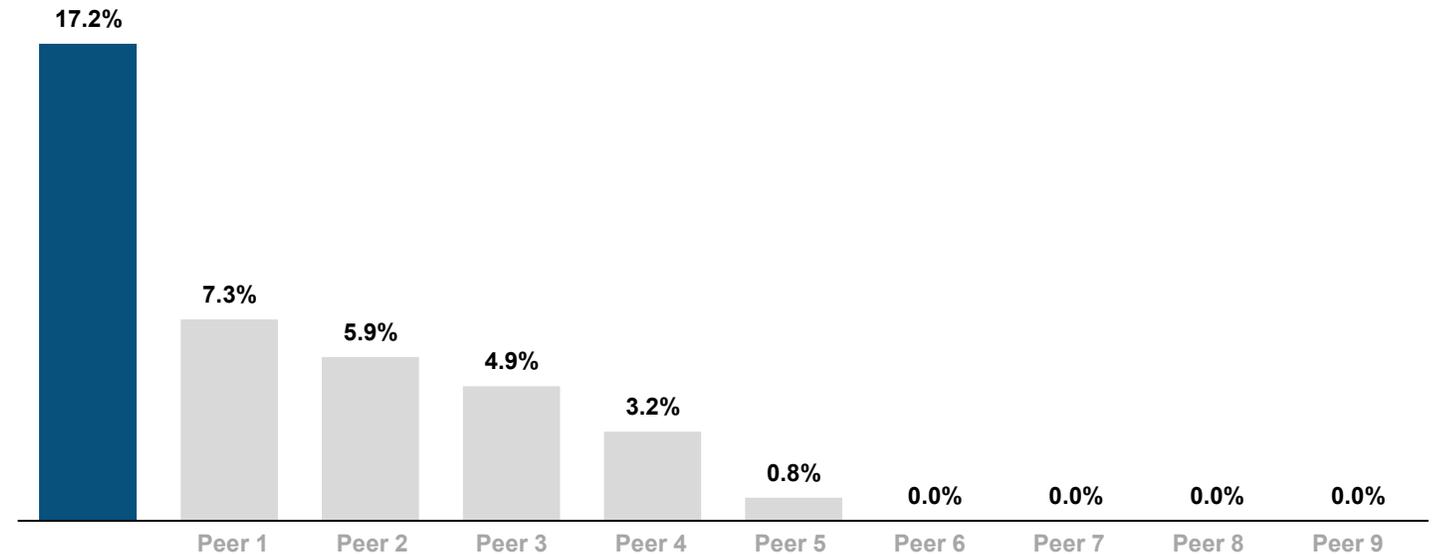
Share repurchases

Authorized **share repurchases** up to **\$100 million**

Repurchases to be **opportunistic based on market conditions** and other considerations

## Select subsea and offshore drillers yield comparison<sup>(2)(3)</sup>

 Paratus Energy<sup>(4)</sup>



**AN INDUSTRY LEADING YIELD OF ~17%**

# Paratus, a name to remember



1

**Significant free cash flow**

2

**Substantial backlog visibility**

3

**Efficient and flexible capital structure**

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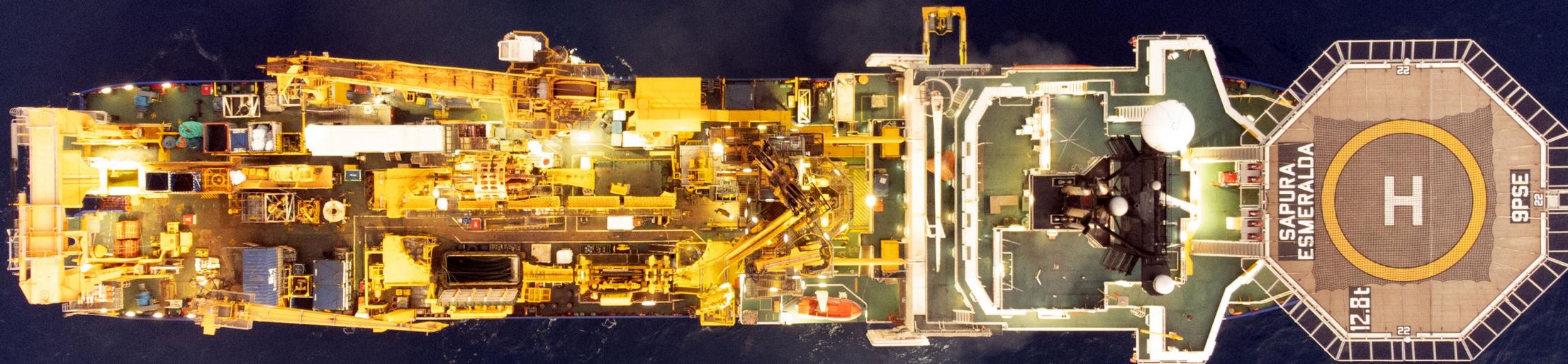
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Paratus Energy