



Paratus Energy

Paratus Energy Services

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Paratus Group includes Seamex Holdings Ltd. ("SeaMex"), 50% of Seabras Sapura Holding GmbH ("Seabras JV"), and 24% of Archer Limited ("Archer").

## 3 things to remember







1 Negotiating potential contracts which could see FCF to equity from backlog exceed market cap<sup>(1)</sup>

2 Efficient balance sheet with 2.5x NIBD / EBITDA<sup>(2)</sup> and significant flexibility on dividends

3 Preparing for an IPO in Oslo

**Notes:** (1) (a) Does not include any potential EBITDA and/or cash flow from Archer; includes amounts for 50% of Seabras JV and 100% of Paratus/SeaMex with illustrative cash flow assumptions as outlined on page 9 (b) For illustrative purposes, includes Seabras contracts currently under negotiation as seen on page 6, (c) Assumes \$2,000/share price at ~308k shares (2) Defined as the sum of (i) Paratus NIBD, which is calculated based on consolidated funded interest-bearing debt, less cash and equivalents (including marketable securities), and (ii) Seabras JV ownership percentage (50%) of Seabras JV NIBD *divided by* the sum of (i) Paratus consolidated EBITDA, and (ii) Seabras JV ownership percentage (50%) of Seabras JV EBITDA. Calculations based on 2Q23 LTM EBITDA for illustrative purposes

# Paratus at a glance

 Paratus Energy	Description	LTM EBITDA <sup>(1)</sup>
50%  <b>Seabras JV</b> 	6 PLSVs	\$285mm
100%  <b>SeaMex</b> 	5 High-Spec Jack-ups	\$98mm
~24% <b>Archer</b> 	Global Oil Services Provider	\$117mm

Sources: Company Documents

Notes: (1) 2Q23 figures for Seabras JV and SeaMex based on Paratus 2Q23 trading update; 2023 figures for Archer from 4Q 23 report trading update

# A different oil services company

## Paratus

## Common traits of oil services companies

### Capital Structure

- **2.5x net leverage ratio<sup>(1)</sup> at 9% coupon**
- Efficient use of shareholder capital

- **Over-levered** legacy structures
- **Under-levered** restructured companies

### Capital Return

- **Substantial capacity for distributions**
- **Strong FCF** and cash on hand

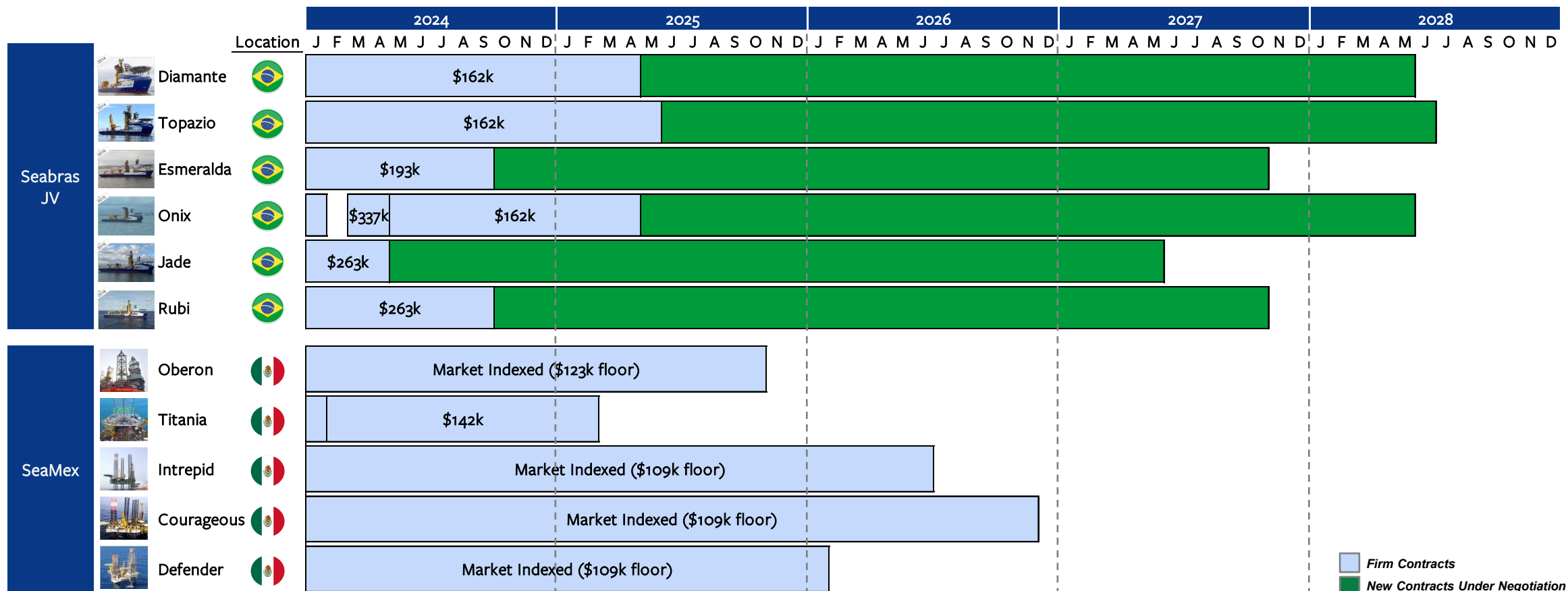
- **Restrictive debt indentures**
- **Lack of significant FCF**

### Earnings Visibility

- **High utilization** segments and 100% NOCs
- **Profitable during last downturn**

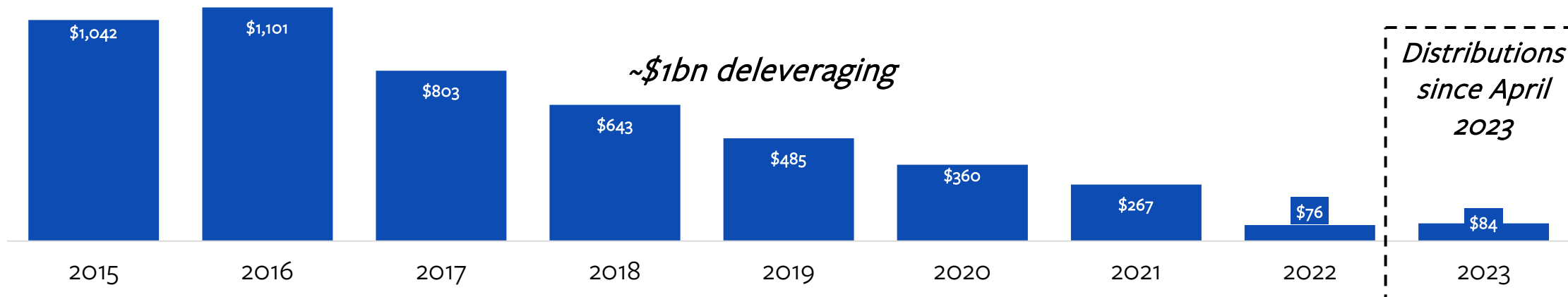
- A range of outlooks
- Majors/IOC exposure with **more volatility**

# ~\$2bn of potential incremental backlog under negotiation

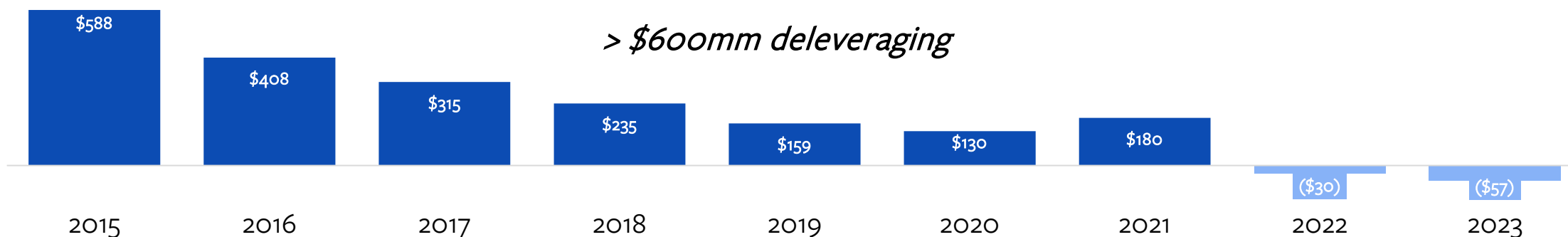


# Significant historical deleveraging from resilient cash flows

## Seabras net debt<sup>(1)(2)</sup>



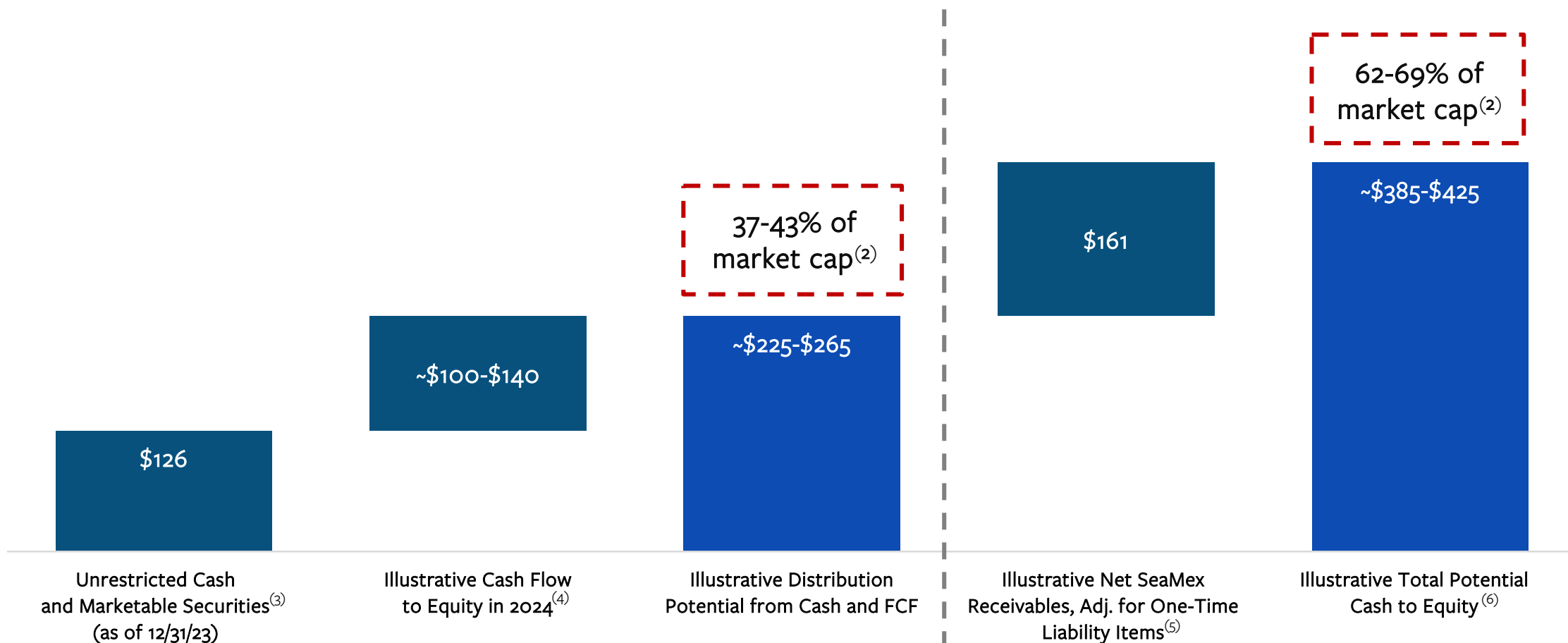
## SeaMex net debt<sup>(2)</sup>



Notes: (1) Represents 100% of Seabras net debt / (cash); Paratus has 50% ownership (2) Figures reflected do not include any intercompany or shareholder loans

# Potential for large distributions in 2024<sup>(1)</sup>

*For illustrative purposes; includes Seabras contracts currently under negotiation*



**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) Assumes \$2,000/share price range and ~308k shares for equity value calculation (3) Equals Paratus cash plus SeaMex unrestricted cash as of 12/31/23; includes ~24% stake in Archer based on market value as of 12/31/23; excludes Seabras JV cash; assumes no minimum cash (4) Includes illustrative distributions from SeaMex and Seabras JV less disbursements attributable to Paratus, including interest on PESL Notes (5) Includes outstanding SeaMex receivables net of one-time liability items at SeaMex and Seabras JV (50%) estimated as of 12/31/24 (6) Illustrative depiction of potential cash available to Paratus equity holders under illustrative operating assumptions and full collection of working capital



# Backlog FCFE incl. contracts under negotiation could exceed market cap<sup>(1)(2)</sup>

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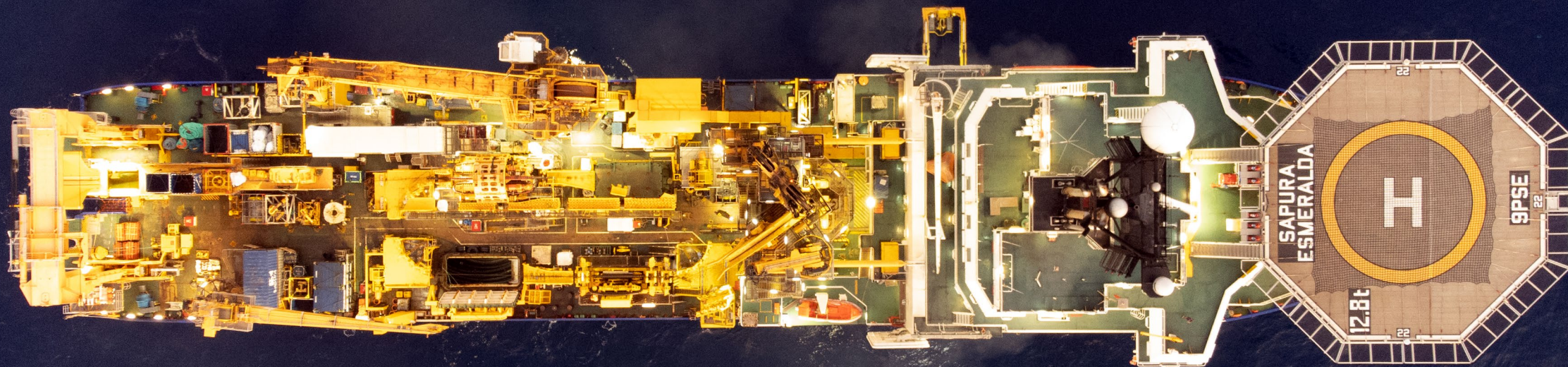
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