

Paratus Energy

Interim Results

Third Quarter 2026

THIRD QUARTER 2026 RESULTS

Unless the context indicates otherwise, "Paratus," the "Company," "we," "us," "our," and similar terms, all refer to Paratus Energy Services Ltd., while "Paratus Group" or the "Group" refers collectively to the Company and its consolidated subsidiaries and its ownership in Joint Ventures ("JV"). All references to "USD" and "$" in this report denote U.S. dollars unless otherwise indicated.

Company overview

Paratus Energy Services Ltd. is an investment holding company with a 50% joint venture interest in Seagems joint venture, comprising of Seabras Sapura Holding GmbH and Seabras Sapura Participacoes SA, (collectively "Seagems" or the "JV"). Seagems is a leading subsea services company, operating a fleet of six multipurpose pipe-laying support vessels - *Diamante, Topazio, Esmeralda, Onix, Jade* and *Rubi* – with capabilities for subsea engineering, installation, and other services, under contract in Brazil. Paratus is listed on the Euronext Oslo Børs under the ticker "PLSV".

Q3 2026 highlights and post quarter-end developments

Key highlights from Q3 2026 including notable post-quarter developments include:

- Recently announced a strategic review of the Company's investment in the Seagems JV.
- Successfully completed the Fontis sale and used cash proceeds received at closing towards partial redemption of bonds.
- Delivered strong operational performance, with PLSV fleet technical utilization of approximately 99%.
- Reported combined segment revenue and EBITDA of $79 million[1] and $50 million[1], respectively.
- Closed the quarter with combined cash of $169 million[2] and net debt of $239 million[3] (1.3x net leverage ratio).
- Seagems was recently awarded a four-year contract for the third-party horizontal pipelaying vessel Safira.
- Petrobras recently confirmed the acceptance of Seagems' bid for a four-year contract for Jade.
- Post Q3, declared $0.22 per share dividend for Q3 2026, consistent with previous quarters.

[1] Represents Paratus' 50% share of Seagems JV revenue and EBITDA, with EBITDA including Paratus G&A.
[2] Represents combined segment cash (Paratus cash plus 50% of Seagems JV cash).
[3] Net debt and the net leverage ratio are calculated in accordance with the applicable debt agreements. LTM EBITDA is calculated on a pro forma basis and excludes EBITDA attributable to the discontinued Fontis operations, while Fontis EBITDA is included in the comparative figures. From Q3 2026, net debt includes deductions for the seller's credit and marketable securities. Marketable securities comprise the Company's treasury shares, valued at the quoted share price as of the reporting date. Comparative information has been updated accordingly for marketable securities.

Corporate and operational review for the third quarter of 2026

	Combined Segment figures[4]	
	Three months ended	
(In $ millions, unless stated otherwise)	September 30, 2026	June 30, 2026
Selected figures - continuing operations		
Contract revenues[4]	78.6	71.0
Adjusted EBITDA[4]	49.6	41.5
Net income from continuing operations[5]	14.5	8.6
Net debt[6]	239.4	629.7
Net leverage ratio[6]	1.3	2.6
Technical utilization rate	98.6%	93.7%
Contract backlog (50% share of Seagems JV)	448.1	527.7

The following operational review is based on **management reporting** as defined in the alternative performance measures ("APM") section of this report. See also Note 4 - Segment information in the financial statements.

Strategic review of investment in the Seagems JV

On November 18, 2026, Paratus announced a strategic review of its investment in Seagems. Paratus and Vantris Energy Berhad ("Vantris") are conducting the review on a coordinated basis and exploring third-party interest in the Seagems business as a whole.

Pareto Securities is acting as financial adviser to Paratus, while J.P. Morgan is acting as financial adviser to Vantris. The review may or may not lead to a transaction, and no decision to transact has been taken by either of the two joint venture parties at this stage.

The Company will provide further updates as appropriate and in accordance with its disclosure obligations under applicable law.

Seagems operating and financial update

Paratus' 50% share in the Seagems joint venture contributed $78.6 million in contract revenues, compared with $71 million in the prior quarter. The quarter-over-quarter increase was primarily driven by the recovery from planned maintenance activities and operational incidents involving Esmeralda and Jade during the prior quarter. Adjusted EBITDA was $51.1 million, up from $43.5 million in the prior quarter.

The JV achieved technical utilization of 98.6% (Q2 2026: 93.7%) and the contract backlog at quarter-end was approximately $0.9 billion (Q2 2026: approximately $1.1 billion), excluding the subsequent Safira award.

During the quarter, Seagems distributed $34.8 million to Paratus (Q2 2026: $30.2 million).

Earlier in 2026, Petrobras launched a PLSV tender for contracts commencing in 2028, comprising five lots with varying technical specifications and offering contract durations of four years. Seagems submitted bids for the Jade and a third-party vessel to which it had secured exclusive access in the event of a contract award.

On November 17, 2026, the Company announced that Seagems had been awarded a four-year contract with Petrobras for the third-party horizontal pipelaying vessel Safira, which is currently under construction. The contract is expected to commence in Q4 2028 and is expected to add approximately $410 million to Seagems' backlog, of which the Company has a 50% share.

Seagems has secured access to the vessel through a memorandum of understanding ("MOU"), which includes a purchase option. While the timing remains subject to change, Seagems currently expects to conclude on whether to acquire the vessel before year-end or early next year. If acquired, Safira would become the seventh owned vessel in Seagems' fleet and be expected to contribute significant operating cash flow once operations under the Petrobras contract commence.

[4] Combined segment results are presented in accordance with management reporting. In this context, Seagems' financial results are proportionally consolidated. However, in our financial reporting under U.S. GAAP, Seagems' financial results are reported using the equity method, presented under "Share in results from joint ventures".

[5] Following announcement of the Fontis transaction, the financial results of Fontis have been classified as discontinued operations. Upon completion of the sale related assets and liabilities have been deconsolidated. Comparative figures have been updated to present Fontis assets and liabilities as held for sale.

[6] Net debt and the net leverage ratio are calculated in accordance with the applicable debt agreements. LTM EBITDA is calculated on a pro forma basis and excludes EBITDA attributable to the discontinued Fontis operations, while Fontis EBITDA is included in the comparative figures. From Q3 2026, net debt includes deductions for the seller's credit and marketable securities. Marketable securities comprise the Company's treasury shares, valued at the quoted share price as of the reporting date. Comparative information has been updated accordingly for marketable securities.

Safira will have a horizontal pipelaying system ("HLS") with 300-tonne tension capacity. The Company believes that Safira is unlikely to target the more technically demanding, higher-tension deepwater projects that the high-specification 550-tonne PLSVs with vertical pipelaying systems (VLS) in Seagems' existing fleet are well suited for. Due to differences in vessel dimensions, tonnage, equipment configuration and operational capabilities, Safira's estimated construction cost is materially lower than the estimated replacement cost of Seagems' existing high-specification 550-tonne PLSVs.

The JV continues to explore opportunities to expand the Seagems business and leverage its established operational platform. This work is ongoing, and the Company believes that there is meaningful potential for further growth.

On November 9, 2026, the Company announced that Petrobras had published its final tender results, confirming the acceptance of Seagems' bid for the Jade PLSV. The prospective four-year contract is expected to commence in Q1 2028 and remains subject to formal award by Petrobras and the execution of definitive agreements. While no firm agreements are in place, we currently expect that the vessel will be employed during the time between the expiration of the current contract and the start-up of the prospective four-year contract with Petrobras.

Market outlook
On November 23, 2026, Petrobras announced its 2027-2031 business plan, providing for total capital expenditure of $122 billion, approximately 12% above the $109 billion included in its 2026–2030 plan. E&P remains the principal investment area, accounting for more than 70% of planned expenditure. The plan also indicates estimated demand for approximately 7,000 km of rigid and flexible pipelines and umbilicals, including installations and recoveries, compared with approximately 6,000 km in the previous plan. Overall, we believe the increased investment and activity levels are supportive of the demand outlook for subsea support vessels, including PLSVs, in Brazil.

Other

The Other segment comprises general corporate and financing activities, basis difference adjustments related to equity method investments, and the Company's former 23.8% ownership interest in Archer, which was accounted for under the equity method until the disposal of all Archer shares on September 25, 2025.

Since Q3 2026, the seller credit, including related interest income and changes in expected credit losses, is recognized within continuing operations in the Other segment.

Liquidity and Capital Management

The Company actively manages its capital structure to ensure it maintains sufficient funding to support its strategic business objectives and maximize shareholder value. If required, the Company may adjust its capital structure through various measures, including equity or debt transactions, asset restructurings, or other strategic initiatives.

Following the sale of Fontis, primary sources of liquidity comprise existing cash reserves, cash interest from the seller credit and cash distributions from Seagems. The Company also utilizes debt financing and may, as appropriate, access equity financing in the future.

As part of its liquidity management, the Group regularly prepares, reviews and updates cash flow projections incorporating a range of scenarios, including downside scenarios. These projections are used to assess the Group's expected liquidity position and ensure appropriate headroom with respect to applicable financial covenants throughout the assessment period.

As for the Company's share in the Seagems JV, the JV budgets and activity plans are reviewed and approved annually. Pursuant to agreement among the JV shareholders, Seagems distributes all excess cash to its shareholders. The Board of Directors and executive management utilize these insights for informed decision-making.

In May 2026, the Company placed $250 million of five-year senior secured bonds with a coupon rate of 8.125% and a total borrowing framework of $500 million (the "2031 Bonds"). The net proceeds from the bond issuance were primarily used to refinance the Company's outstanding 2026 Notes, with the remaining proceeds available for general corporate purposes. In June 2026, the Company completed the redemption of all remaining outstanding 2026 Notes.

On September 16, 2026, the Company applied $158.2 million of net proceeds from the Fontis Transaction toward a partial redemption of the 2029 Bonds. The amount comprised $146.5 million of principal, an $8.7 million make-whole premium and approximately $3 million of accrued interest. Following partial redemption, the principal amount outstanding under the 2029 Bonds was reduced to $353.5 million.

Financial summary for the first nine months of 2026

(In $ millions, unless stated otherwise)	US GAAP financial results Three months ended September 30, 2026	US GAAP financial results Three months ended September 30, 2025	US GAAP financial results Nine months ended September 30, 2026	US GAAP financial results Nine months ended September 30, 2025
Statements of operations summary				
General and administrative expenses	(1.5)	(1.9)	(6.2)	(5.9)
Share in results from joint ventures	38.5	34.9	103.4	87.5
Operating income	37.0	33.0	97.2	81.6
Net financial expense and other items	(22.3)	(0.7)	(54.6)	(46.8)
Net income from continuing operations	14.5	32.0	42.3	34.5
Net income/(loss) from discontinued operations	3.1	14.0	(7.4)	20.3
Net income including discontinued operations	17.6	46.0	34.9	54.8

Statements of cash flows	September 30, 2026	September 30, 2025
Cash and cash equivalents at end of period, continuing operations	142.9	104.4
Net cash used in continuing operating activities	(6.4)	(20.1)
Net cash provided by continuing investing activities	274.1	141.6
Net cash used in continuing financing activities	(251.6)	(168.4)

The following financial summary is based on our **financial reporting under US GAAP** and should be read in conjunction with the financial statements and accompanying notes provided elsewhere in this report.

General and administrative expenses for the first nine months of 2026 ("year-to-date" or "YTD") were $6.2 million compared to $5.9 million for the same period in 2025.

Share in results from joint venture YTD 2026 were $103.4 million (YTD 2025: $87.5 million), representing the Company's 50% share of the Seagems' net income (net of taxes). The increase compared to YTD 2025, was primarily driven by higher PLSV dayrates as all the vessels commenced new contracts at significantly improved rates and reduction in off-hire days.

Net financial expense and other items YTD 2026 was $54.6 million (YTD 2025: $46.8 million). The higher expense in 2026 was primarily driven by the loss recognized on debt extinguishment partially offset by an increase in interest income from the seller credit. Net financial expense in the prior period included foreign exchange effects and an upfront fee associated with the Fontis receivables monetization agreement, partly offset by net positive Archer-related items.

Net income from continuing operations was $42.3 million for the current period (YTD 2025: $34.5 million). Improvement in net income was primarily driven by stronger Seagems' results.

Net income/(loss) from discontinued operations was $7.4 million in net loss year-to-date compared to net income of $20.3 million for the equivalent period in 2025. The decline was primarily attributable to lower Fontis revenues, as Titania FE was warm stacked and Oberon, Courageous and Intrepid completed operations in late January, March and May 2026, respectively. While the reduction in revenues was offset by lower operating expenses and depreciation, the results were further impacted by the recognition of an accounting loss related to the Fontis transaction. By comparison, the YTD 2025 period also benefited from income from insurance proceeds.

Net income including discontinued operations YTD 2026 was $34.9 million (YTD 2025: $54.8 million).

Cash and cash equivalents YTD 2026 were $142.9 million compared to $118.2 million at year-end 2025.

Net cash used in **continuing operating activities** was $6.4 million, compared to $20.1 million for the same period of 2025. Higher cash outflow in 2025 was largely driven by an upfront fee related to the receivables monetization agreement.

Net cash from **continuing investing activities** was $274.1 million compared to $141.6 million for the same period of 2025. The increase is driven by higher distributions from Seagems as well as the cash consideration received at closing of the Fontis transaction compared to proceeds received from the sale of Archer in 2025.

Net cash used in **continuing financing activities** was $251.6 million, primarily reflecting cash distributions to shareholders of $107.4 million, interest payments of $34.6 million, interest income of $3.5 million, net cash outflow of $109.3 million reflecting the redemption and issuance of bonds net of associated fees, and $2.5 million bondholder consent fee in relation to the Fontis transaction. In YTD 2025, net cash used in financing activities totaled $168.4 million, primarily reflecting cash distributions to shareholders of $107.7 million, share buybacks totaling $24.9 million, interest payments of $38.3 million, and interest income of $2.7 million.

Subsequent events

Cash dividend to shareholders
On November 27, 2026, the Company announced that the Board of Directors has approved a cash dividend of $0.22 per share for Q3 2026, to all shareholders of record as of 3 December 2026. The cash dividend will be paid on 15 December 2026.

Strategic review of investment in the Seagems JV
On November 18, 2026, Paratus announced that it is currently carrying out a strategic review of its investment in Seagems, the Brazilian subsea joint venture held 50/50 with Vantris Energy Berhad ("Vantris").

Paratus and Vantris are conducting the review on a coordinated basis and exploring third-party interest in the Seagems business as a whole. The review may or may not lead to a transaction, and no decision to transact has been taken by either of the two joint venture parties at this stage.

Seagems contract updates
On November 17, 2026, the Company announced that Seagems has been awarded a four-year contract from Q4 2028 for the third-party horizontal pipelaying vessel Safira. Seagems has secured access to the third-party vessel through a memorandum of understanding ("MOU"), which includes a purchase option. The contract is expected to add approximately $410 million to Seagems' backlog, of which the Company has a 50% share.

On November 9, 2026, the Company announced that Petrobras had published its final tender results, confirming the acceptance of Seagems' bid for the Jade PLSV. The prospective four-year contract remains subject to formal award by Petrobras and the execution of definitive agreements.

Changes to executive management
On November 17, 2026, Paratus announced that Baton Haxhimehmedi has notified the Board of Directors of his resignation as Chief Financial Officer (CFO) and Interim Chief Executive Officer (Interim CEO) to pursue other opportunities. Mr. Haxhimehmedi will continue to serve in both capacities during his notice period, which is expected to conclude on April 30, 2027.

Paratus Energy Services Ltd.
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
for the three and nine months ended September 30, 2026 and 2025

(In $ millions, except per share amounts)	Note	Three months ended September 30, 2026	Three months ended September 30, 2025 *	Nine months ended September 30, 2026	Nine months ended September 30, 2025 *
Operating expenses					
General and administrative expenses		(1.5)	(1.9)	(6.2)	(5.9)
Total operating expenses		**(1.5)**	**(1.9)**	**(6.2)**	**(5.9)**
Share in results from joint ventures	9	38.5	34.9	103.4	87.5
Operating income		**37.0**	**33.0**	**97.2**	**81.6**
Financial and other items					
Share in results from associated companies	9	-	0.9	-	(6.1)
Interest income		5.3	0.6	7.3	2.7
Interest expense	10	(16.7)	(16.2)	(47.0)	(46.5)
Gain on sale of equity method investee	9	-	13.4	-	13.4
Loss on extinguishment of financial instruments	10	(10.9)	-	(11.9)	-
Other financial items		-	0.6	(3.0)	(10.3)
Net financial expense and other items		**(22.3)**	**(0.7)**	**(54.6)**	**(46.8)**
Income from continuing operations before income taxes		**14.7**	**32.3**	**42.6**	**34.8**
Income tax expense		(0.2)	(0.3)	(0.3)	(0.3)
Net income from continuing operations		**14.5**	**32.0**	**42.3**	**34.5**
Discontinued operations	3				
Income/(loss) from discontinued operations before income taxes		3.5	14.1	(6.4)	25.2
Income tax expense		(0.4)	(0.1)	(1.0)	(4.9)
Net income/(loss) from discontinued operations		**3.1**	**14.0**	**(7.4)**	**20.3**
Net income including discontinued operations		**17.6**	**46.0**	**34.9**	**54.8**
Basic income/(loss) per share	12				
From continuing operations		0.09	0.20	0.26	0.21
From discontinued operations		0.02	0.08	(0.05)	0.12
Total basic income per share		**0.11**	**0.28**	**0.21**	**0.33**
Diluted income/(loss) per share	12				
From continuing operations		0.09	0.20	0.26	0.21
From discontinued operations		0.02	0.08	(0.05)	0.12
Total diluted income per share		**0.11**	**0.28**	**0.21**	**0.33**

**Prior-period comparative information has been updated in conformity with presentation requirements applicable to discontinued operations.*

See accompanying notes that are an integral part of these Consolidated Financial Statements.

Paratus Energy Services Ltd.

CONDENSED CONSOLIDATED STATEMENTS OF OTHER COMPREHENSIVE INCOME/(LOSS)

for the three and nine months ended September 30, 2026 and 2025

		Three months ended		Nine months ended	
(In $ millions)	**Note**	**September 30, 2026**	**September 30, 2025**	**September 30, 2026**	**September 30, 2025**
Net income including discontinued operations		**17.6**	**46.0**	**34.9**	**54.8**
Other comprehensive income/(loss) from continuing operations:					
Share of other comprehensive income/(loss) from equity method investments		-	1.0	(2.5)	(0.6)
Reclassification on the sale of equity method investee	9	-	(8.5)	-	(8.5)
Total comprehensive income		**17.6**	**38.5**	**32.4**	**45.7**

See accompanying notes that are an integral part of these Consolidated Financial Statements.

Paratus Energy Services Ltd.
CONDENSED CONSOLIDATED BALANCE SHEETS
as at September 30, 2026 and December 31, 2025

(In $ millions, except par value amounts)	Note	September 30, 2026	December 31, 2025 *
ASSETS			
Current assets			
Cash and cash equivalents	6	142.9	118.2
Amounts due from related parties		3.3	3.3
Other current assets	5	4.8	0.4
Current assets held for sale	3	-	271.3
Total current assets		**151.0**	**393.2**
Non-current assets			
Equity method investments	9	294.8	299.9
Seller credit receivable	5	243.7	-
Non-current assets held for sale	3	-	253.6
Total non-current assets		**538.5**	**553.5**
Total assets		**689.5**	**946.7**
LIABILITIES AND EQUITY			
Current liabilities			
Trade accounts payable		0.5	0.3
Interest-bearing debt, short-term	10	-	193.8
Other current liabilities	7	19.4	3.9
Current liabilities associated with assets held for sale	3	-	50.8
Total current liabilities		**19.9**	**248.8**
Non-current liabilities			
Interest-bearing debt, long-term	10	592.9	491.3
Non-current liabilities associated with assets held for sale	3	-	50.9
Total non-current liabilities		**592.9**	**542.2**
Equity			
Shareholders' equity		76.7	155.7
Total equity		**76.7**	**155.7**
Total liabilities and equity		**689.5**	**946.7**

**Prior-period comparative information has been updated in conformity with presentation requirements applicable to assets and liabilities held for sale.*

See accompanying notes that are an integral part of these Consolidated Financial Statements.

Paratus Energy Services Ltd.
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
for the nine months ended September 30, 2026 and 2025

(In $ millions)	Note	Nine months ended ** September 30, 2026	September 30, 2025 *
Net income including discontinued operations		**34.9**	**54.8**
Cash Flows from Continuing Operating Activities			
Adjustments to reconcile net income to net cash provided by			
Income from equity method investments (associated companies and joint ventures)	9	(103.4)	(81.4)
Net interest expense and amortization		39.7	43.8
Unrealized foreign exchange gain		(0.1)	(3.2)
Financing costs		3.0	-
Loss on extinguishment of financial instruments	10	11.9	-
Gain on sale of equity method investee	9	-	(13.4)
(Income)/loss from discontinued operations	3	7.4	(20.3)
Share-based compensation		0.6	0.2
Other		-	(0.3)
Change in working capital items and other			
Trade accounts payable		0.2	(0.2)
Other assets		(0.5)	(0.3)
Other liabilities		(0.1)	0.2
Net cash used in continuing operating activities		**(6.4)**	**(20.1)**
Continuing Investing Activities			
Proceeds received from the sale of equity method investments (net)	9	-	48.1
Proceeds from sale of subsidiaries, net of cash disposed of	3	167.8	-
Distribution from equity method investees		106.3	93.5
Net cash provided by continuing investing activities		**274.1**	**141.6**
Continuing Financing Activities			
Interest on bank deposits		3.5	2.7
Redemption of bonds (including fees)	10	(356.3)	-
Issuance of bonds (net of debt issuance costs)	10	244.0	-
Payment of interest on borrowings	10	(34.6)	(38.3)
Share buyback		-	(24.9)
Return of capital to shareholders		-	(71.9)
Cash dividends paid		(107.4)	(35.8)
Cash settlement of share-based payment awards		(0.8)	(0.2)
Net cash used in continuing financing activities		**(251.6)**	**(168.4)**
Net cash (used in)/provided by discontinued operating activities	3	(53.5)	80.2
Net cash used in discontinued investing activities	3	-	(2.7)
Net cash provided by discontinued financing activities	3	0.1	0.4
Effect of exchange rate changes on cash and cash equivalents		1.9	0.6
Net increase/(decrease) in cash and cash equivalents, including cash held for sale		(35.4)	31.6
Cash and cash equivalents at beginning of period, including cash held for sale		178.3	86.4
Cash and cash equivalents at end of period, including cash held for sale		**142.9**	**118.0**
Cash and cash equivalents at the end of the period consist of:			
Paratus		*142.9*	*104.4*
Fontis (included in current assets held for sale)	3	-	*13.6*
Total cash and cash equivalents at the end of the period, incl. discontinued operations		**142.9**	**118.0**

**Prior-period comparative information has been updated in conformity with presentation requirements applicable to discontinued operations.*
***Cash flows presented above exclude cash transactions between continuing and discontinued operations as these represent intercompany transactions eliminated on consolidation.*

See accompanying notes that are an integral part of these Consolidated Financial Statements.

Paratus Energy Services Ltd.
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
for the nine months ended September 30, 2026 and 2025

(In $ millions)	Common shares	Additional paid-in capital	Accumulated other comprehensive income/(loss)	Accumulated deficit	Total equity
Balances as at January 1, 2025	**-**	**1,289.1**	**8.7**	**(1,040.9)**	**256.9**
Net income including discontinued operations	-	-	-	54.8	54.8
Other comprehensive loss	-	-	(9.1)	-	(9.1)
Share buyback	-	(24.9)	-	-	(24.9)
Return of capital	-	(71.9)	-	-	(71.9)
Cash dividends paid	-	-	-	(35.8)	(35.8)
Balance as at September 30, 2025	**-**	**1,192.3**	**(0.4)**	**(1,021.9)**	**170.0**
Balances as at January 1, 2026	**-**	**1,192.2**	**1.2**	**(1,037.7)**	**155.7**
Net income including discontinued operations	-	-	-	34.9	34.9
Correction of immaterial error*	-	-	-	(3.8)	(3.8)
Other comprehensive loss	-	-	(2.5)	-	(2.5)
Share-based compensation	-	(0.2)	-	-	(0.2)
Cash dividends paid	-	-	-	(107.4)	(107.4)
Balance as at September 30, 2026	**-**	**1,192.0**	**(1.3)**	**(1,114.0)**	**76.7**

**The Company identified an error affecting prior periods which was corrected through an adjustment to shareholders' equity, with a corresponding adjustment to drilling units and equipment included within assets disposed of through sale. The cumulative impact of the error, as well as its impact on any individual prior period, was not material.*

See accompanying notes that are an integral part of these Consolidated Financial Statements.

Note 1 - General information

Unless the context indicates otherwise, "Paratus," the "Company," "we," "us," "our," and similar terms, all refer to Paratus Energy Services Ltd., while "Paratus Group" or the "Group" refers collectively to the Company and its consolidated subsidiaries and its ownership in Joint Ventures ("JV"). All references to "USD" and "$" in this report denote U.S. dollars unless otherwise indicated.

Company details
Paratus Energy Services Ltd. is a company incorporated under the laws of Bermuda and in accordance with the Bermuda Companies Act 1981. The Company is listed on the Euronext Oslo Børs under the ticker "PLSV".

Business
Paratus is a holding company of a group of energy services companies. As of Q3 2026 Paratus comprises of 50/50 joint venture interest in Seagems, comprising Seabras Sapura Holding GmbH and Seabras Sapura Participacoes SA, (collectively "Seagems" or the "JV").

Seagems is a subsea services company, operating a fleet of six multipurpose pipe-laying support vessels - *Diamante, Topazio, Esmeralda, Onix, Jade* and *Rubi* – with capabilities for subsea engineering, installation, and other services, under contract in Brazil.

Until July 29, 2026 Paratus held ownership in Fontis Holdings Ltd. and its subsidiaries (collectively "Fontis"). **Fontis** was a provider of drilling services operating a fleet of five high-specification jack-up rigs.

On March 23, 2026, Paratus announced that the Company, together with its indirect subsidiary Fontis Finance Ltd., had entered into agreements for the separate but simultaneous sale of Fontis' jack-up fleet and Fontis' Mexican drilling business and operations (together, the "Fontis Transaction"). The Fontis Transaction was successfully completed on July 29, 2026. Refer to Note 3 - Assets Held for Sale and Discontinued Operations.

Note 2 - Significant accounting policies

Basis of presentation
These unaudited interim condensed consolidated financial statements are prepared in accordance with accounting principles generally accepted in the United States ("U.S. GAAP"). The unaudited interim condensed consolidated financial statements do not include all of the disclosures required under U.S. GAAP in the annual consolidated financial statements and should be read in conjunction with our audited annual consolidated financial statements and notes for the year ended December 31, 2025.

As of March 23, 2026 the assets and liabilities related to the disposal of Fontis were classified as held for sale, and the related results of operations and cash flows are reported as discontinued operations. The assets and liabilities of the disposal group for the comparative period have been retrospectively reclassified and presented separately in the Condensed Consolidated Balance Sheets. The results of discontinued operations have also been retrospectively reclassified and presented as a single line item, net of applicable income taxes, in the Condensed Consolidated Statements of Operations. See Note 3 — Assets Held for Sale and Discontinued Operations.

The financial statements have been prepared on a going concern basis and in management's opinion, all adjustments necessary for a fair presentation of the financial statements are reflected in the interim periods presented.

Significant accounting policies
The accounting policies adopted in the preparation of the unaudited consolidated financial statements are consistent with those as described in our annual audited consolidated financial statements for the year ended December 31, 2025.

Use of estimates
The preparation of financial statements in accordance with U.S. GAAP requires that management make estimates and assumptions affecting the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Subtotals and totals in some of the tables included in these interim financial statements may not equal the sum of the amounts shown due to rounding.

Note 3 - Assets Held for Sale and Discontinued Operations

Accounting policy

We classify long-lived assets, or disposal groups comprised of assets and liabilities, as held for sale in the period in which the following six criteria are met, (i) management, having the authority to approve the action, commits to a plan to sell the property; (ii) the property is available for immediate sale in its present condition, subject only to terms that are usual and customary; (iii) an active program to locate a buyer and other actions required to complete the plan to sell have been initiated; (iv) the sale of the property is probable and is expected to be completed within one year; (v) the property is being actively marketed for sale at a price that is reasonable in relation to its current fair value; and (vi) actions necessary to complete the plan of sale indicate that it is unlikely that significant changes to the plan will be made or that the plan will be withdrawn. A business classified as held for sale is recorded at the lower of its carrying amount or estimated fair value less cost to sell. If the carrying amount of the business exceeds its estimated fair value less cost to sell, a loss is recognized as part of Income/(loss) from discontinued operations in the Consolidated Statements of Operations.

Assets and liabilities related to a business held for sale and classified as discontinued operation are segregated in the current and prior balance sheets in the period in which the business is classified as held for sale, resulting in changes to the presentation of comparable period amounts. The Company ceases depreciation and amortization on long-lived assets (or disposal groups) classified as held for sale and measures them at the lower of carrying value or estimated fair value less cost to sell.

The Company reports the results of operations of a business as discontinued operations if a disposal represents a strategic shift that has a major effect on the Company's operations and financial results when the business is classified as held for sale. The results of discontinued operations are reported in Net income/(loss) from discontinued operations, net of tax in the accompanying interim Condensed Consolidated Statements of Operations for all periods presented, including any gain or loss recognized on closing or adjustment of the carrying amount to fair value less cost to sell. Interest on debt that is required to be repaid as a result of a disposal is allocated to discontinued operations on a proportionate basis. All other notes to these interim condensed consolidated financial statements present the results of continuing operations and exclude amounts related to discontinued operations for all periods presented unless otherwise stated.

On March 23, 2026, Paratus announced the sale of its jack-up fleet and Mexican drilling operations (together, the "Fontis Transaction") for a total consideration of $400 million. On July 29, 2026, Paratus announced that all remaining conditions for the Fontis Transaction have been satisfied and that the Fontis Transaction has been successfully completed. Upon completion of the Fontis Transaction, Paratus received approximately $163 million in cash consideration and a $237 million 2.5-year seller credit (Note 5) bearing interest at 10% during the first year, 12% during months 13–18 and 14% thereafter. Separately and related to the sale of the Mexican operations, Paratus received $20 million as reimbursement of interim funding previously provided by Paratus to support Fontis' operations between signing and completion.

The following table summarizes the major line items for Fontis that are included in Net income/(loss) from discontinued operations, net of taxes in the interim Condensed Consolidated Statements of Operations:

(In $ millions)	Period from July 1, 2026 to July 29, 2026	Three months ended September 30, 2025	Period from January 1, 2026 to July 29, 2026	Nine months ended September 30, 2025
Total operating revenues	16.8	46.2	56.7	120.1
Rig operating expenses	(3.6)	(19.6)	(34.6)	(63.5)
General and administrative expenses	(0.2)	(0.5)	(1.0)	(1.8)
Other operating expenses, net	0.4	(7.4)	(5.2)	(13.7)
Net financial expense and other items, excl. interest expense	-	(1.6)	(0.5)	(5.1)
Interest expense (Note 10)	(0.7)	(3.0)	(8.5)	(10.8)
Loss on disposal group	(9.2)	-	(13.3)	-
Income/(loss) from discontinued operations before income taxes	**3.5**	**14.1**	**(6.4)**	**25.2**
Income tax expense	(0.4)	(0.1)	(1.0)	(4.9)
Income/(loss) from discontinued operations, net of taxes	**3.1**	**14.0**	**(7.4)**	**20.3**

Other operating expenses include depreciation, expected credit losses and other operating income. Interest expense relates to interest costs on debt repayable as a result of the disposal, refer to Note 10 - Interest-bearing debt. Loss on disposal group includes a write down loss and incremental costs to sell.

Note 3 - Assets Held for Sale and Discontinued Operations (continued)

The following table summarizes the carrying amounts of major classes of assets and liabilities of discontinued operations for each of the periods presented in the interim Condensed Consolidated Balance Sheets:

(In $ millions)	July 29, 2026	December 31, 2025
ASSETS		
Cash and cash equivalents	14.9	60.1
Accounts receivables, net	232.5	193.0
Drilling units and equipment, net	241.3	249.8
Other assets	20.6	22.0
Total assets	**509.3**	**524.9**
Write down loss	(11.0)	-
Total assets held for sale	**498.3**	**524.9**
LIABILITIES		
Trade accounts payable	2.6	1.6
Uncertain tax positions	46.4	68.1
Other liabilities	22.3	32.0
Total liabilities to be disposed of	**71.3**	**101.7**

Following completion of the sale, the Company recognized an $11 million write down loss to adjust the carrying value of the disposal group to fair value. The loss is included in Net income/(loss) from discontinued operations in the Condensed Consolidated Statements of Operations.

The following table summarizes major classes of items included in the operating cash flows of discontinued operations for each of the periods presented in the Condensed Consolidated Statements of Cash Flows:

(In $ millions)	Period from January 1, 2026 to July 29, 2026	Nine months ended September 30, 2025
Net income/(loss) from discontinued operations	**(7.4)**	**20.3**
Cash Flows from Discontinued Operating Activities		
Adjustments to reconcile net income to net cash provided by		
Amortization of favorable contracts	4.1	25.1
Depreciation	5.4	16.7
Net interest expense and amortization	8.4	10.4
Expected credit losses	-	1.9
Additions to long-term maintenance	(0.7)	(6.6)
Write down loss	11.0	-
Other items, net	5.6	4.3
Change in working capital items and other		
Accounts receivables, net	(39.5)	53.8
Other assets and liabilities, net	(40.4)	(45.7)
Net cash (used in)/provided by discontinued operating activities	**(53.5)**	**80.2**

Cash used in discontinued investing activities relates to investments made into drilling units and equipment and was nil in the nine months of 2026 (2025: $2.7 million). Cash provided by discontinued financing activities of $0.1 million (2025: $0.4 million) relates to interest earned on bank deposits.

Note 4 - Segment information

Commencing from Q1 2026 the Company reports its operations under two segments: Seagems and Other.

The Seagems segment represents the Company's 50/50 joint venture interest in Seagems, comprising Seabras Sapura Holding GmbH and Seabras Sapura Participacoes SA (collectively “Seagems” or the "JV"). Seagems is a subsea services company, operating a fleet of six multipurpose pipe-laying support vessels - Diamante, Topazio, Esmeralda, Onix, Jade and Rubi – with capabilities for subsea engineering, installation, and other services, under contract in Brazil. Under U.S. GAAP, we report on Seagems' results in our consolidated financial statements using the equity method. Accordingly, the full operating results included below are not included within our consolidated results and are thus adjusted for under "Reconciling items" and fully replaced with our equity in earnings of the equity method. For segment reporting purposes, we present 50% information for Seagems. Figures are presented net of intercompany transactions between Seagems entities. Our segment reporting for Seagems includes information to reconcile from our segment reporting for Seagems to our consolidated financial statements prepared under U.S. GAAP.

The Other segment includes general corporate and finance activities, basis difference adjustment to equity method investments and our 23.8% ownership in Archer which was accounted for as an equity method investment until September 25, 2025 when all the shares in Archer were sold.

Commencing from Q1 2026 results of discontinued operations and assets held for sale associated with the Fontis Transaction are shown under "Reconciling items", refer to Note 3 - Assets Held for Sale and Discontinued Operations.

Our CODM is the Board of Directors assisted by the executive management, which is comprised of the Interim Chief Executive Officer and Chief Financial Officer. The CODM assesses segment performance based on their review of the operating income (loss) of each segment, which measures profitability after deducting normal operating costs. Components within operating income (loss), such as revenues, operating expense and general and administrative expense, are used to monitor actual performance against budget and forecasted results for each segment. Further, the CODM utilizes revenue to derive a segment's asset utilization and average dayrate. Using these metrics, the CODM can identify inefficiencies in the segments and develop strategies to enhance performance, make investment decisions and allocate resources as needed. The disaggregated segment information, as presented in the tables below, includes intercompany eliminations and aligns with the segment level information that is regularly provided to the CODM.

	Three months ended September 30, 2026				
(In $ millions)	**Seagems (50% share)**	**Other**	**Total reporting Segments**	**Reconciling Items**	**Consol. Total**
Contract revenues	**78.6**	**-**	**78.6**	**(78.6)**	**-**
Tax on revenues	(3.6)	-	(3.6)	3.6	-
Operating revenues	**75.0**	**-**	**75.0**	**(75.0)**	**-**
Vessel operating expenses	(20.4)	-	(20.4)	20.4	-
General and administrative expenses	(3.5)	(1.5)	(5.0)	3.5	(1.5)
Other operating income	0.1	-	0.1	(0.1)	-
Depreciation and amortization	(11.1)	-	(11.1)	11.1	-
Share in results from joint ventures	-	4.2	4.2	34.3	38.5
Operating income	**40.1**	**2.7**	**42.8**	**(5.8)**	**37.0**
Interest expense	(1.5)	(16.7)	(18.2)	1.5	(16.7)
Other financial items, net	0.3	(5.6)	(5.3)	(0.3)	(5.6)
Income tax expense	(4.6)	(0.2)	(4.8)	4.6	(0.2)
Net income/(loss) from continuing operations	**34.3**	**(19.8)**	**14.5**	**-**	**14.5**
Net income from discontinued operations	-	-	-	3.1	3.1
Net income/(loss) including discontinued operations	**34.3**	**(19.8)**	**14.5**	**3.1**	**17.6**

	Three months ended September 30, 2025 *				
(In $ millions)	**Seagems (50% share)**	**Other**	**Total reporting Segments**	**Reconciling Items**	**Consol. Total**
Contract revenues	**72.6**	**-**	**72.6**	**(72.6)**	**-**
Tax on revenues	(3.3)	-	(3.3)	3.3	-
Operating revenues	**69.3**	**-**	**69.3**	**(69.3)**	**-**
Vessel operating expenses	(21.3)	-	(21.3)	21.3	-
General and administrative expenses	(3.2)	(1.9)	(5.1)	3.2	(1.9)
Other operating income	0.2	-	0.2	(0.2)	-
Depreciation and amortization	(11.1)	-	(11.1)	11.1	-
Share in results from joint ventures	-	4.2	4.2	30.7	34.9
Operating income	**33.9**	**2.3**	**36.2**	**(3.2)**	**33.0**
Share in results from associated companies	-	0.9	0.9	-	0.9
Interest expense	(1.5)	(16.2)	(17.7)	1.5	(16.2)
Other financial items, net	0.9	14.6	15.5	(0.9)	14.6
Income tax expense	(2.6)	(0.3)	(2.9)	2.6	(0.3)
Net income from continuing operations	**30.7**	**1.3**	**32.0**	**-**	**32.0**
Net income from discontinued operations	-	-	-	14.0	14.0
Net income including discontinued operations	**30.7**	**1.3**	**32.0**	**14.0**	**46.0**

**Prior-period comparative information has been updated in conformity with presentation requirements applicable to discontinued operations.*

Note 4 - Segment information (continued)

(In $ millions)	Seagems (50% share)	Other	Total reporting Segments	Reconciling Items	Consol. Total
	Nine months ended September 30, 2026				
Contract revenues	**224.5**	**-**	**224.5**	**(224.5)**	**-**
Tax on revenues	(10.2)	-	(10.2)	10.2	-
Operating revenues	**214.3**	**-**	**214.3**	**(214.3)**	**-**
Vessel operating expenses	(60.7)	-	(60.7)	60.7	-
General and administrative expenses	(10.9)	(6.2)	(17.1)	10.9	(6.2)
Other operating income	0.1	-	0.1	(0.1)	-
Depreciation and amortization	(33.6)	-	(33.6)	33.6	-
Share in results from joint ventures	-	12.4	12.4	91.0	103.4
Operating income	**109.2**	**6.2**	**115.4**	**(18.2)**	**97.2**
Interest expense	(4.4)	(47.0)	(51.4)	4.4	(47.0)
Other financial items, net	0.5	(7.6)	(7.1)	(0.5)	(7.6)
Income tax expense	(14.3)	(0.3)	(14.6)	14.3	(0.3)
Net income/(loss) from continuing operations	**91.0**	**(48.7)**	**42.3**	**-**	**42.3**
Net loss from discontinued operations	-	-	-	(7.4)	(7.4)
Net income/(loss) including discontinued operations	**91.0**	**(48.7)**	**42.3**	**(7.4)**	**34.9**

(In $ millions)	Seagems (50% share)	Other	Total reporting Segments	Reconciling Items	Consol. Total
	Nine months ended September 30, 2025 *				
Contract revenues	**191.5**	**-**	**191.5**	**(191.5)**	**-**
Tax on revenues	(9.2)	-	(9.2)	9.2	-
Operating revenues	**182.3**	**-**	**182.3**	**(182.3)**	**-**
Vessel operating expenses	(54.5)	-	(54.5)	54.5	-
General and administrative expenses	(9.8)	(5.9)	(15.7)	9.8	(5.9)
Other operating income	0.2	-	0.2	(0.2)	-
Depreciation and amortization	(32.2)	-	(32.2)	32.2	-
Share in results from joint ventures	-	12.3	12.3	75.2	87.5
Operating income	**86.0**	**6.4**	**92.4**	**(10.8)**	**81.6**
Share in results from associated companies	-	(6.1)	(6.1)	-	(6.1)
Interest expense	(3.4)	(46.5)	(49.9)	3.4	(46.5)
Other financial items, net	1.8	5.8	7.6	(1.8)	5.8
Income tax expense	(9.2)	(0.3)	(9.5)	9.2	(0.3)
Net income/(loss) from continuing operations	**75.2**	**(40.7)**	**34.5**	**-**	**34.5**
Net income from discontinued operations	-	-	-	20.3	20.3
Net income/(loss) including discontinued operations	**75.2**	**(40.7)**	**34.5**	**20.3**	**54.8**

(In $ millions)	Seagems (50% share)	Other	Total reporting Segments	Reconciling Items	Consol. Total
	September 30, 2026				
Cash and cash equivalents	26.0	142.9	168.9	(26.0)	**142.9**
Property, plant and equipment	552.0	-	552.0	(552.0)	**-**
Capital Expenditures	8.9	-	8.9	(8.9)	**-**
Equity method investments	-	-	-	294.8	**294.8**
Total assets (excl. assets held for sale)	641.2	394.7	1,035.9	(346.4)	**689.5**
Short-term interest-bearing debt, net	21.1	-	21.1	(21.1)	**-**
Long-term interest-bearing debt, net	54.0	592.9	646.9	(54.0)	**592.9**

(In $ millions)	Seagems (50% share)	Other	Total reporting Segments	Reconciling Items	Consol. Total
	December 31, 2025 *				
Cash and cash equivalents	25.4	118.2	143.6	(25.4)	**118.2**
Property, plant and equipment	576.9	-	576.9	(576.9)	**-**
Capital Expenditures	20.9	-	20.9	(20.9)	**-**
Equity method investments	-	-	-	299.9	**299.9**
Total assets (excl. assets held for sale)	664.6	121.9	786.5	(364.7)	**421.8**
Short-term interest-bearing debt, net	21.3	193.8	215.1	(21.3)	**193.8**
Long-term interest-bearing debt, net	65.7	491.3	557.0	(65.7)	**491.3**

**Prior-period comparative information has been updated in conformity with presentation requirements applicable to discontinued operations.*

Note 5 - Seller credit receivable

Accounting policy

Seller credit is initially recognized at fair value and subsequently measured at amortized cost, comprising principal and unamortized premium, less an allowance for lifetime expected credit losses. Interest income is recognized using the effective interest method, with premium amortization. For receivables with step up rates and prepayment at par option, interest income is restricted to the interest contingently receivable. Accrued contractual interest is presented in Other current assets in the Consolidated Balance Sheets.

Allowance for credit losses

The current expected credit loss ("CECL") model requires recognition of expected credit losses over the life of a financial asset to be incurred upon its initial recognition. We determined the allowance by considering the financial condition of the counterparty as well as specific circumstances related to the receivable.

The CECL model contemplates a broader range of information to estimate expected credit losses over the contractual lifetime of an asset while considering expected prepayments. It also requires us to consider the risk of loss even if it is remote. We estimate the CECL allowance using a "probability-of-default" model. Under this methodology we use data such as counterparty credit ratings, maturity of loan, security of loan, risk overlay and incorporate historical data published by credit rating agencies, to estimate the chance of default and loss given default. We then multiply the balance outstanding by the estimated loss in the event of default, considering multiple recovery scenarios, to calculate the allowance required for the expected credit loss. We monitor the credit quality of receivables by re-assessing credit ratings, assumed maturities and probability-of-default on a quarterly basis. Changes in the allowance are recognized as Credit loss expense on seller credit receivable in the Consolidated Statements of Operations.

As indicated in Note 3 - Assets Held for Sale and Discontinued Operations, Paratus received a $237 million 2.5-year seller credit bearing interest at 10% during the first year, 12% during months 13–18 and 14% thereafter. Voluntary prepayment is permitted by the agreement at par plus accrued interest.

As of September 30, 2026 the carrying value of the seller's credit, all long-term, was comprised as follows:

(In $ millions)	Interest Rate	Maturity Date	September 30, 2026
Seller credit	10% - 14%	29/01/2029	237.0
Total seller credit receivable			**237.0**
Add: Unamortized premium			6.7
Total seller credit receivable, net			**243.7**
Less: allowance for expected credit losses			-
Total seller credit receivable, net			**243.7**

Current expected credit loss was determined to be immaterial as at September 30, 2026 based on management's analysis performed.

Interest income is comprised of the following:

(In $ millions)	Three and nine months ended September 30, 2026
Contractual interest income	4.2
Amortization of premium	(0.4)
Net interest income	**3.8**

Note 6 - Cash and cash equivalents

Total cash and cash equivalents, excluding Fontis cash and cash equivalents (Note 3), were $142.9 million (Q4 2025: $118.2 million) of which $142.9 million (Q4 2025: $115.1 million) represent non-restricted cash and nil restricted cash (Q4 2025: $3.1 million).

Note 7 - Other current liabilities

Other current liabilities consist of the following:

(In $ millions)	September 30, 2026	December 31, 2025
Taxes payable	0.2	0.4
Employee withheld taxes and social security	0.1	0.1
Other current liabilities	2.9	2.9
Accrued interest on senior secured notes	16.2	0.5
Total other current liabilities	**19.4**	**3.9**

Note 8 - Fair values of financial instruments

Fair value is defined as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. The fair value hierarchy prescribed by U.S. GAAP requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value.

There are three levels of inputs that may be used to measure fair value:

Level 1: Quoted prices for identical instruments in active markets
Level 2: Quoted market prices for similar instruments in active markets; quoted prices for identical or similar instruments in markets that are not active; and model-derived valuations in which all significant inputs and significant value drivers are observable in active markets
Level 3: Valuations derived from valuation techniques in which one or more significant inputs or significant value drivers are unobservable.

Unless otherwise stated, for the majority of our financial instruments, the carrying value approximates their fair value due to the relatively short maturities. For other financial instruments, a comparison of fair value and carrying value is as follows:

(In $ millions)		September 30, 2026		December 31, 2025	
Assets	**Level**	**Fair value**	**Carrying value**	**Fair value**	**Carrying value**
Related party loans receivable – Seagems loans receivable	2	3.0	3.3	3.0	3.3
Seller credit receivable	2	244.1	243.7	-	-
Liabilities					
2026 Senior secured notes*	1	-	-	198.4	193.8
2029 Senior secured bonds*	1	368.7	348.6	500.8	491.3
2031 Senior secured bonds*	1	248.5	244.3	-	-

* These instruments are at a fixed interest rate

The carrying value of cash and cash equivalents, restricted cash, accounts receivable, related party payables and accounts payable are by their nature short-term. As a result, the carrying values included in the Condensed Consolidated Balance Sheets approximate fair value. These assets and liabilities are categorized as Level 1 on the fair value measurement hierarchy.

Seller credit receivable
The fair value of the seller's credit was estimated using probability-weighted discounted cash flow scenarios based on different repayment timing outcomes and market borrowing rates for comparable buyer financing, as such the receivable has been categorized as Level 2 on the fair value hierarchy. Refer to Note 5 - Seller credit receivable.

Related party loans receivable - Seagems loans receivable
We estimate the fair value of the related party loans receivable from Seagems to be equal to the carrying value after adjusting for expected credit losses. The debt is not freely tradable and cannot be recalled by us at prices other than specified in the loan note agreements. The loans were entered into at market rates. The loans are categorized as Level 2 on the fair value hierarchy.

Senior secured notes and bonds
The fair value of the senior secured notes and bonds was derived using market traded value, and as such, we have categorized these as Level 1 on the fair value measurement hierarchy. Refer to Note 10 – Interest-bearing debt for further information.

Note 9 - Equity method investments

Our equity method investments as of September 30, 2026 and December 31, 2025 are comprised as follows:

Ownership percentage	September 30, 2026	December 31, 2025
Seagems	50.0 %	50.0 %
Archer	0.0 %	0.0 %

Sale of Paratus' ownership in Archer
On September 25, 2025, the Company sold its entire holding of 21,583,826 shares in Archer Limited, receiving net cash proceeds of approximately $48.1 million.

Prior to the sale, the investment was accounted for under the equity method with a carrying amount of $43.1 million which was reduced by $8.5 million reclassified from Other Comprehensive Income ("OCI") to the carrying amount. The investment was derecognized upon completion of the sale, and the Company recognized a gain of $13.4 million, presented within "Gain on sale of equity method investee" in the Consolidated Statements of Operations. The net proceeds are reflected within investing activities in the Consolidated Statements of Cash Flows.

Comparative balance sheets for Archer are not presented as the Company held no investment in Archer as of September 30, 2026 and December 31, 2025.

The tables below set forth the results of these entities, and our share in the results of these equity method investments:

	Seagems			
	Three months ended		Nine months ended	
(In $ millions, except ownership percentage)	September 30, 2026	September 30, 2025	September 30, 2026	September 30, 2025
Operating revenues	150.0	138.5	428.5	364.5
Operating income	80.2	68.0	218.3	172.1
Net income	68.7	61.4	182.0	150.5
Company's ownership percentage	50.0 %	50.0 %	50.0 %	50.0 %
Share of net income	**34.3**	**30.7**	**91.0**	**75.2**
Amortization of basis differences	4.2	4.2	12.4	12.3
Share in results of Seagems	**38.5**	**34.9**	**103.4**	**87.5**

	Archer			
	Three months ended		Nine months ended	
(In $ millions, except ownership percentage)	September 30, 2026	September 30, 2025	September 30, 2026	September 30, 2025
Operating revenues	-	339.3	-	1,030.8
Operating income	-	21.8	-	60.1
Net income / (loss)	-	3.4	-	(25.4)
Paratus ownership percentage	0.0 %	23.8 %	0.0 %	23.8 %
Share of net income/(loss)	**-**	**0.8**	**-**	**(6.0)**
Amortization of basis differences	-	0.1	-	(0.1)
Share in results of Archer	**-**	**0.9**	**-**	**(6.1)**

The summarized balance sheets of our equity method investments and our share of recorded equity in these entities is as follows:

	Seagems	
(In $ millions, except ownership percentage)	September 30, 2026	December 31, 2025
Current assets	165.0	167.1
Non-current assets	1,117.3	1,162.0
Current liabilities	(116.5)	(109.0)
Non-current liabilities	(112.7)	(136.8)
Net Assets (gross, 100%)	**1,053.1**	**1,083.3**
Company's ownership percentage	50.0 %	50.0 %
Company's share of book equity	**526.6**	**541.7**
Shareholder loans held as equity	0.9	0.9
Basis difference	(232.7)	(242.7)
Carrying amount equity method investments	**294.8**	**299.9**

Note 10 - Interest-bearing debt

As of September 30, 2026 and December 31, 2025 the carrying value of our debt was comprised as follows:

			Carrying Amount	
(In $ millions)	**Interest Rate**	**Maturity Date**	**September 30, 2026**	**December 31, 2025**
2026 Senior secured notes plus PIK interest	9.000%	15/07/2026	-	197.9
2029 Senior secured bonds	9.500%	27/06/2029	353.5	500.0
2031 Senior secured bonds	8.125%	22/05/2031	250.0	-
Total interest-bearing debt			**603.5**	**697.9**
Less: Unamortized discount and debt issuance costs			(10.6)	(12.8)
Total interest-bearing debt, net			**592.9**	**685.1**
Less: Current portion, net			-	(193.8)
Long-term interest-bearing debt, net			**592.9**	**491.3**

The key terms relating to our debt in the period ended September 30, 2026 and year-ended December 31, 2025 are explained below.

2026 Senior secured notes ("2026 Notes")
The 2026 Notes were issued on January 20, 2022. In Q2 2026, the proceeds from the issuance of $250 million of senior secured bonds (the "2031 Bonds", as described below) were used to redeem the 2026 Notes in full. In connection with the redemption, we recognized a loss on extinguishment of financial instruments of $1 million (2025: $nil) in the Consolidated Statements of Operations, comprising the write-off of $0.8 million of unamortized discount and $0.2 million of associated costs. Accordingly, the principal amount outstanding under the 2026 Notes was $nil as at September 30, 2026 (December 31, 2025: $197.9 million).

2029 Senior Secured Bonds ("2029 Bonds")
Secured bonds were issued on June 27, 2024 and are due June 27, 2029. The carrying amount of the 2029 Bonds is presented net of unamortized discount and debt issuance costs.

The Fontis Transaction, completed in July 2026 (Note 3), constitutes a Material Asset Sale under the terms of the 2029 bond indenture. On September 16, 2026, the Company applied $158.2 million of net proceeds from the Fontis Transaction toward a partial redemption of the 2029 Bonds. The amount comprised $146.5 million of principal, an $8.7 million make-whole premium and approximately $3 million of accrued interest. In connection with the partial redemption, we recognized a loss on extinguishment of financial instruments of $10.9 million (2025: $nil) in the Consolidated Statements of Operations, comprising the write-off of $2.2 million of unamortized discount and the make-whole premium. Following partial redemption the principal amount outstanding under the 2029 Bonds was $353.5 million as at September 30, 2026 (December 31, 2025: $500 million).

Interest expense attributable to the portion of debt repayable as the result of the sale amounted to $8.5 million for the nine months ended September 30, 2026 (2025: $10.8 million) and was allocated to net income/(loss) from discontinued operations in the Condensed Consolidated Statements of Operations.

2031 Senior Secured Bonds ("2031 Bonds")
Secured bonds were issued on May 22, 2026 and are due on May 22, 2031. As at September 30, 2026, the outstanding principal amount is $250 million. The carrying amount of the 2031 Bonds is presented net of unamortized discount and debt issuance costs.

Interest expense is comprised of the following:

	Three months ended		Nine months ended	
(In $ millions)	**September 30, 2026**	**September 30, 2025**	**September 30, 2026**	**September 30, 2025**
Loan interest expense	15.9	13.9	42.1	39.7
Amortization of debt discount	0.8	2.3	4.9	6.8
Interest expense, continuing operations	**16.7**	**16.2**	**47.0**	**46.5**
Loan interest expense, discontinued operations	0.6	2.9	8.1	10.4
Amortization of debt discount, discontinued operations	0.1	0.1	0.4	0.4
Interest expense, discontinued operations	**0.7**	**3.0**	**8.5**	**10.8**
Total interest expense, including discontinued operations	**17.4**	**19.2**	**55.5**	**57.3**

Note 11 - Share capital

Paratus has issued a total of 169,550,049 Class A common shares at par value of US $0.00002 each at September 30, 2026 and December 31, 2025.

	September 30, 2026	December 31, 2025
Class A ordinary shares in issue	169,550,049	169,550,049
Treasury shares	(6,815,000)	(6,815,000)
Total shares outstanding	**162,735,049**	**162,735,049**

Note 12 - Earnings per share (EPS)

The computation of basic income/(loss) per share ("EPS") is based on the weighted average number of shares outstanding during the period.

Diluted earnings per share amounts are calculated by dividing the net income/(loss) by the weighted average number of shares outstanding during the period, plus the weighted average number of ordinary shares that would be outstanding if all the dilutive potential ordinary shares were issued. As at the end of Q3 2026 there were no share options that had a dilutive effect.

The following reflects the net income/(loss) and share data used in the earnings per share calculation:

	Three months ended		Nine months ended	
(in $ million, except share and per share amounts)	September 30, 2026	September 30, 2025	September 30, 2026	September 30, 2025
Net income from continuing operations	14.5	32.0	42.3	34.5
Net income/(loss) from discontinued operations	3.1	14.0	(7.4)	20.3
Net income including discontinued operations	**17.6**	**46.0**	**34.9**	**54.8**
Weighted average number of shares outs. (basic)	162,735,049	162,735,049	162,735,049	164,578,540
Weighted average number of shares outs. (diluted)	162,735,049	162,737,919	162,735,049	164,581,410
Basic income/(loss) per share				
From continuing operations	0.09	0.20	0.26	0.21
From discontinued operations	0.02	0.08	(0.05)	0.12
Total basic income per share	**0.11**	0.28	**0.21**	0.33
Diluted income/(loss) per share				
From continuing operations	0.09	0.20	0.26	0.21
From discontinued operations	0.02	0.08	(0.05)	0.12
Total diluted income per share	**0.11**	0.28	**0.21**	0.33

Note 13 - Subsequent events

Cash dividend to shareholders
On November 27, 2026, the Company announced that the Board of Directors has approved a cash dividend of $0.22 per share for Q3 2026, to all shareholders of record as of 3 December 2026. The cash dividend will be paid on 15 December 2026.

Strategic review of investment in the Seagems JV
On November 18, 2026, Paratus announced that it is currently carrying out a strategic review of its investment in Seagems, the Brazilian subsea joint venture held 50/50 with Vantris Energy Berhad (“Vantris”).

Paratus and Vantris are conducting the review on a coordinated basis and exploring third-party interest in the Seagems business as a whole. The review may or may not lead to a transaction, and no decision to transact has been taken by either of the two joint venture parties at this stage.

Seagems contract updates
On November 17, 2026, the Company announced that Seagems has been awarded a four-year contract from Q4 2028 for the third-party horizontal pipelaying vessel Safira. Seagems has secured access to the third-party vessel through a memorandum of understanding (“MOU”), which includes a purchase option. The contract is expected to add approximately $410 million to Seagems’ backlog, of which the Company has a 50% share.

On November 9, 2026, the Company announced that Petrobras had published its final tender results, confirming the acceptance of Seagems’ bid for the Jade PLSV. The prospective four-year contract remains subject to formal award by Petrobras and the execution of definitive agreements.

Changes to executive management
On November 17, 2026, Paratus announced that Baton Haxhimehmedi has notified the Board of Directors of his resignation as Chief Financial Officer (CFO) and Interim Chief Executive Officer (Interim CEO) to pursue other opportunities. Mr. Haxhimehmedi will continue to serve in both capacities during his notice period, which is expected to conclude on April 30, 2027.

Alternative Performance Measures

The Company discloses certain alternative performance measures ("APM") as a supplement to the consolidated financial statements prepared in accordance with U.S. GAAP. These measures provide additional insight into the Group's operating performance, financing, and future prospects, often used by analysts, investors, and other stakeholders.

Other companies may not calculate the APMs in the same manner, and, as a result, the presentation thereof may not be fully comparable to measures used by other companies under the same or similar titles. Accordingly, undue reliance should not be placed on the APMs contained below and should not be considered as a substitute for revenue or other financial metrics.

Calculation of APMs below includes Fontis' result and assets which are presented as discontinued operations and assets held for sale in the Consolidated Statements of Operations and Consolidated Balance Sheets respectively, unless otherwise stated.

	Three months ended		Nine months ended	
(In $ millions)	**September 30, 2026**	**September 30, 2025**	**September 30, 2026**	**September 30, 2025**
Calculation of adjusted EBITDA				
Net income/(loss) from continuing operations	**14.5**	**32.0**	**42.3**	**34.5**
Add back: Income tax expense	0.2	0.3	0.3	0.3
Add back: Net financial expense	22.3	0.7	54.6	46.8
Deduct: Share in results from joint ventures	(38.5)	(34.9)	(103.4)	(87.5)
Adjusted EBITDA (consolidated)	**(1.5)**	**(1.9)**	**(6.2)**	**(5.9)**
Net income - 50% of Seagems	34.3	30.7	91.0	75.2
Add back: Income tax expense	4.6	2.6	14.3	9.2
Add back: Net financial expense	1.2	0.6	3.9	1.6
Add back: Depreciation and amortization	11.1	11.1	33.6	32.2
Deduct: Other operating income	(0.1)	(0.2)	(0.1)	(0.2)
Adjusted EBITDA (50% Seagems)	**51.1**	**44.8**	**142.7**	**118.0**
Combined Segment EBITDA	**49.6**	**42.9**	**136.5**	**112.1**
Net income/(loss) from discontinued operations	**3.1**	**14.0**	**(7.4)**	**20.3**
Add back: Income tax expense	0.4	0.1	1.0	4.9
Add back: Net financial expense	0.7	4.8	9.0	15.9
Add back: Operating items, net	(0.2)	15.9	9.4	38.8
Add back: Loss on disposal	9.2	-	13.3	-
Adjusted EBITDA (Fontis, discontinued)	**13.2**	**34.8**	**25.3**	**79.9**
Combined Segment EBITDA incl. discontinued operations	**62.8**	**77.8**	**161.8**	**192.0**

(In $ millions)	**September 30, 2026**	**December 31 2025**
Net debt		
Interest-bearing debt (notional amount)	603.5	697.9
Paratus	*603.5*	*697.9*
Less: Seller credit receivable (notional amount)**	*237.0*	-
Less: Cash and cash equivalents	142.9	178.3
Paratus	*142.9*	*118.2*
Fontis	-	*60.1*
Less: Marketable securities**	33.3	29.8
Net debt	**190.3**	**489.8**
50% of Seagems interest-bearing debt	75.1	87.0
Less: 50% of Seagems cash and cash equivalents	26.0	25.4
50% of Seagems net debt	**49.1**	**61.6**
Net debt (as per management reporting)	**239.4**	**551.4**
Net Leverage Ratio*		
Net debt (as per management reporting)	239.4	551.4
Combined Segment EBITDA (LTM)	185.9	261.2
Net Leverage Ratio	**1.3**	**2.1**

** Net debt and the net leverage ratio are calculated in accordance with the applicable debt agreements. Last Twelve Months ("LTM") EBITDA is calculated on a pro forma basis and excludes EBITDA attributable to the discontinued Fontis operations, while Fontis EBITDA is included in the comparative figures.*

*** From Q3 2026, net debt includes deductions for the seller's credit and marketable securities. Marketable securities comprise the Company's treasury shares, valued at the quoted share price as of the reporting date. Comparative information has been updated accordingly for marketable securities.*

Alternative Performance Measures (continued)

Definitions and explanations of APMs

EBITDA is an abbreviation of "Earnings Before Interest, Income taxes, Depreciation and Amortization" and represents net income/(loss) before net interest expense, income taxes, depreciation and amortization.

Adjusted EBITDA, as applied by the Company, represents EBITDA excluding certain non-cash items such as expected credit gains/(losses), impairment charges, amortization of favorable contracts, and other items that the Company believes are not indicative of ongoing performance of its core operations. The Company presents this APM as it provides useful supplemental information about the financial performance of its business, enables comparison of financial results between periods where certain items may vary independent of business performance, and allows for greater transparency with respect to key metrics used by management in operating our business and measuring our performance. Further, it may provide comparability to similarly titled measures of other companies.

Net debt as defined under the 2029 bond indenture agreement, is interest-bearing debt (notional) and any liability in respect of any lease including the Company's share in Seagems interest-bearing debt (notional) and any liability in respect of any lease less seller credit less total cash and cash equivalents (including marketable securities, undrawn portion of any available credit facility etc.) including the Company's share in Seagems cash and cash equivalents. The Company presents this APM as it is a useful indicator of the Group's net interest-bearing indebtedness as it indicates the level of borrowings after taking into account cash that could be utilized to pay down outstanding borrowings.

Net Leverage Ratio is defined as the ratio of Net debt to adjusted EBITDA. The Company presents this APM as it is a useful indicator of the Group's financial leverage, as it measures the level of net debt relative to adjusted EBITDA, providing insight into the Company's ability to service its debt obligations.

Free cash flow (FCF) comprises net cash from/(used in) operating activities less capital expenditures, net interest paid, plus cash distributions received from equity-accounted investments. The Company presents this APM as it is a useful indicator of the Group's ability to generate cash from operating activities after funding capital expenditures and servicing debt.

Management reporting represents the Company's internal financial and operational performance assessment. In this context, Seagems' financial results are proportionally consolidated. However, in our financial reporting under U.S. GAAP, Seagems' financial results are reported using the equity method, presented under "Share in results from joint ventures."

Additionally, the Company uses other performance indicators that are not considered to be an APM, but are important for assessing the Group's performance:

Contract backlog represents the sum of estimated undiscounted revenue related to secured contracts. Contract backlog may be subject to price indexation clauses or other factors that may intervene with and/or result in delays in revenue realization, and it does not include potential growth or value of non-declared options within existing contracts.

Technical utilization is based on actual operating days versus actual available days excluding days at yard for periodical maintenance, upgrading, transit or idle time between contracts.

Average dayrate is calculated based on recognized revenue divided by the total operational days per period.