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Sinopec Oilfield Service Corporation

(a joint stock limited company established in the People's Republic of China)

Further Information on the Expected Decrease of the Operation Results of the Company for the Twelve Months Ended 31 December 2015

Reference is made to the Expected Decrease of the Operation Results of the Company for the Twelve Months Ended 31 December 2015 (the “**Announcement**”) dated 11 January 2016 published by Sinopec Oilfield Service Corporation (the “**Company**”). As stated in the Announcement, a net profit attributable to equity shareholders of the Company of approximately RMB23 million is expected for the year of 2015. In light of the net profit attributable to equity shareholders of the Company of approximately RMB - 2,059.89 million for the first three quarters ended 30 September 2015 and for investors’ better understanding, the reasons for the Company’s expectation to make profit for the year of 2015 are further explained as below.

During the fourth quarter of 2015, China Petrochemical Corporation made more investments and the Company recorded a significant growth in workload on a quarter-on-quarter basis. In addition, due to the nature of the oil service industry, the proportion of payment settlements of the Company was higher during the fourth quarter. Also, the effect after adopting various cost reduction measures was more obvious during the fourth quarter of 2015. Furthermore, Phase I of the Fuling Shale Gas Project (the “**Project**”) constructed by the Company was completed and put into operation at the end of 2015. Due to the complicated technologies and high risks of the Project, the Company received certain risk compensation upon the completion of the Project.

Shareholders and investors of the Company are advised to exercise caution when dealing in securities of the Company.

For and on behalf of the Board of Directors
Li Honghai
Company Secretary

Beijing, PRC, 12 January 2016

As at the date of this announcement, the Board of Directors comprises Mr. Jiao Fangzheng+, Mr. Zhu Ping#, Mr. Zhou Shiliang#, Mr. Li Lianwu+, Mr. Zhang Hong+, Ms. Jiang Bo, Mr. Zhang Huaqiao* and Mr. Pan Ying*.*

+ Non-Executive Director

Executive Director

** Independent Non-Executive Director*