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Sinopec Oilfield Service Corporation

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

(Stock code: 1033)

Inside Information Estimated Profit for the Annual Results of the Company for the Year 2018

The board of directors of the Company announces that based on a preliminary assessment, the net profit attributable to equity shareholders of the Company is estimated to record a turnaround in profitability for the year ended 31 December 2018 as compared with that for the year ended 31 December 2017. The net profit attributable to equity shareholders of the Company for the year ended 31 December 2018 is expected to be approximately RMB 152 million and the net profit deducted extraordinary gain and loss attributable to equity shareholders of the Company is estimated to be approximately RMB 31 million in accordance with the PRC Accounting Standards for Business Enterprises.

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

This announcement is made by Sinopec Oilfield Service Corporation (the “**Company**”) pursuant to Rule 13.09(2)(a) of Listing Rules and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors of the Company announces the estimated results of the Company as follows:

I. Estimated results of 2018

1. Period of Estimated results

From 1 January 2018 to 31 December 2018

2. Estimated results for the year of 2018

- (1) Based on a preliminary assessment of the Company's accounting department, the net profit attributable to equity shareholders of the Company is estimated to record a turnaround in profitability for the year ended 31 December 2018 as compared with that for the year ended 31 December 2017. The net profit attributable to equity shareholders of the Company for the year ended 31 December 2018 is expected to be approximately RMB 152 million in accordance with the PRC Accounting Standards for Business Enterprises ("ASBE").
- (2) The net profit deducted extraordinary gain and loss attributable to equity shareholders of the Company is estimated to be approximately RMB 31 million.

3. The above estimated results have not been reviewed or audited by any certified accountants.

II. Annual results for the corresponding period of the previous year

	Under the ASBE (RMB)
Net profit attributable to equity shareholders of the Company("-" for losses)	- 10,582,541,000
Net profit deducted extraordinary gain and loss attributable to equity shareholders of the Company("-" for losses)	- 10,399,296,000
Basic earning per share ("-" for losses)	-0.748

III. Reasons for the estimated profit of the annual results

1. Effect of the Major Segments

- (1) In 2018, the international oil price continued to maintain upward trend with fluctuation. The average Brent oil price was 71.3 USD/barrel, an increase of 31.8% over the previous year. Under such circumstances, oil companies increased their capital expenditure of upstream exploration and development as compared with the same period of the previous year. The overall operating environment of oilfield service industry was further improved. Both the work volume and revenue

of the Company's principal business increased year-on-year. The Company continued to deepen internal reforms, optimize resource allocation, promote the professional development of auxiliary services, and gradually improved economic performance. The gross profit margin of the principal business was positive throughout the year.

- (2) In 2018, the Company's non-recurring gains and losses is expected to be about RMB 121 million, mainly including the government subsidies for employee resettlement, debt restructuring gains and accrual of the judicial restructuring expenses of Sinopec (Brazil) Co., Ltd.,.

IV. Risk Alert

There are no major uncertainties which will affect the accuracy of this estimated result of the Company.

V. Other information

The above estimated information is only based on a preliminary assessment. The detailed and accurate financial information of the Company will be disclosed in the annual results announcement for the year 2018 to be officially published by the Company, which shall prevail.

As the Company has recorded a net loss for the net profit attributable to equity shareholders of the Company for the year of 2016 and 2017, and the net asset for the period ended 31 December 2017 was negative, a delisting risk warning was imposed on the A shares of the Company. Pursuant to the relevant provisions of Stock Listing Rules of the Shanghai Stock Exchange, if the Company's audited operational results for the year of 2018 is profitable and the net asset are positive at the end of 2018, the Company will apply for the revocation of special treatment of delisting risk warning after the disclosure of 2018 annual report

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, 25 January 2019

As at the date of this announcement, the Board of Directors comprises Mr. Liu Zhongyun+, Mr. Sun Qingde#, Mr. Chen Xikun#, Mr. Lu Baoping+, Mr. Fan Zhonghai+, Mr. Wei Ran+, Ms. Jiang Bo, Mr. Pan Ying*, Mr. Chen Weidong* and Mr. Dong Xiucheng*.*

+ Non-Executive Director

Executive Director

** Independent Non-Executive Director*