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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 Growth in Profit for the First Quarter of 2019**

The board of directors of the Company announces that based on a preliminary assessment, the net profit attributable to equity shareholders of the Company will be approximately RMB 188 million in the first quarter of 2019, and net profit attributable to equity shareholders of the company after deducting non-recurring profit and loss will be approximately RMB 149 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**

##### **1. Period of Estimated results**

From 1 January 2019 to 31 March 2019

##### **2. Estimated results for the first quarter of 2019**

- (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 be approximately RMB 188 million in the first quarter of 2019 in accordance with the PRC Accounting Standards for Business Enterprises ("ASBE"), increased by 523.98% compared with the corresponding period of last year .
- (2) The net profit deducted non-recurring profit and loss attributable to equity shareholders of the Company is estimated to be approximately RMB 149 million.
- (3) The above estimated results have not been reviewed or audited by any certified accountants.

## II. The results for the corresponding period of the previous year

	Under the ASBE (RMB)
Net profit attributable to equity shareholders of the Company	30,129,000
Net profit deducted extraordinary gain and loss attributable to equity shareholders of the Company("-" for losses)	- 334,673,000
Basic earning per share	0.002

## III. Reasons for the estimated growth in profit of the first quarterly results

### 1. Effect of the Major Segments

In the first quarter of 2019, as the international oil price gradually rebounded, the upstream capital expenditures on exploration and development of domestic and international oil companies increased as compared with the corresponding period of the previous year, thus the work volume and revenue of the Company's major segments have increased as compared with the corresponding period of the previous year. The Company continued to deepen its internal reforms, optimize the resource allocation, promote the professional development of auxiliary businesses, and gradually improved our economic efficiency. The gross profit margin of major segments for the first quarter of 2019 significantly increased as compared with the corresponding period of the previous year.

### 2. Effect of the Non-operating Profit and Loss

In the first quarter of 2019, the non-recurring profit and loss of the Company is expected to increase the net profit attributable to the equity shareholders of the

Company by approximately RMB 39 million, which mainly includes net gains on debt restructuring of RMB 55 million.

#### **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 first quarterly report for the year 2019 to be officially published by the Company, which shall prevail.

**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, 11 April 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*