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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 Decrease in Profit for the nine months ended 30 September 2020

The board of directors of the Company announces that based on a preliminary assessment and in accordance with the PRC Accounting Standards for Business Enterprises ("ASBE"), the net profit attributable to equity shareholders of the Company is estimated to be approximately RMB 232 million, representing a decrease of RMB 491 million or 67.9% over the corresponding period of the previous year. The Net profit deducted extraordinary gain and loss attributable to equity shareholders of the Company is estimated to be approximately RMB 125 million, representing a decrease of RMB 433 million or 77.6% over the corresponding period of the previous year.

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 2020 to 30 September 2020

2. Estimated results for the nine months ended 30 September 2020

- (1) Based on a preliminary assessment of the Company's accounting department and in accordance with ASBE, the net profit attributable to equity shareholders of the Company is estimated to be approximately RMB 232 million, representing a decrease of RMB 491 million or 67.9% over the corresponding period of the previous year.
- (2) The net profit deducted extraordinary gain and loss attributable to equity shareholders of the Company is estimated to decrease by RMB 433 million or 77.6% over the corresponding period of the previous year.
- (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	723,193,000
Net profit deducted extraordinary gain and loss attributable to equity shareholders of the Company	557,596,000
Basic earning per share	0.038

III. Reasons for the estimated decrease in profit for the nine months ended 30 September 2020

1. Effect of the Major Business Segments

In the third quarter of 2020, with the gradually manifested impact of low oil prices on the oilfield service industry, the Company's main business workload and revenue declined as compared to the corresponding period of the previous year. In the meantime, due to the large fluctuations of the RMB exchange rate, the Company's exchange losses increased as compared to the corresponding period of the previous year. The net profit attributable to equity shareholders of the Company in the third quarter was approximately RMB -66 million. In addition, due to the severe impact of the COVID-19 epidemic and the plunged international oil prices during the first half of 2020, the Company's net profit attributable to equity shareholders of the Company

in the first half of 2020 was RMB 298 million, representing a decreased by 41.4% as compared to the corresponding period of the previous year.

2. Effect of the Non-operating Profit and Loss

As of the nine months ended 30 September 2020, the extraordinary gain and loss of the Company is estimated to increase the net profit attributable to the shareholders by approximately RMB 107 million, mainly including government financial subsidy and gains from debt restructuring

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 third quarterly results for the year 2020 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, 16 October 2020

As at the date of this announcement, the Board of Directors comprises Mr. Chen Xikun#, Mr. Yuan Jianqiang#, Mr. Lu Baoping+, Mr. Fan Zhonghai+, Mr. Wei Ran+, Ms. Jiang Bo, Mr. Chen Weidong* and Mr. Dong Xiucheng*.*

+ Non-Executive Director

Executive Director

** Independent Non-Executive Director*