

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



Sinopec Oilfield Service Corporation

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

(Stock code: 1033)

ANNOUNCEMENT ON AN ARBITRATION IN RELATION TO AN INDIRECT WHOLLY-OWNED SUBSIDIARY

This announcement is made pursuant to Part XIVA of the Securities and Futures Ordinance and Rules 13.09(2)(a) and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Reference is made to the announcement of Sinopec Oilfield Service Corporation (the “**Company**”) dated 26 August 2019 in relation to the international arbitration between Ecuador Banya Duri Company (厄瓜多爾斑尼亞杜麗公司), an indirectly wholly-owned subsidiary of the Company (the “**Applicant**”), and Corporacion Estatal Petrolera Ecuatoriana (the “**PAM**”) in relation to the disputes on the payments for increased oil production under the I-L-Y oilfield comprehensive service projects (the “**Arbitration**”).

On 22 February 2022, the Applicant received the following ruling on the Arbitration:

1. The arbitration tribunal required PAM to compensate the Applicant or pay accounts payable, tax, and fees for arbitration, experts and consultants, totaling approximately US\$64 million to applicant.
2. The arbitration tribunal did not support the arbitration request of the Applicant for PAM to pay for the service fees of increased oil production incurred by the YNEB-12 well in the Y oilfield of US\$7 million.
3. The arbitration require PAM to pay the default interest as determined and calculated in accordance with the arbitration ruling and relevant provisions of the Civil Code of Ecuador.

The arbitration location of the Arbitration was Chile. In accordance with the relevant

laws on arbitration in Chile, PAM may apply to the courts of Chile to revoke the arbitration ruling.

As the ruling has not yet been executed, there is uncertainty in its implementation. As such, it is currently impossible to determine the impact of the Arbitration on the current or future profits of the Company. The Company has made a certain proportion of bad debt provision for the above accounts receivable according to their aging. The Company will make active response and safeguard the legitimate rights and interests of the Company. In the meantime, the Company will perform its obligation in disclosure of information regarding the implementation progress of the Arbitration ruling according to the relevant requirements in a timely manner (if applicable). Investors are advised to be cautious about the investment risks.

By Order of the Board
Shen Zehong
Company Secretary

25 February 2022, Beijing

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+, Mr. Zhou Meiyun+, Mr. Chen Weidong, Mr. Dong Xiucheng* and Mr. Zheng Weijun**

Executive Director

+ Non-Executive Director

** Independent Non-Executive Director*