

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited takes no responsibility for the contents of this announcement, makes 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)

## **Voluntary Announcement on the Further Development of the Business in Saudi Arabia and Kuwait**

The board of directors of the Company and all its directors guarantee that, this announcement does not contain any false information, misleading statement or material omission, and severally and jointly accept responsibility for the authenticity, accuracy and completeness of the contents of this announcement.

Since 2015, due to the sharp decline of the international crude oil price, oil companies have substantially cut their investment, which leads to the decrease of workload in exploration and exploitation globally. Under these circumstances, Sinopec Oilfield Service Company ( “Company” or “the Company” ) has been positively responding to the “Cold Winter of the Market” and attained remarkable results by dedicating itself to developing markets, strengthening project management and elaborately operating overseas projects. The company has achieved rapid progress in wellbore engineering in Saudi Arabia and Kuwait under adverse circumstance.

As of June 30, 2015, there are 51 sets of drilling rigs in operation in Saudi Arabia. In the first half of 2015, 199 wells had been spudded, among which 198 wells had been completed. The completed contract value is 300 million dollars, increased by 76 million dollars year on year. The Company is the largest onshore drilling engineering contractor for Saudi Aramco.

Meanwhile, in the first half of 2015, the Company's business scale of wellbore engineering in Kuwait increased continuously. There were 64 wells spudded and 50 wells completed. The completed contract value is 140 million dollars, increased by 144.7% year on year. As of June 30, 2015, the Company had 42 drilling rigs and workover rigs in total executing the contracts in Kuwait. In the past 5 years in Kuwait, the Company had implemented cumulative 411 drilling wells and 1158 workover wells, completing contract value 700 million dollars. The Company is the largest contractors for onshore drilling and workover engineering.

By Order of the Board  
**Li Honghai**  
Company Secretary

Beijing, PRC, 9 July 2015

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

*+ Non-Executive Director*

*# Executive Director*

*\* Independent Non-Executive Director*