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## **Sinopec Oilfield Service Corporation**

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

**(Stock code: 1033)**

### **First Quarterly Results 2024**

This announcement is made by Sinopec Oilfield Service Corporation (the “**Company**”) pursuant to Rule 13.09 (2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Hong Kong Stock Exchange**”) and the relevant regulations issued by the Shanghai Stock Exchange.

The board of directors (the “**Board**”) of the Company hereby presents the first quarterly results of the Company and its subsidiaries for the three months ended 31 March 2024.

#### **Important Highlights**

1. The Board and the supervisory committee of the Company and its directors, supervisors and senior management warrant that there are no false representations, misleading statements or material omissions in this quarterly report and individually and jointly accept legal responsibility for the authenticity, accuracy and completeness of the information contained in this quarterly report.
2. Mr. Chen Xikun, Chairman, Mr. Zhang Jiankuo, General Manager, Mr. Cheng Zhongyi, Chief Financial Officer and Mr. Yang Yulong, Manager of the Asset and Accounting Department of the Company, hereby warranted the authenticity, accuracy and completeness of the financial information contained in this quarterly report.
3. The Company’s first quarterly financial report for 2024 is unaudited.

#### **§1. Key financial data**

##### **1.1 Key accounting data and financial indicators**

Items	For the three months ended 31 March 2024 RMB'000	Increase/(decrease) from corresponding period of last year (%)	
Operating income	18,533,340	3.3	
Net profit attributable to equity shareholders of the Company	177,466	22.1	
Net profit deducted extraordinary gain and loss attributable to equity shareholders of the Company	135,847	-17.2	
Net cash inflow from operating activities ("—" for outflow)	-765,461	Not applicable	
Basic earnings per share (in RMB)	0.009	12.5	
Diluted earnings per share (in RMB)	0.009	12.5	
Weighted average return on net assets (%)	2.2	Increased by 0.3 percentage	
	As at 31 March 2024 RMB'000	As at31 December 2023 RMB'000	Increase/ (decrease) from the end of last year (%)
Total assets	74,636,563	75,162,974	-0.7
Total equity attributable to equity shareholders of the Company	8,389,683	8,023,202	4.6

## 1.2 Extraordinary gain and loss items and amounts

Applicable    Not Applicable

Items	Amount during the reporting period (From 1 January 2024 to 31 March 2024) RMB'000	Statements
Gains or losses from disposal of non-current assets, including the part of the provision for impairment of assets that has been written off	8,108	
Government subsidies included in the current profits and losses, except those that are closely related to the normal business operations of the Company, comply with the national policies and regulations, are enjoyed in accordance with the determined standards, and have a continuous impact on the profits and losses of the Company	7,041	
Reversal of provision for impairment of receivables individually tested for impairment	54,438	
Gains or losses from debt restructuring	8,237	
Other non-operating income and expenses excluding the aforesaid items	-23,127	

Other profit and loss items that meet the definition of extraordinary gain and loss		
Less: effect of income tax		13,078
Total		41,619

If the items not listed in the Explanatory Announcement No.1 of Information Disclosure of Companies Offering Securities to the Public-Non-recurring Gains and Losses are identified as non-recurring gains and losses by the Company and the amount is significant, and if the non-recurring gains and losses listed in the Explanatory Announcement No.1 of Information Disclosure of Companies Offering Securities to the Public-Non-recurring Gains and Losses are defined as recurring by the Company, the reason should be stated.

Applicable       Not Applicable

### 1.3 Statement on change of key accounting data and financial indicators

Applicable       Not Applicable

Items	Ratio of change (%)	Main reasons for change
Net cash inflow from operating activities	Not applicable	This was mainly due to the recovery of the owner's cross-year settlement last year.

## §2. Information of shareholders

2.1 The total number of common shareholders and of preferred shareholders whose voting rights have been restored and the shareholding of the top ten shareholders

Unit: Share

Names of shareholders	Nature of shareholders	Number of shares held at the end of the reporting period (shares)	Percentage to total share capital (%)	Number of shares with selling restrictions (shares)	Number of pledged, signed or frozen shares	
					Shares status	Amounts
China Petrochemical Corporation <sup>1</sup>	State-owned legal person	10,727,896,364	56.51	0	none	0
Hong Kong Securities Clearing Company (Nominees) Limited (“HKSCC (Nominees) Limited”) <sup>2</sup>	Overseas legal person	5,402,432,694	28.46	0	none	0
CITIC Limited	State-owned legal person	325,469,800	1.71	0	none	0
Anhui Yang Guang Xin Tong Electronic	Domestic non-state-owned	55,225,000	0.29	0	none	0

Technology Co. Ltd	legal person					
Hong Kong Securities Clearing Company Limited <sup>3</sup>	Other	53,060,040	0.28	0	none	0
Agricultural Bank of China – China Securities 500 Trading Open Index Securities Investment Fund	Other	46,123,900	0.24	0	none	0
Shanghai Tongneng Investment Holdings Co., Ltd.	Domestic non-state-owned legal person	44,522,000	0.23	0	none	0
Li Feng	Domestic natural person	32,147,200	0.17	0	none	0
He Long	Domestic natural person	25,708,100	0.14	0	none	0
CITIC Securities Company Limited	State-owned legal person	14,543,858	0.08	0	none	0
<b>Shareholdings of the top ten shareholders of shares without selling restriction</b>						
Names of shareholders	Number of shares without selling restrictions held at the end of the reporting period (shares)	Type and Amount of shares				
		Type	Amount			
China Petrochemical Corporation	10,727,896,364	A shares	10,727,896,364			
HKSCC (Nominees) Limited	5,402,432,694	H shares	5,402,432,694			
CITIC Limited	325,469,800	A shares	325,469,800			
Anhui Yang Guang Xin Tong Electronic Technology Co. Ltd	55,225,000	A shares	55,225,000			
Hong Kong Securities Clearing Company Limited <sup>3</sup>	53,060,040	A shares	53,060,040			
Agricultural Bank of China – China Securities 500 Trading Open Index Securities Investment Fund	46,123,900	A shares	46,123,900			
Shanghai Tongneng Investment Holdings Co., Ltd.	44,522,000	A shares	44,522,000			
Li Feng	32,147,200	A shares	32,147,200			
He Long	25,708,100	A shares	25,708,100			
CITIC Securities Company Limited	14,543,858	A shares	14,543,858			
Statement on the connected relationship or activities in concert among the above-mentioned shareholders	The Company is not aware of any connected relationship or activities in concert among the above-mentioned shareholders.					
Statement on the top ten shareholders and the top ten shareholders of shares without selling restriction participating in margin trading and short selling and financing business (if any)	No					

Note:

1. Apart from directly holding 10,727,896,364 A shares of the Company, China Petrochemical

Corporation (“CPC”) also held 2,595,786,987 H shares of the Company through its wholly-owned subsidiary, Sinopec Century Bright Capital Investment, Ltd. Therefore, CPC directly and indirectly holds 13,323,683,351 shares of the Company, which represent 70.18% of the total shares of the Company.

2.HKSCC (Nominees) Limited is a wholly-owned subsidiary of Hong Kong Exchanges and Clearing Limited, acts as an agent to hold H shares of the Company on behalf of other companies or individual shareholders.

3. Hong Kong Securities Clearing Company Limited is a wholly-owned subsidiary of Hong Kong Exchanges and Clearing Limited, acts as a nominal holder to hold A shares of the Company in the Shanghai Stock Exchange on behalf of the investors of the Hong Kong Stock Exchange.

Lending of shares by shareholders holding more than 5% of the shares, the top 10 shareholders and the top 10 shareholders of unrestricted tradable shares participating in the refinancing business.

Applicable       Not Applicable

Unit: share

Lending of shares by shareholders holding more than 5% of the shares, the top 10 shareholders and the top 10 shareholders of unrestricted tradable shares participating in the refinancing business								
Shareholder (Full name)	Shares held in general account and credit account at the beginning of the period		Shares lent by refinancing at the beginning of the period and not yet returned		Shares held in general account and credit account at the end of the period		Shares lent by refinancing at the end of the period and not yet returned	
	Total quantity	Percentage (%)	Total quantity	Percentage (%)	Total quantity	Percentage (%)	Total quantity	Percentage (%)
Agricultural Bank of China – China Securities 500 Trading Open Index Securities Investment Fund	22,782,700	0.12	6,604,300	0.03	46,123,900	0.24	4,680,400	0.02

The top 10 shareholders and the top 10 shareholders of unrestricted tradable shares have changed compared with the previous period due to refinancing lending/repayment.

Applicable       Not Applicable

Unit: share

The top 10 shareholders and the top 10 shareholders of unrestricted tradable shares have changed compared with the previous period due to refinancing lending/repayment			
Shareholder (Full name)	Additions/with draws during the reporting period	Shares lent by refinancing at the end of the period and not yet returned	Number of outstanding shares held by shareholders' general accounts, credit accounts and refinancing loans at the end of the period

		Total quantity	Percentage (%)	Total quantity	Percentage (%)
Agricultural Bank of China – China Securities 500 Trading Open Index Securities Investment Fund	Withdrawal	4,680,400	0.02	50,804,300	0.27

### §3. Significant Events

3.1 Other important information about the Company's operation during the reporting period that needs to be brought to the attention of investors.

Applicable    Not applicable

In the first quarter of 2024, the Company vigorously improved its support capability in engineering and technical services, strengthened cooperation with oil companies for win-win outcomes, while steadily advancing its market development. The total cumulative amount of newly signed contracts reached RMB34.05 billion, representing a year-on-year increase of 8.4%, of which the newly signed contracts in the CPC market amounted to RMB19.54 billion, representing a year-on-year increase of 7.9%; the newly signed contracts in domestic external markets amounted to RMB9.13 billion, representing a year-on-year increase of 15.7%; the newly signed contracts in overseas markets amounted to RMB5.38 billion, representing a year-on-year decrease of 0.9%.

In the first quarter of 2024, the Company's consolidated revenue is RMB18.533 billion, representing a year-on-year increase of 3.3%, and net profit attributable to shareholders of the Company amounted to RMB177 million, representing a year-on-year increase of 22.1%.

## § 4. Financial statements of the first quarter

### 4.1 Type of audit opinion

Applicable       Not Applicable

### 4.2 Financial statements

#### Consolidated Balance Sheet As at 31 March 2024

Sinopec Oilfield Service Corporation

*(Expressed in thousands of renminbi yuan and unaudited)*

item	As at 31 March 2024	As at 31 December 2023
<b>Current assets:</b>		
Cash at bank and on hand	1,850,417	2,816,116
Bills receivable		
Accounts receivable	9,771,405	10,602,242
Accounts receivable financing	1,256,144	2,735,081
Prepayments	694,244	511,443
Other receivables	2,928,980	2,760,141
Including: Interest receivables		
Dividend receivables	433	433
Financial assets purchased under resale agreements		
Inventories	1,970,123	1,204,295
Including: data resources		
Contract assets	18,918,455	16,203,248
Assets classified as held for sale		
Non-current assets due within one year		
Other current assets	2,722,575	2,492,849
Total current assets	40,112,343	39,325,415
<b>Non-current assets:</b>		
Long-term receivable		
Long-term equity investments	551,348	553,496
Other equity instrument investments	135,763	135,763
Fixed assets	24,170,361	24,870,821
Construction in progress	619,784	695,614
Right-of-use asset	948,331	799,633
Intangible assets	396,857	442,778
Including: data resources		
Development expenditures		
Including: data resources		
Goodwill		

Long-term deferred expenses	7,300,689	7,938,767
Deferred income tax assets	401,087	400,687
Other non-current assets		
Total non-current assets	34,524,220	35,837,559
Total assets	74,636,563	75,162,974
<b>Current liabilities:</b>		
Short-term loans	20,320,000	19,907,435
Bills payable	8,799,961	8,821,760
Accounts payable	26,318,127	26,373,928
Advances from customers		
Contract liabilities	3,842,657	5,361,274
Employee benefits payable	911,652	863,071
Taxes payable	944,028	1,000,904
Other payables	3,567,346	3,362,683
Including: Interest payable	17,734	20,006
Dividend payable		
Liabilities classified as held for sale		
Non-current liabilities due within one year	400,204	436,121
Other current liabilities		
Total current liabilities	65,103,975	66,127,176
<b>Non-current liabilities:</b>		
Long-term loans	276,705	318,722
Lease liability	480,419	317,120
Long-term payable	82,400	58,829
long-term employment benefits payable		
Provisions	196,941	212,709
Deferred income	19,420	18,189
Deferred tax liabilities	87,020	87,027
Other non-current liabilities		
Total non-current liabilities	1,142,905	1,012,596
Total liabilities	66,246,880	67,139,772
<b>Shareholders' equity:</b>		
Share capital	18,984,340	18,984,340
Capital reserve	11,717,773	11,717,773
Less: Treasury shares		
Other comprehensive income	22,618	22,618
Specific reserve	502,864	313,849
Surplus reserve	200,383	200,383
General risk reserve		
Retained earnings	-23,038,295	-23,215,761
Equity attributable to shareholders of the Company	8,389,683	8,023,202

Minority interests		
Total shareholders' equity	8,389,683	8,023,202
Total liabilities and shareholders' equity	74,636,563	75,162,974

Legal Representative: Mr. Chen Xikun

General Manager: Mr. Zhang Jiankuo

Executive in charge of accounting work: Mr. Cheng Zhongyi    Manager of accounting department: Mr. Yang Yulong

**Consolidated Income Statement**  
For the three months ended 31 March 2024

Sinopec Oilfield Service Corporation

*(Expressed in thousands of renminbi yuan and unaudited)*

Item	For the three months ended 31 March 2024	For the three months ended 31 March 2023
1. Total Operating Income	18,533,340	17,941,753
Including: Operating Income	18,533,340	17,941,753
2. Total Operating Costs	18,328,882	17,681,249
Including: Operating Costs	17,065,972	16,658,197
Business taxes and surcharges	83,911	65,690
Selling and distribution expenses	12,728	12,693
General and administrative expenses	465,425	482,479
Research and development expenses	511,540	210,757
Finance expenses	189,306	251,433
Including: Interest expenses	172,872	171,276
Interest income	5,825	3,084
Add: Other income	11,229	11,404
Investment income (“-” for losses)	9,188	9,477
Including: Investment income in associates and joint ventures	951	-3
Gain from derecognition of financial assets measured at amortized cost (“-” for losses)	8,237	10,500
Exchange gains (“-” for losses)		
Credit impairment losses (“-” for losses)	73,925	
Impairment of assets (“-” for losses)	48,792	108
Gains from assets disposal (“-” for losses)	4,267	-6,202
3. Operating profit (“-” for losses)	351,859	275,291
Add: Non-operating income	10,054	12,962
Less: Non-operating expenses	29,340	46,280
4. Total profit (“-” for losses)	332,573	241,973
Less: Income tax expenses	155,107	96,859
5. Net profit for the period (“-” for losses)	177,466	145,114
(1) Classification according to operation continuity		

Including: Net profit from continuing operations (“-” for net loss)	177,466	145,114
Net profit from discontinued operations (“-” for net loss)		
(2) Classification according to attribute		
Including: Shareholders of the company (“-” for net loss)	177,466	145,114
Profit and loss of minority shareholders (“-” for net loss)		
6. Other comprehensive net income after tax	0	0
Net of tax of other comprehensive income attributable to owners of the parent company		
Net of tax of other comprehensive income attributable to minority shareholders		
7. Total comprehensive income for the period	177,466	145,114
Attributable to the owners of parent company	177,466	145,114
Attributable to minority shareholders of the Company		
8. Earnings per share:		
(1) Basic earnings per share (in RMB)	0.009	0.008
(2) Diluted earnings per share (in RMB)	0.009	0.008

Profit from combined party before business combination under common control was RMB 0 during the current period. Profit from combined party before business combination under common control was RMB 0 during the prior period.

*Legal Representative: Mr. Chen Xikun      General Manager: Mr. Zhang Jiankuo*

*Executive in charge of accounting work: Mr. Cheng Zhongyi      Manager of accounting department: Mr. Yang Yulong*

### Consolidated Cash Flow Statement For the three months ended 31 March 2024

Sinopec Oilfield Service Corporation

*(Expressed in thousands of renminbi yuan and unaudited)*

Item	For the three months ended 31 March 2024	For the three months ended 31 March 2023
<b>1. Cash flows from operating activities:</b>		
Cash received from sale of goods and rendering of services	13,846,127	14,706,422
Refund of taxes	4,033	13,269
Cash received relating to other operating activities	4,260,893	3,947,149
Sub-total of cash inflows	18,111,053	18,666,840
Cash paid for goods and services	12,033,355	11,889,590
Cash paid to and for employees	3,111,039	3,178,874
Cash paid for all types of taxes	386,339	478,128
Cash paid relating to other operating activities	3,345,781	3,641,831
Sub-total of cash outflows	18,876,514	19,188,424

Net cash flow from operating activities (outflow listed with “-”)	-765,461	-521,584
<b>2. Cash flows from investing activities:</b>		
Cash received from disposal of investment		
Cash received from investment income	3,100	1,750
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	10,415	3,536
Net cash received from disposal of subsidiaries and other business units		
Cash received relating to other investing activities		
Sub-total of cash inflows	13,515	5,286
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	259,998	281,474
Cash paid for the investments		
Net increase in pledged loans		
Net cash paid for acquisition of subsidiaries and other business units		
Cash paid relating to other investing activities		
Sub-total of cash outflows	259,998	281,474
Net cash flow from investing activities (outflow listed with “-”)	-246,483	-276,188
<b>3. Cash flows from financing activities:</b>		
Cash received from the acquisition of investments		
Including: cash received by subsidiaries from minority shareholders' investment		
Cash received from borrowings	6,664,050	8,358,259
Cash received relating to other financing activities		
Sub-total of cash inflows	6,664,050	8,358,259
Cash paid for repayments of borrowings	6,296,199	7,201,274
Cash paid for distribution of dividend, profit or payments of interests	156,254	158,176
Including: dividends and profits paid by subsidiaries to minority shareholders		
Cash paid relating to other financing activities	130,337	169,569
Sub-total of cash outflows	6,582,790	7,529,019
Net cash flow from financing activities	81,260	829,240
<b>4. Effect of exchange rate changes on cash and cash equivalents</b>	-2,306	4,466
<b>5. Net increase in cash and cash equivalents</b>	-932,990	35,934
Add: Cash and cash equivalents at the beginning of the period	2,788,798	1,801,150
<b>6. Cash and cash equivalents at the end of the period</b>	1,855,808	1,837,084

Legal Representative: Mr. Chen Xikun

General Manager: Mr. Zhang Jiankuo

*Executive in charge of accounting work: Mr. Cheng Zhongyi Manager of accounting department: Mr. Yang Yulong*

4.3 The adjustment of the financial statements at the beginning of the year for the first time implementing of new leasing standards since 2024.

Applicable     Not applicable

By order of the Board  
**Shen Zehong**  
Company Secretary

25 April 2024, Beijing, the PRC

*As at the date of this announcement, the Board of Directors comprises Mr. Chen Xikun#, 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*