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COSL

中海油田服务股份有限公司
China Oilfield Services Limited

(A joint stock limited company incorporated in the People's Republic of China with limited liability)

(Stock Code: 2883)

ANNOUNCEMENT

SETTLEMENT OF CLAIMS AGAINST STATOIL PETROLEUM AS

This announcement is made by China Oilfield Serviced Limited (the “**Company**”) pursuant to the Inside Information Provisions (as defined in the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”)) under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong) and Rule 13.09 of the Listing Rules.

Reference is made to the announcement of the Company dated 11 October 2013 in relation to the claims (the “**Claims**”) filed by COSL Offshore Management AS (“**COM**”), a wholly-owned subsidiary of the Company, against Statoil Petroleum AS (“**Statoil**”) of Norway at the Stavanger District Court of Norway (the “**Court**”) for (i) outstanding standby fees for the installation of third-party equipment at the drilling platform COSLInnovator in the amount of approximately Norwegian Krone 145,000,000 and US\$46,000,000 and associated interests, and (ii) outstanding standby fees for the installation of third party equipment at the drilling platform COSLPromoter in the amount of approximately Norwegian Krone 165,000,000 and US\$51,000,000 and associated interests, respectively. The aggregate amount of the Claims was approximately RMB924 million and associated interests (based on the Norwegian Krone and RMB exchange rate of Norwegian Krone 1.00 = RMB1.0358, and the US\$ and RMB exchange rate of US\$1.00 = RMB6.2183).

After the filing of the Claims, both parties have made submissions to the Court and have entered into settlement negotiations in accordance with the procedures of the Court. On 13 June 2014, COM and Statoil have agreed to the settlement of the Claims and a sum of US\$65,000,000 (equivalent to approximately RMB404 million) will be paid by Statoil to COM as full and final settlement. COM will agree to apply to the Court for the withdrawal of the Claims. Such settlement sum will be payable by Statoil before 13 July 2014.

The settlement would not have any adverse effect on the financial positions of the Company. The Company considers the settlement will be beneficial to the maintenance of the continuous good working relationship with Statoil. The Company will book such settlement sum as income for the current period.

Shareholders and investors are reminded to exercise cautions when dealing in the securities of the Company.

By order of the Board
China Oilfield Services Limited
Yang Haijiang
Company Secretary

16 June 2014

As at the date of this announcement, the executive directors of the Company are Messrs. Li Yong and Li Feilong; the non-executive directors of the Company are Messrs. Liu Jian (Chairman) and Zeng Quan; and the independent non-executive directors of the Company are Messrs. Tsui Yiu Wa, Fong Wo, Felix and Law Hong Ping, Lawrence.