



**SOUTH SEA PETROLEUM HOLDINGS LIMITED**

**南海石油控股有限公司**

*(Incorporated in Hong Kong with limited liability)*

**(Stock Code: 076)**

**CONVERSION OF SECURITIES IN RELATION TO  
THE ISSUE OF US\$200,000,000 NIL INTEREST  
CONVERTIBLE DEBENTURES DUE 2012  
MONTHLY ANNOUNCEMENT**

Reference is made to the Company's announcement dated 4 June 2007. The Company made this announcement as per the requirements of the listing approval granted by the Stock Exchange in respect of the New Shares to be issued and allotted upon the conversion of the Debentures. During the month of November 2007, HK\$40,630,000 (equiv.US\$5,242,580.64) Debentures were converted and 272,684,563 New Shares issued pursuant to such conversions. The cumulative amount of the New Shares issued is accounted for 3 % of the issued share capital of the Company as at 31 October 2007.

Reference is made to the Company's announcement dated 4 June 2007 (the "Announcement"). The Company made this announcement as per the requirements of the listing approval granted by the Stock Exchange in respect of the New Shares to be issued and allotted upon the conversion of the Debentures. Unless the context herein otherwise requires, terms used in this announcement shall have the same meanings as in the Announcement.

The Company would like to report that conversions of the Debentures were made by the Debenture Holders during the month of November 2007 respectively with details as follows:

<b>Date of issue and allotment of New Shares</b>	<b>No. of New Shares issued</b>	<b>Conversion Price per Share (HK\$)</b>	<b>Amount of Debentures Converted (HK\$)</b>	<b>Outstanding Debentures after the conversion (US\$)</b>
19 November 2007	272,684,563	0.149	40,630,000.00 (equiv. US\$5,242,580.64)	81,102,661.92
Total:	<u>272,684,563</u>	Total:	<u>40,630,000.00</u> (equiv. US\$5,242,580.64)	

**Changes in the issued share capital of the Company for the month of November 2007:**

	Issued share capital at par value of US\$0.01 each (US\$)	Number of Issued Shares
As at 1 November 2007	90,778,116.79	9,077,811,679
Total number of New Shares issued pursuant to conversions of the Debentures for the month of November 2007	2,726,845.63	272,684,563
As at 30 November 2007	<u>93,504,962.42</u>	<u>9,350,496,242</u>

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With reference to the Announcement in relation to the “Effect of Conversion and Substantial Shareholder”, the Debenture Holders confirmed that, pursuant to the Subscription Agreement dated 4 June 2007, they are not holding 5% or more of the

Company's issued share capital as enlarged by the issue of the New Shares at any time, whether directly or indirectly, both before and after such conversions of the Debentures.

By order of the board of directors  
South Sea Petroleum Holdings Limited  
Vivian Lam  
*Company Secretary*

Hong Kong, 30 November 2007

*As at the date of this announcement, the board of directors comprises of Mr. Zhou Ling, Ms. Lee Sin Pyung and Ms. Sit Mei being executive directors, Mr. Lu Ren Jie, Mr. Chai Woon Chew and Mr. Ho Choi Chiu being independent non-executive directors.*