



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.

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 no conversion of the Debentures was made by the Debenture Holders during the month of September 2007. The outstanding Debentures thus remained at US\$116,576,726.40 as at 29 August 2007. For the previous monthly announcement made by the Company on 31 August 2007, please refer to the website of the Stock Exchange of Hong Kong Limited, or the Company's website (http://finance.thestandard.com.hk/en/comp_detail_link.asp?code=0076)

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

Hong Kong, 2 October 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.