

**COSL****CHINA OILFIELD SERVICES LIMITED****中海油田服務股份有限公司***(incorporated in the People's Republic of China as a joint stock limited liability company)
(Stock Code: 2883)***Announcement**

COSL hereby announces selected unaudited key operational statistics of the Company for the twelve months ended 31 December 2004. The comparative statistics for the corresponding period of 2003 are also disclosed in this announcement.

China Oilfield Services Limited and its subsidiaries ("COSL" or the "Company") is pleased to announce selected unaudited key operational statistics for the 12 months ended 31 December 2004, together with the comparative statistics for the same period of 2003, as follows:

	Twelve Months Ended 31 December 2004	Twelve Months Ended 31 December 2003	Change (%)
Drilling Activities			
Wells Drilled (no. of wells)	241	196	23%
Exploration Wells	55	57	-4%
Development Wells	186	139	34%
Operating Days (Day)	4,519	3,525	28%
Jackup Rigs	3,488	2,915	20%
Semi-submersibles	1,031	610	69%
Utilization Rate	99%	87%	
Jackup Rigs	98%	94%	
Semi-submersibles	100%	65%	
Well workover (team days)	7,315	6,600	11%

	Twelve Months Ended 31 December 2004	Twelve Months Ended 31 December 2003	Change (%)
Well Services			
Logging (no. of jobs)	585	433	35%
Drilling Fluids (no. of wells)	292	217	35%
Directional Drilling (no. of jobs)	191	139	37%
Cementing (no. of wells)	236	162	46%
Well Completion (no. of jobs)	1,057	728	45%

	Twelve Months Ended 31 December 2004	Twelve Months Ended 31 December 2003	Change (%)
Marine Support and Transportation Services			
Operating Days (Day)	21,806	18,803	16%
Standby Vessels	11,400	9,513	20%
AHTS Vessels	6,339	5,333	19%
PSV Vessels	2,471	2,359	5%
Utility Vessels	1,595	1,598	-0.2%
Vessel Utilization Rate	98.8%	96.6%	
Standby Vessels	98.8%	96.5%	
AHTS Vessels	99.6%	94.9%	
PSV Vessels	99.9%	99.2%	
Utility Vessels	93.7%	99.0%	

	Twelve Months Ended 31 December 2004	Twelve Months Ended 31 December 2003	Change (%)
Geophysical Services			

2D Seismic Data			
Data Collection (km)	43,226	46,737	-8%
Data Processing (km)	19,696	10,944	80%

3D Seismic Data			
Data Collection (km ²)	3,076	2,339	31%
Data Processing (km ²)	2,273	1,828	24%

The Company's second-hand jack-up rig "COSL 931" purchased in July 2004 finished overhaul at end of 2004 and has been put into service in Western South China Sea at the beginning of January 2005.

During the fourth quarter of 2004, 3 standby vessels and 1 AHTS vessel were added to the Company's fleet. As of 31 December 2004, the Company owned a fleet of 68 vessels and 5 oil tankers.

By Order of the Board
China Oilfield Services Limited
Chen Weidong
Company Secretary

Beijing, 24 January 2005