

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.HK)

ANNOUNCEMENT

This announcement is made in respect of the establishment of a joint venture company, EMS, pursuant to a joint venture agreement entered into between the Company and Trico.

This is a voluntary announcement made by China Oilfield Services Limited (the **“Company”**) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the **“Listing Rules”**).

The board of directors (the **“Board”**) of the Company is pleased to announce that pursuant to a shareholders agreement entered into between the Company and Trico Marine Services, Inc. (**“Trico”**) dated 20 March 2006 (the **“Agreement”**), a joint venture company incorporated in Hong Kong, Eastern Marine Services Limited (**“EMS”**), was formed on 30 June 2006. The Company and Trico are interested in 51% and 49% of EMS, respectively.

Trico is a company based in Houston, Texas, the United States of America. It provides a broad range of marine support services to the oil and gas industry in the North Sea, Mexico, the Gulf of Mexico, West Africa, and Brazil.

EMS will provide services for offshore oil and gas exploration and production, and related construction and pipeline projects mainly in Southeast Asia. Pursuant to the Agreement, the Company has agreed to inject approximately US\$20.9 million by way of cash and Trico has agreed to inject approximately US\$20.1 million by way of sea vessels.

The establishment of EMS does not constitute a notifiable transaction for the Company under Chapter 14 of the Listing Rules.

This announcement is made by the order of the Board. The directors of the Company independently and jointly accept responsibility for the accuracy of this announcement.

By order of the Board
CHINA OILFIELD SERVICES LIMITED
Chen Wei Dong
Company Secretary

Hong Kong, 30 June 2006

As at the date of this announcement, the executive directors of the Company are Messrs. Yuan Guangyu and Mr. Li Yong; the non-executive directors are Messrs. Fu Chengyu and Wu Mengfei; and the independent non-executive directors are Messrs. Gordon Che Keung Kwong, Andrew Y. Yan and Simon X. Jiang.