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安東油田服務集團  
Anton Oilfield Services Group

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 3337)

## ANNOUNCEMENT

This announcement is made by the Anton Oilfield Services Group pursuant to Rule 13.09(1) of the Listing Rules.

The integrated business development of the Group has made a great achievement. On 10 August 2010, the Group successfully won the bid for drilling and related works contract of the Carbon Capture and Storage (“CCS”) model project of Shenhua Group, under which, the Group provided the integrated technical service.

Anton Oilfield Services Group (the “Company”) and its subsidiaries (collectively the “Group”) made this announcement pursuant to Rule 13.09(1) of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited (the “Listing Rules”).

On 10 August 2010, the Group received the bid-winning notice in relation to the drilling and related works of the Carbon Capture and Storage (“CCS”) model project of Shenhua Group, which confirmed the Group as the winner of the project to provide Shenhua Group with integrated technical services, which included the works of drilling, wireline logging, mud logging, well testing, coring, cementing, well completion, perforating, fracturing and installation of monitoring apparatus, and the control and management of complicated events in the course of operations. The remuneration of the contract of this project was composed of fixed returns and variable returns. The fixed returns were approximately RMB26 million and the variable returns were determined by the actual service volumes. The Integrated Project Business Unit will be responsible for this project.

The Group formulated its development strategy of integrated technical services in 2010. On 30 June 2010, the Integrated Project Business Unit was established and engaged in the integrated technical services of drilling, well completion and down-hole operation and oil and gas field total package services for the total package service markets of, among other things, highly difficult wells including CCS projects, coal bed gas mining and oil and gas field development. The integrated technical services had enormous market prospects. The board of directors of the Group (the “Board”) believed that the establishment of the Integrated Project Business Unit would enhance the overall service capability of the Group and had a positive meaning for the business development of the Group.

Shenhua Group’s CCS project has turned a new page in China’s undertaking of complete CCS projects. There are numerous complicated factors and a high degree of difficulties involved in such kind of projects, imposing extremely high requirements on general contractors’ overall competency. The successful winning of bid reflects the Group’s unparalleled integrated technical services strength, and operating competency as well as project management capability. It also signifies the establishment of the Group’s advantageous position as an oilfield service provider in China’s oil and gas field integration operation area and the Group’s commanding lead in the market of CCS projects. The Board believes that winning the contract signifies the success of the Group’s integrated technical service strategy, thus laying a solid foundation for a rapid growth of the Group. It has a significant strategic meaning to the Group.

Shenhua Group is one of the biggest and most advanced coal-based diversified energy providers in the world. Shenhua Group is determined to launch the CCS project to establish a coal-based low carbon energy system. This project is the first full flow CCS project in China which stores carbon dioxide in the salt water level, consistent with the domestic and overseas trend of developing a low carbon economy and clean utilization of coal. The two pilot testing wells of this project are: an injection well for the injection of 100,000 tonnes liquid carbon dioxide per annum, and a control well, which is used for the supervision of transmission, distribution and change of carbon dioxide in the bottom level upon injection. Base on the success of the above pilot testing project, the Shenhua Group CCS project will store 3,000,000 tonnes carbon dioxide per annum upon completion.

Shareholders and potential investors should exercise caution when dealing in the securities of the Company.

By order of the Board  
**Anton Oilfield Services Group**  
**Luo Lin**  
*Chairman*

Beijing, China  
12 August 2010

*As at the date of this announcement, the Executive Directors of the Company are Mr Luo Lin, Mr Ma Jian and Mr Wu Di; the Independent Non-executive Directors are Mr Zhang Yongyi, Mr Zhu Xiaoping and Mr Wang Mingcai.*