



CHINA OILFIELD TECHNOLOGY SERVICES GROUP LIMITED
(Company Registration No. CT-189285)

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF SGX LISTING MANUAL

China Oilfield Technology Services Group Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) was placed on the watch-list pursuant to Rule 1311 of the SGX Listing Manual on 5 March 2013.

Pursuant to Rule 1313(2) of the SGX Listing Manual, the Board of Directors (the “**Board**”) of the Company wishes to provide the update below in respect of the first quarter ended 31 March 2014.

Financial Position

Please refer to the announcement on 5 May 2014 of the unaudited financial statements of the Group for the first quarter ended 31 March 2014, for an update on the Group’s financial position as at 31 March 2014.

Material Development and Future Direction

As announced on 27 December 2013, the Company had entered into a conditional sale and purchase agreement with Mr Gao Yanming (the “**Purchaser**”), the Executive Chairman and controlling shareholder of the Company, pursuant to which the Company had agreed to dispose of all of its subsidiaries to the Purchaser (please refer to the announcement on 27 December 2013 and the circular to shareholders dated 19 March 2014 for further details).

The aforesaid disposal has been approved by shareholders at the extraordinary general meeting held on 3 April 2014. Following the completion of the aforesaid disposal, which is expected to take place shortly, the Company will actively seek to acquire a new profitable business and/or procure new investor(s), with a view to ultimately applying to the SGX for the Company’s removal from the SGX watch-list.

By Order of the Board

Gao Yanming
Executive Chairman

5 May 2014