

The forecast profit after tax but before extraordinary items for the year ending December 31, 2002 is set out in the paragraph headed “Profit Forecast” in the section headed “Financial Information” in this Prospectus.

BASES AND ASSUMPTIONS

Our Directors have prepared our forecast profit after tax but before extraordinary items for the year ending December 31, 2002 on the basis of our audited results for the six-month period ended June 30, 2002, unaudited management accounts for two months ended August 31, 2002 and an estimate of our results for the remaining four months of the year ending December 31, 2002. Our Directors are not aware of any extraordinary items which have arisen or are likely to arise during the year ending December 31, 2002. The profit forecast has been presented on a basis consistent in all material respects with the accounting policies normally adopted by us as summarized in the Accountants’ Report set out in Appendix I to this Prospectus.

Our Directors have made the following principal assumptions in the preparation of the profit forecast:

- there will be no material change in the existing political, legal, fiscal or economic conditions in Hong Kong, the PRC or any of the countries in which we carry on our business;
- there will be no material changes in the bases or rates of tax applicable to our business; and
- there will be no material changes in the interest rates or foreign currency exchanges rates from those currently prevailing.

LETTER FROM THE AUDITORS AND REPORTING ACCOUNTANTS

The following is the text of a letter, prepared for inclusion in this Prospectus, received by the Directors from Ernst & Young in connection with the forecast of our combined profit after taxation but before extraordinary items for the year ending December 31, 2002.



15th Floor
Hutchison House
10 Harcourt Road
Central
Hong Kong

November 11, 2002

The Directors
China Oilfield Services Limited
Credit Suisse First Boston (Hong Kong) Limited
Merrill Lynch Far East Limited

Dear Sirs,

We have reviewed the accounting policies and calculations adopted in arriving at the forecast of the combined profit after tax but before extraordinary items of China Oilfield Services Limited (the "Company") and its subsidiary (hereinafter collectively referred to as the "Group") for the year ending 31 December 2002 (the "Forecast"), for which you as directors of the Company are solely responsible, as set out in the paragraph headed "Profit Forecast" under the section headed "Financial Information" in the prospectus of the Company dated November 11, 2002 (the "Prospectus"). The Forecast has been prepared by the directors of the Company based on the audited combined results of the Group for the six months ended 30 June 2002, the unaudited management accounts of the Group for the two months ended 31 August 2002 and a forecast of the results of the Group for the remaining four months of the year ending 31 December 2002 on the basis that the Group had been in existence throughout the entire financial year ending 31 December 2002.

In our opinion, the Forecast, so far as the accounting policies and calculations are concerned, has been properly complied in accordance with the assumptions made by the directors of the Company as set out in Appendix II to the Prospectus, and is presented on a basis consistent in all material respects with the accounting policies normally adopted by the Group as set out in our Accountants' Report dated November 11, 2002, the text of which is set out in Appendix I to the Prospectus.

This letter is being issued in connection with the filing of the Prospectus with The Stock Exchange of Hong Kong Limited and is not to be used in connection with the Rule 144A offering in the United States.

Yours faithfully,
Ernst & Young
Certified Public Accountants
Hong Kong

LETTER FROM THE JOINT SPONSORS

The following is the text of letters, prepared for inclusion in this Prospectus, received by the Directors from Credit Suisse First Boston (Hong Kong) Limited and Merrill Lynch Far East Limited in connection with the forecast of our combined profit after taxation but before extraordinary items for the year ending December 31, 2002.

**CREDIT
SUISSE** | **FIRST
BOSTON**

Credit Suisse First Boston (Hong Kong) Limited
45th Floor, Two Exchange Square
Central
Hong Kong



Merrill Lynch

Merrill Lynch Far East Limited
17th Floor, Asia Pacific Finance Tower
Citibank Plaza
3 Garden Road
Hong Kong

November 11, 2002

The Directors
China Oilfield Services Limited

Dear Sirs,

We refer to the forecast of the consolidated profit after taxation but before extraordinary items of China Oilfield Services Limited (the “Company”) and its subsidiaries for the year ended December 31, 2002 (the “Profit Forecast”) as set out in the prospectus issued by the Company dated November 11, 2002.

We have discussed with you the bases upon which the Profit Forecast has been made. We have also considered the letter dated November 11, 2002 addressed to yourselves and ourselves from Ernst & Young regarding the accounting policies and calculations upon which the Profit Forecast has been made.

Based on the forgoing, we are of the opinion that the Profit Forecast, for which you as directors of the Company are solely responsible, has been made after due and careful enquiry.

Yours faithfully,

For and on behalf of
**Credit Suisse First Boston
(Hong Kong) Limited**
Douglas Reynolds
Managing Director

For and on behalf of
Merrill Lynch Far East Limited
Charles Li
Managing Director