

# CORPORATE MILESTONES IN 2006

## 16 January

The Company announced to be awarded with 3 contracts through international tendering in pre-drilling engineering, fluid and cementing, respectively for the M land lot oilfield technology of CNOOC Myanmar Limited, of which the pre-drilling engineering and fluids were the first winning project in overseas market with COSL oilfield technology, and the total contract amount is RMB 40 million.

## 23 January

The Company announced to enter a new contract with Iran Northern Drilling Company in respect of rig-management, repairs and maintenance for Alborz, a semi-submersible rig in its strategic exploration in lot Six, Caspian Sea. The term of this contract is 3 years with a total value of approximately US\$ 33 million.

## 31 May

The Company announced that COSL 941, the first 400 feet Jack-up built in China formally commenced operation. COSL 941 project with fundamental design jointly conducted with FGL (FGL BUYER LLC) in the US, was built by Dalian Shipbuilding Industry Co. Ltd. Total project investment was approximately US\$ 135 million.

## June 15

The Company announced new breakthrough in gaining overseas contract in oilfield production phase, and gained new overseas contracts through public tendering, pursuant to which the Company will provide senior management staff in Workover Pulling Units for BR Energy.

## 28 June

The Company announced that it has successfully entered into a supplementary contract with the Malaysian Genting Oil and Gas Limited ("Genting"). COSL-NH2 will provide Genting with drilling service. This new overseas contract for NH2 evidenced the Company's recent achievement in overseas business expansion.

## 3 July

The Company announced that it had established Eastern Marine Services Limited ("Eastern Marine") a joint venture company with Trico Marine Services, Inc. ("Trico", NASDAQ Code: TRMA) to jointly develop international marine support and transportation. The Company will be further strengthened through the provision of diversified and quality oilfield services to the South East Asian market.

## 27 July

The Company announced that it had entered the first overseas contract with Sinopec International Petroleum Exploration and Production Corporation for the provision of well cementing services to its Sakhalin-Veninsky project in Russia.

## 21 August

The Company announced its 2006 interim results, showing consistent and steady business growth. It recorded 20.7% and 20.6% growth in revenue and net profit respectively over the corresponding period in 2005.

## 23 August

COSL was awarded the "2006 Unit with Excellent Corporate Image in China".

## 18 September

The Company announced that COSL 941, a jack-up rig had arrived in the Northern Bay in South China Sea after a conveyed voyage and successfully started drilling. This marked the first domestic-built rig with leading international standards had entered into service upon the completion of construction.

## 11 October

The date marked the 20th anniversary for COSL's providing service to customers in Tarim, XingJiang.

## 7 November

The Company announced that the building of COSL 942, the second 400 feet rig had been commenced.

## 18 December

The Company announced that it was awarded the contract for the construction and subsequent service on 4 Module Rigs in the Mexican Gulf, through cooperation with GOIMAR S.A de C.V, and gradually breakthrough into matured markets such as the GOM.