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**CNOOC Limited**  
**(中國海洋石油有限公司)**

(Incorporated in Hong Kong with limited liability under the Companies Ordinance)  
(Stock Code: 00883)

**ANNOUNCEMENT**

The Board hereby announces certain selected unaudited key operational statistics of the Group for the first quarter of 2017 (ended 31 March 2017). The comparative statistics for the first quarter of 2016 (ended 31 March 2016) are also disclosed in this announcement.

The board of directors of CNOOC Limited (the “Company”) (the “Board”) hereby announces certain selected unaudited key operational statistics of the Company and its subsidiaries (together the “Group”) for the first quarter of 2017 (ended 31 March 2017). The comparative statistics for the first quarter of 2016 (ended 31 March 2016) are also disclosed in this announcement.

The Company achieved total net production of 119.1 million barrels of oil equivalent (“BOE”) for the first quarter of 2017, representing a decrease of 4.2% year over year (“YoY”), mainly due to the natural decline of the producing oil and gas fields.

For the first quarter of 2017, the Company made four new discoveries and drilled five successful appraisal wells offshore China. New discoveries of Bozhong 29-6 and Bozhong 29-6S were achieved in the mature area of Bohai, which demonstrated the great exploration potential of this area. Penglai 7-6 was successfully appraised and proved to be a mid-size oil and gas structure. The Company also achieved one new discovery and drilled one successful appraisal well overseas.

To date, for the projects planned to commence production this year, Penglai 19-9 oil field comprehensive adjustment and Enping 23-1 oil fields have commenced production, and other projects have progressed smoothly.

The unaudited oil and gas sales revenue of the Company reached approximately RMB 38.39 billion for the first quarter of 2017, representing an increase of 55.8% YoY, mainly due to the significant increase in international oil prices. During the period, the Company’s average realized oil price increased 58.7% YoY to US\$51.64 per barrel, which is in line with the international oil prices trend. The Company’s average realized gas price was US\$6.00 per thousand cubic feet, increasing by 5.4% YoY.

For the first quarter of 2017, the Company's capital expenditure reached approximately RMB 8.67 billion, representing a decrease of 10.6% YoY, mainly due to the decrease in development capital expenditure as a result of work plan and schedule adjustment.

## First Quarter and Year-to-Date Net Production Summary (Unaudited)\*

	2017						2016					
	Q1			YTD			Q1			YTD		
	Crude & Liquids (mmbbls)	Natural Gas (bcf)	Total (mm BOE)	Crude & Liquids (mmbbls)	Natural Gas (bcf)	Total (mm BOE)	Crude & Liquids (mmbbls)	Natural Gas (bcf)	Total (mm BOE)	Crude & Liquids (mmbbls)	Natural Gas (bcf)	Total (mm BOE)
<b>China</b>												
Bohai	40.5	13.6	42.7	40.5	13.6	42.7	43.8	13.5	46.1	43.8	13.5	46.1
Western South China Sea	9.3	25.7	13.7	9.3	25.7	13.7	9.9	25.7	14.3	9.9	25.7	14.3
Eastern South China Sea	17.5	18.8	20.7	17.5	18.8	20.7	17.9	17.9	20.9	17.9	17.9	20.9
East China Sea	0.4	5.6	1.4	0.4	5.6	1.4	0.4	5.7	1.3	0.4	5.7	1.3
<b>Subtotal</b>	<b>67.7</b>	<b>63.7</b>	<b>78.4</b>	<b>67.7</b>	<b>63.7</b>	<b>78.4</b>	<b>72.0</b>	<b>62.9</b>	<b>82.6</b>	<b>72.0</b>	<b>62.9</b>	<b>82.6</b>
<b>Overseas</b>												
Asia (excluding China)	4.6	12.8	6.9	4.6	12.8	6.9	4.5	13.9	7.0	4.5	13.9	7.0
Oceania	0.2	4.3	1.0	0.2	4.3	1.0	0.3	7.3	1.7	0.3	7.3	1.7
Africa	7.2	-	7.2	7.2	-	7.2	6.8	-	6.8	6.8	-	6.8
North America (excluding Canada)	4.2	11.0	6.0	4.2	11.0	6.0	4.2	11.2	6.1	4.2	11.2	6.1
Canada	4.9	4.0	5.6	4.9	4.0	5.6	3.7	5.1	4.6	3.7	5.1	4.6
South America	2.0	12.3	4.1	2.0	12.3	4.1	2.2	13.6	4.5	2.2	13.6	4.5
Europe	9.4	2.5	9.8	9.4	2.5	9.8	10.3	4.0	11.0	10.3	4.0	11.0
<b>Subtotal</b>	<b>32.4</b>	<b>46.9</b>	<b>40.6</b>	<b>32.4</b>	<b>46.9</b>	<b>40.6</b>	<b>32.0</b>	<b>55.2</b>	<b>41.7</b>	<b>32.0</b>	<b>55.2</b>	<b>41.7</b>
<b>Total</b>	<b>100.2</b>	<b>110.6</b>	<b>119.1</b>	<b>100.2</b>	<b>110.6</b>	<b>119.1</b>	<b>104.1</b>	<b>118.0</b>	<b>124.3</b>	<b>104.1</b>	<b>118.0</b>	<b>124.3</b>

\* Including our interest in equity method investees, which is approximately 4.2 mmboe in Q1 2017 and 4.6 mmboe in Q1 2016.

## First Quarter and Year-to-Date Revenue and Capital Expenditure (Unaudited)\*

	RMB (millions)				US\$ (millions)			
	2017 Q1	YTD	2016 Q1	YTD	2017 Q1	YTD	2016 Q1	YTD
<b>Sales Revenue</b>								
Crude and liquids	34,354	34,354	20,777	20,777	4,990	4,990	3,184	3,184
Natural gas	4,039	4,039	3,861	3,861	587	587	592	592
Marketing revenue, net	228	228	253	253	33	33	39	39
Others	1,857	1,857	928	928	270	270	142	142
<b>Total</b>	<b>40,478</b>	<b>40,478</b>	<b>25,819</b>	<b>25,819</b>	<b>5,880</b>	<b>5,880</b>	<b>3,957</b>	<b>3,957</b>
<b>Capital Expenditures</b>								
Exploration	2,101	2,101	2,059	2,059	305	305	316	316
Development	5,599	5,599	6,678	6,678	813	813	1,024	1,024
Production	962	962	954	954	140	140	146	146
Others	7	7	3	3	1	1	0	0
<b>Total</b>	<b>8,669</b>	<b>8,669</b>	<b>9,694</b>	<b>9,694</b>	<b>1,259</b>	<b>1,259</b>	<b>1,486</b>	<b>1,486</b>

\* Capitalized interests were not included. Capitalized interests for Q1 2017 and Q1 2016 were RMB490 million and RMB313 million, respectively.

For the purpose of this announcement, unless otherwise indicated, an exchange rate of US\$1 = RMB6.8843 has been used for the first quarter of 2017, and an exchange rate of US\$1 = RMB6.5247 has been used for the first quarter of 2016, where applicable. The usage of these exchange rates is for illustration only and does not constitute a representation that any amount has been, could have been or may be exchanged or converted at the above rates or at any other rate at all.

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By Order of the Board  
**CNOOC Limited**  
**Li Jiewen**  
*Joint Company Secretary*

Hong Kong, 27 April 2017

As at the date of this announcement, the Board comprises:

***Executive Directors***

Yuan Guangyu  
Xu Keqiang

***Independent Non-executive Directors***

Chiu Sung Hong  
Lawrence J. Lau  
Tse Hau Yin, Aloysius  
Kevin G. Lynch

***Non-executive Directors***

Yang Hua (*Chairman*)  
Liu Jian (*Vice Chairman*)  
Wu Guangqi