

Milestones 2006

Exploration

17	March	Discovery of Bozhong 29-4
28	March	Discovery of Bozhong 28-2 South
14	June	Discovery of Liwan 3-1, deepwater of Baiyun trough, South China Sea
10	July	Discovery of Luda 6-2
10	November	Success of wildcat Jinzhou 31-6-1

Engineering, Construction and Development

10	February	Commencement of production of Huizhou 19-1
19	April	Commencement of production of Huizhou 21-1 gas field
3	May	Commencement of production of Dongfang 1-1 Phase II
23	May	Commencement of production of Bozhong 25-1/25-1S (Platform A)
14	June	Commencement of production of SES Natural Gas Project Phase I
28	June	First vessel from NorthWest Shelf LNG Project in Australia arrived in Guangdong
11	October	Commencement of production of Qikou 17-2 East
26	October	Commencement of production of Caofeidian 11-6/12-1S
30	October	Commencement of production of Weizhou 6-1

Overseas

8	January	Acquisition of 45% interests of OML 130, offshore Nigeria
17	February	Signed a petroleum contract on Block S in Equatorial Guinea
3	April	Obtained 25% of interests in each of the four blocks from Australia Outer Browse
28	April	Signed Production Sharing Contracts (PSCs) of 6 blocks in Kenya

Cooperation

21 February	Our parent, CNOOC, signed a PSC with Devon <i>(note)</i>
7 June	Our parent, CNOOC, signed three deepwater contracts with BG <i>(note)</i>
8 August	Our parent, CNOOC, signed a PSC with Husky <i>(note)</i>
12 December	Our parent, CNOOC, signed two deepwater PSCs with Devon <i>(note)</i>

Others

28 April	Successfully implemented a Top-up placing
9 May	Ranked the top of the “Best Managed Companies in China” by Finance Asia for third consecutive year
25 May	Large scale evacuation and production restart very successful, no casualties or spills caused by typhoon Chan chu
14 September	Chairman Fu Chengyu was awarded China Business Leader by Chinese Business News and CNBC
December	Awarded Best Corporate Governance and the Best-Managed Company by Asiamoney, with Chairman Fu Chengyu named as “The Best Executive”

Note: The Company generally has the right to participate in up to 51% interest in the event of any commercial discovery.