



CNOOC LIMITED

中国海洋石油有限公司

2008 First Quarter Review

**Financial and Operating Highlights
for the Quarter Ending March 31, 2008**



Overview

Operation Highlights

- Total production 496,753 boe/d, a 5.0% YoY increase
- Weizhou 11-4N came on stream, major development projects on track
- 4 successful wildcats and 2 successful appraisals

Financial Achievements

- Total revenue of RMB 24,034.0 million (US\$3,338.7 million), a 61.8% YoY increase mainly due to higher oil price and production growth
- Total Capex of RMB 6,099.2 million (US\$847.3 million), a 3.7% YoY decrease
- Average realized oil price of US\$88.76/bbl, an increase of 69.2% YoY



Production Summary

Net Production	2007Q1	2008Q1	%Change
Crude Oil & Liquids (b/d)			
Bohai Bay	207,247	213,690	3.1%
Western South China Sea	33,190	43,715	31.7%
Eastern South China Sea	111,451	113,334	1.7%
East China Sea	1,527	1,389	
Overseas	25,318	20,593	
Subtotal (b/d)	378,734	392,722	3.7%
Natural Gas (mmcf/d)			
Bohai Bay	71	79	11.1%
Western South China Sea	248	281	13.2%
Eastern South China Sea	27	30	10.3%
East China Sea	26	23	
Overseas	177	188	6.2%
Subtotal (mmcf/d)	550	601	9.3%
Total Production (boe/d)	473,280	496,753	5.0%



Daily oil and gas production offshore China increased by 6.3% YoY due to good reservoir management and new projects on stream.



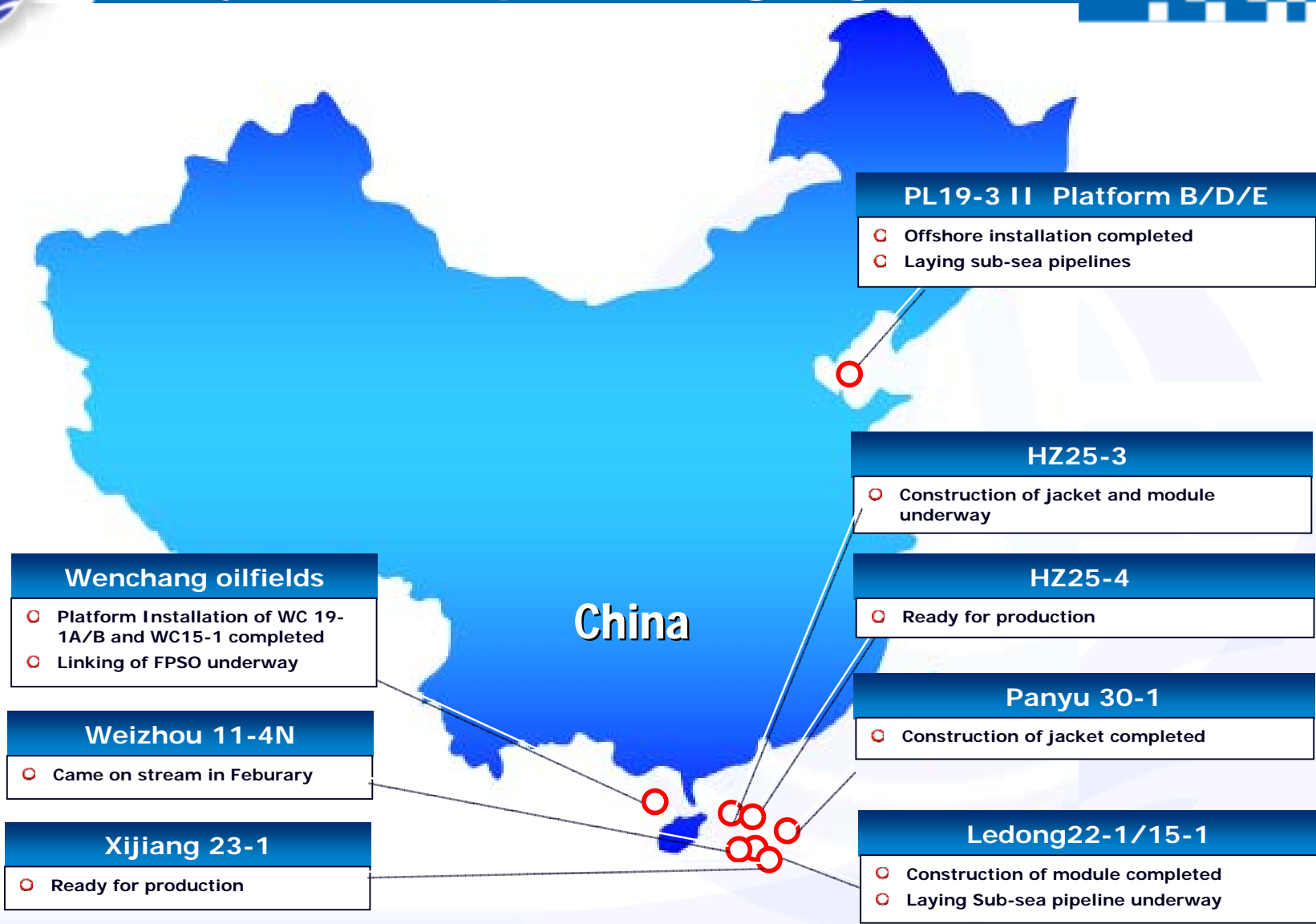
Revenue and Capital Expenditures

	RMB millions		%Change	US\$ millions ⁽¹⁾	
	2007Q1	2008Q1		2007Q1	2008Q1
Sales Revenue					
Crude Oil and Liquids	13,632.6	22,417.1	64.4%	1,753.2	3,114.1
Natural Gas	1,173.9	1,401.3	19.4%	151.0	194.7
Marketing Revenue, net	26.4	79.8	202.3%	3.4	11.1
Others	17.8	135.8	661.3%	2.3	18.9
Total Revenue	14,850.7	24,034.0	61.8%	1,909.9	3,338.7
Capital Expenditures					
Exploration	958.9	1,365.0	42.3%	123.3	189.6
Development	5,374.7	4,734.2	-11.9%	691.2	657.7
Total Capex	6,333.6	6,099.2	-3.7%	814.5	847.3
Average Realized Prices					
Oil, US\$/bbl				52.45	88.76
Gas, US\$/mcf				3.19	3.65

(1) Note: Converted to US dollars at RMB 7.7757= US\$1.00 for 2007 Q1; 7.1986 for 2008 Q1



Major Development Highlights





Exploration Highlights



832 km² of 3D seismic acquired offshore China
 1,571 km 2D and 2,643 km² of 3D seismic overseas.



Health, Safety and Environment

- **CNOOC Limited strives to maintain high standards for its health, safety and environmental performance**
 - Health and safety incidents are closely monitored, recorded and promptly reported to government agencies and organizations
 - OSHA data continuously improved

CNOOC Limited Performance

2007 Q1

2008 Q1

**Rate of recordable cases
(per 200,000 man hours)**

0.12

0.12

**Rate of lost work days cases
(per 200,000 man hours)**

0.11

0.03



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