



Antonoil Multistage Fracking Service Volume at Record High

Secures additional orders from Sinopec; orders for the year poised to beat expectation

(Hong Kong, July 22, 2012) **Anton Oilfield Services Group** ("Antonoil" or the "Group", HKEx stock code: 3337), the leading independent oilfield services provider in China, is pleased to announce that it has successfully won a tender and will enter into an agreement with Sinopec Corporation ("Sinopec") for providing multistage fracking tools and technical services to an estimated 30 jobs in the Erdos Basin. The new tender, together with the volume of jobs progressively secured in the first half of this year, enable the Group to provide multistage fracking services on a large scale for the same project. The tender win reflects the customer's recognition of Antonoil's brand name and strength in horizontal well multistage fracking technology, further promoting its large-scale application in tight gas development. The Group is now in the harvesting period of this service, and the increasing number of jobs for this service will have a positive impact on the Group's results of the year.

Antonoil has built an excellent brand and a leading position in multistage fracking services

Horizontal well multistage fracking technology is a world leading technology used in the development of unconventional gas. Antonoil is a pioneer in the use of the technology in China, where it has been providing the technical services since 2007. The Group has successfully completed the first horizontal well open hole multistage sanded fracturing in Sulige the Erdos Basin in 2009, which yielded production output many times higher than that of surrounding fractured wells. In 2010, Antonoil won a tender for 77 horizontal well multistage fracking jobs, 56 of which were completed within the year with high production output. This has reinforced the Group's market leader position in horizontal well multistage fracking. Antonoil continued to achieve several technological and market breakthroughs in 2011, in which it completed 79 jobs and applied its multistage fracking service at China's first-ever horizontal shale gas well, marking a milestone in China's shale gas development. As of June 30, the Group has already completed 46 jobs, with 73 confirmed jobs, including 43 on hand and 30 arising from this tender in its order book. It expects more market opportunities in the near future. Based on the record number of multistage fracking service jobs in 2012, the Group anticipates annual volume to beat expectation, bringing positive impact on the annual results of the year.

As a pioneer in the use of this technology in China, Antonoil has completed a total of approximately 200 jobs in horizontal well multistage fracking and accumulated a wealth of experience in tight gas

development. It has also built a strong reputation and secured market leadership in multistage fracking, which will bring valuable experience and know-how to the future development of shale gas.

Domestic multistage fracking services market continues to expand

During the year, Sinopec has intensified its development of horizontal wells. In July, Sinopec announced that since the start of its "campaign" to explore tight gas in the Erdos Basin in December 2011, it had been actively discovering new systems and processes, as well as boldly integrated and adopted new technologies. This had made it more competitive and resulted in many of its oil and gas wells going into operation. Horizontal well and multistage fracking technology are two major technologies used in oil and gas exploration in the Erdos Basin, and the latter has become widely adopted for exploration in the area. Sinopec will broaden the scope of the "campaign" and increase daily natural gas production.

In response to the demand for the technical services, Antonoil will leverage its solid foundation in the market, its vast experience and service capacity to help customers achieve large-scale development, and provide invaluable support to their unconventional gas development strategy.

~ End ~

About Anton Oilfield Services Group

Anton Oilfield Services Group (HKEx stock code: 3337) is a leading independent oilfield services provider offering one-stop oil and gas field technical development services to oil companies. Its services and solutions span across the drilling technology, well completion, down-hole operation, and oil production phases in the development cycle. Its fast growth benefits from the expanding development of natural gas in China and the Group's increasing presence in the overseas markets. At the same time, Antonoil is committed to continuously strengthening its R&D capabilities and making additions to its talent reserves. The Group's strategic objective is to become a global oilfield services provider with a solid foothold in China.

Antonoil is headquartered in Beijing with sales offices and operations bases across China's major onshore oil and natural gas basins. The Group also has an international headquarters in Dubai with an extensive network across the Middle East, Central Asia, Africa, and Americas.

For enquiries, please contact Hill+Knowlton Strategies

Helen Leung

Direct: (852) 2894 6208

E-mail: helen.leung@hkstrategies.com

Samantha Wang

Direct: (852) 2894 6266

E-mail: samantha.wang@hkstrategies.com