

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



中港石油有限公司*

CHK OIL LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 632)

PROFIT WARNING

This announcement is made by CHK Oil Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Cap. 571, Laws of Hong Kong).

The board of directors (the “**Board**”) of the Company wishes to inform the shareholders of the Company (“**Shareholders**”) and potential investors that based on its preliminary assessment of the Group’s unaudited consolidated management accounts for the year ended 31 December 2023 (the “**FY2023**”) and the preliminary valuation of the cash-generating unit (including oil and gas properties and intangible assets) in the oil and gas segment currently available as at the date of this announcement as prepared by the independent valuers, the Group expects to record a net loss attributable to the Shareholders of the Company not more than HK\$60.0 million for FY2023, as compared with the net loss attributable to owners of the Company of approximately HK\$11.2 million for the year ended 31 December 2022 (the “**FY2022**”).

The expected increase in the net loss for FY2023 is mainly attributable to approximately more than 55% decrease in the revenue of the Group for FY2023 in the trading of oil and oil-related products as compared to that of FY2022, such decrease in revenue for FY2023 is combined with approximately HK\$46.5 million of the impairment loss on the cash-generating unit (including oil and gas properties and intangible assets) in the oil and gas segment.

In respect of the final amount of the impairment loss resulting from the impairment of the cash-generating unit (including oil and gas properties and intangible assets) in the oil and gas segment, which would eventually affect the net loss of the Group for FY2023, it is still subject to adjustments (if any) after final assessment.

As the Company is still in the process of finalising the financial results for FY2023, the information contained in this announcement is solely based on the preliminary assessment by the management of the Company with reference to the unaudited consolidated management accounts of the Group for FY2023, the preliminary valuation by the independent valuers and the information currently available to the Company, and is not based on any figures or information reviewed by the Company's audit committee and/or audited by the independent auditors of the Company. Shareholders and potential investors of the Company are advised to refer to the details of the Group's annual results announcement for FY2023, which is expected to be published on or before 31 March 2024 in accordance with the Listing Rules.

Shareholders of the Company and potential investors should exercise caution when dealing in the shares of the Company.

By Order of the Board
CHK Oil Limited
Yu Jiyuan
Chairman and Executive Director

Hong Kong, 22 March 2024

As at the date of this announcement, the Board comprises five executive Directors, namely Mr. Yu Jiyuan, Mr. Yu Zhibo, Mr. Jin Ailong, Ms. Yang Yuyan and Ms. Sun Xiaoze, three non-executive Directors, Mr. Lin Qing Yu, Ms. Chen Junyan and Mr. Zheng Ye and four independent non-executive Directors, namely Ms. Zhong Bifeng, Ms. Huang Qingwei, Mr. Shen Shigang and Ms. Lam Shuk Yi Mariana.

* *For identification purposes only*