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中港石油有限公司*

CHK OIL LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 632)

PROFIT ALERT

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 (the “**Shareholders**”) and potential investors that based on its preliminary assessment of the Group’s unaudited consolidated management accounts for the year ended 31 December 2025 (“**FY2025**”), the preliminary reserves and resources evaluation report prepared by a competent person and the preliminary valuation of the cash-generating unit (including oil and gas properties and intangible assets) in the oil and gas segment prepared by an independent valuer, the Group is expected to record a net profit attributable to the owners of the Company of not less than HK\$16.2 million for FY2025, as compared with the net loss attributable to owners of the Company of approximately HK\$21.5 million for the year ended 31 December 2024 (“**FY2024**”).

The expected turnaround from net loss attributable to owners of the Company in FY2024 to net profit attributable to the owners of the Company in FY2025 is mainly attributable to:

- 1) the reversal of impairment loss on the oil and gas properties and intangible assets in gas and oil fields in Utah (the “**Utah Gas and Oil Field**”) of approximately HK\$51.4 million (2024: HK\$28.9 million). From the preliminary reserves and resources evaluation report prepared by the competent person, drilling and production in the area nearby the Utah Gas and Oil Field were reviewed and sufficient production data were available which indicated that changes should be made to the previous estimates, thus increasing probable gas reserves of the Utah Gas and Oil Field. Accordingly, there is increase in the net carrying amount of intangible assets from the preliminary valuation of the cash-generating unit (including oil and gas properties and intangible assets) in the oil and gas segment prepared by the independent valuer. The final amount of the reversal of impairment loss on the oil and gas properties and intangible assets in the Utah Gas and Oil Field is still subject to adjustments (if any) after final assessment;
- 2) a one-off penalty of HK\$4.7 million in FY2024 in relation to the leases terminated by Bureau of Land Management, whilst no such expenditure was incurred in the FY2025; and
- 3) a reversal of impairment loss of trade and other receivables of HK\$0.2 million in FY2025, whereas there was provision for impairment loss of trade and other receivable of HK\$6.0 million in FY2024.

As the Company is still in the process of finalising the financial results for FY2025, 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 FY2025, the preliminary reserves and resources evaluation report prepared by the competent person, the preliminary valuation of the cash-generating unit (including oil and gas properties and intangible assets) in the oil and gas segment prepared by the independent valuer 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 FY2025, which is expected to be published on 31 March 2026 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 Zhibo
Chairman and Executive Director

Hong Kong, 30 March 2026

As at the date of this announcement, the Board comprises three executive Directors, namely Mr. Yu Zhibo, Mr. Jin Ailong and Ms. Wong Wai Sze, two non-executive Directors, namely Mr. Zheng Ye and Ms. Wong Wai Yin Viola, and three independent non-executive Directors, namely Ms. Zhong Bifeng, Ms. Huang Qingwei and Mr. Chen Yawei.

* *For identification purposes only*