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中国石油化工股份有限公司

**CHINA PETROLEUM & CHEMICAL CORPORATION**

*(a joint stock limited company incorporated in the People's Republic of China with limited liability)*  
**(Stock Code: 00386)**

**Overseas Regulatory Announcement**  
**China Petroleum & Chemical Corporation**  
**The First Quarterly Report for 2026**

This announcement is made pursuant to Rule 13.09 and Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong).

By Order of the Board  
**China Petroleum & Chemical Corporation**  
**Zhang Zheng**  
*Secretary to the Board of Directors*

Beijing, the PRC,  
28 April 2026

*As of the date of this announcement, directors of the Company are: Hou Qijun\*, Zhao Dong\*, Zhong Ren\*, Wan Tao#, Niu Shuanwen#, Cai Yong\*, Xu Lin+, Zhang Liying+, Liu Tsz Bun Bennett+, Zhang Xiliang+, Li Wei+ and Wang Shijie\*.*

# *Executive Director*

\* *Non-executive Director*

+ *Independent Non-executive Director*

# **China Petroleum & Chemical Corporation**

## **The First Quarterly Report for 2026**

28 April 2026

Beijing, China

## **Important notice**

- The Board of Directors of China Petroleum & Chemical Corporation (the “Company”) and its directors and senior management warrant the authenticity, accuracy and completeness of the information contained in this quarterly report and there are no false representations, misleading statements or material omissions, and severally and jointly accept full responsibility.
- This first quarterly report for 2026 was approved at the 12<sup>th</sup> meeting of the Ninth Session of the Board of Directors of the Company. All directors attended this meeting and considered this quarterly report.
- Mr. Hou Qijun, Chairman of the Board of Directors, Mr. Wan Tao, President, Ms. Shou Donghua, Chief Financial Officer and Head of the Financial Department of the Company warrant the authenticity, accuracy and completeness of the financial statements contained in this quarterly report.
- The financial statements in this quarterly report were not audited.

## 1. Principal financial data

### 1.1 Principal financial data and indicators

#### 1.1.1 Principal financial data and indicators prepared in accordance with China Accounting Standards for Business Enterprises (CASs)

RMB million

	Three-month period ended 31 March 2026	Three-month period ended 31 March 2025	Change (%)
Operating income	706,695	735,356	(3.9)
Profit before taxation	24,206	18,252	32.6
Net profit attributable to equity shareholders of the Company	17,006	13,264	28.2
Net profit attributable to equity shareholders of the Company excluding extraordinary gains and losses	17,087	13,223	29.2
Net cash flow (used in)/ generated from operating activities	(5,558)	8,138	—
Basic earnings per share (RMB)	0.141	0.109	29.4
Diluted earnings per share (RMB)	0.141	0.109	29.4
Weighted average return on net assets (%)	2.04	1.60	0.44 percentage points

RMB million

	As of 31 March 2026	As of 31 December 2025	Change (%)
Total assets	2,255,913	2,155,617	4.7
Total equity attributable to equity shareholders of the Company	833,137	830,324	0.3

#### 1.1.2 Extraordinary items and corresponding amounts

RMB million

Extraordinary items	Three-month period ended 31 March 2026
	(income)/expenses
Net gain on disposal of non-current assets	(186)
Donations	9
Government grants	(164)
Gains on holding and disposal of various investments	(65)
Other extraordinary expenses, net	392
<b>Subtotal</b>	<b>(14)</b>
Tax effect	69
<b>Total</b>	<b>55</b>
Attributable to:	
Equity shareholders of the Company	81
Minority interests	(26)

1.1.3 Principal financial data and indicators prepared in accordance with IFRS Accounting Standards

RMB million

	Three-month period ended 31 March 2026	Three-month period ended 31 March 2025	Change (%)
Revenue	706,695	735,356	(3.9)
Operating profit	25,731	20,895	23.1
Profit attributable to shareholders of the Company	17,739	13,975	26.9
Net cash (used in)/ generated from operating activities	(5,558)	8,138	—
Basic earnings per share (RMB)	0.147	0.115	27.8
Diluted earnings per share (RMB)	0.147	0.115	27.8
Return on capital employed (%)	1.87	1.62	0.25 percentage points

RMB million

	As of 31 March 2026	As of 31 December 2025	Change (%)
Total assets	2,253,781	2,153,485	4.7
Total equity attributable to shareholders of the Company	830,286	827,463	0.3

1.2 Significant changes in major items contained in the consolidated financial statements prepared in accordance with CASs.

Items	For three-month period ended 31 March		Increase/(Decrease)		Main reasons for changes
	2026	2025	Amount	Percentage	
	RMB million	RMB million	RMB million	(%)	
Profit before taxation	24,206	18,252	5,954	32.6	Mainly due to the inventory gain resulting from the increased prices of crude oil, and improved margins of refining by-products.
Net cash flow (used in)/ generated from operating activities	(5,558)	8,138	(13,696)	—	Mainly due to the increased payment of margin deposits of hedging business and operating capital such as inventories, caused by the rising prices of international crude oil.

**2. Shareholders information**

Total number of shareholders and top ten shareholders at the end of the reporting period

Total number of ordinary shareholders at the end of the reporting period	Total number of shareholders was 690,459, including 685,442 holders of A shares and 5,017 holders of H shares.
The shareholdings of top ten shareholders (excluding shares lent through refinancing) <sup>1</sup>	

Name of shareholder	Nature of shareholder	Total number of shares held (share)	Percentage (%)	Number of restricted shares held (share)	Shares subject to pledges, marked or freezing	
					Status	Amount (share)
China Petrochemical Corporation	State-owned share	83,180,556,253	68.79	2,390,438,247	None	-
HKSCC Nominees Limited <sup>2</sup>	H share	23,647,983,793	19.56	-	Unknown	Unknown
中国石油天然气集团有限公司	A share	2,165,749,530	1.79	-	None	-
中国证券金融股份有限公司	A share	1,978,558,034	1.64	-	None	-
香港中央结算有限公司	A share	561,765,398	0.46	-	None	-
国新宏盛投资（北京）有限公司	A share	495,725,348	0.41	-	None	-
中国人寿保险股份有限公司－传统－普通保险产品－005L－CT001 沪	A share	374,139,453	0.31	-	None	-
中央汇金资产管理有限责任公司	A share	315,223,600	0.26	-	None	-
国丰兴华（北京）私募基金管理有限公司－国丰兴华鸿鹄志远三期私募证券投资基金 1 号	A share	304,958,594	0.25	-	None	-
国信证券股份有限公司	A share	235,375,724	0.19	-	Pledged	109,603,100

Note 1: Compared to shareholders' holdings at the end of 2025, 国信证券股份有限公司 was newly added to the list of the top ten shareholders, while 中国工商银行－上证 50 交易型开放式指数证券投资基金 withdrew from top ten shareholders.

Note 2: Sinopec Century Bright Capital Investment Limited, an overseas wholly-owned subsidiary of China Petrochemical Corporation, held 1,404,842,000 H shares, accounting for 1.16% of the total issued share capital of the Company. Those shareholdings were included in the total number of the shares held by HKSCC Nominees Limited.

The shareholdings of top ten shareholders with non-restricted shares (excluding shares lent through refinancing)			
Name of shareholder	Number of non-restricted shares held (share)	Class and number of shares	
		Class	Amount (share)
China Petrochemical Corporation	80,790,118,006	RMB ordinary share	80,790,118,006
HKSCC Nominees Limited	23,647,983,793	Overseas listed foreign share	23,647,983,793
中国石油天然气集团有限公司	2,165,749,530	RMB ordinary share	2,165,749,530
中国证券金融股份有限公司	1,978,558,034	RMB ordinary share	1,978,558,034
香港中央结算有限公司	561,765,398	RMB ordinary share	561,765,398
国新宏盛投资（北京）有限公司	495,725,348	RMB ordinary share	495,725,348

中国人寿保险股份有限公司－传统－普通保险产品－005L－CT001 沪	374,139,453	RMB ordinary share	374,139,453
中央汇金资产管理有限责任公司	315,223,600	RMB ordinary share	315,223,600
国丰兴华（北京）私募基金管理有限公司－国丰兴华鸿鹄志远三期私募证券投资基金 1 号	304,958,594	RMB ordinary share	304,958,594
国信证券股份有限公司	235,375,724	RMB ordinary share	235,375,724

Shareholders holding more than 5% of the shares, top ten shareholders and top ten shareholders with non-restricted shares have not participated in lending of shares through refinancing.

**Statement on the connected relationship or acting in concert among the aforementioned shareholders:**

The Company is not aware of any connected relationship or acting in concert among or between the above-mentioned top ten shareholders.

**3. Review of operating results**

In the first quarter of 2026, China’s economy maintained stable growth, registering a GDP growth of 5.0% year-on-year. Affected by the geopolitical conflict in the Middle East, international crude oil prices increased significantly, with the spot price of Platts Brent averaged USD80.6 per barrel, up by 6.5% year-on-year. Based on the Company’s statistics, domestic demand for natural gas increased by 3.1% year-on-year. Mainly affected by alternative energy, domestic consumption of refined oil products declined by 2.3% year-on-year. The domestic demand for chemicals went up steadily, with the consumption of ethylene equivalent and the apparent consumption of PX increased by 1.0% and 6.5% year-on-year respectively, the apparent consumption of synthetic resin and synthetic fiber rose by 0.8% and 4.6% year-on-year respectively, and the apparent consumption of synthetic rubber fell by 0.4% year-on-year.

In the first quarter of 2026, the Company strengthened market research, particularly in response to the impact of the Middle East geopolitical conflicts since March, dynamically adjusted production and operation arrangements to maintain steady operation of the whole industrial chain. In accordance with CASs, net profit attributable to equity shareholders of the Company was RMB17.006 billion in the first quarter of 2026, up by 28.2% year-on-year. In accordance with IFRS Accounting Standards, net profit attributable to shareholders of the Company was RMB17.739 billion in the first quarter of 2026, up by 26.9% year-on-year.

**Exploration and Production:** The Company intensified the exploration and development efforts, striving to increase production and achieve good performance. In terms of exploration, significant breakthroughs were made in tight gas in Northern Sichuan and coalbed methane in the Southern Ordos. In terms of development, we accelerated the construction of key projects such as Tahe, West Junggar, and offshore fields, strengthened the development of shale oil, and proceeded with the fine development in mature oil and gas fields. At the same time, we further boosted the synergy of production, supply, storage and sales to enhance the profitability of the natural gas business. In the

first quarter, the Company's production of oil and gas was 131.49 million barrels of oil equivalent, up by 0.4% year-on-year, among which, the crude oil production totaled 69.80 million barrels and natural gas production reached 370.0 billion cubic feet. The exploration and production segment realised earnings before interest and tax (EBIT) of RMB13.047 billion.

Exploration and Production	Unit	Three-month period ended 31 March		Changes (%)
		2026	2025	
Oil and gas production	million boe	131.49	130.97	0.4
Crude oil production	million barrels	69.80	69.53	0.4
China	million barrels	63.41	62.81	1.0
Overseas	million barrels	6.39	6.72	(4.9)
Natural gas production	billion cubic feet	370.00	368.43	0.4
Realised crude oil price	USD/barrel	71.69	71.50	0.3
Realised natural gas price <sup>1</sup>	RMB/cubic meter	2.13	2.38	(10.5)

Note 1: The average realised price of natural gas sold by exploration and production segment, including self-produced natural gas and LNG.

**Refining:** Facing the complex and volatile external environment, the Company adhered to synergy of production and marketing, insisted on the coordination across trading, storage, transportation and production, and refined the resource procurement structure and pacing to ensure a stable supply. Based on market demand and profitability, we optimised the utilisation rate, adjusted the product mix, and produced more products such as high-end carbon materials, lubricant and grease to enhance the profitability of refining by-products. In the first quarter, the Company processed 62.02 million tonnes of crude oil, and produced 38.06 million tonnes of refined oil products, up by 2.3% year-on-year. The refining segment realised EBIT of RMB18.936 billion.

Refining	Unit	Three-month period ended 31 March		Changes (%)
		2026	2025	
Refinery throughput	million tonnes	62.02	62.13	(0.2)
Gasoline, diesel and kerosene production	million tonnes	38.06	37.19	2.3
Gasoline	million tonnes	16.41	16.18	1.4
Diesel	million tonnes	12.98	12.70	2.2
Jet fuel	million tonnes	8.67	8.31	4.3
Light chemical feedstock production	million tonnes	9.90	11.33	(12.6)

Note: Includes 100% of the production from domestic joint ventures.

**Marketing and Distribution:** The Company fully leveraged on its integration and network advantages, optimised operating strategies, actively expanded the market and boosted sales, with the rising sales volume of premium gasoline and further enhancement of domestic market share for refined oil products. We stepped up efforts in expanding network for gas refueling, EV charging and battery swapping, proactively promoted hydrogen mobility, and achieved significant volume growth

in automotive LNG refueling, EV charging and hydrogen refueling. We accelerated the development of the “vehicle ecosystem” and “home lifestyle” model to improve Easy Joy service quality. In the first quarter, domestic sales volume of refined oil products was 43.42 million tonnes, up by 0.6% year-on-year. The marketing and distribution segment realised EBIT of RMB6.312 billion.

Marketing and Distribution	Unit	Three-month period ended 31 March		Changes (%)
		2026	2025	
Total sales volume of refined oil products	million tonnes	55.46	55.59	(0.2)
Domestic sales volume of refined oil products	million tonnes	43.42	43.17	0.6
Retail sales	million tonnes	27.75	27.43	1.2
Direct sales and Distribution	million tonnes	15.67	15.73	(0.4)

Note: The total sales volume of refined oil products includes the amount of refined oil sales and trading volume.

**Chemicals:** Facing tough environment of continuously narrowing chemical margins, the Company continuously optimised the structure of feedstock to reduce costs of raw material. We dynamically adjusted the utilisation rate and product mix to promote efficient resource allocation. With further coordination of production, sales, R&D and application, we sped up the development of new chemical materials such as POE. In the first quarter, the ethylene production was 3.553 million tonnes. We strived to deepen strategic partnerships and explore overseas market. Total chemical sales volume reached 20.06 million tonnes. The chemicals segment realised EBIT of RMB-1.334 billion.

Chemicals	Unit	Three-month period ended 31 March		Changes (%)
		2026	2025	
Ethylene	thousand tonnes	3,553	3,861	(8.0)
Synthetic resin	thousand tonnes	5,138	5,679	(9.5)
Monomers and polymers for synthetic fiber	thousand tonnes	2,838	2,596	9.3
Synthetic fiber	thousand tonnes	297	293	1.4
Synthetic rubber	thousand tonnes	380	411	(7.5)

Note: Including 100% production of domestic joint ventures.

**Capital Expenditure:** In the first quarter, the total capital expenditure was RMB25.168 billion. The capital expenditure of the E&P segment was RMB15.586 billion, mainly for the crude capacity building in Jiyang and Tahe, natural gas capacity building in West and South Sichuan, and oil and gas storage and transportation facilities. The capital expenditure of the refining segment was RMB3.757 billion, mainly for Guangzhou Petrochemical revamping and Maoming Refining upgrading projects, etc. The capital expenditure of the marketing and distribution segment was RMB1.136 billion, mainly for the development of the integrated energy station network. The capital expenditure of the chemical segment was RMB4.208 billion, mainly for the aromatics project in Jiujiang and ethylene project in Maoming, etc. The capital expenditure of corporate and others was RMB0.481 billion, mainly for R&D and digital intelligent projects, etc.

#### **4. Other significant events**

##### **4.1 Progress of share increase in the Company by China Petrochemical Corporation**

According to notice from China Petrochemical Corporation, China Petrochemical Corporation and its wholly-owned subsidiary had increased their shareholdings by 89,196,178 shares of the Company during the reporting period.

This report is published in both Chinese and English languages. In the event of any inconsistency between the two versions, the Chinese version shall prevail.

By Order of the Board

Hou Qijun

Chairman

28 April 2026

## 5 Appendix

5.1 Quarterly financial statements prepared under China Accounting Standards for Business Enterprises (CASs)

### Consolidated Balance Sheet

As at 31 March 2026

Prepared by: China Petroleum & Chemical Corporation

Units: million Currency: RMB Type: unaudited

Items	At 31 March 2026	At 31 December 2025
<b>Current assets:</b>		
Cash at bank and on hand	156,123	152,318
Financial assets held for trading	4	4
Derivative financial assets	13,852	1,362
Accounts receivable	65,884	51,172
Receivables financing	18,555	5,340
Prepayments	6,206	5,057
Other receivables	66,995	38,011
Inventories	258,586	230,811
Other current assets	34,242	38,666
Total current assets	620,447	522,741
<b>Non-current assets:</b>		
Long-term equity investments	253,566	252,114
Other equity instrument investments	8,401	7,156
Fixed assets	762,369	770,264
Construction in progress	202,613	195,196
Right-of-use assets	164,286	164,188
Intangible assets	147,000	148,260
Goodwill	5,472	5,476
Long-term deferred expenses	12,225	12,539
Deferred tax assets	23,513	20,082
Other non-current assets	56,021	57,601
Total non-current assets	1,635,466	1,632,876
<b>Total assets</b>	<b>2,255,913</b>	<b>2,155,617</b>

**Consolidated Balance Sheet (Continued)**

<b>Current liabilities:</b>		
Short-term loans	64,713	29,455
Derivative financial liabilities	38,198	5,676
Bills payable	60,589	66,457
Accounts payable	202,090	197,002
Contract liabilities	128,553	126,395
Employee benefits payable	15,943	11,509
Taxes payable	44,670	35,296
Other payables	100,827	99,619
Non-current liabilities due within one year	87,251	110,557
Other current liabilities	18,081	16,587
Total current liabilities	760,915	698,553
<b>Non-current liabilities:</b>		
Long-term loans	187,550	182,968
Debentures payable	78,268	52,296
Lease liabilities	158,388	157,407
Provisions	51,418	51,086
Deferred tax liabilities	5,705	6,401
Other non-current liabilities	18,655	17,134
Total non-current liabilities	499,984	467,292
Total liabilities	1,260,899	1,165,845
<b>Shareholders' equity:</b>		
Share capital	120,926	120,926
Capital reserve	124,891	124,818
Other comprehensive income	(8,263)	6,726
Specific reserve	2,790	2,073
Surplus reserves	231,226	231,226
Retained earnings	361,567	344,555
Total equity attributable to shareholders of the Company	833,137	830,324
Non-controlling interests	161,877	159,448
Total shareholders' equity	995,014	989,772
Total liabilities and shareholders' equity	2,255,913	2,155,617

**Hou Qijun**  
*Chairman*  
*(Legal representative)*

**Wan Tao**  
*President*

**Shou Donghua**  
*Chief Financial Officer*

## Balance Sheet

As at 31 March 2026

Prepared by: China Petroleum & Chemical Corporation

Units: million Currency: RMB Type: unaudited

Items	At 31 March 2026	At 31 December 2025
<b>Current assets:</b>		
Cash at bank and on hand	60,782	24,271
Financial assets held for trading	4	4
Derivative financial assets	473	2
Accounts receivable	32,358	25,584
Receivables financing	14,390	3,807
Prepayments	1,629	1,333
Other receivables	73,041	66,067
Inventories	32,817	46,055
Other current assets	25,985	25,503
Total current assets	241,479	192,626
<b>Non-current assets:</b>		
Long-term equity investments	482,735	480,867
Other equity instrument investments	16	16
Fixed assets	295,068	299,396
Construction in progress	92,208	83,466
Right-of-use assets	84,590	83,621
Intangible assets	7,995	7,769
Long-term deferred expenses	2,354	2,537
Deferred tax assets	5,304	3,397
Other non-current assets	69,384	70,700
Total non-current assets	1,039,654	1,031,769
Total assets	1,281,133	1,224,395
<b>Current liabilities:</b>		
Short-term loans	33,450	4,330
Derivative financial liabilities	1,425	1
Bills payable	6,162	7,848
Accounts payable	56,000	54,107
Contract liabilities	6,275	7,381
Employee benefits payable	7,598	5,764
Taxes payable	20,278	15,061
Other payables	261,148	253,367
Non-current liabilities due within one year	56,881	77,718
Other current liabilities	500	717
Total current liabilities	449,717	426,294

**Balance Sheet (Continued)**

<b>Non-current liabilities:</b>		
Long-term loans	90,830	88,855
Debentures payable	74,758	48,768
Lease liabilities	88,018	87,086
Provisions	42,350	41,946
Other non-current liabilities	1,452	1,380
Total non-current liabilities	297,408	268,035
Total liabilities	747,125	694,329
<b>Shareholders' equity:</b>		
Share capital	120,926	120,926
Capital reserve	65,872	65,801
Other comprehensive income	(341)	244
Specific reserve	1,798	1,386
Surplus reserves	231,226	231,226
Retained earnings	114,527	110,483
Total shareholders' equity	534,008	530,066
Total liabilities and shareholders' equity	1,281,133	1,224,395

**Hou Qijun***Chairman**(Legal representative)***Wan Tao***President***Shou Donghua***Chief Financial Officer*

## Consolidated Income Statement

For the three-month period ended 31 March 2026

Prepared by: China Petroleum & Chemical Corporation

Units: million Currency: RMB Type: unaudited

Items	Three-month period ended 31 March 2026	Three-month period ended 31 March 2025
I. Total operating income	706,695	735,356
II. Total operating costs	674,917	722,449
Including: Operating costs	566,141	620,192
Taxes and surcharges	71,392	65,366
Selling and distribution expenses	14,447	14,053
General and administrative expenses	13,434	13,070
Research and development expenses	3,427	2,737
Financial expenses	3,317	4,579
Including: Interest expenses	4,724	4,795
Interest income	1,153	1,332
Exploration expenses, including dry holes	2,759	2,452
Add: Other income	896	1,432
Investment income	880	1,647
Including: Income from investment in associates and joint ventures	2,558	2,684
(Losses)/gains from changes in fair value	(8,997)	2,463
Credit impairment reversals	25	102
Asset Impairment losses	(190)	(210)
Asset disposal gains	186	202
III. Operating profit	24,578	18,543
Add: Non-operating income	206	205
Less: Non-operating expenses	578	496
IV. Profit before taxation	24,206	18,252
Less: Income tax expense	4,592	3,746
V. Net profit	19,614	14,506
Classification by going concern:		
(i) Continuous operating net profit	19,614	14,506
(ii) Termination of net profit	-	-
Classification by ownership:		
(i) Equity shareholders of the Company	17,006	13,264
(ii) Minority interests	2,608	1,242

**Consolidated Income Statement (Continued)**

VI. Total other comprehensive income	(12,786)	1,021
<i>Other comprehensive income (net of tax) attributable to shareholders of the Company:</i>	(12,516)	1,084
Items that will not be reclassified to profit or loss:		
Fair value of other equity instrument investments	1,399	-
Items that may be reclassified subsequently to profit or loss:		
Other comprehensive income that can be converted into profit or loss under the equity method	(77)	1,873
Cash flow hedges	(11,545)	(551)
Foreign currency translation differences	(2,293)	(238)
<i>Other comprehensive income (net of tax) attributable to non-controlling interests:</i>	(270)	(63)
VII. Total comprehensive income	6,828	15,527
Equity shareholders of the Company	4,490	14,349
Minority interests	2,338	1,178
VIII. Earnings per share:		
(i) Basic earnings per share (RMB/Share)	0.141	0.109
(ii) Diluted earnings per share (RMB/Share)	0.141	0.109

**Hou Qijun**

*Chairman*

*(Legal representative)*

**Wan Tao**

*President*

**Shou Donghua**

*Chief Financial Officer*

## Income Statement

For the three-month period ended 31 March 2026

Prepared by: China Petroleum & Chemical Corporation

Units: million Currency: RMB Type: unaudited

Items	Three-month period ended 31 March 2026	Three-month period ended 31 March 2025
I. Operating income	195,922	243,129
Less: Operating costs	151,988	195,559
Taxes and surcharges	32,586	33,476
Selling and distribution expenses	239	322
General and administrative expenses	4,717	5,146
Research and development costs	3,199	2,599
Financial expenses	3,078	3,292
Including: Interest expenses	3,526	3,791
Interest income	463	502
Exploration expenses, including dry holes	2,525	2,096
Add: Other income	573	1,140
Investment income	5,660	1,115
Including: Income from investment in associates and joint ventures	1,042	910
(Losses) / gains from changes in fair value	(1)	18
Credit impairment reversals / (losses)	6	(6)
Asset Impairment reversals	2	-
Asset disposal gains	11	20
II. Operating profit	3,841	2,926
Add: Non-operating income	76	65
Less: Non-operating expenses	285	294
III. Profit before taxation	3,632	2,697
Less: Income tax expense	(414)	453
IV. Net profit	4,046	2,244
(i) Continuous operating net profit	4,046	2,244
(ii) Termination of net profit	-	-
V. Total other comprehensive income	(623)	23
<i>Items that may be reclassified subsequently to profit or loss</i>		
Other comprehensive income that can be converted into profit or loss under the equity method	(6)	(139)
Cash flow hedges reserve	(617)	162
VI. Total comprehensive income	3,423	2,267

**Hou Qijun**

Chairman

(Legal representative)

**Wan Tao**

President

**Shou Donghua**

Chief Financial Officer

## Consolidated Cash Flow Statement

For the three-month period ended 31 March 2026

Prepared by: China Petroleum & Chemical Corporation

Units: million Currency: RMB Type: unaudited

Items	Three-month period ended 31 March 2026	Three-month period ended 31 March 2025
<b>I. Cash flows (used in) / generated from operating activities:</b>		
Cash received from sale of goods and rendering of services	785,250	793,203
Refund of taxes and levies	763	1,164
Other cash received relating to operating activities	49,326	24,942
Sub-total of cash inflows	835,339	819,309
Cash paid for goods and services	(646,416)	(656,886)
Cash paid to and for employees	(22,632)	(22,647)
Payments of taxes and levies	(78,081)	(90,092)
Other cash paid relating to operating activities	(93,768)	(41,546)
Sub-total of cash outflows	(840,897)	(811,171)
Net cash flow (used in) / generated from operating activities	(5,558)	8,138
<b>II. Cash flows used in investing activities:</b>		
Cash received from disposal of investments	37	36
Cash received from returns on investments	349	304
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	86	210
Other cash received relating to investing activities	29,781	17,493
Sub-total of cash inflows	30,253	18,043
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	(28,649)	(27,665)
Cash paid for acquisition of investments	(521)	(2,053)
Other cash paid relating to investing activities	(18,463)	(20,771)
Sub-total of cash outflows	(47,633)	(50,489)
Net cash flow used in investing activities	(17,380)	(32,446)

### Consolidated Cash Flow Statement (Continued)

<b>III. Cash flows generated from financing activities:</b>		
Cash received from capital contributions	589	482
Including: Cash received from minority shareholders' capital contributions to subsidiaries	589	482
Cash received from borrowings	167,658	152,893
Other cash received relating to financing activities	333	13
Sub-total of cash inflows	168,580	153,388
Cash repayments of borrowings	(125,578)	(108,710)
Cash paid for dividends, profits distribution or interest	(2,649)	(3,990)
Including: Subsidiaries' cash payments for distribution of dividends or profits to minority shareholders	(500)	(2,268)
Other cash paid relating to financing activities	(3,614)	(4,567)
Sub-total of cash outflows	(131,841)	(117,267)
Net cash flows from financing activities	36,739	36,121
<b>IV. Effects of changes in foreign exchange rate</b>	(421)	233
<b>V. Net increase in cash and cash equivalents</b>	13,380	12,046
Add: Cash and cash equivalents at the beginning of the period	81,053	91,295
<b>VI. Cash and cash equivalents at the end of the period</b>	94,433	103,341

**Hou Qijun**  
*Chairman*  
*(Legal representative)*

**Wan Tao**  
*President*

**Shou Donghua**  
*Chief Financial Officer*

## Cash Flow Statement

For the three-month period ended 31 March 2026

Prepared by: China Petroleum & Chemical Corporation

Units: million Currency: RMB Type: unaudited

Items	Three-month period ended 31 March 2026	Three-month period ended 31 March 2025
<b>I. Cash flows generated from operating activities:</b>		
Cash received from sale of goods and rendering of services	211,470	264,795
Refund of taxes and levies	464	1,059
Other cash received relating to operating activities	5,018	14,876
Sub-total of cash inflows	216,952	280,730
Cash paid for goods and services	(131,502)	(189,019)
Cash paid to and for employees	(10,146)	(10,476)
Payments of taxes and levies	(33,648)	(41,666)
Other cash paid relating to operating activities	(28,905)	(29,383)
Sub-total of cash outflows	(204,201)	(270,544)
Net cash flow generated from operating activities	12,751	10,186
<b>II. Cash flows used in investing activities:</b>		
Cash received from disposal of investments	642	1,443
Cash received from returns on investments	4,620	399
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	22	96
Other cash received relating to investing activities	4,720	305
Sub-total of cash inflows	10,004	2,243
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	(13,774)	(14,107)
Cash paid for acquisition of investments	(3,255)	(4,085)
Other cash paid relating to investing activities	(5,378)	(16,847)
Sub-total of cash outflows	(22,407)	(35,039)
Net cash flow used in investing activities	(12,403)	(32,796)
<b>III. Cash flows generated from financing activities:</b>		
Cash received from borrowings	64,202	52,513
Other cash received relating to financing activities	107,127	78,445
Sub-total of cash inflows	171,329	130,958
Cash repayments of borrowings	(28,391)	(12,133)
Cash paid for dividends or interest	(2,017)	(1,804)
Other cash paid relating to financing activities	(104,163)	(78,177)
Sub-total of cash outflows	(134,571)	(92,114)
Net cash flow generated from financing activities	36,758	38,844
IV. Effects of changes in foreign exchange rate	(1)	(2)
V. Net increase in cash and cash equivalents	37,105	16,232

**Cash Flow Statement (Continued)**

Add: Cash and cash equivalents at the beginning of the period	9,964	27,520
VI. Cash and cash equivalents at the end of the period	47,069	43,752

**Hou Qijun**

*Chairman*

*(Legal representative)*

**Wan Tao**

*President*

**Shou Donghua**

*Chief Financial Officer*

## Segment Reporting

For the three-month period ended 31 March 2026

Prepared by: China Petroleum & Chemical Corporation

Units: million Currency: RMB Type: unaudited

Items	Three-month period ended 31 March 2026	Three-month period ended 31 March 2025
<b>Income from principal operations</b>		
Exploration and production		
External sales	40,719	46,041
Inter-segment sales	33,032	29,853
Subtotal	73,751	75,894
Refining		
External sales	44,061	44,602
Inter-segment sales	294,904	309,854
Subtotal	338,965	354,456
Marketing and distribution		
External sales	346,440	372,249
Inter-segment sales	2,283	2,131
Subtotal	348,723	374,380
Chemicals		
External sales	92,353	101,094
Inter-segment sales	20,527	22,957
Subtotal	112,880	124,051
Corporate and others		
External sales	167,997	155,846
Inter-segment sales	181,254	184,475
Subtotal	349,251	340,321
Elimination of inter-segment sales	(532,000)	(549,270)
Consolidated income from principal operations	691,570	719,832
<b>Income from other operations</b>		
Exploration and production	570	544
Refining	842	798
Marketing and distribution	11,568	11,772
Chemicals	1,482	1,752
Corporate and others	663	658
Consolidated income from other operations	15,125	15,524
Consolidated operating income	706,695	735,356

### Segment Reporting (Continued)

<b>Operating profit/(loss)</b>		
By segment		
Exploration and production	11,809	11,726
Refining	18,395	1,982
Marketing and distribution	5,505	3,968
Chemicals	(1,514)	(1,358)
Corporate and others	10,025	740
Elimination	(9,290)	320
Total segment operating profit	34,930	17,378
<b>Investment income</b>		
Exploration and production	688	706
Refining	145	(39)
Marketing and distribution	684	653
Chemicals	(101)	(149)
Corporate and others	(536)	476
<b>Total segment investment income</b>	880	1,647
Financial expenses	(3,317)	(4,579)
(Losses)/gains from changes in fair value	(8,997)	2,463
Asset disposal gains	186	202
Other income	896	1,432
<b>Operating profit</b>	24,578	18,543
Add: Non-operating income	206	205
Less: Non-operating expenses	578	496
<b>Profit before taxation</b>	24,206	18,252

5.2 Quarterly financial statements prepared under IFRS Accounting Standards

**Consolidated Income Statement**

For the three-month period ended 31 March 2026

Prepared by: China Petroleum & Chemical Corporation

Units: million Currency: RMB Type: unaudited

Items	Three-month period ended 31 March 2026	Three-month period ended 31 March 2025
<b>Revenue</b>		
Revenue from primary business	691,570	719,832
Other operating revenues	15,125	15,524
Subtotal	706,695	735,356
<b>Operating expenses</b>		
Purchased crude oil, products and operating supplies and expenses	(526,746)	(581,879)
Selling, general and administrative expenses	(12,995)	(12,722)
Depreciation, depletion and amortisation	(31,289)	(30,219)
Exploration expenses, including dry holes	(2,759)	(2,452)
Personnel expenses	(25,812)	(24,668)
Taxes other than income tax	(71,392)	(65,366)
Impairment reversals on trade and other receivables	25	102
Other operating (expenses)/income, net	(9,996)	2,743
<b>Total operating expenses</b>	(680,964)	(714,461)
<b>Operating profit</b>	25,731	20,895
<b>Finance costs</b>		
Interest expense	(4,724)	(4,795)
Interest income	1,153	1,332
Foreign currency exchange gains/(losses), net	254	(1,116)
<b>Net finance costs</b>	(3,317)	(4,579)
Investment income	4	41
Share of profits from associates and joint ventures	2,590	2,684
<b>Profit before taxation</b>	25,008	19,041
Income tax expense	(4,592)	(3,746)
<b>Profit for the period</b>	20,416	15,295
<b>Attributable to:</b>		
Shareholders of the Company	17,739	13,975
Non-controlling interests	2,677	1,320
<b>Profit for the period</b>	20,416	15,295
<b>Earnings per share</b>		
Basic earnings per share (RMB/Share)	0.147	0.115
Diluted earnings per share (RMB/Share)	0.147	0.115

## Consolidated Statement of Comprehensive Income

For the three-month period ended 31 March 2026

Prepared by: China Petroleum & Chemical Corporation

Units: million Currency: RMB Type: unaudited

Items	Three-month period ended 31 March 2026	Three-month period ended 31 March 2025
Profit for the period	20,416	15,295
Total other comprehensive income:	(12,786)	1,021
<i>Other comprehensive income (net of tax) attributable to shareholders of the Company:</i>	(12,516)	1,084
Items that will not be reclassified to profit or loss:		
Changes in fair value of investments in other equity instruments	1,399	-
Items that may be reclassified subsequently to profit or loss:		
Share of other comprehensive income of associates and joint ventures	(77)	1,873
Cash flow hedges	(11,545)	(551)
Foreign currency translation differences	(2,293)	(238)
<i>Other comprehensive income (net of tax) attributable to non-controlling interests:</i>	(270)	(63)
Total comprehensive income	7,630	16,316
Attributable to:		
Shareholders of the Company	5,223	15,060
Non-controlling interests	2,407	1,256

## Consolidated Statement of Financial Position

For the three-month period ended 31 March 2026

Prepared by: China Petroleum & Chemical Corporation

Units: million Currency: RMB Type: unaudited

Items	At 31 March 2026	At 31 December 2025
<b>Non-current assets:</b>		
Property, plant and equipment, net	762,266	770,198
Construction in progress	202,613	195,196
Right-of-use assets	264,616	264,972
Goodwill	5,472	5,476
Interest in associates	176,660	174,066
Interest in joint ventures	74,774	75,916
Financial assets at fair value through other comprehensive income	8,401	7,156
Deferred tax assets	23,513	20,082
Long-term prepayments and other non-current assets	115,019	117,682
<b>Total non-current assets</b>	<b>1,633,334</b>	<b>1,630,744</b>
<b>Current assets:</b>		
Cash and cash equivalents	94,433	81,053
Time deposits with financial institutions	60,197	69,820
Financial assets at fair value through profit or loss	4	4
Derivative financial assets	13,852	1,362
Trade accounts receivable	65,884	51,172
Financial assets at fair value through other comprehensive income	18,555	5,340
Inventories	258,586	230,811
Prepaid expenses and other current assets	108,936	83,179
<b>Total current assets</b>	<b>620,447</b>	<b>522,741</b>
<b>Current liabilities:</b>		
Short-term debts	114,318	108,335
Loans from Sinopec Group Company and fellow subsidiaries	15,730	11,921
Lease liabilities	20,663	18,079
Derivatives financial liabilities	38,198	5,676
Trade accounts payable and bills payable	262,679	263,459
Contract liabilities	128,553	126,395
Other payables	177,763	163,081
Income tax payable	3,011	1,607
<b>Total current liabilities</b>	<b>760,915</b>	<b>698,553</b>

**Consolidated Statement of Financial Position (Continued)**

Net current liabilities	140,468	175,812
Total assets less current liabilities	1,492,866	1,454,932
<b>Non-current liabilities:</b>		
Long-term debts	247,275	215,148
Loans from Sinopec Group Company and fellow subsidiaries	18,543	20,116
Lease liabilities	158,388	157,407
Deferred tax liabilities	5,705	6,401
Provisions	51,418	51,086
Other long-term liabilities	19,409	17,898
Total non-current liabilities	500,738	468,056
Total net assets	992,128	986,876
<b>Equity:</b>		
Share capital	120,926	120,926
Reserves	709,360	706,537
Total equity attributable to shareholders of the Company	830,286	827,463
Non-controlling interests	161,842	159,413
Total equity	992,128	986,876

## Consolidated Statement of Cash Flows

For the three-month period ended 31 March 2026

Prepared by: China Petroleum & Chemical Corporation

Units: million Currency: RMB Type: unaudited

Items	Three-month period ended 31 March 2026	Three-month period ended 31 March 2025
<b>Net cash (used in)/generated from operating activities(a)</b>	(5,558)	8,138
Investing activities		
Capital expenditure	(24,787)	(24,232)
Exploratory wells expenditure	(3,862)	(3,433)
Purchase of investments	(521)	(2,053)
Proceeds from disposal of investments	37	36
Proceeds from disposal of property, plant, equipment and other non-current assets	86	210
Increase in time deposits with maturities over three months	(18,387)	(20,081)
Decrease in time deposits with maturities over three months	28,543	16,758
Interest received	962	872
Investment and dividend income received	349	304
Proceeds from /(payments of) other investing activities	200	(827)
<b>Net cash used in investing activities</b>	(17,380)	(32,446)
Financing activities		
Proceeds from bank and other loans	167,658	152,893
Repayments of bank and other loans	(125,578)	(108,710)
Contributions to subsidiaries from non-controlling interests	589	482
Distributions by subsidiaries to non-controlling interests	(500)	(2,268)
Interest paid	(2,149)	(1,722)
Repayments of lease liabilities	(3,532)	(3,148)
Proceeds from other financing activities	333	13
Repayments of other financing activities	(82)	(1,419)
<b>Net cash generated from financing activities</b>	36,739	36,121
Net increase in cash and cash equivalents	13,801	11,813
Cash and cash equivalents at the beginning of the period	81,053	91,295
Effect of foreign currency exchange rate changes	(421)	233
Cash and cash equivalents at the end of the period	94,433	103,341

**Note to Consolidated Statement of Cash Flows**

For the three-month period ended 31 March 2026

Prepared by: China Petroleum & Chemical Corporation

Units: million Currency: RMB Type: unaudited

(a) Reconciliation from profit before taxation to net cash used in operating activities

Items	Three-month period ended 31 March 2026	Three-month period ended 31 March 2025
<b>Operating activities</b>		
Profit before taxation	25,008	19,041
Adjustments for:		
Depreciation, depletion and amortisation	31,289	30,219
Dry hole costs written off	1,854	1,613
Share of profits from associates and joint ventures	(2,590)	(2,684)
Investment income	(4)	(41)
Interest income	(1,153)	(1,332)
Interest expense	4,724	4,795
Gain on foreign currency exchange rate changes and derivative financial instruments	(309)	(1,352)
Gain on disposal of property, plant, equipment and other assets, net	(122)	(120)
Impairment losses on assets	190	210
Impairment reversals on trade and other receivables	(25)	(102)
Operating profit before change of operating capital	58,862	50,247
Accounts receivable and other current assets	(49,114)	(28,071)
Inventories	(27,954)	8,533
Accounts payable and other current liabilities	14,815	(18,266)
Subtotal	(3,391)	12,443
Income tax paid	(2,167)	(4,305)
Net cash (used in)/generated from operating activities	(5,558)	8,138

## Segment Reporting

For the three-month period ended 31 March 2026

Prepared by: China Petroleum & Chemical Corporation

Units: million Currency: RMB Type: unaudited

Items	Three-month period ended 31 March 2026	Three-month period ended 31 March 2025
<b>Revenue</b>		
Exploration and production		
External sales	40,719	46,041
Inter-segment sales	33,032	29,853
Subtotal	73,751	75,894
Refining		
External sales	44,061	44,602
Inter-segment sales	294,904	309,854
Subtotal	338,965	354,456
Marketing and distribution		
External sales	346,440	372,249
Inter-segment sales	2,283	2,131
Subtotal	348,723	374,380
Chemicals		
External sales	92,353	101,094
Inter-segment sales	20,527	22,957
Subtotal	112,880	124,051
Corporate and others		
External sales	167,997	155,846
Inter-segment sales	181,254	184,475
Subtotal	349,251	340,321
Elimination of inter-segment sales	(532,000)	(549,270)
<b>Revenue from primary business</b>	<b>691,570</b>	<b>719,832</b>
<b>Other operating revenues</b>		
Exploration and production	570	544
Refining	842	798
Marketing and distribution	11,568	11,772
Chemicals	1,482	1,752
Corporate and others	663	658
<b>Other operating revenues</b>	<b>15,125</b>	<b>15,524</b>
<b>Revenue</b>	<b>706,695</b>	<b>735,356</b>

## Segment Reporting (Continued)

<b>Result</b>		
<b>Operating profit/(loss)</b>		
By segment		
Exploration and production	12,356	12,910
Refining	18,788	2,438
Marketing and distribution	5,651	4,209
Chemicals	(1,262)	(1,169)
Corporate and others	(512)	2,187
Elimination	(9,290)	320
<b>Total segment operating profit</b>	<b>25,731</b>	<b>20,895</b>
Share of profits/(losses) from associates and joint ventures		
Exploration and production	692	721
Refining	142	(51)
Marketing and distribution	662	651
Chemicals	(66)	(17)
Corporate and others	1,160	1,380
<b>Aggregate share of profits from associates and joint ventures</b>	<b>2,590</b>	<b>2,684</b>
<b>Investment income</b>		
Exploration and production	(1)	-
Refining	6	6
Marketing and distribution	(1)	7
Chemicals	(6)	(135)
Corporate and others	6	163
<b>Aggregate investment income</b>	<b>4</b>	<b>41</b>
<b>Net finance costs</b>	<b>(3,317)</b>	<b>(4,579)</b>
<b>Profit before taxation</b>	<b>25,008</b>	<b>19,041</b>

### 5.3 Differences between consolidated financial statements prepared in accordance with the accounting policies complying with CASs and IFRS Accounting Standards (Unaudited)

Other than the differences in the classifications of certain financial statements captions and the accounting for the items described below, there are no material differences between the Group's consolidated financial statements prepared in accordance with the accounting policies complying with CASs and IFRS Accounting Standards. The reconciliation presented below is included as supplemental information, is not required as part of the basic financial statements and does not include differences related to classification, presentation or disclosures. Such information has not been subject to independent audit or review. The major differences are:

#### (i) Government grants

Under CASs, grants from the government are credited to capital reserve if required by relevant governmental regulations. Under IFRS Accounting Standards, government grants relating to the purchase of fixed assets are recognised as deferred income and are transferred to the income statement over the useful life of these assets.

#### (ii) Safety production fund

Under CASs, safety production fund should be recognised in profit or loss with a corresponding increase in reserve according to PRC regulations. Such reserve is reduced for expenses incurred for safety production purposes or, when safety production related fixed assets are purchased, is reduced by the purchased cost with a corresponding increase in the accumulated depreciation. Such fixed assets are not depreciated thereafter. Under IFRS Accounting Standards, payments are expensed as incurred, or capitalised as fixed assets and depreciated according to applicable depreciation methods.

#### (iii) Capitalisation of exchange difference of specific loans

Under CASs, exchange difference arising on translation of specific loans and related interest denominated in a foreign currency should be capitalised as part of the cost of qualifying assets. Under IFRS Accounting Standards, such exchange difference is recognised in income statement unless the exchange difference represents an adjustment to interest.

Effects of major differences between the net profit under CASs and the profit for the period under IFRS Accounting Standards are analysed as follows:

Prepared by: China Petroleum & Chemical Corporation

Units: million Currency: RMB Type: unaudited

Items	Three-month period ended 31 March 2026	Three-month period ended 31 March 2025
Net profit under CASs	19,614	14,506
Adjustments:		
Government grants(i)	10	13
Safety production fund(ii)	786	778
Others	6	(2)
<b>Profit for the period under IFRS Accounting Standards</b>	<b>20,416</b>	<b>15,295</b>

Effects of major differences between the shareholders' equity under CASs and the total equity under IFRS Accounting Standards are analysed as follows:

Units: million Currency: RMB Type: unaudited

Items	As of 31 March 2026	As of 31 December 2025
Shareholders' equity under CASs	995,014	989,772
Adjustments:		
Government grants(i)	(754)	(764)
Capitalisation of exchange difference of specific loans(iii)	(2,132)	(2,132)
<b>Total equity under IFRS Accounting Standards</b>	<b>992,128</b>	<b>986,876</b>

#### 5.4 Changes in accounting estimate

##### (i) Adjustment of the depreciation period for chemical units and natural gas pipelines

On 28 April 2026, the Company's board of directors approved an adjustment of the depreciation period for natural gas pipelines and the new chemical units added since the 14<sup>th</sup> Five-Year Plan. This accounting estimate change resulted in a reduction of approximately RMB300 million in depreciation and amortisation for the three-month period ended 31 March 2026 of the Company.