

This announcement is made by Shandong Molong Petroleum Machinery Company Limited* (the " ") pursuant to (i) Rule 13.09 and Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the " ") and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong); and (ii) Rule 13.51B(2) of the Listing Rules.

On 1 June 2021, each of the Company, the former chairman the Company, Mr. Liu Yunlong, and the former secretary to the board of directors the Company, Mr. Liu Min (who is currently an executive director of the Company), received an investigation notice (Lu Zheng Diao Cha Zi No. 66 [2021], Lu Zheng Diao Cha Zi No. 69 [2021] and Lu Zheng Diao Cha Zi No. 70 [2021]) from the China Securities Regulatory Commission (the " "). As the Company is suspected to have breached the relevant laws and regulations on information disclosure, the CSRC has decided to initiate investigation proceedings against the Company and conduct investigation against the above-mentioned persons in accordance with the Securities Law of the People's Republic of China (the " ").

Reference is made to the announcement of the Company dated 7 December 2020, in relation to, among others, the failure of the Company to timely disclose the possible equity transfer of the original controlling shareholder and actual controller of the Company, Mr. Zhang Enrong, and relevant matters; and the relevant decision and warning letters received by the Company from the China Securities Regulatory Commission (Shandong Supervising Commission).

The Company understands that the Investigation is concerned with the previous failure of the Company to timely disclose the possible equity transfer of the original controlling shareholder of the Company, Mr. Zhang Enrong. During the investigation, the Company will fully cooperate with the CSRC in its investigation and strictly fulfill its disclosure obligations in accordance with regulatory requirements.

Currently, all business operations of the Company remain normal. Investors are reminded to invest rationally and pay attention to the risks involved in making investments.

By order of the Board of

Shandong, the PRC
2 June 2021