Hong Kong E change and Clea ing Limi ed and The S ock E change of Hong Kong Limi ed ake no e ponibili ie fo he con en of hi anno ncemen , make no ep e en a ion a o i acc ac o comple ene and e p e di claim an liabili ha be e fo an lo ho be e a ing f om o in eliance pon he hole o an pa of he con en of hi anno ncemen .

山東墨龍石油機械股份有限公司

Shandong Molong Petroleum Machinery Company Limited*

(A Sino-fo eign join ock limi ed compan inco po a ed in he People' Rep blic of China i h limi ed liabili)

(Stock Code: 568)

UNAUDITED 2022 THIRD QUARTERLY REPORT

The Compan and all membe of i boa d of di ec o a an he a hen ici , acc ac and comple ene of he info ma ion con ained in hi anno ncemen and he info ma ion he ein doe no con ain an mi n e p e a ion, mi leading a emen o ma e ial omi ion

This anno ncemen is made b Shandong Molong Pe ole m Machine Compan Limi ed (he **Company**–) p an o 13.09 and 13.10B of he R le Go e ning he Li ing of Sec i ie on The S ock E change of Hong Kong Limi ed and he In ide Info ma ion P o. ion nde Pa XIVA of he Sec i ie and F e O dinance (Chap e 571 of he La of Hong Kong).

The 2022 hi d q a e l epo of he Compan ha no been a di ed, and ha been p epa ed in acco dance i h he China Acco n ing S anda d fo B ine En e p i e Unle o he i e pecified, he amo n in hi anno ncemen a e p e en ed in Renminbi (RMB–).

IMPORTANT NOTICE:

1. The boa d of di ec o, he pe . i o commi ee and he di ec o, pe . i o and enio management a an ha hi q a e l epo i e, acc a e, and comple e i ho an fal e info ma ion, mi leading a emen o ma e ial omi ion, and indi id all and join l accep legal e ponibili fo he con en of hi epo .

2. The pe on-in-cha ge of he Compan , he pe on-in-cha ge of he acco n ing affai and he pe on-in-cha ge of he acco n ing depa men (head of acco n ing) a an ha he financial info ma ion con ained in hi q a e l epo i e, acc a e and comple e.

3. Whe he he hi d q a e l epo ha been a di ed

☐ Ye ✓No

I. KEY FINANCIAL DATA

(I) Key Accounting Data and Financial Indicators

An nece[illegible]a e o[illegible]pec i. e adj[illegible]men o e[illegible]a emen of acco[illegible]n ing da a fo p io ea [illegible]

□ Ye[illegible] ✓No

	The current reporting period	Increase/decrease for the current reporting period as compared with the corresponding period of last year	F om he beginning of he ea o he end of he epo ing pe iod	Inc ea[illegible]e/ dec ea[illegible]e fo he pe iod f om he beginning of he ea o he end of he epo ing pe iod a[illegible] compa ed [illegible] i h he co e[illegible]ponding pe iod of la[illegible] ea
Ope a ing income (RMB)	**649,955,788.55**	**-37.93%**	2,220,897,730.20	-24.60%
Ne p ofi a ib[illegible] able o [illegible]ha eholde [illegible] of he li[illegible]ed compan (RMB)	**-93,230,844.47**	**-149.69%**	-265,948,560.19	-151.87%
Ne p ofi a ib[illegible] able o [illegible]ha eholde [illegible] of he li[illegible]ed compan e cl[illegible]ding non-eco[illegible] ing gain[illegible] o lo[illegible]e[illegible] (RMB)	**-94,212,390.25**	**-140.12%**	-275,577,943.76	-158.12%
Ne ca[illegible]h flo[illegible] f om ope a ing ac i. i ie[illegible] (RMB)	–	–	25,428,576.40	106.98%
Ba[illegible]c ea ning[illegible] pe [illegible]ha e (RMB pe [illegible]ha e)	**-0.1168**	**-149.57%**	-0.3333	-151.93%
Dil[illegible] ed ea ning[illegible] pe [illegible]ha e (RMB pe [illegible]ha e)	**-0.1168**	**-149.57%**	-0.3333	-151.93%
Weigh ed a. e age e[illegible] n on ne a[illegible]e [illegible]	**-7.77%**	**-5.57%**	-20.79%	-14.68%

	As at the end of the current reporting period	As at the end of last year	Inc ea[illegible]e/dec ea[illegible]e a[illegible]a he end of he c[illegible] en epo ing pe iod a[illegible] compa ed [illegible] i h he end of la[illegible] ea
To al a[illegible]e [illegible] (RMB)	**4,515,168,533.33**	**4,457,611,299.31**	1.29%
O[illegible] ne [illegible] eq[illegible] i a ib[illegible] able o [illegible]ha eholde [illegible] of he li[illegible]ed compan (RMB)	**1,146,286,567.64**	**1,413,238,861.87**	-18.89%

(II) Non-recurring Gain or Loss Items and Amounts Thereof

✓Applicable □No applicable

Uni : RMB

Item	Amount for the current reporting period	Amo n fo he pe iod f om he beginning of he ea o he end of he epo ing pe iod	De c ip ion
Gain o lo e f om di po al of non-c en a e (incl ding he po ion off e again he p o. i on fo a e impai men)	-30,495.12	-248,072.62	Mainl comp ied of he lo e on di po al and e i emen of ce ain a e of he Compan .
Go. e nmen g an incl ded in he p ofi o lo fo he c en pe iod (e cl ding ho e go. e nmen g an ha a e clo el ela ed o he no mal ope a ion of he Compan and ha e e g an ed on an on-going ba acco ding o ce ain anda d amo n o . ol me p e c ibed b he policie of he S a e)	703,777.31	752,905.98	Mainl a ib able o he b die fo emplo men abili a ion ecei. ed d ing he c en pe iod.
W i e-back of p o. i on fo ece. able bjec o indi. id al impai men e ing	–	6,941,179.49	Mainl a ib able o he eco. e of acco n ece. able bjec o indi. id al impai men e ing.
O he non-ope a ing income and e pen e o he han he abo. e i em	530,910.21	4,638,658.73	Mainl a ib able o he amo n no eq i ed o be paid in he c en pe iod and he eco. e of a e off e in he p e. io pe iod.
Le : Effec of income a	120,097.19	1,195,232.72	
Effec of mino i in e e (ne of a)	102,549.43	1,260,055.29	
To al	981,545.78	9,629,383.57	

O he gain o lo i em ha a e in confo mi i h he defini ion of non- ec ing gain o lo e :

□Applicable ✓No applicable

The Compan doe□ no ha□e an o he gain o lo□□ i em□ ha a e in confo mi ¶ i h he defini ion of non- ec□ ing gain□ o lo□□e□

E plain he ea□on□ fo de e mina ion of he non- ec□ ing gain o lo□□ i em□ li□ed in he E plana o Anno□ ncemen No. 1 on Info ma ion Di□clo□ e b P□ blic I□□ e□ Non- ec□ ing Gain□ o Lo□□e□ (《公開發行證券的公司信息披露解釋性公告第1號 非經常性損益》) a□ ec□ ing gain o lo□□ i em□

□Applicable ✓No applicable

The Compan doe□ no de e mine an non- ec□ ing gain o lo□□ i em□ li□ed in he E plana o Anno□ ncemen No. 1 on Info ma ion Di□clo□ e b P□ blic I□□ e□ Non- ec□ ing Gain□ o Lo□□e□ a□ ec□ ing gain o lo□□ i em□

(III) Changes In Key Accounting Data and Financial Indicators and Reasons Therefor

✓Applicable □No applicable

(I) The analysis of and explanation for significant changes in the Company's asset and liability structure during the reporting period

Uni : RMB

Item	**30 September 2022 (Unaudited)**	31 Decembe 2021 (A□ di ed)	**Change(%)**	**Reason for difference**
Mone a fi nd□	**620,292,653.81**	475,191,176.69	30.54%	Mainl a ib□ able o an inc ea□e in □ec□ i depo□ □d□ ing he c□ en pe iod
Bill□ ece□ able	**128,392,284.44**	235,005,278.71	-45.37%	Mainl a ib□ able o he dec ea□e in □e lemen amo□ n of ade accep ance bill□ befo e ma□ i d□ ing he c□ en pe iod a□compa ed o he □ame pe iod of la□ ea .
Financing ece□ able□	**53,203,047.27**	28,539,024.92	86.42%	Mainl a ib□ able o an inc ea□e in he amo□ n of good□□e led b bank accepance□ and no an□fe ed.
O he ece□ able□	**27,545,004.11**	17,440,781.64	57.93%	Mainl a ib□ able o an inc ea□e in he pa men of ende depo□ d□ ing he c□ en pe iod
O he c□ en a□□e □	**9,894,395.86**	26,180,538.95	-62.21%	Mainl a ib□ able o he dec ea□e in inp□ . al□ e-added a a□a he end of he c□ en pe iod.

Item	30 September 2022 (Unaudited)	31 Decembe 2021 (Au di ed)	Change (%)	Reason for difference
Con c ion-in-p og e	**3,335,502.89**	10,029,521.56	-66.74%	Mainl a ib able o he an fe of ce ain p ojec o fi ed a e d ing he c en pe iod fo acco n ing p po e
Righ -of- e a e	—	1,530,636.81	-100.00%	Mainl a ib able o he comple ion of amo i a ion of igh -of- e a e in he c en pe iod.
Bill pa able	**16,747,414.00**	101,209,067.42	-83.45%	Mainl a ib able o he dec ea e in he amo n of good e led b bank accep ance
Acco n pa able	**822,413,470.81**	599,514,345.81	37.18%	Mainl a ib able o he Compan ' fail e of imel pa men fo pa of he acco n pa able d ing he c en pe iod.
Con ac liabili ie	**109,491,165.47**	70,368,931.26	55.60%	Mainl a ib able o he inc ea e in ecei p in ad. ance a he end of he c en pe iod.
Ta e pa able	**16,132,003.37**	25,793,838.53	-37.46%	Mainl a ib able o he pa men of a fo la ea d ing he c en pe iod.
Long- e m bo o ing	—	37,141,617.50	-100.00%	Mainl a ib able o he long- e m bo o ing d e i hin one ea a he end of he c en pe iod hich a e an fe ed o non-c en liabili ie d e i hin one ea in acco dance i h he acco n ing anda d
Long- e m pa able	**72,479,257.25**	37,742,329.02	92.04%	Mainl a ib able o he ne finance lea e b ne d ing he c en pe iod.

(II) The analysis of and explanation for significant year-on-year changes in profit or loss indicators for the reporting period

Uni : RMB

Item	January to September 2022 (Unaudited)	Jan a o Sep embe 2021 (Una di ed)	Change (%)	Reason for difference
Admini a i e e pen e	**224,812,059.70**	157,898,448.45	42.38%	Mainl a ib able o he nde ili a ion of ome o k hop d ing he c en pe iod, he e pen e inc ed he ef om e s i 3 13 16 e on 752,905.98 11,803.0 of sodecr.33e 33ing the current e curre of so333r.33

(III) The analysis of and explanation for year-on-year changes in the Company's cash flows during the reporting period

Uni : RMB

Item	**January to September 2022 (Unaudited)**	Jan a o Sep embe 2021 (Una di ed)	**Change(%)**	**Reason for difference**
Ne ca h flo gene a ed f om ope a ing ac i i ie	**25,428,576.40**	-364,162,139.42	106.98%	Mainl a ib able o he dec ea e in ade pa men made d ing he c en pe iod.
Ne ca h flo gene a ed f om in e ing ac i i ie	**-8,584,655.77**	115,689,494.08	-107.42%	Mainl a ib able o he ab ence of ca h p ocee f om he di po al of a e d ing he c en pe iod.
Ne ca h flo gene a ed f om financing ac i i ie	**-47,143,640.15**	-435,857,580.26	89.18%	Mainl a ib able o he inc ea e in ca h ece i ed f om fi nd- ai ng ac i i ie d ing he c en pe iod a compa ed i h he co e ponding pe iod of la ea .

II. INFORMATION OF THE SHAREHOLDERS

(I) Total Number of Ordinary Shareholders and Number of Preferred Shareholders with Resumed Voting Rights and Shareholding of Top Ten Shareholders

Uni : ha e

To al nmbe of o dina ha eholde a a he end of he epo ing pe iod	51,645 (51,602 of hich e e holde of A ha e; 43 of hich e e holde of H ha e)	To al nmbe of p efe ed ha eholde i h e med . o ing igh a he end of he epo ing pe iod (if an)	0

Shareholding of Top Ten Shareholders

Name of shareholder	Nature of shareholder	Percentage of shareholding	Number of shares held	Number of shares subject to selling restrictions	Pledged, marked or frozen	
					Status of shares	Number of shares
Sho gang Molong Holding Co., L d.	S a e-o ned legal pe on	29.53%	235,617,000	0		0
HKSCC Nominee Limi ed	O. e ea legal pe on	13.19%	105,215,330	0		0
Shandong Zhimeng Holding Co., L d.	Dome ic non-a e o ned legal pe on	9.20%	73,394,911	0		0
Sho gang Hong en Logi ic Co., L d.	Dome ic non-a e o ned legal pe on	3.99%	31,800,000	0		0
Sho gang Panjin P ope Co., L d.	Dome ic non-a e o ned legal pe on	3.89%	31,000,000	0		0
Sho gang Ru i en Ne B ilding Ma e ial Co., L d.	Dome ic non-a e o ned legal pe on	2.93%	23,374,800	0		0
Zhang Yn San	Dome ic na al pe on	2.90%	23,108,000	0		0
Ma Li Ke	Dome ic na al pe on	0.76%	6,086,367	0		0
Fan Xi Sheng	Dome ic na al pe on	0.51%	4,081,400	0		0
Hong Kong Sec i ie Clea ing Compan Limi ed	O. e ea legal pe on	0.32%	2,543,107	0		0

Shareholding of Top Ten Shareholders not subject to Selling Restrictions

Name of shareholder	Number of shares not subject to selling restrictions	Class of shares	Number of shares
Shoı gı ang Molong Holding Co., L d.	235,617,000	RMB o dina ha e	235,617,000
HKSCC Nominee Limi ed	105,215,330	O. e ea li ed fo eign ha e	105,215,330
Shandong Zhimeng Holding Co., L d.	73,394,911	RMB o dina ha e	8,654,911
		O. e ea li ed fo eign ha e	64,740,000
Shoı gı ang Hongen Logi ic Co., L d.	31,800,000	O. e ea li ed fo eign ha e	31,800,000
Shoı gı ang Panjin P ope Co., L d.	31,000,000	RMB o dina ha e	200,000
		O. e ea li ed fo eign ha e	30,800,000
Shoı gı ang Rı ien Ne Bı ilding Ma e ial Co., L d.	23,374,800	O. e ea li ed fo eign ha e	23,374,800
Zhang Yı n San	23,108,000	RMB o dina ha e	23,108,000
Ma Li Ke	6,086,367	RMB o dina ha e	6,086,367
Fan Xi Sheng	4,081,400	RMB o dina ha e	4,081,400
Hong Kong Sec i ie Clea ing Compan Limi ed	2,543,107	RMB o dina ha e	2,543,107
De c ip ion of he connec ed ela ion hip of o ac ion in conce among he afo e aid ha eholde	Among he afo e aid ha eholde , Shandong Zhimeng Holding Co., L d., Shoı gı ang Hongen Logi ic Co., L d., Shoı gı ang Panjin P ope Co., L d. and Shoı gı ang Rı ien Ne Bı ilding Ma e ial Co., L d. ha e become pa ie ac ing in conce h oı gh en e ing in o a conce pa ag eemen and he e i no con olling ela ion hip be een each o he . Sa e a he abo e, he Compan ha no idea he he he e i an connec ed ela ion hip of o ac ion in conce among o he ha eholde		
De c ip ion of he pa icipa ion of op en ha eholde in he ma gin financing and ec i ie lending b ine (if an)	No applicable		

(II) Total Number of Preferred Shareholders and Shareholding of Top Ten Preferred Shareholders of the Company

□ Applicable ✓ No applicable

III. OTHER IMPORTANT MATTERS

□ Applicable ✓ No applicable

IV. QUARTERLY FINANCIAL STATEMENTS

(I) Financial Statements

1. Consolidated balance sheet

P epa ed b : Shandong Molong Pe ole m Machine Compan Limi ed

Uni : RMB

Item	30 September 2022	1 Jan a 2022
Current assets:		
Mone a fi nd	**620,292,653.81**	475,191,176.69
Se lemen depo	**–**	
Lending fi nd	**–**	
Financial a e held fo ading	**–**	
De i a i e financial a e	**–**	
Bill ecei able	**128,392,284.44**	235,005,278.71
Acco n ecei able	**326,655,290.15**	299,530,976.41
Financing ecei able	**53,203,047.27**	28,539,024.92
P epa men	**41,704,048.70**	49,598,390.41
In ance ecei able	**–**	
Rein ance ecei able	**–**	
Rein ance con ac e e ecei able	**–**	
O he ecei able	**27,545,004.11**	17,440,781.64
Incl ding: In e e ecei able	**–**	
Di iden ecei able	**–**	
Financial a e held nde e ale ag eemen	**–**	
In en o ie	**855,461,577.06**	715,282,787.11
Con ac a e	**–**	
A e held fo ale	**–**	
Non-c en a e d e i hin one ea	**–**	
O he c en a e	**9,894,395.86**	26,180,538.95
Total current assets	**2,063,148,301.40**	1,846,768,954.84

Item	30 September 2022	1 Jan a 2022
Non-current assets:		
Loan and ad. ance	–	
Deb in. e men	–	
O he deb in. e men	–	
Long- e m ece i. able	–	
Long- e m eq i in. e men	**2,144,833.69**	2,144,833.69
In. e men in o he eq i in men	–	
O he non-c en financial a e	–	
In. e men p ope ie	–	9,929,101.58
Fi ed a e	**2,050,777,837.01**	2,181,361,123.66
Con c ion-in-p og e	**3,335,502.89**	10,029,521.56
P od c i. e biological a e	–	
Oil and ga a e	–	
Righ -of- e a e	–	1,530,636.81
In angible a e	**363,281,777.39**	376,053,902.88
De. elopmen e pendi e	**4,594,891.24**	
Good ill	–	
Long- e m defe ed e pen e	–	
Defe ed income a a e	**27,157,282.11**	29,065,116.69
O he non-c en a e	**728,107.60**	728,107.60
Total non-current assets	**2,452,020,231.93**	2,610,842,344.47
Total assets	**4,515,168,533.33**	4,457,611,299.31

Item	30 September 2022	1 Jan a 2022
Current liabilities:		
Sho - e m bo o ing	**2,105,633,564.00**	1,916,706,214.72
Bo o ing f om he cen al bank	–	
Bo o ing fi nd	–	
Financial liabili ie held fo ading	–	
De i a i e financial liabili ie	–	
Bill pa able	**16,747,414.00**	101,209,067.42
Acco n pa able	**822,413,470.81**	599,514,345.81
Receip in ad ance	–	
Con ac liabili ie	**109,491,165.47**	70,368,931.26
P oceed f om di po al of financial a e held nde ep cha e ag eemen	–	
Depo i ece i ed and in e bank depo i	–	
Sec i ie b oke age depo i	–	
Sec i ie nde i ing b oke age depo i	–	
Sala ie pa able	**48,794,375.99**	57,833,087.83
Ta e pa able	**16,132,003.37**	25,793,838.53
O he pa able	**52,990,077.05**	64,231,003.43
Incl ding: In e e pa able	–	
Di iend pa able	–	
B oke age and commi ion pa able	–	
Rein ance pa able	–	
Liabili ie held fo ale	–	
Non-c en liabili ie d e i hin one ea	**124,985,791.42**	107,001,393.82
O he c en liabili ie	**58,140,525.27**	67,434,388.00
Total current liabilities	**3,355,328,387.38**	3,010,092,270.82

Item	30 September 2022	1 Jan a 2022
Non-current liabilities:		
In ance con ac e e	–	
Long- e m bo o ing	–	37,141,617.50
Bond pa able	–	
Incl ding: P efe ed ha e	–	
Pe pe al bond	–	
Lea e liabili ie	–	
Long- e m pa able	**72,479,257.25**	37,742,329.02
Long- e m ala ie pa able	–	
E ima ed liabili ie	–	558,467.38
Defe ed income	**6,966,655.18**	6,966,655.18
Defe ed income a liabili ie	**5,213,359.88**	5,362,198.02
O he non-c en liabili ie	–	
Total non-current liabilities	**84,659,272.31**	87,771,267.10
Total liabilities	**3,439,987,659.69**	3,097,863,537.92
Owners' equity:		
Sha e capi al	**797,848,400.00**	797,848,400.00
O he eq i in men	–	
Incl ding: P efe ed ha e	–	
Pe pe al bond	–	
Capi al e e e	**864,022,361.19**	863,356,311.20
Le T ea ha e	–	
O he comp ehen e income	**-3,341,732.32**	-1,671,948.29
Special e e	–	
S pl e e	**187,753,923.88**	187,753,923.88
Gene al i k e e	–	
Re ained p ofi	**-699,996,385.11**	-434,047,824.92
Total equity attributable to owners of the parent company	**1,146,286,567.64**	1,413,238,861.87
Mino i in e e	**-71,105,694.00**	-53,491,100.48
Total owners' equity	**1,075,180,873.64**	1,359,747,761.39
Total liabilities and owners' equity	**4,515,168,533.33**	4,457,611,299.31

Legal ep e en a i e:	*Pe on-in-cha ge of acco n ing affai *	*Pe on-in-cha ge of acco n ing depa men :*
Yang Yun Long	**Hao Yun Feng**	**Zhu Lin**

2. *Consolidated statement of profit or loss for the period from the beginning of the year to the end of the reporting period*

Uni : RMB

Item		Amount for the current period	Amo n fo he p e. io Ope iod
I.	**Total operating revenue**	**2,220,897,730.20**	2,945,300,053.76
	Incl ding: Ope a ing e. en e	**2,220,897,730.20**	2,945,300,053.76
	In e e income	–	
	In ance p emi m ea ned	–	
	B oke age and commi ion income	–	
II.	**Total operating costs**	**2,482,341,068.96**	3,022,225,216.26
	Incl ding: Ope a ing co	**2,135,736,337.65**	2,721,126,750.63
	In e e e pen e	–	
	B oke age and commi ion e pen e	–	
	S e ende	–	
	Ne compen a ion e pen e	–	
	Ne cha ge of in ance liabili e e . e	–	
	Polic holde di. idend e pen e	–	
	Rein ance p emi m	–	
	Ta e and cha ge	**9,917,303.59**	13,913,416.53
	Selling e pen e	**11,224,906.87**	8,697,727.37
	Admini a i. e e pen e	**224,812,059.70**	157,898,448.45
	Re ea ch and de. elopmen e pen e	**33,698,402.11**	37,275,726.41
	Finance co	**66,952,059.04**	83,313,146.87
	Incl ding: In e e e pen e	**82,077,733.46**	79,948,299.15
	In e e income	**6,691,085.64**	3,948,055.07

Item	Amount for the current period	Amount for the previous period
Add: Other gains	**752,905.98**	1,692,873.30
Investment income (loss expressed with "–")	–	
Including: Gains on investments in associates and joint ventures	–	
Gains on derecognition of financial assets measured at amortized cost	–	
Exchange gains (loss expressed with "–")	–	
Net gains on exposure hedges (loss expressed with "–")	–	
Gains on fair value changes (loss expressed with "–")	–	
Credit impairment losses (loss expressed with "–")	**3,641,035.54**	5,996,340.08
Asset impairment losses (loss expressed with "–")	**-28,968,110.01**	-5,571,622.44
Gains on disposal of assets (loss expressed with "–")	**1,123.89**	75,969.31
III. Operating profit (loss expressed with "–")	**-286,016,383.36**	-74,731,602.25
Add: Non-operating income	**5,547,153.97**	1,494,463.04
Less: Non-operating expenses	**1,148,867.91**	2,388,117.75
IV. Total profit (total loss expressed with "–")	**-281,618,097.30**	-75,625,256.96
Less: Income tax expense	**1,759,524.85**	5,365,180.76

Item	Amount for the current period	Amo n fo he p e. io pe iod
V. Net profit (net loss expressed with "–")	**-283,377,622.15**	-80,990,437.72
(I) B ope a ion con in i		
1. Ne p ofi f om con in ing ope a ion (ne lo e p e ed i h –)	**-283,377,622.15**	-80,990,437.72
2. Ne p ofi f om di con in ed ope a ion (ne lo e p e ed i h –)	–	
(II) B a ib able o ne hip		
1. Ne p ofi a ib able o ha eholde of he pa en compan (ne lo e p e ed i h --)	**-265,948,560.19**	-105,589,670.07
2. P ofi o lo a ib able o mino i in e e (ne lo e p e ed i h –)	**-17,429,061.96**	24,599,232.35
VI. Other comprehensive income, net of tax	**-1,855,315.59**	101,046.14
O he comp ehen i e income a ib able o o ne of he pa en compan , ne of a	**-1,669,784.03**	90,941.54
(I) O he comp ehen i e income ha ma no be ecla ified o p ofi o lo	–	
1. Change in emea emen of defined benefi plan	–	
2. O he comp ehen i e income ha ma no be an fe ed o p ofi o lo nde eq i acco n ing	–	
3. Fai al e change in in e men in o he eq i in men	–	
4. Fai al e change in c edi i k of he Compan	–	
5. O he	–	

Item	Amount for the current period	Amount for the previous period
(II) Other comprehensive income that will be reclassified to profit or loss	**-1,669,784.03**	90,941.54
1. Other comprehensive income that may be transferred to profit or loss under equity accounting	–	
2. Fair value changes in other debt investments	–	
3. Reclassification of financial assets to other comprehensive income	–	
4. Credit impairment provision for other debt investments	–	
5. Cash flow hedge effective	–	
6. Exchange differences on translation of financial statements in foreign currencies	**-1,669,784.03**	90,941.54
7. Other	–	
Other comprehensive income attributable to minority interests, net of tax	**-185,531.56**	10,104.60
VII. Total comprehensive income	**-285,232,937.74**	-80,889,391.58
(I) Total comprehensive income attributable to owners of the parent company	**-267,618,344.22**	-105,498,728.53
(II) Total comprehensive income attributable to minority interests	**-17,614,593.52**	24,609,336.95
VIII. Earnings per share:		
(I) Basic earnings per share	**-0.3333**	-0.1323
(II) Diluted earnings per share	**-0.3333**	-0.1323

Person-in-charge of accounting affairs: **Hao Yun Feng**

Person-in-charge of accounting department: **Zhu Lin**

Legal representative: **Yang Yun Long**

3. Consolidated statement of cash flows for the period from the beginning of the year to the end of the reporting period

Uni : RMB

Item	Amount for the current period	Amo n fo he p e. io pe iod
I. Cash flows from operating activities:		
Ca h ece i. ed f om ale of good and ende ing of e . ice	**2,426,990,906.70**	3,005,201,405.73
Ne inc ea e in depo i of c ome and in e bank depo i	–	
Ne inc ea e in bo o ing f om he cen al bank	–	
Ne inc ea e in placemen f om o he financial in i ion	–	
Ca h ece i. ed f om ece i. ing in ance p emi m of o iginal in ance con ac	–	
Ne ca h ece i. ed f om ein ance b ine	–	
Ne inc ea e in depo i f om polic holde and in. e men	–	
Ca h ece i. ed of in e e , fee and commi ion	–	
Ne inc ea e in bo o ing fi nd	–	
Ne inc ea e in capi al fo ep cha e b ine	–	
Ne ca h p oceed f om ec i ie b oke age	–	
Ta efi nd ece i. ed	**651,781.97**	10,541,216.58
O he ca h ece i. ed in ela ion o ope a ing ac i. i ie	**82,121,176.17**	10,319,283.40
Sub-total of cash inflows from operating activities	**2,509,763,864.84**	3,026,061,905.71

Item	Amount for the current period	Amount for the previous period
Cash paid for purchasing goods and receiving services	**2,109,038,730.95**	3,044,618,770.07
Net increase in loans and advances to customers	–	-3,320,474.50
Net increase in deposits with the central bank and inter-bank deposits	–	
Cash paid for compensation of original insurance contracts	–	
Net increase in lending funds	–	
Cash paid for interests, fees and commissions	–	
Cash paid for dividends of policy holders	–	
Cash paid to and on behalf of employees	**204,962,830.55**	171,763,950.37
Taxes paid	**60,199,098.74**	52,205,356.67
Other cash paid in relation to operating activities	**110,134,628.20**	124,956,442.52
Sub-total of cash outflows from operating activities	**2,484,335,288.44**	3,390,224,045.13
Net cash flows generated from operating activities	**25,428,576.40**	-364,162,139.42

Item	Amount for the current period	Amount for the previous period
II. Cash flows from investing activities:		
Cash received from disposal investments	–	
Cash received from gains on investments	–	
Net cash from disposal of fixed assets, intangible assets and other long-term assets	–	140,089,564.74
Net cash received from disposal of subsidiaries and other business units	–	
Other cash received relating to investing activities	–	
Sub-total of cash inflows from investing activities	–	140,089,564.74
Cash paid for purchase and construction of fixed assets, intangible assets and other long-term assets	**8,584,655.77**	24,400,070.66
Cash paid for investments	–	
Net increase in pledged loans	–	
Net cash paid for acquisition of subsidiaries and other business units	–	
Other cash paid relating to investing activities	–	
Sub-total of cash outflows from investing activities	**8,584,655.77**	24,400,070.66
Net cash flows generated from investing activities	**-8,584,655.77**	115,689,494.08

Item	Amount for the current period	Amount for the previous period
III. Cash flows from financing activities:		
Cash received from capital contributions	–	
Including: Cash received from minority shareholders' investments by subsidiaries	–	
Cash received from borrowings	**3,405,619,575.32**	2,101,214,757.03
Other cash received relating to financing activities	–	
Sub-total of cash inflows from financing activities	**3,405,619,575.32**	2,101,214,757.03
Cash paid for repayments of debts	**3,189,960,998.00**	2,347,375,495.40
Cash paid for distribution of dividends and profits or payment of interest	**83,443,717.47**	76,781,341.89
Including: Dividends and profits paid to minority shareholders by subsidiaries	–	
Other cash paid relating to financing activities	**179,358,500.00**	112,915,500.00
Sub-total of cash outflows from financing activities	**3,452,763,215.47**	2,537,072,337.29
Net cash flows generated from financing activities	**-47,143,640.15**	-435,857,580.26
IV. Effect of changes in foreign exchange rate on cash and cash equivalents	**-5,076,886.81**	-950,210.46
V. Net increase in cash and cash equivalents	**-35,376,606.33**	-685,280,436.06
Add: Balance of cash and cash equivalents at the beginning of the period	**414,209,197.66**	699,989,196.48
VI. Balance of cash and cash equivalents at the end of the period	**378,832,591.33**	14,708,760.42

(II) Auditor's Report

Whe he he hi d qı a e l epo ha□ been aı di ed

□ Ye□ ✓No

The hi d qı a e l epo of he Compan ha□ no been aı di ed.

Sha eholde □ of he Compan and po en ial in. e□o □a e ad. i□ed o e e ci□e ca ı ion hen dealing in he □ha e□ of he Compan and a e ecommended o con□ l hei o n p ofe□□ional ad. i□e □ if he a e in do ı b a□ o hei in. e□men po□i ion□.

B o de of he Boa d
Shandong Molong Petroleum Machinery Company Limited*
Yang Yun Long
Chai man

Shandong, he PRC
27 Oc obe 2022

A□ a he da e of hi□ anno ı ncemen , he Boa d of he Compan comp i□e□ he e ec ı i e di ec o □, namel M . Yang Yı n Long, M . Yı an Rı i, M . Li Zhi Xin and M . Yao Yo ı Ling; he non-e ec ı i e di ec o □, namel Wang Qı an Hong and M . Li Ji Lı ; and he independen non-e ec ı i e di ec o □, namel M . Tang Qing Bin, M . Song Zhi Wang and M . Cai Zhong Jie.

* *Fo iden ifica ion pı po□e onl*