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(A Sino-foreign joint stock limited company incorporated in the People's Republic of China with limited liability)

Stock Code: 568

INSIDE INFORMATION
ESTIMATED RESULTS FOR THE FIRST HALF OF 2024

This announcement is made by Shandong Molong Petroleum Machinery Company Limited* (the "**Company**") pursuant to Rule 13.09 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 (Chapter 571 of the Laws of Hong Kong).

I. RESULTS ESTIMATION FOR THE CURRENT REPORTING PERIOD

1. Period of the results estimation: 1 January 2024 - 30 June 2024

2. Results estimation:

Estimated positive net profit falling into one of the following scenarios:

☑ Turning around from loss to profit ☐ Increasing year-on-year ☐ Declining year-on-year

Item	Current reporting period	Corresponding period of last year
Net profit attributable to shareholders of listed company *(RMB)*	Profit: 145 million – 180 million	Loss: 158.2424 million
Net profits after extraordinary gains or losses *(RMB)*	Loss: 110 million – 145 million	Loss: 159.7156 million
Basic earnings per share *(RMB)*	Profit: 0.182 / share 0.226 / share	Loss: 0.1983 / share

II. INFORMATION ON COMMUNICATION WITH AUDITORS

This results estimation has not been pre-audited by certified public accountant(s). The Company has communicated with its auditor in respect of this results estimation and relevant issues and there is no disagreement between the Company and its auditor in relation to this results estimation.

III. REASONS FOR CHANGES IN RESULTS

During the reporting period, the Company disposed of its 70% equity interest in Shouguang Baolong Petroleum Equipment Co., Ltd.* ( ) and 98.0769% equity interest in Weihai City Baolong Petroleum Equipment Co., Ltd.* ( ), both of which were subsidiaries of the Company. The investment earnings were accounted for as extraordinary profit and loss, which had an impact of approximately RMB282 million on the net profit attributable to shareholders of listed company. During the reporting period, the Company solidified its basic management and focused on cost control, which had significant impact on reduction of costs and enhancement of efficiency, leading to a substantial reduction in various costs. The aforementioned factors led to a turnaround from loss to profit in the Company's operating results.

IV. RISK WARNING

This results estimation is only a preliminary estimation made by the finance department of the Company and has not been audited by certified public accountants. The actual financial information is subject to the 2024 interim results announcement and report to be disclosed by the Company.

Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company.

By order of the Board
Shandong Molong Petroleum Machinery Company Limited*
Han Gao Gui
Chairman

Shandong, the PRC
9 July 2024

As at the date of this announcement, the board of directors of the Company comprises the executive Directors, namely Mr. Han Gao Gui and Mr. Yuan Rui; the non-executive Directors, namely Mr. Ding Yi and Ms. Zhang Min; and the independent non-executive Directors, namely Mr. Tang Qing Bin, Mr. Song Zhi Wang and Mr. Cai Zhong Jie.

** For identification purposes only*