[redacted]



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

C : 568

A CE E E A
A CA CA CE A E
A E EC A A E E C A

Reference is made to the announcement of Shandong Molong Petroleum Machinery Company Limited* (the "C ") dated 28 March 2024 in relation to, amongst others, imposition of other risk warnings in respect of the A Shares of the Company.

Grant Thornton Zhitong Certified Public Accountants LLP (" ") audited the Company's 2024 financial report and issued a standard unqualified audit report.

According to Rule 9.8.7 of the Rules Governing the Listing of Shares on Shenzhen Stock Exchange, the Company has made an application to the Shenzhen Stock Exchange for the cancellation of other risk warnings. The application for cancellation of other risk warnings is subject to the approval of the Shenzhen Stock Exchange, and there is no certainty as to whether such application will be approved by the Shenzhen Stock Exchange.

During the Shenzhen Stock Exchange's review, the Company will not apply for suspension of trading in its A Shares, which will be traded normally. The Company will fulfill its information disclosure obligations in a timely manner based on the

A. A E A E EC A A E E C A

According to Rule 9.8.1 of the Rules Governing the Listing of Shares on Shenzhen Stock Exchange, given that the Company's net profits before and after deducting non-recurring gains and losses (whichever is lower) in the past three consecutive financial years from 2021 to 2023 were in the negative, and the audit report for year 2023 revealed that there is uncertainty as to the Company's ability to continue as a going concern; the Shenzhen Stock Exchange has imposed other risk warnings in respect of trading in the Company's A Shares commencing from market opening on 1 April 2024. The stock abbreviation of the A Shares of the Company was changed from "Shandong Molong" to "ST Molong", and the daily limit in respect of increase or decrease in the stock price of the

timely performance and repayment.

2. Obtain support from financial institution creditors

   On 12 December 2024, the Shouguang Municipal Government organised a conference for relevant financial institutions in respect of the credit condition of the Company. Upon coordination, the banks have undertaken to maintain the amount of existing credit facilities, refrain from withdrawal of loans, suspension of loans and reduction of loans, in order to jointly resolve the Company's capital risks.

3. Obtain financial support provided by Shouguang Jinxin (a related party shareholder)

   After consideration and approval at the third extraordinary meeting of the eighth session of the Company's board of directors on 24 February 2025, based on the Company's needs including production and operation and repayment of overdue debts, Shandong Shouguang Jinxin Investment Development Holding Group Co., Ltd.* (

supply chain enterprises through financial leasing, factoring of accounts receivable, goods and trad

timely manner based on the progress of the above.

C

C .

By order of the Board
C *****

Chairman

Shandong, the PRC
28 March 2025

As at the date of this announcement, the board of directors of the Company comprises the executive Directors, namely Mr. Han Gao Gui, Mr. Yuan Rui, Mr. Zhang Zhi Yong and Mr. Wang Tao; the non-executive Directors, namely Ms. Zhang Min and Mr. Ma Qing Wen; and the independent non-executive Directors, namely Mr. Zhang Zhen Quan, Mr. Dong Shao Hua and Mr. Zhang Bing Gang.

** For identification purposes only*