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山東墨龍石油機械股份有限公司

Shandong Molong Petroleum Machinery Company Limited*

(A Sino-foreign joint stock limited company incorporated in the People's Republic of China with limited liability)
(**Stock Code: 568**)

ANNOUNCEMENT IN RELATION TO CANCELLATION OF OTHER RISK WARNINGS IN RESPECT OF A SHARES OF THE COMPANY AND SUSPENSION OF TRADING AND RESUMPTION OF TRADING

Reference is made to the announcements of Shangdong Molong Petroleum Machinery Company Limited* (the “**Company**”) dated 28 March 2024 and 28 March 2025 in relation to, amongst others, other risk warnings in respect of the A Shares of the Company.

1. Trading in A Shares of the Company will be suspended for one day on 30 April 2025 (Wednesday), and trading will resume upon market opening on 6 May 2025 (Tuesday).
2. The cancellation of other risk warning will be effective from market opening on 6 May 2025 (Tuesday); the stock abbreviation will be changed from “ST Molong” to “Shandong Molong”, the stock code will remain to be “002490”; after the cancellation of other risk warnings, the daily limit in respect of increase or decrease in the stock price of the A Shares of the Company is changed from 5% to 10%.

A. TYPE AND ABBREVIATION OF SHARES, STOCK CODE AND EFFECTIVE DATE OF CANCELLATION OF OTHER RISK WARNINGS

1. Type of Shares: RMB Ordinary Shares (A Shares);
2. Stock Abbreviation: Changing from “ST Molong” to “Shandong Molong”;
3. Stock Code: Unchanged, remaining to be “002490”;
4. Effective Date of Cancellation of Other Risk Warnings: 6 May 2025 (Tuesday);
5. Daily limit in respect of increase or decrease in the stock price: Following the cancellation of other risk warnings, the daily limit in respect of increase or decrease in the stock price

of the A Shares of the Company has become is changed from 5% to 10%.

B. INFORMATION OF IMPOSITION OF OTHER RISK WARNINGS IN RESPECT OF A SHARES OF THE COMPANY

On 29 March 2024, the Company disclosed the Company's 2023 Annual Report and related announcements on CNINFO website (www.cninfo.com.cn), the designated media for information disclosure. The lower of the Company's net profits before and after deducting non-recurring gains and losses for the last three consecutive financial years of 2021, 2022 and 2023 were in the negative, and ShineWing Certified Public Accountants LLP issued an unqualified audit report (XYZH/2024JNAA3B0050) with a paragraph on significant uncertainty on ability to continue as a going concern to the Company for year 2023.

According to requirement in Rule 9.8.1(7) of the Rules Governing the Listing of Shares on Shenzhen Stock Exchange that "the lower of the Company's net profits before and after deducting non-recurring gains and losses in the immediately preceding three consecutive financial years were in the negative, and the audit report in the most recent year reveals that there is uncertainty as to the Company's ability to continue as a going concern", trading in A Shares of the Company fell into circumstances of other risk warnings and other risk warnings was imposed with effect from 1 April 2024. For details, please refer to the announcement of the Company "Announcement in relation to the Imposition of Other Risk Warnings on the Shares of the Company and Suspension of Trading" (Announcement No: 2024-035)".

C. BASIC INFORMATION ON THE COMPANY'S APPLICATION FOR CANCELLATION OF OTHER RISK WARNINGS

1. Elimination of circumstances of other risk warnings in respect of the Company's A Shares

Grant Thornton Zhitong Certified Public Accountants LLP has audited the Company's financial statements for year 2024 and issued a standard unqualified audit report and the "Specific Statement in relation to the Elimination of Non-standard Matter in the Preceding Period of Shangdong Molong Petroleum Machinery Company Limited* in the Current Period of 2024" (2025) (Zhitong Zhuanzi No. 371A004042), in which it was opined that the impact of the uncertainty on ability to continue as a going concern" in the Company's 2023 audit report has been eliminated.

2. The Company's satisfaction of relevant requirements for an application for cancellation of other risk warnings

Pursuant to Rule 9.8.7(4) of the Rules Governing the Listing of Shares on Shenzhen Stock Exchange, "where it is revealed in the Company's audited financial report for the most recent financial year that the lower of the Company's net profits before and after deducting non-recurring gains is in the positive or the uncertainty on ability to continue as a going concern has been eliminated, and application for cancellation of other risks warning in respect of trading

in its shares having been made to the Shenzhen Stock Exchange, documents including the audit report for the most recent year issued by the auditor shall be disclosed.

As mentioned above, circumstances of the imposition of other risk warnings on trading in the A Shares of the Company have been eliminated, which satisfies the conditions for application for cancellation of other risk warnings in trading in shares under in Rule 9.8.7 of the Rules Governing the Listing of Shares on Shenzhen Stock Exchange.

3. No circumstances of the imposition of other risk warnings exist in respect of the Company

Following rule by rule self-assessment, none of the circumstances of cancellation of listing risk warnings and other risk warnings as set out in Chapter 9 of the Rules Governing the Listing of Shares on Shenzhen Stock Exchange existed in respect of the Company.

D. INFORMATION ON THE COMPANY'S APPLICATION TO THE SHENZHEN STOCK EXCHANGE AND ITS APPROVAL

The Company held the first meeting of the eighth session of the board of directors and the first meeting of the eighth session of the supervisory committee on 28 March 2025 in accordance with the relevant requirements in the Rules Governing the Listing of Shares on Shenzhen Stock Exchange, at which the "Resolution on Application for Cancellation of Other Risk Warnings in respect of the Company's Shares" was considered and approved. On the same day, the "Application for Cancellation of Other Risk Warnings in respect of the Company's Shares" was made to the Shenzhen Stock Exchange. For details, please refer to the Company's "Announcement in relation to the Application for Cancellation of Other Risk Warnings in respect of the Company's Shares" (Announcement No. 2025-016) disclosed on 29 March 2025.

The aforementioned application for cancellation of other risk warnings in respect of the Company's A Shares has been approved by the Shenzhen Stock Exchange. In accordance with the relevant requirements in the Rules Governing the Listing of Shares on Shenzhen Stock Exchange, trading in A Shares of the Company will be suspended for one day on 30 April 2025, and trading will resume and the other risk warnings will be cancelled from market opening on 6 May 2025. The stock abbreviation will be changed from "ST Molong" to "Shandong Molong"; the stock code will remain to be "002490", and the daily limit in respect of increase or decrease in the stock price of the A Shares is changed from 5% to 10%.

E. OTHER MATTERS

The Company's designated medias for information disclosure are China Securities Journal, Shanghai Securities News, Securities Daily, Securities Times and the CNINFO website (www.cninfo.com.cn). All information of the Company shall be subject to the announcement(s) issued on the above-mentioned designated medias for information disclosure. Investors are advised to pay attention to the investment risks.

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

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

Shandong, the PRC
29 April 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*