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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)

**RECEIPT OF INVESTIGATION NOTICE FROM THE CSRC
AND
ANNOUNCEMENT MADE PURSUANT TO RULE 13.51B(2)
OF THE LISTING RULES**

This announcement is made by Shandong Molong Petroleum Machinery Company Limited* (the “**Company**”) 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 “**Listing Rules**”) 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 “**CSRC**”). 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 “**Investigation**”).

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.

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

By order of the Board of
Shandong Molong Petroleum Machinery Company Limited*
Yang Yun Long
Chairman

Shandong, the PRC
2 June 2021

As at the date of this announcement, the Board comprises the executive Directors, namely Mr. Yang Yun Long, Mr. Yuan Rui, Mr. Liu Min and Mr. Li Zhi Xin; the non-executive Directors, namely Mr. Yao You Ling and Mr. Wang Quan Hong; and the independent non-executive Directors, namely Mr. Tang Qing Bin, Mr. Song Zhi Wang and Mr. Cai Zhong Jie.

** For identification purpose only*