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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)

INSIDE INFORMATION ESTIMATED RESULTS FOR THE FIRST HALF OF 2022

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 period

1. Period of the results estimation: 1 January 2022 - 30 June 2022
2. Results estimation: Expected negative net profit

Item	Current reporting period	Corresponding period of last year
Net profit attributable to shareholders of listed company (RMB)	Loss: 160 – 180 million	Loss: 68,250,800
Net profits after extraordinary gains or losses (RMB)	Loss: 170– 190 million	Loss: 67,527,000
Basic earnings per share (RMB)	Loss: 0.20 / share – 0.23 / share	Loss: 0.0855 / share

II. Communication with auditors

This results estimation has not been pre-audited by certified public accountant(s).

III. Reasons for changes in results

During the reporting period, as affected by regional epidemic prevention and control measures, transportation in respect of procurement of raw materials and product sales was hindered, and the production lines of the Company were operating at a reduced capacity, resulting in increased production costs and management expenses. As affected by market conditions, the production and sales of certain products decreased year-on-year, resulting in a year-on-year decrease in operating income during the reporting period. The above factors as a whole led to a decrease in the gross profit margins of the products during the reporting period.

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 of the Company is subject to the 2022 interim report of the Company 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*
Yang Yun Long
Chairman

Shandong, the PRC
14 July 2022

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

** For identification purposes only*