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If you are in any doubt as to any aspect of this circular or as to the action to be taken, you should consult your licensed securities dealer, or registered institutions in securities, bank manager, solicitor, professional accountant or other professional adviser.

If you have sold or transferred all your shares in **Shandong Molong Petroleum Machinery Company Limited***, you should at once hand this circular together with the accompanying form of proxy to the purchaser or the transferee or to the bank, licensed securities dealer, or registered institutions in securities, stockbroker or other agent through whom the sale was effected for transmission to the purchaser or transferee.

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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 venture limited by shares incorporated in the People's Republic of China)
(Stock Code: 568)

**(1) PROPOSED GRANT OF GENERAL MANDATE TO ISSUE H SHARES
AND
(2) NOTICE OF THE SECOND EXTRAORDINARY GENERAL MEETING
IN 2026**

Unless the context otherwise requires, capitalized terms used in this cover page have the same meanings as those defined in this circular.

A letter from the Board is set out on pages 3 to 6 of this circular.

The Company will convene the EGM on 8 April 2026 at 2:00 p.m. at the Conference Room at No. 999 Wensheng Street, Shouguang City, Shandong Province, the People's Republic of China. The notice of the EGM is set out on pages EGM-1 to EGM-2 of this circular.

Shareholders who are entitled to attend and vote at the EGM can appoint one or more proxies to attend and vote on their behalf. A proxy need not be a member of the Company. Whether or not you are able to attend the EGM, please complete and return the enclosed proxy forms in accordance with the instructions printed thereon as soon as practicable and in any event by not less than 24 hours before the time appointed for the holding of the EGM (or any adjournment thereof). In order to be valid, the proxy forms for the EGM must be deposited by hand or post, for holders of H Shares of the Company, to the H Share registrar of the Company, Tricor Investor Services Limited at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong for taking the poll. Completion and return of the proxy forms will not preclude you from attending and voting in person at the EGM should you so wish.

* *For identification purposes only*

13 March 2026

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DEFINITIONS

In this circular, unless the context otherwise requires, the following terms or expressions shall have the meanings set out below:

“A Share(s)”	ordinary domestic share(s) listed on the SZSE with a par value of RMB1.00 per share in the Company’s share capital and traded in RMB;
“Articles of Associations”	the articles of association of the Company as revised from time to time;
“Board”	the board of Directors;
“Company”	Shandong Molong Petroleum Machinery Company Limited* (山東墨龍石油機械股份有限公司);
“Director(s)”	the director(s) of the Company;
“EGM”	the extraordinary general meeting of the Company to be convened and held at 2:00 p.m. on 8 April 2026, or any adjournment thereof for the Shareholders to consider, and if thought fit, approve the grant of the General Mandate;
“General Mandate”	a general and unconditional mandate proposed to be granted to the Directors to exercise all the power to allot, issue or otherwise deal with H Shares (including any sale or transfer of treasury shares) of up to a maximum of 20% of the total number of Shares in issue (excluding any treasury shares) as at the date of passing of the relevant resolution granting such mandate;
“H Share(s)”	ordinary overseas listed foreign share(s) listed on the Hong Kong Stock Exchange with a par value of RMB1.00 per share in the Company’s share capital and traded in HKD;
“HKD”	Hong Kong dollars, the lawful currency of Hong Kong;
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC;
“Hong Kong Listing Rules”	The Rules Governing the Listing of Securities on the Hong Kong Stock Exchange;
“Hong Kong Stock Exchange”	The Stock Exchange of Hong Kong Limited;
“Latest Practicable Date”	13 March 2026, being the latest practicable date prior to the printing of this circular for ascertaining certain information referred to in this circular;
“PRC”	the People’s Republic of China;

DEFINITIONS

“RMB”	Renminbi, the lawful currency of the PRC;
“Share(s)”	A Share(s) and H Share(s);
“Shareholder(s)”	Holder(s) of Shares;
“SZSE”	Shenzhen Stock Exchange;
“SZSE Listing Rules”	the Rules Governing the Listing of Shares on SZSE; and
“%”	per cent.

** For ease of reference, the names of the PRC incorporated companies and entities have been included in this circular in both Chinese and English language. In the event of any inconsistency, the Chinese name shall prevail.*

LETTER FROM THE BOARD



山東墨龍石油機械股份有限公司

Shandong Molong Petroleum Machinery Company Limited*

(A Sino-foreign joint venture limited by shares incorporated in the People's Republic of China)

(Stock Code: 568)

Executive Directors:

Mr. Han Gao Gui (Chairman)

Mr. Yuan Rui

Mr. Wang Tao

Mr. Song Guang Jie

Registered office:

No. 99 Xingshang Road

Gucheng Street

Shouguang City

Shandong Province

PRC

Non-Executive Directors:

Mr. Huang Bing De

Ms. Zhang Min

Principal Place of business in Hong Kong:

5/F, Kam Sang Building

257 Des Voeux Road Central

Sheung Wan

Hong Kong

Independent Non-Executive Directors:

Mr. Zhang Zhen Quan

Mr. Dong Shao Hua

Mr. Zhang Bing Gang

To the Shareholders

Dear Sir/Madam,

**(1) PROPOSED GRANT OF GENERAL MANDATE TO ISSUE H SHARES
AND
(2) NOTICE OF THE SECOND EXTRAORDINARY GENERAL MEETING
IN 2026**

1. INTRODUCTION

The purpose of this circular is to provide you with information regarding the proposed grant of the General Mandate, and to give you notice of the EGM to consider and, if thought fit, approve the grant of the General Mandate.

2. PROPOSED GRANT OF GENERAL MANDATE TO ISSUE H SHARES

A special resolution will be proposed at the EGM for the grant of the General Mandate to the Directors, on terms as set out in the special resolution in the EGM Notice, allowing them to exercise all the powers of the Company to issue, allot and deal with additional H Shares (including any sale and transfer of treasury shares) up to a maximum of 20% of the total number of Shares in issue (excluding treasury shares). The General Mandate will authorize the Board to approve, execute and

LETTER FROM THE BOARD

do or procure to be executed and done, all such documents, deeds and things as it may consider necessary, desirable or expedient in connection with the allotment and issue of any new H Shares (including any sale and transfer of treasury shares) pursuant to the exercise of the General Mandate, including but not limited to the followings:

- (i) to make or grant offers or agreements that might or would require H Shares to be issued or other transferable rights to subscribe for or purchase H Shares including but not limited to the creation and issue of warrants, bonds, debentures or other instruments convertible into H Shares;
- (ii) to formulate and implement specific H Shares issue plans when exercising the General Mandate, including but not limited to the pricing methods, the issue price or price range, number of H Shares to be issued, allottees, use of proceeds, time and/or period of issue, and other matters relating to the issue of H Shares;
- (iii) to engage intermediary institutions for matters in relation to the issue of H Shares, and to approve and execute all the acts, deeds, documents and other matters which are necessary, appropriate, desirable or relevant to the issue of H Shares;
- (iv) to consider and approve and to execute, for and on behalf of the Company, agreements relating to the issuance, including but not limited to placement, subscription and/or underwriting agreement and engagement agreements of intermediary institutions;
- (v) to approve, amend and to execute, for and on behalf of the Company, all statutory documents relating to the issuance of H Shares for submission to the relevant regulatory authorities pursuant to all applicable legal and regulatory requirements, and to undertake and complete all relevant procedures, including but not limited to all necessary registration and filing procedures in the PRC and Hong Kong;
- (vi) to amend the Articles of Association as it thinks fit to reflect the new share capital structure upon the allotment or issue of any additional H Shares pursuant to the General Mandate; and
- (vii) to delegate its authority under the General Mandate, including but not limited to the above, to its authorised persons subject to all applicable laws and regulations.

As at the Latest Practicable Date, the total number of Shares in issue of the Company was 797,848,400 comprising 541,722,000 A Shares and 256,126,400 H Shares, and the Company had no treasury shares. Subject to the passing of the special resolution regarding the General Mandate and assuming that no Shares will be issued prior to the EGM, the Company will be allowed under the General Mandate to issue a maximum of 159,569,680 H Shares.

LETTER FROM THE BOARD

The General Mandate shall not extend beyond the Relevant Period (as elaborated below) save that, during the Relevant Period, the Board may make or grant offers, agreements or options with respect to the issue of H Shares which might be required to be carried out or implemented after the end of the Relevant Period. The “Relevant Period” refers to the period commencing from the passing of the special resolution to grant the General Mandate until the earlier of:

- (i) the conclusion of the next annual general meeting of the Company;
- (ii) the expiration of twelve (12) months following the passing of the special resolution granting the General Mandate; or
- (iii) the date upon which the General Mandate is revoked or varied by a special resolution of the Shareholders in general meeting.

The Board will only exercise the General Mandate in accordance with the PRC Company Law and the Hong Kong Listing Rules and all applicable laws and rules and regulations of any other governmental or regulatory authorities.

3. EGM

The notice of the EGM is set out on pages EGM-1 to EGM-2 of this circular. The Company will hold the EGM at 2:00 p.m. on 8 April 2026. At the EGM, a special resolution will be put forward for the Shareholders to consider, and if thought fit, approve the grant of the General Mandate.

If you wish to appoint a proxy to attend the EGM, you must complete and return the accompanying proxy forms in accordance with the instructions printed thereon. The proxy forms should be returned to the registrar for H Shares of the Company, Tricor Investor Services Limited at the 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong; (for holders of H Shares) no later than 24 hours before the time appointed for the holding of the EGM (or any adjournment thereof). Completion and return of the forms of proxy will not preclude you from attending and voting in person at the EGM should you so wish.

In accordance with Rule 13.39 of the Hong Kong Listing Rules, except where the chairman of the EGM, in good faith, decides to allow a resolution which relates purely to a procedural or administrative matter to be voted on by a show of hands, any vote of Shareholders at a general meeting must be taken by poll. Accordingly, the proposed resolution will be put to vote by way of poll at the EGM. An announcement on the poll results will be made by the Company after the EGM in the manner prescribed under Rule 13.39(5) of the Hong Kong Listing Rules.

LETTER FROM THE BOARD

4. CLOSURE OF REGISTER OF MEMBERS

The register of members of the Company will be closed from 31 March 2026 to 8 April 2026 (both days inclusive), during which period no share transfers will be effected. In order to qualify for attending and voting at the EGM, all instruments of transfer must be lodged with the registrar for H Shares, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong, no later than 4:30 p.m. on 30 March 2026. For determining the entitlement to attend and vote at the EGM (or any adjournment thereof), the record date is fixed on 8 April 2026.

5. RESPONSIBILITY STATEMENT

This circular includes particulars given in compliance with the Hong Kong Listing Rules for the purpose of giving information with regard to the Company. The Directors jointly and severally accept full responsibility for the accuracy of the information contained in this circular and confirm, having made all reasonable enquiries, that to the best of their knowledge and belief the information contained in this circular is accurate and complete in all material respects and not misleading or deceptive and there are no other facts the omission of which would make any statement herein misleading.

6. RECOMMENDATION

The Directors are of the view that the grant of the General Mandate is in the interests of the Company and the Shareholders as a whole. Accordingly, the Directors recommend the Shareholders to vote in favor of the special resolution set out in the notice of the EGM.

Yours faithfully,
Shandong Molong Petroleum Machinery Company Limited*
Han Gao Gui
Chairman

Shandong, the PRC, 13 March 2026

NOTICE OF EGM



山東墨龍石油機械股份有限公司

Shandong Molong Petroleum Machinery Company Limited*

(A Sino-foreign joint venture limited by shares incorporated in the People's Republic of China)

(Stock Code: 568)

NOTICE OF THE SECOND EXTRAORDINARY GENERAL MEETING IN 2026

NOTICE IS HEREBY GIVEN that the second extraordinary general meeting in 2026 (the “EGM”) of Shandong Molong Petroleum Machinery Company Limited (the “Company”) will be convened and held at 2:00 p.m. on Wednesday, 8 April 2026 at the conference room at No. 999, Wensheng Street, Shouguang City, Shandong Province, the People's Republic of China (the “PRC”) to consider and, if thought fit, approve the following resolution:

SPECIAL RESOLUTION

To consider and approve the grant to the directors of the Company a general mandate (the “General Mandate”) to allot, issue and deal with additional ordinary overseas listed foreign shares of the Company (“H Share(s)”) (including sale and transfer of any treasury shares) up to a maximum of 20% of the total number of shares of the Company in issue as at the date of passing this resolution (excluding any treasury shares) for a period from the date of passing of this resolution until the earlier of (i) the conclusion of the next annual general meeting of the Company, (ii) the expiration of twelve (12) months following the passing of this resolution, or (iii) the date of revocation or variation of the authority given under this resolution by a special resolution made by the shareholders of the Company at a general meeting, and to authorize the directors and their authorized persons to approve, execute and do or procure to be executed and done, all such documents, deeds and things as it may consider necessary or expedient in connection with the allotment and issue of any new H Shares (including any sale and transfer of treasury shares) pursuant to the exercise of the General Mandate, including (but not limited to) to amend the articles of association of the Company as it thinks fit to reflect the new share capital structure upon the allotment or issue of any additional H Shares pursuant to the General Mandate.

By order of the Board

Shandong Molong Petroleum Machinery Company Limited*

Han Gao Gui

Chairman

Shandong, the PRC

13 March 2026

* For identification purposes only

NOTICE OF EGM

Notes:

- (A) The register of members of the Company will be closed from 31 March 2026 to 8 April 2026, during which period no share transfers will be effected. In order to qualify for attending and voting at the EGM, all instruments of transfer must be lodged with the registrar for H Shares, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong, no later than 4:30 p.m. on 30 March 2026. For determining the entitlement to attend and vote at the EGM or any adjournment thereof, the record date is fixed on 8 April 2026.

The address of the Company's registrar for H Shares is:

Tricor Investor Services Limited
17/F, Far East Finance Centre
16 Harcourt Road
Hong Kong

The Company will publish specific announcement on the Shenzhen Stock Exchange setting out details of the eligibility of holders of ordinary domestic shares listed on the Shenzhen Stock Exchange (i.e. A Shares) to attend the EGM.

- (B) A form of proxy for use at the EGM is enclosed with the circular of the Company and such form of proxy is also published on the websites of The Stock Exchange of Hong Kong Limited and of the Company. Whether or not you intend to attend the EGM, you are required to complete and return the enclosed form of proxy in accordance with the instructions printed thereon not less than 24 hours before the time fixed for holding the EGM or any adjournment thereof (as the case may be). Completion and return of the form of proxy will not preclude you from attending the EGM and voting in person if you so wish.
- (C) If a proxy attends the EGM on behalf of a shareholder of the Company (“**Shareholder(s)**”), he/she should produce his/her proof of identity and the instrument signed by the proxy or his/her legal representative, which specifies the date of its issuance. If the legal representative of Shareholder who is a legal person attends the EGM, such legal representative should produce his/her proof of identity and valid documents evidencing his/her capacity as such legal representative. If a Shareholder who is a legal person appoints a representative of a company other than its legal representative to attend the EGM, such representative should produce his/her proof of identity and an authorization instrument affixed with the seal of the legal person Shareholder and duly signed by its legal representative.
- (D) The EGM is expected to last for about one hour. Shareholders attending the EGM are responsible for their own transportation and quarter expenses.