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**THIS CIRCULAR IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION**

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**If you are in doubt** as to any aspect of this circular, or as to the action to be taken, you should consult your stockbroker or other registered dealer 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 enclosed form of proxy to the purchaser or the transferee or to the bank, stockbroker or other agent through whom the sale or transfer was effected for transmission to the purchaser or the 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 NON-PUBLIC ISSUANCE OF CORPORATE BONDS**  
**(2) PROPOSED NON-PUBLIC ISSUANCE OF PERPETUAL**  
**CORPORATE BONDS**  
**AND**  
**(3) NOTICE OF THE THIRD EXTRAORDINARY GENERAL MEETING**  
**IN 2026**

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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 15 of this circular.

The Company will convene the EGM on 7 July 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. Whether or not you are able to attend the EGM, please complete and return the enclosed proxy form 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 (as the case may be). In order to be valid, the proxy form for the EGM must be deposited by hand or post, for holders of H Shares of the Company, to the registrar for H Shares 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 form will not preclude you from attending and voting in person at the EGM should you so wish.

\* *For identification purposes only*

18 June 2026

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## DEFINITIONS

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*In this circular, unless the context otherwise requires, the following terms 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;
“Board”	the board of Directors;
“Company”	Shandong Molong Petroleum Machinery Company Limited*;
“Corporate Bonds”	the corporate bonds in the amount of up to RMB200 million proposed to be issued by the Company;
“Director(s)”	the director(s) of the Company;
“EGM”	the third extraordinary general meeting of the Company in 2026 to be convened and held at 2:00 p.m. on 7 July 2026, or any adjournment thereof for the Shareholders to consider and, if thought fit, approve (1) the proposed non-public issuance of Corporate Bonds; and (2) the proposed non-public issuance of Perpetual Corporate Bonds;
“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”	18 June 2026, being the latest practicable date prior to the printing of this circular for ascertaining certain information herein;
“Perpetual Corporate Bonds”	the perpetual corporate bonds in the amount of up to RMB200 million proposed to be issued by the Company;
“PRC”	the People’s Republic of China;
“RMB”	Renminbi, the lawful currency of the PRC;
“Share(s)”	A Share(s) and H Share(s);
“Shareholder(s)”	holder(s) of Shares;

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## DEFINITIONS

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

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LETTER FROM THE BOARD

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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)**

*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 NON-PUBLIC ISSUANCE OF CORPORATE BONDS  
(2) PROPOSED NON-PUBLIC ISSUANCE OF PERPETUAL  
CORPORATE BONDS  
AND  
(3) NOTICE OF THE THIRD EXTRAORDINARY GENERAL MEETING  
IN 2026**

**1. INTRODUCTION**

The purpose of this circular is to provide you with information regarding the resolutions to be proposed at the EGM in relation to (1) the proposed non-public issuance of Corporate Bonds; and (2) the proposed non-public issuance of Perpetual Corporate Bonds, and to give you notice of the EGM. This circular gives all the information reasonably necessary to enable the holders of H Shares to make an informed decision on whether to vote for or against the resolutions to be proposed at the EGM.

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## LETTER FROM THE BOARD

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### 2. PROPOSED NON-PUBLIC ISSUANCE OF CORPORATE BONDS

In order to further expand financing channels, improve the debt structure and safeguard against funding risks, and in light of the actual situation of the Company, the Company proposes to make a non-public issuance of Corporate Bonds in the amount of up to RMB200 million (inclusive) to professional investors.

The proposed non-public issuance of Corporate Bonds is subject to the approval of the Shareholders at the EGM.

#### (i) Description of the Company's Fulfillment of Conditions for the Non-public Issuance of Corporate Bonds

Pursuant to the requirements in relevant laws, regulations and normative documents including the Company Law, the Securities Law and the Administrative Measures for the Issuance and Trading of Corporate Bonds, and in light of the Company's actual operating conditions, the Company, after conducting a self-assessment on an item-by-item basis, is of the view that the Company fulfills the conditions and requirements prescribed by the current policies on corporate bonds and is eligible for the non-public issuance of Corporate Bonds to professional investors in one or more tranches.

#### (ii) Proposed Plan for Non-Public Issuance of Corporate Bonds

Issue size and method : The Corporate Bonds proposed to be non-publicly issued shall have the par value of RMB100 each and be issued at par, with the total issue size of up to RMB200 million (inclusive), which may be issued in one tranche or in multiple tranches.

The specific issue size and the arrangement for issuance in tranches shall be proposed at the general meeting of the Company to authorize the Board and allow the Board to further delegate the management of the Company to determine within the above-mentioned scope according to the capital needs of the Company and the market conditions at the time of issuance.

Term : The term of the Corporate Bonds shall not exceed 5 years (inclusive), and can be either single-term or multiple terms. The specific term structure will be determined in accordance with relevant regulations and market conditions prior to the issuance.

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## LETTER FROM THE BOARD

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Use of proceeds	:	After deducting the necessary issuance expenses, the proceeds from the Corporate Bonds are proposed to be used for the repayment of interest-bearing debts of the Company and its subsidiaries and for other uses permitted by laws and regulations. The specific use will be determined within the aforesaid scope prior to the issuance according to the capital needs of the Company.
Interest rate and determination method	:	<p>The Corporate Bonds are fixed-rate bonds. The coupon rate of the bonds will be determined by the Company and the lead underwriter through negotiations on the basis of the offline inquiries and the book-building results.</p> <p>The Corporate Bonds will be subject to a coupon rate adjustment mechanism, the specific arrangement of which will be determined by the Company and the lead underwriter through negotiation in accordance with relevant state regulations.</p>
Issue targets and arrangements for placement to Shareholders	:	The Corporate Bonds will be non-publicly issued to professional investors as defined in the Administrative Measures for the Issuance and Trading of Corporate Bonds. The Corporate Bonds will not be preferentially allocated to the Shareholders.
Credit enhancement measures	:	The specific credit enhancement measures for the Corporate Bonds shall be proposed at the general meeting to authorize the Board and allow the Board to further authorize the management of the Company to determine according to market conditions at the time of application for issuance and the overall financing costs.
Listing venue	:	SZSE.
Validity period of the resolution	:	The resolution in relation to the proposed non-public issuance of Corporate Bonds shall remain valid for 24 months from the date of approval by the EGM.

### **(iii) Authorization to the Proposed Non-public Issuance of Corporate Bonds**

The proposal for the non-public issuance of Corporate Bonds shall be submitted to the general meeting to authorize the Board and allow the Board to further authorize the management of the Company, within the framework and under the principles approved by the Board and the general meeting, and in accordance with the relevant requirements of the Company Law, the

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## LETTER FROM THE BOARD

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Securities Law, the Administrative Measures for the Issuance and Trading of Corporate Bonds and the Articles of Association, and market conditions at the relevant time, and acting in the best interests of the Shareholders, to exercise full discretion in dealing with matters relating to the proposed non-public issuance of Corporate Bonds, including but not limited to:

- (1) handling all formalities with relevant regulatory authorities and institutions in connection with the proposed non-public issuance of Corporate Bonds, including but not limited to approval, registration, filing and recordation;
- (2) formulating the specific terms of the proposed non-public issuance of Corporate Bonds, and revising and adjusting the issuance terms of the proposed non-public issuance of Corporate Bonds, including but not limited to the specific issue size, bond term, bond type, coupon rate and its determination method, timing of issuance (including whether to issue in tranches and the number of tranches, etc.), use of proceeds, credit enhancement measures, rating arrangements, specific subscription methods, specific placement arrangements, specific measures to secure repayment, the term and method of principal repayment and interest payment, and all matters relating to the registration and listing terms of the bonds;
- (3) engaging intermediaries and handling all matters relating to the proposed non-public issuance of Corporate Bonds, including but not limited to authorization, signing, execution, amendment and completion of documents, contracts, agreements and deeds necessary for the registration and listing of the Corporate Bonds (including but not limited to the prospectus, underwriting agreement, trustee agreement, rules of procedure for bondholders' meetings, securities registration and service agreement, various announcements and other legal documents), and making relevant disclosures in accordance with laws, regulations and other normative documents;
- (4) selecting a bond trustee for the proposed non-public issuance of Corporate Bonds, signing the bond trustee agreement and formulating the rules of procedure for bondholders' meetings;
- (5) designating the special account for the proceeds of the Corporate Bonds upon receipt of the proceeds;
- (6) in the event of any change in policies or market conditions relating to the proposed non-public issuance of Corporate Bonds, except for those matters that are required by relevant laws, regulations and the Articles of Association to be re-voted by the general meeting, making corresponding adjustments to the specific plans of the proposed non-public issuance of Corporate Bonds and other related matters based on the opinions of the regulatory authorities; and
- (7) handling all other specific matters relating to the proposed non-public issuance and registration and listing of the Corporate Bonds.

The above authorization shall be valid from the date of approval by the EGM until the completion of all matters relating to the proposed non-public issuance of Corporate Bonds.

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## LETTER FROM THE BOARD

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### **(iv) Impact of the Proposed Non-public Issuance of Corporate Bonds**

The proposed non-public issuance of Corporate Bonds is conducive to broadening financing channels, improving the debt structure of the Company and enhancing the Company's sustainable development capability, and will not have a material impact on the normal production and operation of the Company, nor will it prejudice the interests of the Company and its Shareholders, nor will it affect the independence of the Company's operations.

As at the Latest Practicable Date, the Company is not a liable entity for breach of trust, not a party to a major tax violation case, not a party included in the list of entities with serious financial-related trust breaches, not an institution in breach of trust in the electronic certification service industry, and not a seriously dishonest entity in the field of external cooperation.

The proposed non-public issuance of Corporate Bonds will be subject to the obtaining of a no-objection letter from the SZSE. There remains uncertainty as to whether the SZSE will ultimately accept the filing and the timing thereof, and the final plan is subject to the plan as accepted for filing by the SZSE.

An ordinary resolution will be proposed at the EGM for the Shareholders to consider and, if thought fit, approve each of the followings: (1) the Company's fulfillment of the conditions for the non-public issuance of Corporate Bonds; (2) the proposed non-public issuance of Corporate Bonds; and (3) the proposal to the general meeting to authorize the Board and the Board to further delegate the management to handle matters relating to the proposed non-public issuance of Corporate Bonds (including Perpetual Corporate Bonds) at their sole discretion.

### **3. PROPOSED NON-PUBLIC ISSUANCE OF PERPETUAL CORPORATE BONDS**

In order to further expand financing channels, improve the debt structure and safeguard against funding risks, and in light of the actual situation of the Company, the Company proposes to make a non-public issuance of Perpetual Corporate Bonds in an amount up to RMB200 million (inclusive) to professional investors.

The proposed non-public issuance of Perpetual Corporate Bonds is subject to the approval of the Shareholders at the EGM.

#### **(i) Description of the Company's Fulfillment of Conditions for the Non-public Issuance of Perpetual Corporate Bonds**

Pursuant to the requirements in relevant laws, regulations and normative documents including the Company Law, the Securities Law and the Administrative Measures for the Issuance and Trading of Corporate Bonds, and in light of the Company's actual operating conditions, the Company, after conducting a self-assessment on an item-by-item basis, is of the view that the Company fulfills the conditions and requirements prescribed by the current policies on perpetual corporate bonds and is eligible for the non-public issuance of Perpetual Corporate Bonds to professional investors in one or more tranches.

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## LETTER FROM THE BOARD

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### (ii) Proposed Plan for Non-Public Issuance of Perpetual Corporate Bonds

Issue size and method : The Perpetual Corporate Bonds proposed to be non-publicly issued shall have the par value of RMB100 each and be issued at par, with the total issue size of up to RMB200 million (inclusive), which may be issued in one tranche or in multiple tranches.

The specific issue size and the arrangement for issuance in tranches shall be proposed at the general meeting of the Company to authorize the Board and allow the Board to further authorize the management of the Company to determine within the above-mentioned scope according to the capital needs of the Company and the market conditions at the time of issuance.

Term : The initial term of the Perpetual Corporate Bonds shall not exceed 3 years (inclusive). At the end of the agreed initial term and at the end of each extension period, the Company has the right to exercise the extension option, and each extension period shall not exceed the initial term. If the Company exercises the extension option, the term of the Perpetual Corporate Bonds shall be extended by one period; if the Company does not exercise the extension option, the bonds shall be fully redeemed at maturity. There is no limit on the number of times the Company may exercise the extension option.

Use of proceeds : After deducting the necessary issuance expenses, the proceeds from the Perpetual Corporate Bonds are proposed to be used to support the development of upstream and downstream enterprises in the industrial chain or small, medium and micro enterprises related to the Company's own business operations, by means of paying advances or settling payables, and other similar arrangements. The specific use will be determined within the aforesaid scope prior to issuance according to the capital needs of the Company.

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## LETTER FROM THE BOARD

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- Interest rate and determination method : The Perpetual Corporate Bonds shall bear interest at a fixed rate, with simple interest calculated on an annual basis and no compound interest. In the event of deferral, each deferred interest payment shall accrue interest at the then-current coupon rate during the deferral period. The coupon rate for the initial term will be determined by the Company and the lead underwriter through negotiation within a predefined range based on result of the offline book-building inquiry to professional investors, and shall remain fixed during the initial term. Thereafter, the coupon rate shall be reset in each subsequent extension period, and the reset method shall be determined by the Company and the lead underwriter through negotiation in accordance with relevant state regulations.
- Determination method of the initial coupon rate : The initial coupon rate of the Perpetual Corporate Bonds shall remain unchanged during the first cycle. The coupon rate for the first cycle shall be the initial benchmark rate plus the initial spread. The initial benchmark rate shall be the arithmetic average yield (rounded to 0.01%) of the PRC Treasury Bonds with a maturity equivalent to that of the first cycle as indicated in the yield curves of ChinaBond Government Bond published by ChinaBond ([www.chinabond.com.cn](http://www.chinabond.com.cn), or other websites recognised by China Central Depository & Clearing Co., Ltd.) during the 250 business days prior to the book-building date. The initial spread shall be the difference between the coupon rate for the first cycle and the initial benchmark rate, and shall remain unchanged for subsequent coupon rate resets.

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## LETTER FROM THE BOARD

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- Coupon rate adjustment mechanism : If the Company exercises the extension option, the coupon rate for each subsequent cycle of the Perpetual Corporate Bonds shall be adjusted to the then-current benchmark rate plus the initial spread plus 300 basis points. The then-current benchmark rate shall be the arithmetic average yield (rounded to 0.01%) of the PRC Treasury Bonds with a maturity equivalent to that of the first cycle as indicated in the yield curves of ChinaBond Government Bond published by ChinaBond ([www.chinabond.com.cn](http://www.chinabond.com.cn), or other websites recognised by China Central Depository & Clearing Co., Ltd.) during the 250 trading days prior to the coupon rate reset date. If in the future, due to changes in macroeconomic and policy factors or other reasons, the then-current benchmark rate is unavailable on the interest rate reset date, the then-current benchmark rate shall be the benchmark rate of the immediately preceding period prior to the interest rate reset date.
- Issue targets and arrangements for placement to Shareholders : The Perpetual Corporate Bonds will be non-publicly issued to professional investors as defined in the Administrative Measures for the Issuance and Trading of Corporate Bonds. The Perpetual Corporate Bonds will not be preferentially allocated to the Shareholders.
- Credit enhancement measures : The specific credit enhancement measures for the Perpetual Corporate Bonds shall be proposed at the general meeting to authorize the Board and allow the Board to further authorize the management of the Company to determine according to market conditions at the time of application for issuance and the overall financing costs.
- Extension option : The Perpetual Corporate Bonds shall take each 3 interest-bearing years as one repricing term. At the end of each repricing cycle, the Company has the right to extend the term of the Perpetual Corporate Bonds by one cycle (i.e., by no more than 3 years), or to redeem the Perpetual Corporate Bonds in full at maturity at the end of such cycle. There is no limit on the number of times the Company may exercise the extension option.

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## LETTER FROM THE BOARD

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- Option to defer interest payment : The Perpetual Corporate Bonds are subject to an option of the Company to defer interest payments. Unless a mandatory interest payment event occurs, on each interest payment date of the Perpetual Corporate Bonds, the Company may, at its sole discretion, defer the payment of the current interest and any interest or interest accrued thereon already deferred under this clause to the next interest payment date, without any limit on the number of times such deferral may be made. The aforesaid deferral of interest shall not constitute a failure by the Company to pay interest in full as agreed.
- Mandatory interest payment events : If any of the following events occurs within 12 months prior to an interest payment date, the Company shall not defer the current interest or all interest and interest accrued thereon already deferred as agreed: (1) distribution of dividends to ordinary shareholders; (2) reduction of registered capital.
- Restrictions under interest deferral : If the Company elects to exercise the option to defer interest payments, until the deferred interest and any interest accrued thereon have been fully repaid, the Company shall not: (1) distribute dividends to ordinary Shareholders; (2) reduce its registered capital.
- Redemption option : Except for redemption due to changes in tax policies or changes in accounting standards, the Company has no right or obligation to redeem the Perpetual Corporate Bonds. If the Company exercises the redemption option, it shall redeem all of the Perpetual Corporate Bonds at par value plus the then-current interest and any deferred interest and accrued interest thereon (if any) to the investors. The redemption payment method shall be the same as the payment of principal and interest at maturity of the Perpetual Corporate Bonds, and the list of bondholders shall be compiled in accordance with the relevant provisions of the bond registration institution and handled in accordance with the relevant provisions of the bond registration institution. If the Company does not exercise the redemption option, the Perpetual Corporate Bonds shall continue to exist.
- Listing venue : SZSE.

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## LETTER FROM THE BOARD

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Validity period of the resolution : The resolution in relation to the proposed non-public issuance of Perpetual Corporate Bonds shall remain valid for 24 months from the date of approval by the EGM.

### **(iii) Authorization to the Proposed Non-public Issuance of Perpetual Corporate Bonds**

The proposal for the non-public issuance of Perpetual Corporate Bonds shall be submitted to the general meeting to authorize the Board and allow the Board to further authorize the management of the Company, within the framework and under the principles approved by the Board and the general meeting, and in accordance with the relevant requirements of the Company Law, the Securities Law, the Administrative Measures for the Issuance and Trading of Corporate Bonds and the Articles of Association, and market conditions at the relevant time, and acting in the best interests of the Shareholders, to exercise full discretion in dealing with matters relating to the proposed non-public issuance of Perpetual Corporate Bonds, including but not limited to:

- (1) handling all formalities with relevant regulatory authorities and institutions in connection with the proposed non-public issuance of Perpetual Corporate Bonds, including but not limited to approval, registration, filing and recordation;
- (2) formulating the specific terms of the proposed non-public issuance of Perpetual Corporate Bonds, and revising and adjusting the issuance terms of the proposed non-public issuance of Perpetual Corporate Bonds, including but not limited to the specific issue size, bond term, bond type, coupon rate and its determination method, timing of issuance (including whether to issue in tranches and the number of tranches, etc.), use of proceeds, credit enhancement measures, rating arrangements, specific subscription methods, specific placement arrangements, specific measures to secure repayment, the term and method of principal repayment and interest payment, and all matters relating to the registration and listing terms of the bonds;
- (3) engaging intermediaries and handling all matters relating to the proposed non-public issuance of Perpetual Corporate Bonds, including but not limited to authorization, signing, execution, amendment and completion of documents, contracts, agreements and deeds necessary for the registration and listing of the Perpetual Corporate Bonds (including but not limited to the prospectus, underwriting agreement, trustee agreement, rules of procedure for bondholders' meetings, securities registration and service agreement, various announcements and other legal documents), and making relevant disclosures in accordance with laws, regulations and other normative documents;
- (4) selecting a bond trustee for the proposed non-public issuance of Perpetual Corporate Bonds, signing the bond trustee agreement and formulating the rules of procedure for bondholders' meetings;

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## LETTER FROM THE BOARD

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- (5) designating the special account for the proceeds of the Perpetual Corporate Bonds upon receipt of the proceeds;
- (6) in the event of any change in policies or market conditions relating to the proposed non-public issuance of Perpetual Corporate Bonds, except for those matters that are required by relevant laws, regulations and the Articles of Association to be re-voted by the general meeting, making corresponding adjustments to the specific plans of the proposed non-public issuance of Perpetual Corporate Bonds and other related matters based on the opinions of the regulatory authorities; and
- (7) handling all other specific matters relating to the proposed non-public issuance and registration and listing of the Perpetual Corporate Bonds.

The above authorization shall be valid from the date of approval by the EGM until the completion of all matters relating to the proposed non-public issuance of Perpetual Corporate Bonds.

#### **(iv) Impact of the Proposed Non-public Issuance of Perpetual Corporate Bonds**

The Perpetual Corporate Bonds proposed to be non-publicly issued, upon issuance, will be recorded as equity and will not constitute interest-bearing liabilities, which will lower the Company's asset-liability ratio. The proposed non-public issuance of Perpetual Corporate Bonds will not have a material impact on the normal production and operation of the Company, nor will it prejudice the interests of the Company and its Shareholders.

The proposed non-public issuance of Perpetual Corporate Bonds will be subject to the obtaining of a no-objection letter from the SZSE. There remains uncertainty as to whether the SZSE will ultimately accept the filing and the timing thereof, and the final plan is subject to the plan as accepted for filing by the SZSE.

An ordinary resolution will be proposed at the EGM for the Shareholders to consider and, if thought fit, approve each of the followings: (1) the Company's fulfillment of conditions for the non-public issue of Perpetual Corporate Bonds; (2) the proposed non-public issuance of Perpetual Corporate Bonds; and (3) the proposal to the general meeting to authorize the Board and the Board to further delegate the management to handle matters relating to the proposed non-public issuance of Corporate Bonds (including Perpetual Corporate Bonds) at their sole discretion.

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## LETTER FROM THE BOARD

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### 4. 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 7 July 2026. An ordinary resolution will be proposed at the EGM for Shareholders to consider and, if thought fit, approve each of the followings: (1) the Company's fulfillment of conditions for the non-public issue of Corporate Bonds; (2) the proposed non-public issuance of Corporate Bonds; (3) the Company's fulfillment of conditions for the non-public issuance of Perpetual Corporate Bonds; (4) the proposed non-public issuance of Perpetual Corporate Bonds; and (5) the proposal to the general meeting to authorize the Board and the Board to further delegate the management to handle matters relating to the proposed non-public issuance of Corporate Bonds (including Perpetual Corporate Bonds) at their sole discretion.

If you wish to appoint a proxy to attend the EGM, you must complete and return the accompanying proxy form in accordance with the instructions printed thereon. For holders of H Shares, the proxy form 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, no later than 24 hours before the time appointed for the holding of 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 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, all of the proposed resolutions 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.

### 5. CLOSURE OF REGISTER OF MEMBERS

The register of members of the Company will be closed from Monday, 6 July 2026 to Tuesday, 7 July 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 Friday, 3 July 2026 (for holders of H Shares of the Company). For determining the entitlement to attend and vote at the EGM or any adjournment thereof, the record date is fixed on 7 July 2026.

### 6. 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.

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## LETTER FROM THE BOARD

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### 7. RECOMMENDATION

The Directors are of the view that all resolutions to be considered and approved by Shareholders at the EGM are in the interests of the Company and its Shareholders as a whole. Accordingly, the Directors recommend the Shareholders to vote in favour of all the resolutions set out in the notice of the EGM.

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

Shandong, the PRC, 18 June 2026

\* *For identification purposes only*

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# NOTICE OF THE THIRD EXTRAORDINARY GENERAL MEETING IN 2026

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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)**

## NOTICE OF THE THIRD EXTRAORDINARY GENERAL MEETING IN 2026

**NOTICE IS HEREBY GIVEN** that the third 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 Tuesday, 7 July 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 followings.

### **Ordinary Resolutions**

1. The resolution on the Company's fulfillment of conditions for the non-public issuance of Corporate Bonds;
2. The resolution on the Company's fulfillment of conditions for the non-public issuance of Perpetual Corporate Bonds;
3. The resolution on the Company's plan for the non-public issuance of Corporate Bonds;
4. The resolution on the Company's plan for the non-public issuance of Perpetual Corporate Bonds; and
5. The resolution on proposing the general meeting to authorize the Board and the Board to further delegate to the management to handle matters relating to this non-public issuance of Corporate Bonds (including Perpetual Corporate Bonds) at their sole discretion.

By order of the Board

**Shandong Molong Petroleum Machinery Company Limited\***

**Han Gao Gui**

*Chairman*

Shandong, the PRC

18 June 2026

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## NOTICE OF THE THIRD EXTRAORDINARY GENERAL MEETING IN 2026

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*Notes:*

- (A) The register of members of the Company will be closed from 6 July 2026 to 7 July 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 3 July 2026 (for holders of H Shares of the Company). For determining the entitlement to attend and vote at the EGM or any adjournment thereof, the record date is fixed on 7 July 2026.

The address of the registrar for H Shares of the Company 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 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**”), 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 a legal person Shareholder attends the EGM, such legal representative should produce his/her proof of identity and valid documents evidencing his capacity as such legal representative. If a legal person Shareholder 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 half an hour. Shareholders who attend the EGM shall bear their own transportation and accommodation expenses.

\* *For identification purposes only*