

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibilities for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



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)

CLARIFICATION ANNOUNCEMENT

Reference is made to the announcement of **Shandong Molong Petroleum Machinery Company Limited** (the "Company") dated 11 April 2017 (the "Announcement") regarding the final results for the year ended 31 December 2016. Capitalized terms used in this announcement shall have the same meanings as those defined in the Announcement.

The board of directors of the Company would like to clarify that due to clerical typo error, the Group's current liabilities in its consolidated financial statements as at 31 December 2016 shall exceed its total current assets by RMB 1,583,486,500, instead of RMB 15,834,865,000 as stated in note 2 "Basis for preparation of financial statements" on page 1 of the Announcement.

Save for the aforesaid, the contents of the Announcement remain the same.

By order of the Board
Shandong Molong Petroleum Machinery Company Limited*
Chan Wing Nang, Billy
Company Secretary

Shandong, the PRC
24 April 2017

As at the date of this announcement, the executive directors are Mr. Zhang En Rong, Mr. Zhang Yun San, Mr. Guo Huan Ran and Mr. Yang Jin; the non-executive directors are Mr. Guo Hong Li, Ms. Wang Chun Hua and the independent non-executive directors are Mr. Qin Xue Chang., Mr. Ji Yan Song and Ms. Quan Yu Hua.

** For identification purpose only*