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 TO INTERIM RESULTS ANNOUNCEMENT FOR SIX MONTHS ENDED 30 JUNE 2014

Reference is made to the announcement of Shandong Molong Petroleum Machinery Company Limited (the "Company") dated 26 August 2014 in relation to the Interim Results Announcement for the six months ended 30 June 2014. Terms used in this announcement shall have the same meanings as defined in the Notice unless defined otherwise.

The Board would like to clarify that:

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HIGHLIGHTS

For the six months ended 30 June 2014, the revenue of the Group amounted to **RMB1,336.91 million**, which represents an increase of approximately 17.34% as compared with the corresponding period last year.

Profit attributable to shareholders of the Company amounted to **RMB9.24 million**, which represents a decrease of approximately 79.74% as compared with the corresponding period last year.

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Interim Results

During the six months ended 30 June 2014, the Group's unaudited revenue reached **RMB1,336.91 million**, representing an increase of approximately 17.34% as compared with the corresponding period last year; the unaudited total profit was **RMB11.44 million**, representing a decrease of approximately of 78.13% compared with the corresponding period last year; the unaudited profit attributable to shareholders of the Company was **RMB9.24 million**, representing a decrease of 79.74% compared with the corresponding period last year; and the unaudited net profit after extraordinary items was **RMB6.11 million**, representing a decrease of approximately 82.99%, as compared with the corresponding period last year.

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

Shandong, the PRC, 28 April 2014

As at the date of this announcement, the Board is comprised of Mr. Zhang En Rong, Mr. Zhang Yun San, Mr. Lin Fu Long and Mr. Guo Huan Ran as executive directors, Mr. Xiao Qing Zhou and Mr. Guo Hong Li as non-executive directors and Mr. John Paul Cameron, Ms Wang Chun Hua and Mr. Qin Xue Chang as independent non-executive directors.

** For identification purpose only*