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Qingdao Port International Co., Ltd.

青島港國際股份有限公司

(A joint stock company established in the People's Republic of China with limited liability)
(Stock Code: 06198)

VOLUNTARY ANNOUNCEMENT

UPDATE ON RELEVANT OIL PROJECTS

This is a voluntary announcement made by Qingdao Port International Co., Ltd. (the “**Company**”, together with its subsidiaries and branches, the “**Group**”).

General Information of the Phase II of the Crude Oil Terminal

We refer to the announcement of the Company dated 28 December 2018 (the “**Original Announcement**”), in relation to, among other things, the construction of the phase II of the crude oil terminal in Dongjiakou Port Area (董家口港區原油碼頭二期工程, the “**Phase II of the Crude Oil Terminal**”). Unless otherwise defined, capitalized terms used in this announcement shall have the same meanings as those defined in the Original Announcement.

The Phase II of the Crude Oil Terminal, invested and constructed by Qingdao Haiye Mercuria Oil Terminal Co., Ltd.* (青島海業摩科瑞倉儲有限公司), a subsidiary in which the Company holds 65% equity interests, is a key project for the switch of driving forces in both Shandong Province and Qingdao City and a major construction project of the Group. On 18 December 2020, the Phase II of the Crude Oil Terminal passed the completion acceptance and met the conditions for production and operation.

The Phase II of the Crude Oil Terminal includes (i) a 300,000-ton oil berth, of which the hydraulic structure is designed and constructed according to the oil tankers with a berthing capacity of 450,000 tons, the designed annual passing capacity is 18 million tons and the length is 455 meters; (ii) a 100,000-ton oil berth, of which the hydraulic structure is designed and constructed according to the oil tankers with a berthing capacity of 120,000 tons, the designed annual passing capacity is 7.5 million tons and the length is 304 meters; as well as (iii) the ancillary facilities. The Phase II of the Crude Oil Terminal is mainly designed for the loading and unloading of crude oil, fuel oil and diluted asphalt. The berth has a designed passing capacity of 25.50 million tons per year.

General Information of the Phase III of Oil Pipeline Project (South Line)

The Dongjiakou Port-Weifang-Central and Northern Shandong oil pipeline construction project (Phase III of South Line) (董家口港-潍坊-鲁中、鲁北输油管道工程（三期南线）), the “**Phase III of Oil Pipeline Project (South Line)**”) invested and constructed by Shandong Qingzi Logistics Co., Ltd. (山东青淄物流有限公司), a wholly-owned subsidiary of the Company, passed the safety conditions confirmation procedure on 19 December 2020 before it goes into production and met the conditions for production and operation.

The Phase III of Oil Pipeline Project (South Line) is a key project for the switch of driving forces in Shandong Province and also a major construction project of the Group. The pipelines of the Phase III of Oil Pipeline Project (South Line) have a total length of approximately 76 kilometers with a designed passing capacity of 6 million tons per year. The Phase III of Oil Pipeline Project (South Line) passes through Dongying, Binzhou, and Zibo of Shandong Province, mainly providing pipeline transportation services for oil refineries in Zibo, Shandong Province.

Significance of the Phase II of the Crude Oil Terminal and Phase III of Oil Pipeline Project (Southern Line)

After the Phase II of the Crude Oil Terminal goes into production and operation, the annual passing capacity of the crude oil terminal in Dongjiakou Port Area will reach 50 million tons, which will alleviate the tension of the concentrated arrival of oil vessels in Dongjiakou Port Area and reduce the demurrage time. After the Phase III of Oil Pipeline Project (South Line) goes into production and operation, the Group will have additional 6 million tons of pipeline transportation capacity annually. Phase II of the Crude Oil

Terminal and Phase III of Oil Pipeline Project (Southern Line) will effectively reduce the logistics cost to meet the increasing demand for crude oil transportation of the crude oil refining industry in Shandong Province and enhance the Company's oil product handling capabilities, thus bringing in new momentum to make full use of the policy advantages including the China (Shandong) Pilot Free Trade Zone and accelerate the construction of a world-class marine port.

By order of the Board
Qingdao Port International Co., Ltd.
JIA Funing
Chairman

Qingdao, the PRC, 21 December 2020

As at the date of this announcement, the executive Directors of the Company are Mr. JIA Funing and Mr. WANG Xinze, the non-executive Directors are Mr. SU Jianguang, Mr. FENG Boming, Mr. WANG Jun and Ms. WANG Fuling; and the independent non-executive Directors are Ms. LI Yan, Mr. JIANG Min and Mr. LAI Kwok Ho.