

Offshore Oil Engineering Co., Ltd.

Announcement on the Proposal on Profit Distribution for 2024

The Board of Directors and all directors of the Company guarantee that the announcement does not contain any false records, misleading statements or major omissions, and bear legal responsibility for the authenticity, accuracy and completeness of its contents.

Important:

- A cash dividend of RMB 2.01 (including tax) for every 10 shares will be paid. No stock dividends will be distributed, and capital reserve will not be used to increase share capital.
- The profit distribution is based on the total share capital registered on the equity registration date for the implementation of equity distribution. The specific date will be specified in the announcement on the implementation of equity distribution.
- If the Company's total share capital changes before the equity registration date for the implementation of equity distribution, it is intended to maintain the distribution amount per share unchanged, adjust the total distribution amount accordingly, and disclose it in the relevant announcement.

I. Content of the proposal on profit distribution

(I) Specific content of the proposal on profit distribution

As audited by Zhongshenzhonghuan Certified Public Accountants (Special General Partnership), as at December 31, 2024, the net profit of Offshore Oil Engineering Co., Ltd. (hereinafter referred to as the

"Company") attributable to shareholders of the listed company was RMB 2.1613966 billion, of which the undistributed profits as at the end of the period in the parent statement was RMB 13.1618156 billion. As resolved at the 9th meeting of the 8th Board of Directors of the Company, the proposal on profit distribution is as follows:

The Company intends to distribute a cash dividend of RMB 2.01 (including tax) for every 10 shares to all shareholders based on the total share capital of 4,421,354,800 shares at the end of 2024, without distributing stock dividends and using capital reserve to increase share capital. The total cash distribution required is approximately RMB 888.6923 million, representing 41.12% of the net profit attributable to shareholders of the listed company in 2024 and the undistributed profit will be carried forward for distribution in future years.

If the total share capital of the Company changes during the period from the date of disclosure in the announcement to the equity registration date for the implementation of equity distribution, the Company intends to maintain the distribution amount per share unchanged and adjust the total distribution amount accordingly. If the total share capital changes subsequently, the specific adjustment will be announced separately. The proposal on profit distribution is subject to the review at the General Meeting.

(II) Whether other risk warning situations may be involved

| Item | 2024 | 2023 | 2022 |
|---|-------------------|------------------|------------------|
| Total cash dividends (RMB) | 888,692,314.80 | 649,939,155.60 | 442,135,480.00 |
| Total amount of repurchase cancellation (RMB) | - | - | - |
| Net profit attributable to shareholders of listed companies (RMB) | 2,161,396,591.72 | 1,620,506,288.92 | 1,458,887,954.92 |
| Undistributed profits in the parent statement as at the end of the year (RMB) | 13,161,815,633.02 | | |

| | |
|--|------------------|
| Cumulative cash dividends in the last three accounting years (RMB) | 1,980,766,950.40 |
| Cumulative amount of repurchase cancellation in the last three accounting years (RMB) | 0.00 |
| Average net profit in the last three accounting years (RMB) | 1,746,930,278.52 |
| Cumulative amount of cash dividends and repurchase cancellation in the last three accounting years (RMB) | 1,980,766,950.40 |
| Whether the cumulative amount of cash dividends and repurchase cancellation in the last three accounting years (D) is less than RMB 50 million | No |
| Cash dividend ratio (%) | 113.39 |
| Whether the cash dividend ratio (E) is less than 30% | No |
| Whether other risk warning situations as specified in Item (VIII), Paragraph I of Article 9.8.1 of the Stock Listing Rules may be involved | No |

II. Decision-making procedures performed by the Company

(I) Convening, review and voting of the meeting of the Board of Directors

On March 14, 2025, the 9th meeting of the 8th Board of Directors of the Company reviewed and approved the Proposal on Profit Distribution of the Company for 2024. The Board of Directors approved the proposal on profit distribution and agreed to submit the proposal to the Company's 2024 Annual General Meeting for review. The proposal on profit distribution meets the profit distribution policy stipulated in the Articles of Association, and continues to provide stable cash returns to shareholders.

(II) Convening, review and voting of the meeting of the Board of Supervisors

On March 14, 2025, the 6th meeting of the 8th Board of Supervisors of the Company reviewed and approved the Proposal on Profit Distribution of the Company for 2024. The Board of Supervisors believed that the proposal on profit distribution for 2024 proposed by the Board of Directors meets the Articles of Association and other relevant regulations, in line with the actual situation of the Company, reflects the Company's long-term dividend policy, can guarantee stable returns to shareholders, is conducive to the Company's healthy, stable and sustainable development, and does not harm the interests of the Company's shareholders, especially minority shareholders.

III. Relevant risk warning

The profit distribution comprehensively considers the Company's profitability, business development, and shareholder returns, etc., and will not have a significant impact on the Company's operating cash flows, or affect the Company's normal operation and development.

This profit distribution can be implemented only after being submitted to the General Meeting of the Company for review and approval. Investors should pay attention to investment risks.

It is hereby announced.

Board of Directors of Offshore Oil Engineering Co., Ltd.

March 14, 2025