

Offshore Oil Engineering Co., Ltd.
Announcement on Using Part of the Idle Proceeds to
Temporarily Replenish the Working Capital

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:

- The Company intends to use the idle proceeds of no more than RMB 410 million to temporarily replenish the working capital, with the use period of no more than 12 months from the date when the Board of Directors of the Company reviews and approves the proposal, and return such proceeds after expiration.
- On March 14, 2025, the Company held the 9th meeting of the 8th Board of Directors, reviewing and approving the Proposal on Using Part of the Idle Proceeds to Temporarily Replenish the Working Capital, and allowing the Company to use the idle proceeds of no more than RMB 410 million to temporarily replenish the working capital, with the use period of no more than 12 months from the date when the Proposal is reviewed and approved by the Board of Directors of the Company, and return such

proceeds after expiration.

I. Basic information of proceeds

As approved by the China Securities Regulation Commission under the Reply to the Approval of Non-public Offering of Shares by Offshore Oil Engineering Co., Ltd. (ZJXK [2013] No.1180), Offshore Oil Engineering Co., Ltd. (hereinafter referred to as the "Company") issued 531,914,800.00 common stocks (A shares) in RMB by way of non-public offering, with an offering price of RMB 6.58 per share, and total proceeds of RMB 3,499,999,384.00. On September 27, 2013, from the proceeds of RMB 3,472,875,388.93 after deducting the underwriting fee of RMB 27,123,995.07, RMB 1,772,875,388.93 was deposited into the Company's special account for raised funds at Bank of Communications Beijing Deshengmen Sub-branch, and RMB1,700,000,000.00 into the Company's special account for raised funds at Bank of China Tianjin Binhai Branch Haiyang Sub-branch. In addition, the Company incurred lawyer and accountant service fees and registration fees required to be paid for the non-public offering of shares, totaling RMB 1,379,191.48. After deducting the underwriting fee and other relevant total offering expenses incurred by the Company, the net proceeds were RMB 3,471,496,197.45.

The above proceeds were verified by ShineWing Certified Public Accounts (Special General Partnership), with the issuance of the Capital Verification

Report (XYZH/2013ANo.7012). For details, please refer to the Announcement on the Results of Non-public Offering of Shares and Changes in Share Capital disclosed by the Company on October 11, 2013.

II. Basic information of projects invested with proceeds

(I) Projects and investment entities

According to the Proposal on Non-public Offering of A Shares reviewed and approved by the 16th meeting of the 4th Board of Directors held on October 26, 2012 and the First Extraordinary General Meeting in 2013 held on March 11, 2013 by the Company, the net proceeds from the non-public offering of shares will be used for the following projects:

Project name	Total project investment (RMB'0,000)	Project filing
Project of Zhuhai Deep Water Marine Engineering Equipment Manufacturing Base	1,010,614.00	Filing Certificate for Capital Construction Investment Projects of Enterprises in Guangdong Province (filed project No.: 099000361229028), ZGHJ [2013] No.39

The above project is implemented by Offshore Oil Engineering (Zhuhai) Co., Ltd. (hereinafter referred to as "Zhuhai Subsidiary" or "Zhuhai Company"), a wholly-owned subsidiary of the Company.

In August 2015, Zhuhai Company signed a Sino-foreign joint venture contract with Fluor Limited based on the Zhuhai deep water marine engineering equipment manufacturing base, planing to jointly invest USD 999.6 million to establish COOEC-Fluor Heavy Industries Co., Ltd.

Among them, Zhuhai Company contributed USD 509.8 million with the land use right of the Zhuhai deep water marine engineering equipment manufacturing base, physical assets and some cash, accounting for 51% of the total registered capital of the joint venture. The relevant matters relating to the establishment of the joint venture were reviewed and approved by all directors at the 13th meeting of the 5th Board of Directors of the Company held on August 19, 2015. For details, please refer to the Announcement on the Establishment of the Joint Venture (L 2015-020) disclosed by the Company on August 21, 2015.

Accordingly, the independent implementation of the project of Zhuhai deep water marine engineering equipment manufacturing base by Zhuhai Company was changed to a joint venture mode. Zhuhai Company and Fluor Limited, a subsidiary of Fluor, established a joint venture to jointly implement the project. The matter was reviewed and approved by all directors at the 13th meeting of the 5th Board of Directors of the Company held on August 19, 2015. For details, please refer to the Announcement on Changing the Project Invested with Proceeds to a Joint Venture Mode (L 2015-021) disclosed by the Company on August 21, 2015.

The above matter was reviewed and approved at the First Extraordinary General Meeting of the Company in 2015.

Such change does not change the construction content of the project invested with proceeds in a disguised way or damage the interests of

shareholders. After the change, the construction content of the project invested with proceeds does not change substantially from that before the change, but Fluor is introduced through joint venture, which is conducive to the construction of the project and better play its role and realize benefits after completion.

(I) Use and balance of proceeds

As at March 11, 2025, the balance of proceeds was RMB 478 million. Among them, RMB 410 million was stored in Zhuhai Company, and RMB 68 million was stored in COOEC-Fluor.

III. Previous use of part of the idle proceeds to temporarily replenish the working capital

On March 15, 2024, the Company held the 3rd meeting of the 8th Board of Directors, reviewing and approving the Proposal on Using Part of the Idle Proceeds to Temporarily Replenish the Working Capital, and allowing the Company to use the idle proceeds of no more than RMB 410 million to temporarily replenish the working capital, with the use period of no more than 12 months from the date when the Proposal is reviewed and approved by the Board of Directors of the Company, and return such proceeds after expiration. For details, please refer to the Announcement on Using Part of the Idle Proceeds to Temporarily Replenish the Working Capital (L 2024-007) disclosed by the Company on March 19, 2024.

According to the above resolution of the Board of Directors, the Company

will use the idle proceeds of RMB 410 million in total to temporarily replenish the working capital within the validity period of the resolution. As at March 11, 2025, the Company fully returned the proceeds previously used to temporarily replenish the working capital.

IV. Plan for using part of the idle proceeds to temporarily replenish the working capital

As at March 11, 2025, the balance of proceeds of the Company was RMB 478 million. In order to improve the use efficiency of the proceeds, reduce the operating cost of the Company, and safeguard the interests of the Company and shareholders, on the premise of meeting the capital demand for the construction of the projects invested with proceeds and the normal operation of the projects invested with proceeds, the Company plans to use the idle proceeds of no more than RMB 410 million to temporarily replenish the working capital in 2025, with the use period of no more than 12 months from the date when the proposal is reviewed and approved by the Board of Directors of the Company. The use will not change the purpose of the proceeds or affect the normal progress of the proceeds investment plan.

V. Review procedures for the replenishment of working capital

On March 14, 2025, the Company held the 9th meeting of the 8th Board of Directors, reviewing and approving the Proposal on Using Part of the Idle Proceeds to Temporarily Replenish the Working Capital. It is approved that

the Company will use the idle proceeds of no more than RMB 410 million to temporarily replenish the working capital, with the use period of no more than 12 months from the date when the Board of Directors of the Company reviews and approves the proposal, and return such proceeds after expiration.

On March 14, 2025, the Company held the 6th meeting of the 8th Board of Supervisors, reviewing and approving the Proposal on Using Part of the Idle Proceeds to Temporarily Replenish the Working Capital. The Board of Supervisors believes that, in order to maximize the efficiency of capital use, according to the relevant laws and regulations such as the Guidelines for the Supervision and Administration on Listed Companies No.2 - Supervision and Administration Requirements for Listed Companies on the Management and Use of Raised Funds, the Stock Listing Rules of Shanghai Stock Exchange, the Self-Regulatory Guidelines of Shanghai Stock Exchange for Listed Companies No.1 - Standardized Operation and the relevant provisions of the Articles of Association, it is approved that Offshore Oil Engineering (Zhuhai) Co., Ltd., a wholly-owned subsidiary of the Company, will use part of the idle proceeds to temporarily replenish the working capital, to the extent of no more than RMB 410 million in total, with the use period of no more than 12 months from the date of review and approval by the Board of Directors.

VI. Verification opinions of the sponsor

The sponsor, China International Capital Corporation Limited, conducted a special verification on the use of part of the idle proceeds by the Company to temporarily replenish the working capital, and issued the Special Verification Opinions of China International Capital Corporation Limited on the Use of Part of the Idle Proceeds by Offshore Oil Engineering Co., Ltd. to Temporarily Replenish the Working Capital. The verification conclusion is as follows:

On the premise of not affecting the normal progress of the projects invested with proceeds, Offshore Oil Engineering Co., Ltd. uses the idle proceeds of no more than RMB 410 million to temporarily replenish the working capital, which is conducive to improving the use efficiency of the proceeds, without changing the use direction of the proceeds in disguised form, or damaging the interests of shareholders, or illegally using the proceeds. The use of the idle proceeds of no more than RMB 410 million by the Company to temporarily replenish the working capital was reviewed and approved by the 9th meeting of the 8th Board of Directors and the 6th meeting of the 8th Board of Supervisors of the Company respectively, with the fulfillment of the necessary decision-making procedures, meeting the requirements of the Guidelines for the Supervision and Administration on Listed Companies No.2 - Supervision and Administration Requirements for Listed Companies on the Management and Use of Raised Funds, the Stock Listing Rules of Shanghai Stock Exchange, the Self-Regulatory Guidelines

of Shanghai Stock Exchange for Listed Companies No.1 - Standardized Operation and other relevant laws and regulations and the relevant provisions of the Articles of Association.

To sum up, China International Capital Corporation Limited has no objection to the use of part of the idle proceeds by Offshore Oil Engineering Co., Ltd. to temporarily replenish the working capital.

VII. Annex

Special verification opinions issued by China International Capital Corporation Limited, the sponsor, on the use of part of the idle proceeds by COOEC to temporarily replenish the working capital.

VIII. Documents available for inspection

- (I) The resolution of the 9th meeting of the 8th Board of Directors;
- (II) The resolution of the 6th meeting of the 8th Board of Supervisors.

It is hereby announced.

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

March 14, 2025