STRONG PETROCHEMICAL HOLDINGS LIMITED

海峽石油化工控股有限公司*

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 852)

(1) QUARTERLY UPDATE ON RESUMPTION PROGRESS; AND (2) CONTINUED SUSPENSION OF TRADING

This announcement is made by Strong Petrochemical Holdings Limited (the "**Company**") pursuant to Rule 13.09 of the Rules (the "**Listing Rules**") Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

References are made to various announcements (the "**Announcements**") of the Company from 2 October 2024 to the date of this announcement in relation to, among others: (1) the suspension of trading (the "**Suspension**") of the shares of the Company (the "**Shares**") from 9:00 a.m. on 31 December 2024 and the Stock Exchange's guidance for the resumption of trading in the Shares issued to the Company on 4 March 2025 (the "**Resumption Guidance**"); (2) the various incidents involving the directors and former management of the Company (the "**Matters**"), the establishment of the independent board committee (the "**IBC**") by the board of directors of the Company (the "**Board**") to investigate the Matters (the "**Investigation**") and its engagements of the forensic team from a Big 4 accounting firm as investigator (the "**Forensic Investigator**") and legal adviser to assist the IBC in the Investigation; (3) the engagement of Acclime Consulting (Hong Kong) Limited ("**Acclime**") as internal control adviser to conduct an internal control review of the Group (the "**Internal Control Review**") and follow-up review (the "**Follow-up Review**") after the implementation of the relevant remedial measures by the Group; and (4) the published final results and annual report for the year ended 31 December 2024 (the "**2024 Annual Results**"), the published interim results and interim report for the six months ended 30 June 2025 (the "**2025 Interim Results**") and the delay in publication of the final results and annual report for the year ended 31 December 2025 (the "**2025 Annual Results**") in accordance with the Listing Rules. Unless otherwise defined, capitalized terms used in this announcement have the same meanings as those defined in the Announcements.

QUARTERLY UPDATE ON RESUMPTION PROGRESS

Pursuant to Rules 13.24 and 13.24A of the Listing Rules, the Board wishes to inform the Shareholders and potential investors of the progress of actions recently taken by the Company to fulfil the Resumption Guidance, and the latest development of the Group's business operations.

Resumption Guidance	**Progress**
a) conduct an independent forensic investigation into the Matters, assess the impact on the Company's business operation and financial position, announce the findings and take appropriate remedial actions;	The Company has submitted the latest report issued by the Forensic Investigator to the Stock Exchange for review. Detailed findings of the Investigation into the Matters are disclosed in the announcements of the Company dated 30 September 2025 and 12 June 2026.
b) demonstrate that there is no reasonable regulatory concern about the integrity, competence and/or character of the Group's management and/or any person with substantial influence over the Company's management and operations, which may pose a risk to investors and damage market confidence;	Based on the findings of the Investigation and to the best of its knowledge and belief, the Board is of the view that there is no evidence to conclude the existence of misconduct or irregularities as alleged by Mr. Yao and/or the former management against the Group's current management and directors in the Matters. Therefore, there is no reasonable regulatory concern about the integrity, competence and/or character of the Group's current management and/or any person with substantial influence over the Company's current management and operations, which may pose a risk to investors and damage market confidence.
c) conduct an independent internal control review and demonstrate that the Company has in place adequate internal controls and procedures to comply with the Listing Rules;	The Company has submitted the latest report issued by Acclime to the Stock Exchange for review. Detailed findings and results of the Internal Control Review and Follow-up Review are disclosed in the announcement of the Company dated 12 June 2026.
d) publish all outstanding financial results required under the Listing Rules and address any audit modifications;	The Company has published the 2024 Annual Results and 2025 Interim Results on 12 June 2026 and 23 June 2026, respectively. As notified in the Board meeting notice dated 30 June 2026, the Company expects to publish the 2025 Annual Results on 31 July 2026.

Resumption Guidance	Progress
e) demonstrate the Company's compliance with Rule 13.24 of the Listing Rules; and	Since the suspension of trading of the ordinary Shares on the Stock Exchange of Hong Kong and up to the date of this announcement, the Group has continued its normal business operations. The financial results of the Group demonstrate the Company's compliance with Rule 13.24 of the Listing Rules.
f) inform the market of all material information for the Company's shareholders and other investors to appraise the Company's position.	The Company has published quarterly updates on the resumption progress and disclosed significant development of the Group to the market in accordance with the Listing Rules.

On the basis of the actions taken, the Company has been liaising with the Stock Exchange to demonstrate the Company's fulfilment status of the Resumption Guidance and seek approval of the resumption of trading in the Shares from the Stock Exchange.

Further announcement(s) will be made by the Company to inform the Shareholders and potential investors of any material development when appropriate and in accordance with the relevant requirements of the Listing Rules.

Business Operation of the Group

In the second quarter of 2026, the Group continued to focus on its principal businesses, including (i) trading of commodities, including crude oil, petroleum products and petrochemicals, (ii) storage and other ancillary services for petroleum products and petrochemicals and leases, (iii) manufacturing of petrochemicals, and (iv) oil and gas operations.

The Group's trading team continues to seek business opportunities, maintain relationships with key customers, and develop opportunities in trading petroleum products and petrochemicals. In light of the increasingly complex and volatile international geopolitical landscape, the Group will continue to refine its business processes, prudently navigate the challenges in the global business environment, and further enhance the overall risk management of its commodity trading business. At the same time, the Group will continue to identify and capture suitable investment opportunities based on its actual circumstances.

The Group provides petroleum products and petrochemicals storage services through Strong Nantong, a PRC subsidiary operating 21 storage tanks for gas oil and diesel fuel storage services with a capacity of 139,000 cubic meters in Nantong, Jiangsu Province, the PRC. It is principally engaged in providing storage services for gasoline, diesel fuel and methyl alcohol. It continues to develop relationships with different customers and enhance its solutions to increase the utilisation rate of the storage tanks.

The Group manufactures styrene thermoplastic elastomer, a petrochemical product, through its subsidiary Fujian Petrochemical. Fujian Petrochemical has commenced its trial operations since March 2025 and achieved stable expansion of production capacity. It is currently focusing on the product process optimization and equipment technology update, so as to further improve product quality to match or exceed industry standards and hit monthly production at full capacity, while developing strong and long-term relationships with its customers.

Regarding the Group's oil and gas operations, Pan China's business operations remain stable. While negotiation between the Group and China National Petroleum Corporation regarding the extension of Pan China's petroleum contract is ongoing, the Group's management does not anticipate any obstacles in securing the extension.

As of the date of this announcement, the business operations of the Group are continuing as usual in all material aspects notwithstanding the Suspension. The Board will continue to assess and monitor the operational and financial impact of the Suspension.

CONTINUED SUSPENSION OF TRADING

At the request of the Company, trading in its Shares on the Stock Exchange has been suspended with effect from 9:00 a.m. on Tuesday, 31 December 2024 and will remain suspended until further notice.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the Shares.

By order of the Board
STRONG PETROCHEMICAL HOLDINGS LIMITED
Wang Qihong
Chairman

Hong Kong, 30 June 2026

As at the date of this announcement, the Board comprises two executive directors, one non-executive director and three independent non-executive directors. The executive directors of the Company are Dr. Wang Pang Paul and Mr. Cao Xinzhong. The non-executive director of the Company is Mr. Wang Jian Sheng. The independent non-executive directors of the Company are Mr. Wang Qihong, Dr. Lu Guoyang and Ms. Tam Yuk Yu.

* *For identification purposes only*