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大同機械企業有限公司
COSMOS MACHINERY ENTERPRISES LIMITED

(Incorporated in Hong Kong with limited liability)

(Stock Code: 118)

CSRC APPROVAL AND PRICE CONSULTATION FOR THE A SHARE ISSUE OF THE ASSOCIATE

This announcement is made pursuant to Rule 13.09(1) of the Listing Rules.

The Company received notice from the Associate after the close of morning trading session on 19th January, 2010 that the official approval document on its application for initial public offering and listing on the Shenzhen Stock Exchange has been obtained from the CSRC on 18th January, 2010. The Associate will issue not more than 20,000,000 A Shares of RMB1.00 each in nominal value in the PRC.

Pursuant to the requirements of the applicable PRC laws and regulations, the Associate and the sponsor of the A Share Issue will conduct preliminary market consultation with price consultation parties from 20th January, 2010 to 22nd January, 2010 in the PRC in order to determine the offer price range.

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

This announcement is made pursuant to Rule 13.09(1) of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited (the “Listing Rules”) and further to the announcements of the Company dated 7th June, 2007, 9th July, 2007, 9th October, 2007 and 3rd September, 2009.

Cosmos Machinery Enterprises Limited (the “Company”) received notice from its associate, Shenzhen Haoningda Meters Co., Ltd. (a company incorporated as a joint stock limited company in the People’s Republic of China) (the “Associate”) after the close of morning trading session on 19th January, 2010 that the official approval

document on its application for initial public offering and listing on the Shenzhen Stock Exchange has been obtained from the China Securities Regulatory Commission (the “CSRC”) on 18th January, 2010. The Associate will issue not more than 20,000,000 A Shares of RMB1.00 each in nominal value in the PRC.

Pursuant to the requirements of the applicable PRC laws and regulations, the Associate and the sponsor of the A Share Issue will conduct preliminary market consultation with price consultation parties from 20th January, 2010 to 22nd January, 2010 in the PRC in order to determine the offer price range. The Associate and the sponsor will, based on the results of the price consultation, determine the exact number of A Shares to be issued and the offer price range. The Company will issue an announcement once the offer size and offer price for the A Share Issue have been determined pursuant to the applicable listing rules.

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

By order of the Board
Cosmos Machinery Enterprises Limited
TANG To
Chairman

Hong Kong, 19th January, 2010

As at the date hereof, the Board comprises of ten directors, of which three are executive directors, namely Mr. Tang To, Mr. Jiang Wei and Mr. Wong Yiu Ming, four are non-executive directors, namely Mr. Tang Kwan, Mr. Wu Ding, Mr. Kan Wai Wah and Mr. Qu Jinping and three are independent non-executive directors, namely Mr. Yip Jeffery, Ms. Yeung Shuk Fan and Mr. Cheng Tak Yin.