

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



大同機械企業有限公司
COSMOS MACHINERY ENTERPRISES LIMITED
(Incorporated in Hong Kong with limited liability)
(Stock Code: 118)

CHANGE IN DIRECTORSHIPS

1. Mr. Tang Kwan resigned as a non-executive director and the Honorary Chairman of the Board with effect from 18th March, 2011. On the same date, he has been appointed as the Chairman Emeritus of the Company; and
2. Mr. Tang Yu, Freeman has been appointed as an executive director of the Company with effect from 18th March, 2011.

RESIGNATION OF NON-EXECUTIVE DIRECTOR AND HONORARY CHAIRMAN AND APPOINTMENT OF CHAIRMAN EMERITUS

The Board of Directors (the “Board”) of Cosmos Machinery Enterprises Limited (the “Company” together with its subsidiaries the “Group”) announces that Mr. Tang Kwan resigned as a non-executive director and the Honorary Chairman of the Board with effect from 18th March, 2011 due to his retirement. Mr. Tang Kwan has confirmed that he has no disagreement with the Board and there are no matters relating to his resignation that need to be brought to the attention of the shareholders of the Company or the Stock Exchange of Hong Kong Limited.

Mr. Tang Kwan is the founder of the Group with substantial and invaluable contributions to the Group throughout all these years. In recognition of this and to express the Board’s utmost appreciation and respect to Mr. Tang Kwan, he has been appointed as the Chairman Emeritus of the Company with effect from 18th March, 2011. Mr. Tang Kwan is not a director or an officer of the Company and does not have any management role in the Company. He is not required to participate in meetings of the Board by his appointment of Chairman Emeritus.

The Board would like to express its sincere gratitude to Mr. Tang Kwan for his contributions to the Group during his tenure of office.

APPOINTMENT OF EXECUTIVE DIRECTOR

The Board is pleased to announce that Mr. Tang Yu, Freeman (“Mr. Tang”) has been appointed as an executive director of the Company with effect from 18th March, 2011. Mr. Tang will also be a member of the Committee of the Executive Directors of the Company.

Mr. Tang Yu, Freeman, aged 33, joined the Group in 2006 and is at present the managing director of a subsidiary of the Company which is engaged in plastic products and processing. He is responsible for the overall management and strategic planning of this subsidiary. Besides, he also holds directorship in two other subsidiaries of the Company. Prior to joining the Group, he worked in the Commercial Banking Division of HSBC (HK) and as an associate investment advisor in Royal Bank of Canada from 2001 to 2006. Mr. Tang graduated from the University of Western Ontario (Canada) and holds a Bachelor of Arts degree in Economics and holds a Diploma in Financial Planning.

Save as disclosed in this announcement, Mr. Tang does not hold any other positions with the Company or its subsidiaries and he did not hold any directorships in public companies the securities of which are listed on any securities market in Hong Kong or overseas in the last three years. Mr. Tang is the son of Mr. Tang To, the Chairman and executive director of the Board. Save as above, he does not have any relationship with any directors, senior management, substantial shareholders or controlling shareholders of the Company. As at the date of this announcement, he does not have any interests in the shares of the Company within the meaning of Part XV of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

There is no service contract entered into between the Company and Mr. Tang. Mr. Tang is not appointed for a specific term, but will be subject to retirement by rotation and re-election at the annual general meeting of the Company in accordance with the Company’s Article of Association. Mr. Tang receives monthly remuneration of HK\$42,000 and annual discretionary bonus determined by the Remuneration Committee of the Company and the Board. The remuneration of Mr. Tang is determined by the Remuneration Committee of the Company and the Board with reference to his duties and responsibilities with the Company, the Company’s performance and profitability, remuneration benchmark in the industry and the prevailing market conditions.

Save as disclosed in this announcement, the Board is not aware of any matters relating to the appointment of Mr. Tang Yu, Freeman that needs to be brought to the attention of the shareholders of the Company, and there is no other information that should be disclosed pursuant to paragraph 13.51(2)(h) to (v) of The Rules Governing the Listing of Securities of The Stock Exchange of Hong Kong Limited.

The Board would like to take this opportunity to welcome Mr. Tang Yu, Freeman to join the Board.

By order of the Board
COSMOS MACHINERY ENTERPRISES LIMITED
TANG To
Chairman

Hong Kong, 18th March, 2011

As at the date hereof, the board of directors of the Company is comprised of ten directors, of which four are executive directors, namely Mr. Tang To, Mr. Jiang Wei, Mr. Wong Yiu Ming and Mr. Tang Yu, Freeman; three are non-executive directors, namely Mr. Wu Ding, Mr. Kan Wai Wah and Mr. Qu Jinping and three are independent non-executive directors, namely Ms. Yeung Shuk Fan, Mr. Cheng Tak Yin and Mr. Ho Wei Sem.