



大同機械企業有限公司

**COSMOS MACHINERY ENTERPRISES LIMITED**

*(Incorporated in Hong Kong with limited liability)*

**(Stock Code: 118)**

## **CHANGES IN DIRECTORSHIPS**

The Board of Directors (the “Board”) of Cosmos Machinery Enterprises Limited (the “Company”) announces the following changes in directorships:

- (1) Mr. He Zhiqi (“Mr. He”) has resigned as the Vice Chairman and Non-Executive Director of the Company with effect from 1st June, 2007;
- (2) Mr. Zhao Zhuoying (“Mr. Zhao”) has resigned as an Executive Director and a member of the Committee of Executive Directors of the Company with effect from 1st June, 2007;
- (3) Mr. Wu Ding (“Mr. Wu”) has been appointed as the Vice Chairman and Non-Executive Director of the Company with effect from 1st June, 2007; and
- (4) Mr. Jiang Wei (“Mr. Jiang”) has been appointed as an Executive Director and a member of the Committee of Executive Directors of the Company with effect from 1st June, 2007.

Mr. Wu Ding, aged 42, holds a bachelor degree in Economics from the Shan Xi University of Finance and Economics. Mr. Wu joined China Resource Group since August 1988 and joined the Enterprises Development Department of China Resource Group between November 1993 and March 1999. During this period, he had been acted as director and deputy general manager of several companies of China Resources Group. Mr. Wu is at present the general manager of China Resources Development & Investment Company Limited and the Investment & Asset Management Department of China Resources (Holdings) Company Limited, a substantial shareholder of the Company within the meaning of Part XV of the Securities and Futures Ordinance (Cap 571) (“China Resources (Holdings)”). He is also at present the chairman and general manager of China Resources Shanghai Co., Ltd., deputy general manager of China Resources Land Ltd. (“China Resources Land”) as well as the chairman of China Resources Sun Hung Kai Properties (WuXi) Ltd. The above mentioned companies are subsidiaries of China Resources (Holdings). Mr. Wu was appointed as an executive director of Sino Gas Group Limited, a company whose securities are listed on the main board of the Stock Exchange of Hong Kong Limited (the “Stock Exchange”) with effect from 1st February, 2005.

Save as disclosed above, Mr. Wu did not hold any directorships in other listed public company in the last three years and has not previously held any position with the Company or its subsidiaries and is not connected 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.

Pursuant to an appointment letter signed by the Company and Mr. Wu, Mr. Wu's term of services with the Company is fixed at three years with effect from 1st June, 2007 unless early termination by either party serving not less than one month's prior written notice and subject to retirement by rotation and re-election in accordance with the Company's articles of association. Mr. Wu will be entitled to a fixed director's fee of HK\$40,000 per annum which has been determined by the Board and the remuneration committee of the Company 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 herein, there is no other information to be disclosed pursuant to the requirements under Rules 13.51(2)(h) to 13.51(2)(v) of the Listing Rules nor are there other matters relating to the above appointment that need to be brought to the attention of the shareholders of the Company.

Mr. Jiang Wei, aged 44, holds a bachelor degree in International Trade and a master degree in International Business and Finance, both from the University of International Business and Economics in Beijing China. Mr. Jiang has been with China Resources National Corporation since 1988, and joined China Resources (Holdings) in 1990. Mr. Jiang is at present the director and chief financial officer of China Resources (Holdings), a substantial shareholder of the Company within the meaning of Part XV of the Securities and Futures Ordinance (Cap 571). He has extensive experiences in financial and business planning, budgeting and controlling, legal and statutory tax planning, risk management and investment feasibility studies and decision making. Mr. Jiang is also a non-executive director of China Resources Enterprises, Limited, China Resources Power Holdings Limited, China Resources Land and China Resources Logic Limited. The securities of these four companies are listed on the main board of the Stock Exchange and they are also subsidiaries of China Resources (Holdings). Mr. Jiang is also at present a non-executive director of China Asset (Holdings) Limited and the independent non-executive director of Greentown China Holdings Limited, the securities of both companies are listed on the main board of the Stock Exchange. He was a director of Tradelink Electronic Commerce Limited (a Hong Kong listed company) from August 2002 to June 2005.

Save as disclosed above, Mr. Jiang did not hold any directorships in other listed public company in the last three years and has not previously held any position with the Company or its subsidiaries and is not connected 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 appointment letter or service contract signed between the Company and Mr. Jiang and he is not appointed for a specific term but is subject to retirement by rotation and re-election in accordance with the Company's articles of association. Mr. Jiang will be entitled to a fixed director's fee of HK\$40,000 per annum which has been determined by the Board and the remuneration committee of the Company 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 herein, there is no other information to be disclosed pursuant to the requirements under Rules 13.51(2)(h) to 13.51(2)(v) of the Listing Rules nor are there other matters relating to the above appointment that need to be brought to the attention of the shareholders of the Company.

Mr. He and Mr. Zhao resigned from the Board due to their other engagements. They have also respectively confirmed that they have no disagreement with the Board and they are not aware of any matters relating to their resignations that need to be brought to the attention of the shareholders of the Company. The Board takes this opportunity to thank Mr. He and Mr. Zhao for their dedicated service to the Company and would like to welcome Mr. Wu and Mr. Jiang to join the Board.

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

Hong Kong, 1st June, 2007

*As at the date hereof, the Board is comprised of twelve directors, of which five are executive directors, namely Mr. Tang To, Mr. Jiang Wei, Mr. Wong Yiu Ming, Mr. Yan Wing Fai Richard and Mr. Li Tin Loi, and 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, Miss Yeung Shuk Fan and Mr. Cheng Tak Yin.*

“Please also refer to the published version of this announcement in The Standard”