

### Monthly Return of Equity Issuer on Movements in Securities

For the month ended (dd/mm/yyyy) : 31/12/2009

To : Hong Kong Exchanges and Clearing Limited

| Name of Issuer | Cosmos Machinery Enterprises Limited |
|----------------|--------------------------------------|
| Date Submitted | 6 January 2010                       |

I. Movements in Authorised Share Capital

| 1. Ordinary Shares                  |                        |                                  |   |
|-------------------------------------|------------------------|----------------------------------|---|
| (1) Stock code : <u>118</u> Descrip | otion :                |                                  |   |
|                                     | No. of ordinary shares | Par value<br>( <i>HK\$</i> )     | Authorised share<br>capital<br>(HK\$)           |
| Balance at close of preceding month | 1,000,000,000          | 0.40                             | 400,000,000                                     |
| Increase/(decrease)                 | 0                      |                                  | 0   |
| Balance at close of the month       | 1,000,000,000          | 0.40                             | 400,000,000                                     |
| (2) Stock code : <u>N/A</u> Descrip | otion :                |                                  |   |
|                                     | No. of ordinary shares | Par value<br>(State<br>currency) | Authorised share<br>capital<br>(State currency) |
| Balance at close of preceding month |                        |                                  |   |
| Increase/(decrease)                 |                        |                                  |   |
| Balance at close of the month       |                        |                                  |   |

### 2. Preference Shares

| Stock code : <u>N/A</u> Desc        | ription :                |                                  |   |
|-------------------------------------|--------------------------|----------------------------------|---|
|                                     | No. of preference shares | Par value<br>(State<br>currency) | Authorised share<br>capital<br>(State currency) |
| Balance at close of preceding month |                          |                                  |   |
| Increase/(decrease)                 |                          |                                  |   |
| Balance at close of the month       |                          |                                  |   |

#### 3. Other Classes of Shares

| Stock code : <u>N/A</u> Descrip     | ption :                        |                                  |   |
|-------------------------------------|--------------------------------|----------------------------------|---|
|                                     | No. of other classes of shares | Par value<br>(State<br>currency) | Authorised share<br>capital<br>(State currency) |
| Balance at close of preceding month |                                |                                  |   |
| Increase/(decrease)                 |                                |                                  |   |
| Balance at close of the month       |                                |                                  |   |

Total authorised share capital at the end of the month (HK\$): 400,000,000

# II. Movements in Issued Share Capital

|  | No. of ordin | ary shares | No of preference | No. of other classes |
|--|--------------|------------|------------------|----------------------|
| -  | (1)          | (2)        | shares           | of shares            |
| Balance at close of preceding month      | 709,930,692  | N/A        | N/A              | N/A                  |
| Increase/ (decrease)<br>during the month | 0            |            |                  |                      |
| Balance at close of the month            | 709,930,692  |            |                  |                      |

III. Details of Movements in Issued Share Capital

| Share Options (under   | Share Option  | Schemes of the  | Issuer)        |              |                      |                          |
|------------------------|---------------|-----------------|----------------|--------------|----------------------|--------------------------|
| Particulars of share   |               |                 |                |              | No. of new shares of | No. of new shares of     |
| option scheme          |               |                 |                |              | issuer issued during | issuer which may be      |
| including EGM          |               |                 |                |              | the month pursuant   | issued pursuant thereto  |
| approval date          |               | Movement duri   | ng the month   |              | thereto              | as at close of the month |
| (dd/mm/yyyy) and -     |               |                 |                |              |                      |                          |
| class of shares        |               | <b>F</b> · 1    | G 11 1         | × 1          |                      |                          |
| issuable               | Granted       | Exercised       | Cancelled      | Lapsed       |                      |                          |
| <u> </u>               |               |                 |                |              |                      |                          |
|                        |               |                 |                |              |                      |                          |
|                        |               |                 |                |              |                      |                          |
|                        |               |                 |                |              |                      |                          |
| ( / / )                |               |                 |                |              |                      |                          |
| shares                 |               |                 |                |              |                      |                          |
| (Note 1)               |               |                 |                |              |                      |                          |
|                        |               |                 |                |              |                      |                          |
| 2.                     |               |                 |                |              |                      |                          |
|                        |               |                 |                |              |                      |                          |
|                        |               |                 |                |              |                      |                          |
|                        |               |                 |                |              |                      |                          |
|                        |               |                 |                |              |                      |                          |
| shares                 |               |                 |                |              |                      |                          |
| (Note 1)               |               |                 |                |              |                      |                          |
| (1000 1)               |               |                 |                |              |                      |                          |
| 3.                     |               |                 |                |              |                      |                          |
| <u></u>                |               |                 |                |              |                      |                          |
|                        |               |                 |                |              |                      |                          |
| ·                      |               |                 |                |              |                      |                          |
| <u> </u>               |               |                 |                |              |                      |                          |
|                        |               |                 |                |              |                      |                          |
| shares                 |               |                 |                |              |                      |                          |
| (Note 1)               |               |                 |                |              |                      |                          |
|                        |               | To              | otal A. (Ordin |              | N/A                  |                          |
|                        |               |                 | (Prefere       | nce shares)  | N/A                  |                          |
|                        |               |                 | (0             | Other class) | N/A                  |                          |
| Total funds raised dur | ing the month | from exercise o | f              |              |                      |                          |
| options (State currenc |               |                 |                | N/A          |                      |                          |
|                        |               |                 |                |              |                      |                          |

| Warrants to Issue Shares of the Iss   | suer which are t                      | o be Listed                     |          |                                |   |  |  |
|---|---------------------------------------|---------------------------------|----------|--------------------------------|---|--|--|
| Description of warrants<br>(Date of expiry – dd/mm/yyyy)  | Currency of<br>nominal<br>value       | Nominal v<br>close<br>preceding | of di    | xercised<br>uring the<br>month | Nominal value<br>at close of the<br>month | No. of new<br>shares of<br>issuer issued<br>during the<br>month<br>pursuant<br>thereto | No. of new<br>shares of<br>issuer which<br>may be issued<br>pursuant<br>thereto as at<br>close of the<br>month |
| 1.  |                                       |                                 |          |                                |   |  |  |
|   |                                       |                                 |          |                                |   |  |  |
| ( / / )<br>Stock code (if listed)<br>Class of shares<br>issuable (Note 1)<br>Subscription price |                                       |                                 |          |                                |   |  |  |
| EGM approval date   |                                       |                                 |          |                                |   |  |  |
| (if applicable)<br>(dd/mm/yyyy)<br>2.   | ( / /                                 | )                               |          |                                |   |  |  |
|   |                                       |                                 |          |                                |   |  |  |
| ( / / )<br>Stock code (if listed)<br>Class of shares  |                                       |                                 |          |                                |   |  |  |
| issuable (Note 1)   |                                       |                                 |          |                                |   |  |  |
| Subscription price<br>EGM approval date<br>(if applicable)<br>(dd/mm/yyyy)                      | ( / /                                 | )                               |          |                                |   |  |  |
| 3.  | · · · · · · · · · · · · · · · · · · · |                                 |          |                                |   |  |  |
| ( / / )<br>Stock code (if listed)   |                                       |                                 |          |                                |   |  |  |
| Class of shares   |                                       |                                 |          |                                |   |  |  |
| issuable ( <i>Note 1</i> ) Subscription price   |                                       |                                 |          |                                |   |  |  |
| EGM approval date   |                                       |                                 |          |                                |   |  |  |
| (if applicable)   | 7 I I                                 | `                               |          |                                |   |  |  |
| (dd/mm/yyyy)  | ( / /                                 | )                               |          |                                |   |  |  |
|   |                                       |                                 |          |                                |   |  |  |
| ( / / )   |                                       |                                 |          |                                |   |  |  |
| Stock code (if listed)<br>Class of shares<br>issuable ( <i>Note 1</i> )                         |                                       |                                 |          |                                |   |  |  |
| Subscription price  |                                       |                                 |          |                                |   |  |  |
| EGM approval date<br>(if applicable)<br>(dd/mm/yyyy)  | ( / /                                 | )                               |          |                                |   |  |  |
|   |                                       |                                 | Tat 1 D  | (0-1)                          | omy chores)                               |  |  |
|   |                                       |                                 | Total B. |                                | nary shares)<br>ence shares)              | N/A<br>N/A   | <u>-</u>   |
|   |                                       |                                 |          |                                | Other class)                              | N/A  | -  |
|   |                                       |                                 |          | (                              |   |  | -  |

| Convertibles (i.e. Convertible into Shares of the Issuer which are to be Listed) |   |
|--|---|
|  | Ĩ |

| Class and description   | Currency of<br>amount<br>outstanding | Amount at close<br>of preceding<br>month | Converted<br>during the<br>month | Amount at<br>close of the<br>month | No. of new<br>shares of<br>issuer issued<br>during the<br>month<br>pursuant<br>thereto | No. of new<br>shares of<br>issuer which<br>may be issued<br>pursuant<br>thereto as at<br>close of the<br>month |
|---|--------------------------------------|--|----------------------------------|------------------------------------|--|--|
| 1.  |                                      |  |                                  |                                    |  |  |
|   | _                                    |  |                                  |                                    |  |  |
| Stock code (if listed)<br>Class of shares<br>issuable ( <i>Note 1</i> )<br>Subscription price |                                      |  |                                  |                                    |  |  |
| EGM approval date<br>(if applicable)  |                                      |  |                                  |                                    |  |  |
| (dd/mm/yyyy))   | ( / / )                              |  |                                  |                                    |  |  |
|   |                                      |  |                                  |                                    |  |  |
|   |                                      |  |                                  |                                    |  |  |
| Stock code (if listed)<br>Class of shares<br>issuable ( <i>Note 1</i> )                       |                                      |  |                                  |                                    |  |  |
| Subscription price  |                                      |  |                                  |                                    |  |  |
| EGM approval date<br>(if applicable)<br>(dd/mm/yyyy)  | ( / / )                              |  |                                  |                                    |  |  |
| 3.  |                                      |  |                                  |                                    |  |  |
|   |                                      |  |                                  |                                    |  |  |
| Stock code (if listed)  |                                      | <u> </u>                                 |                                  |                                    |  |  |
| Class of shares issuable ( <i>Note 1</i> )  |                                      |  |                                  |                                    |  |  |
| Subscription price<br>EGM approval date   |                                      |  |                                  |                                    |  |  |
| (if applicable)<br>(dd/mm/yyyy)   | ( / / )                              |  |                                  |                                    |  |  |
| <u>4.</u>   |                                      |  |                                  |                                    |  |  |
|   |                                      |  |                                  |                                    |  |  |
| Stock code (if listed)  |                                      |  |                                  |                                    |  |  |
| Class of shares<br>issuable ( <i>Note 1</i> )<br>Subscription price                           |                                      |  |                                  |                                    |  |  |
| EGM approval date   |                                      |  |                                  |                                    |  |  |
| (if applicable)<br>(dd/mm/yyyy)   | ( / / )                              |  |                                  |                                    |  |  |
|   |                                      |  | Total C. (Ordin<br>(Prefere      | nary shares)                       | N/A<br>N/A   | -  |
|   |                                      |  |                                  | Other class)                       | N/A  | -  |

| (other than under Share Option Schemes)   |   |  |
|---|---|--|
| Full particulars including EGM approval date (dd/mm/yyyy), if applicable, and class of shares issuable: | No. of new shares of<br>issuer issued during<br>the month pursuant<br>thereto | No. of new shares of<br>issuer which may be<br>issued pursuant thereto<br>as at close of the month |
| 1   |   |  |
| ( / / )<br>shares (Note 1)  |   |  |
| 2   |   |  |
|   |   |  |
|   |   |  |
|   |   |  |
| shares (Note 1)   |   |  |
| Total D. (Ordinary shares)<br>(Preference shares)   | N/A<br>N/A  |  |
| (Other class)   | N/A   |  |

Any other Agreements or Arrangements to Issue Shares of the Issuer which are to be Listed, including Options (other than under Share Option Schemes)

|    | Type of Issue | ssued Share Capital            |  | No. of new<br>shares of<br>issuer issued<br>during the<br>month<br>pursuant<br>thereto | No. of new<br>shares of<br>issuer which<br>may be<br>issued<br>pursuant<br>thereto as at<br>close of the<br>month |
|----|---------------|--------------------------------|--|--|---|
| 1. | Rights issue  | At price : State               | Class of shares issuable<br>( <i>Note 1</i> )<br>Issue and allotment<br>date : (dd/mm/yyyy)<br>( / /<br>EGM approval date:<br>(dd/mm/yyyy)       | -  |   |
| 2. | Open offer    | At price : State<br>currency — | Class of shares issuable<br>( <i>Note 1</i> ) ( / /<br>Issue and allotment<br>date : (dd/mm/yyyy)<br>( / /<br>EGM approval date:<br>(dd/mm/yyyy) | -  |   |
| 3. | Placing       | At price : State               | Class of shares issuable<br>( <i>Note 1</i> )<br>Issue and allotment<br>date : (dd/mm/yyyy)<br>( / /<br>EGM approval date:<br>(dd/mm/yyyy)       | -  |   |
| 4. | Bonus issue   |                                | Class of shares issuable<br>( <i>Note 1</i> )<br>Issue and allotment<br>date : (dd/mm/yyyy)<br>( / /<br>EGM approval date:<br>(dd/mm/yyyy)       |  |   |

|    | Type of Issue  |   |     | No. of new<br>shares of<br>issuer issued<br>during the<br>month<br>pursuant<br>thereto | No. of new<br>shares of<br>issuer which<br>may be<br>issued<br>pursuant<br>thereto as at<br>close of the<br>month |
|----|--|---|-----|--|---|
| 5. | Scrip dividend At price : State<br>currency          | Class of shares issuable<br>( <i>Note 1</i> )<br>Issue and allotment<br>date : (dd/mm/yyyy)<br>EGM approval date:<br>(dd/mm/yyyy) | / ) | -<br>  |   |
| 6. | Repurchase of<br>shares                              | Class of shares<br>repurchased ( <i>Note 1</i> )<br>Cancellation date :<br>(dd/mm/yyyy)<br>EGM approval date:<br>(dd/mm/yyyy)     | / ) |  |   |
| 7. | Redemption of shares                                 | Class of shares<br>redeemed ( <i>Note 1</i> )<br>Redemption date :<br>(dd/mm/yyyy)<br>EGM approval date:<br>(dd/mm/yyyy)          | / ) | -  |   |
| 8. | Consideration issue At price : State<br>currency ——— | Class of shares issuable<br>( <i>Note 1</i> )<br>Issue and allotment<br>date : (dd/mm/yyyy)<br>EGM approval date:<br>(dd/mm/yyyy) | / ) |  |   |

|     | Type of Issue             |                  |   | No. of new<br>shares of<br>issuer issued<br>during the<br>month<br>pursuant<br>thereto | No. of new<br>shares of<br>issuer which<br>may be<br>issued<br>pursuant<br>thereto as at<br>close of the<br>month |
|-----|---------------------------|------------------|---|--|---|
| 9.  | Capital<br>reorganisation |                  | Class of shares issuable<br>( <i>Note 1</i> )<br>(//<br>Issue and allotment<br>date : (dd/mm/yyyy)<br>(//<br>EGM approval date:<br>(dd/mm/yyyy) |  |   |
| 10. | Other<br>(Please specify) | At price : State | Class of shares issuable<br>( <i>Note 1</i> )<br>Issue and allotment<br>date : (dd/mm/yyyy)<br>( / /<br>EGM approval date:<br>(dd/mm/yyyy)      |  |   |
|     |                           |                  | Total E. (Ordinary sh<br>(Preference sh<br>(Other c   | ares) N/A  |   |

| Total increase / (decrease) in ordinary shares during the month (i.e. Total of A to E):                          | (1) | N/A |  |  |  |
|--|-----|-----|--|--|--|
|  | (2) | N/A |  |  |  |
| Total increase / (decrease) in preference shares during the month (i.e. Total of A to E):                        | N/A |     |  |  |  |
| Total increase / (decrease) in other classes of shares during the month (i.e. Total of A to E):                  | N/A |     |  |  |  |
| (These figures should be the same as the relevant figures under II above ("Movements in Issued Share Capital").) |     |     |  |  |  |

Remarks (if any):

| Submitted by:     | Elaine Tam   | _ |  |
|-------------------|--|---|--|
| Title: (Director, | Company Secretary<br>Secretary or other duly authorised officer) |   |  |

Notes :

1. State the class of shares (e.g. ordinary, preference or other).

# 2. If there is insufficient space, please append the prescribed continuation sheet