

## Listed Company Information

### COSMOS MACH<00118> - Results Announcement (Summary)

Cosmos Machinery Enterprises Limited announced on 25/9/2001:

(stock codes: Ord: 118 & War: 906)

Year end date: 31/12/2001

Currency: HKD

	(Unaudited) Current Period from 1/1/2001 to 30/6/2001 ( '000)	(Unaudited) Last Corresponding Period from 1/1/2000 to 30/6/2000 ( '000)
Turnover	: 657,048	836,923
Profit/(Loss) from Operations	: (26,441)	32,209
Finance cost	: (12,343)	(10,934)
Share of Profit/(Loss) of Associates	: 6,845	3,233
Share of Profit/(Loss) of Jointly Controlled Entities	: -	-
Profit/(Loss) after Taxation & MI	: (36,496)	4,290
% Change over Last Period	: N/A	
EPS/(LPS)-Basic	: (5.7 cents)	0.67 cent
-Diluted	: N/A	N/A
Extraordinary (ETD) Gain/(Loss)	: -	-
Profit/(Loss) after ETD Items	: (36,496)	4,290
Interim Dividend per Share	: Nil	Nil
(Specify if with other options)	: -	-
B/C Dates for Interim Dividend	: -	
Payable Date	: -	
B/C Dates for (-) General Meeting	: -	
Other Distribution for Current Period	: -	
B/C Dates for Other Distribution	: -	

#### Remarks:

1. In the current period, the Group has adopted SSAP 30 Business Combinations and has elected to restate goodwill (negative goodwill) previously eliminated against (credited to) reserves. Accordingly, the amount of such goodwill (negative goodwill) has been remeasured in accordance with the requirements of SSAP 30. Accumulated amortisation and impairment losses in respect of goodwill between the date of acquisition of the relevant associate, subsidiary or joint venture and the date of adoption of SSAP 30 have been recognised retrospectively. Negative goodwill which would have been recognised as income between the date of acquisition of the relevant subsidiary, associate or joint venture and the date of adoption of SSAP 30 has been recognised retrospectively. The effect of these adjustments resulted in an increase in the profit from operations for the last corresponding period (i.e. for six months ended 30 June 2000) of approximately HK\$1,078,000. Following restatement, goodwill is presented as an asset in the balance sheet and negative goodwill is presented as a deduction from assets. Goodwill is amortised over its estimated useful life, i.e. over periods ranging between 5 and 20 years. Negative goodwill will be released to income based on an analysis of the circumstances from which the balance resulted.

2. The calculation of the basic (loss) earnings per share for the period is based on the net loss for the period of approximately HK\$36,496,000 (2000: profit of HK\$4,290,000, restated) and on the weighted average number of shares in issue during the period of 640,831,772 (2000: 639,116,819).

No diluted loss per share has been calculated for the period ended 30th

June, 2001 as the exercise of the share options and warrants would result in a decrease in the loss per share.

No diluted earnings per share has been presented for the period ended 30th June, 2000 because the exercise price of the Company's options was higher than the average market price for shares for the period.

3. Certain comparative figures have been reclassified to conform with the current period's presentation.