

Listed Company Information

COSMOS MACH<00118> - Results Announcement (Summary)

Cosmos Machinery Enterprises Limited announced on 23/4/2002:

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

Year end date: 31/12/2001

Currency: HK\$

Auditors' Report: Neither

Review of Interim Report by: N/A

| | (Audited) Current Period from 1/1/2001 to 31/12/2001 ('000) | (Audited) Last Corresponding Period from 1/1/2000 to 31/12/2000 ('000) |
|--|---|---|
| Turnover | : 1,294,747 | 1,622,796 |
| Profit/(Loss) from Operations | : (69,623) | 43,702 |
| Finance cost | : (24,222) | (24,289) |
| Share of Profit/(Loss) of Associates | : 14,407 | 9,083 |
| Share of Profit/(Loss) of Jointly Controlled Entities | : - | - |
| Profit/(Loss) after Tax & MI | : (89,128) | 6,315 |
| % Change over Last Period | : N/A | |
| EPS/(LPS)-Basic | : (13.91 cents) | 0.99 cent |
| -Diluted | : N/A | N/A |
| Extraordinary (ETD) Gain/(Loss) | : N/A | N/A |
| Profit/(Loss) after ETD Items | : (89,128) | 6,315 |
| Final Dividend per Share | : Nil | Nil |
| (Specify if with other options) | : - | - |
| B/C Dates for Final Dividend | : - | |
| Payable Date | : - | |
| B/C Dates for Annual General Meeting | : 30/5/2002 to 3/6/2002 bdi. | |
| Other Distribution for Current Period | : N/A | |
| B/C Dates for Other Distribution | : N/A | |

Remarks:

1. In the current year, the Group has adopted SSAP 30 Business Combinations and has elected to restate goodwill or negative goodwill previously eliminated against or credited to reserves. Accordingly, the amount of such goodwill or negative goodwill has been remeasured in accordance with the requirements of SSAP 30. Accumulated amortisation in respect of goodwill between the date of acquisition of the relevant subsidiary or an associate 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 or an associate 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 year of approximately HK\$1,986,000. 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. 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 year is based on the net loss for the year of approximately HK\$89,128,000 (2000: a profit of approximately HK\$6,315,000, restated) and on the weighted average number of shares in issue during the year of 640,835,030 (2000: 639,978,812).

No diluted (loss) earnings per share has been calculated for either 2001 or 2000 because the exercise prices of the Company's options and warrants were higher than the average market price of shares of both years.

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