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COMPANY INFORMATION

Board of Directors:

Mr. Tariq Rafi	CEO / Chairman
Mr. Abdur Rahim	Director
Mr. Ibrahim Shamsi	Director
Mr. Naeem-ul-Hasnain Mirza	Director
Mr. Fazl-e-Rabbi	Director
Mr. Saturo Nishi	Director
Mr. Jean Pierre Gugenheim	Director

Audit Committee:

Mr. Ibrahim Shamsi	Chairman
Mr. Abdur Rahim	Member
Mr. Saturo Nishi	Member
Mr. Murtaza Ahmed	Secretary

Human Resource & Remuneration Committee:

Mr. Ibrahim Shamsi	Chairman
Mr. Abdur Rahim	Member
Mr. Naeem-ul-Hasnain Mirza	Member

Chief Financial Officer

Mr. Rashid Khaleeqe

Company Secretary

Mr. Murtaza Ahmed

Internal Auditor

Mr. Furrukh Sadiq

Auditors

**M. Yousuf Adil Saleem
& Company**
Chartered Accountants

Legal Advisor

Awan Law Associates
1st Floor, Burhani Terrace,
Bohri Road,
Opp. Customs House
Karachi - 74000

Bankers

Dubai Islamic Bank Limited | Habib Metropolitan Bank Limited
Habib Bank Limited | MCB Bank Limited | Meezan Bank Limited
National Bank of Pakistan | Soneri Bank Limited |
The HSBC Middle East Limited |
The Industrial & Commercial Bank of China (ICBC)

Shares Registrar

THK Associates (Private) Limited
Ground Floor, State Life Building # 3
Dr. Ziauddin Ahmed Road,
Karachi - 75530
UAN # 111 000 322

Registered Office

Siddiqsons Tower
7th Floor, Plot # 3, J.C.H., Society
Block 7 & 8, Main, Shahrah-e-Faisal,
Karachi.

Plant

Special Industrial Zone
Winder, Baluchistan

Web Presence

www.siddiqsonstinplate.com

DIRECTORS' REVIEW

Dear Shareholders,

The Board of Directors of Siddiqsons Tin Plate Limited is pleased to present the reviewed interim financial statements of the Company for the period ended December 31, 2013.

Operating and Financial Results:

Sales performance

During the period under review, sales in quantitative terms are 9,551 Metric tons as compared to 14,769 Metric tons during corresponding period last year. The lower sales volume was mainly due to reduction in sales price of Ghee & Vegetable Oil, conversion on plastic packaging and abnormal fluctuation in US dollar. However, your company has managed to sustain the gross profit ratio at its previous level of 4.0%.

Gross Margin

Gross margin of the Company was Rs.39.68 million which was 4.08% of sales revenue as compared to Rs. 62.8 million which was 4.47% in corresponding period last year. Its means that the gross margin ratio remained stable due to effective pricing and optimum working capital management.

Net Profit

The net results showed loss after taxation of Rs. 60 million during the period under review as compared to lossof Rs. 54 million in the corresponding period last year.

The period under review was almost similar to the last year which was also a very difficult year due to unstable economic, political and law & order situation and abnormal currency fluctuation for all business houses and as such your Company was no exception. County's unstable economic condition was the major obstacle for low sales.

Economic challenges and Industrial low output due to power shortages in the country were also considerable factors for low sales. Under invoicing from importers also hits our profit margin because it increases our production cost due to underutilization of production capacity.

As maximum of our raw material is imported from various countries so instability of exchange rate also adversely affected our cost of doing business and it increases our exchange loss amount.

A huge amount has been blocked in the head of sales tax and income tax refundable due to Governmental taxation policies which also affected our cash flow and resultantly it increased financial cost.

Loss per share

The loss per share was Rs. 0.77 as compared to Rs. 0.69 in corresponding period last year.

Future Outlooks

We are confident that your company has potential to remain market leader and would be able to sustain all external and internal pressures.



Siddiqsons Tin Plate Limited
A Siddiqsons Group Company

Other Matters

During the period under review, the casual vacancies have arisen in the board of the Company due to resignation of two of its Directors which also give rise to the vacation of offices of Chairman & Chief Executives. These casual vacancies have been duly filled by the Directors by appointing two new directors for the remainder of the term of their offices.

Moreover, the registered office of the Company has been changed from S.I.T.E, Karachi to Main Shahra-e-Faisal, Karachi, to facilitate its operations in a more convenient manner.

Acknowledgement

The Directors of the Company would like to record its gratitude to its shareholders, Partners, customers, Government authorities, financial institutions for their cooperation and continued support.

The Directors are also pleased to record their appreciation of the valuable and untiring efforts and services rendered by the staff of the Company.

On behalf of the Board

Tariq Rafi
Chairman
Karachi: February 28, 2014

AUDITORS' REVIEW REPORT ON CONDENSED INTERIM FINANCIAL INFORMATION TO THE MEMBERS

Introduction

We have reviewed the accompanying condensed interim balance sheet of **Siddiqsons Tin Plate Limited** ("the Company") as at December 31, 2013, the related condensed interim profit and loss account, condensed interim cash flow statement and condensed interim statement of changes in equity together with the notes to the accounts for the half year then ended [here-in-after referred to as "interim financial information"]. Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review. The figures of the condensed interim profit and loss account for the quarters ended December 31, 2013 have not been reviewed as we are required to review only the cumulative figures for the half year ended December 31, 2013.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as of and for the half year ended December 31, 2013 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

Chartered Accountants

Engagement Partner :
Talat Javed

Dated: February 28, 2014
Place: Multan



CONDENSED INTERIM BALANCE SHEET

AS AT DECEMBER 31, 2013

	Note	(Un-audited) December 31, 2013(Rupees).....	(Audited) June 30, 2013
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	6	727,422,159	748,939,040
Long-term deposits		10,609,363	11,193,147
		<u>738,031,522</u>	<u>760,132,187</u>
CURRENT ASSETS			
Stores, spares and loose tools		19,594,921	18,791,815
Stock-in-trade		907,338,004	1,063,548,827
Trade debts		406,682,916	539,043,249
Loans and advances		172,654,626	158,554,424
Trade deposits and short-term prepayments		7,337,036	8,088,572
Other receivables		-	759,712
Other financial assets		498,860	353,403
Tax refundable		50,240,595	98,641,739
Cash and bank balances		8,074,074	30,487,079
		<u>1,572,421,032</u>	<u>1,918,268,820</u>
Total Assets		<u>2,310,452,554</u>	<u>2,678,401,007</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Share capital		785,201,270	785,201,270
Unappropriated profit		90,100,155	150,262,731
		<u>875,301,425</u>	<u>935,464,001</u>
NON-CURRENT LIABILITIES			
Deferred taxation		33,006,800	60,342,751
CURRENT LIABILITIES			
Trade and other payables		121,443,867	109,118,992
Interest / mark-up accrued on borrowings		24,538,482	31,140,442
Short-term advances		121,414,662	-
Short-term borrowings and running finance		1,134,747,317	1,542,334,820
		<u>1,402,144,329</u>	<u>1,682,594,254</u>
CONTINGENCIES AND COMMITMENTS	7		
Total Equity and Liabilities		<u>2,310,452,554</u>	<u>2,678,401,007</u>

The annexed notes from 1 to 10 form an integral part of this condensed interim financial information

CHIEF EXECUTIVE OFFICER

DIRECTOR

Half Yearly Report 2013

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2013

Note	Half year ended		Quarter ended	
	December 31, 2013	December 31, 2012	December 31, 2013	December 31, 2012
(Rupees).....			
Sales - net	970,702,366	1,403,697,254	371,577,800	647,837,576
Cost of goods sold	8 (931,018,016)	(1,340,829,611)	(398,704,442)	(645,779,409)
Gross profit	39,684,350	62,867,643	(27,126,642)	2,058,167
Other operating income	742,727	4,206,928	596,522	3,273,953
	40,427,077	67,074,571	(26,530,120)	5,332,120
Distribution cost	(7,512,430)	(7,233,422)	(3,626,928)	(4,087,267)
Administrative expenses	(27,116,442)	(33,759,187)	(13,341,864)	(18,987,202)
Other operating expenses	(25,994,709)	(27,252,230)	(15,513,247)	(22,565,536)
Finance cost	(57,585,782)	(67,976,745)	(33,495,083)	(39,317,555)
	(118,209,363)	(136,221,584)	(65,977,122)	(84,957,560)
Loss before taxation	(77,782,286)	(69,147,013)	(92,507,241)	(79,625,440)
Provision for taxation	17,619,710	15,116,165	23,610,956	18,895,464
Loss for the period	(60,162,576)	(54,030,848)	(68,896,285)	(60,729,976)
Other comprehensive income				
Items that will not be reclassified subsequently to profit and loss account	-	-	-	-
Items that may be reclassified subsequently to profit and loss account	-	-	-	-
Total comprehensive income for the period	(60,162,576)	(54,030,848)	(68,896,285)	(60,729,976)
Loss per share - basic and diluted	(0.77)	(0.69)	(0.88)	(0.77)

The annexed notes from I to 10 form an integral part of this condensed interim financial information

CHIEF EXECUTIVE OFFICER

DIRECTOR



Siddiqsons Tin Plate Limited
A Siddiqsons Group Company

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2013

	Half year ended	
	December 31 2013	December 31 2012
(Rupees).....	
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(77,782,286)	(69,147,013)
Adjustments for:		
Depreciation of property, plant and equipment	18,549,261	19,819,150
Gain on disposal of property, plant and equipment	(334,022)	(383,926)
Unrealized gain on investment	(145,457)	(42,912)
Advance written off	-	1,653,769
Finance cost	57,585,782	67,976,745
	(2,126,721)	19,875,813
Changes in working capital		
Decrease / (increase) in current assets		
Stores and spares and loose tools	(803,106)	841,398
Stock-in-trade	156,210,823	199,668,712
Trade debts	132,360,333	34,202,469
Loans and advances	(1,224,972)	(63,854,719)
Trade deposits and short term prepayments	751,536	8,227,443
Other receivable	759,712	-
Income tax refundable	-	72,595,105
Tax refundable (sales tax)	48,401,144	(46,885,475)
Increase in current liabilities		
Trade and other payables	12,324,875	(17,797,442)
	348,780,346	186,997,492
Cash generated from operations	346,653,625	206,873,305
(Payments made) / receipts of		
Tax refund	-	98,550,501
Tax paid	(22,591,471)	(52,906,200)
Finance cost paid	(64,187,742)	(65,392,818)
Net cash from operating activities	259,874,412	187,124,788

A

CONDENSED INTERIM CASH FLOW STATEMENT

Half year ended
December 31 December 31
2013 2012

.....(Rupees).....

CASH FLOWS FROM INVESTING ACTIVITIES

Proceeds from disposal of property, plant and equipment	2,083,000	531,356
Proceeds from disposal of CWIP	3,500,000	-
Purchase of property, plant and equipment	(2,281,360)	(1,349,807)
Long term deposit paid	583,784	(906,525)
Net cash from / (used in) investing activities B	3,885,424	(1,724,976)

CASH FLOWS FROM FINANCING ACTIVITIES

Net decrease in short term borrowing paid - net	(401,061,426)	(178,408,273)
Short term advance obtained	122,900,000	219,614,591
Short term advance paid	(1,485,338)	(238,821,127)
Net cash used in financing activities C	(279,646,764)	(197,614,809)
Net decrease in cash and cash equivalents (A+B+C)	(15,886,928)	(12,214,997)
Cash and cash equivalents at beginning of the period	(449,022,904)	(489,036,247)
Cash and cash equivalents at end of the period	(464,909,832)	(501,251,244)

Cash and cash equivalents

Cash and bank balances	8,074,074	13,467,685
Short term running finances	(472,983,906)	(514,718,929)
	(464,909,832)	(501,251,244)

The annexed notes from I to 10 form an integral part of this condensed interim financial information

CHIEF EXECUTIVE OFFICER

DIRECTOR



Siddiqsons Tin Plate Limited
A Siddiqsons Group Company

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2013

	Issued, subscribed and paid-up capital	Unappropriated profit	Total
(Rupees).....		
Balance as at July 1, 2012	785,201,270	214,917,838	1,000,119,108
Total Comprehensive Income			
Loss for the period ended December 31, 2012	-	(54,030,848)	(54,030,848)
Other Comprehensive income - net of tax	-	-	-
Balance at December 31, 2012	<u>785,201,270</u>	<u>160,886,990</u>	<u>946,088,260</u>
Total Comprehensive Income			
Loss for the period ended June 30, 2013	-	(10,624,259)	(10,624,259)
Other Comprehensive income - net of tax	-	-	-
Balance as at June 30, 2013	785,201,270	150,262,731	935,464,001
Total Comprehensive Income			
Loss for the period ended December 31, 2013	-	(60,162,576)	(60,162,576)
Other Comprehensive income - net of tax	-	-	-
Balance as at December 31, 2013	<u>785,201,270</u>	<u>90,100,155</u>	<u>875,301,425</u>

The annexed notes from 1 to 10 form an integral part of this condensed interim financial information

CHIEF EXECUTIVE OFFICER

DIRECTOR

CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2013

I LEGAL STATUS AND OPERATIONS

Siddiqsons Tin Plate Limited (the Company) was incorporated in Pakistan on January 29, 1996 as public company limited by shares under the Companies Ordinance 1984. The shares of the Company are listed at Karachi Stock Exchange (Guarantee) Limited. The registered office of the Company is situated at D-53, Textile Avenue, S.I.T.E, Karachi in the province of Sindh and the tin plate plant is located at Winder Industrial Estate in the province of Baluchistan. The canning plant is located at Malir, Karachi in the province of Sindh. The principal activity of the company is manufacturing and sale of tin plates, cans and other steel products.

2 STATEMENT OF COMPLIANCE

- 2.1** This condensed interim financial information has been prepared in accordance with the requirements of the International Accounting Standard 34 'Interim Financial Reporting' and the provisions of and directives issued under the Companies Ordinance 1984. In case where the requirements differ, the provisions of and directives issued under the Companies Ordinance, 1984 shall prevail. This condensed interim financial information does not include all information required for annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended June 30, 2013.
- 2.2** The condensed interim financial information has been prepared under 'historical cost convention' except other financial assets which have been included at fair value.
- 2.3** The condensed interim financial information is presented in Pakistani Rupees which is also the Company's functional and presentational currency and figures presented in the condensed interim financial information have been rounded off to the nearest rupee.
- 2.4** These condensed interim financial information is unaudited. However, a limited scope review of these condensed interim financial information has been performed by the external auditors of the Company in accordance with the requirements of Clause (xix) of the Code of Corporate Governance and they have issued their review report thereon.
- 2.5** The comparative balance sheet presented has been extracted from annual financial statements for the year ended June 30, 2013, whereas comparative condensed profit and loss account, condensed cash flow statement and condensed statement of changes in equity are stated from the unaudited condensed interim financial information for the half year ended December 31, 2012.



Siddiqsons Tin Plate Limited
A Siddiqsons Group Company

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies, applied in the preparation of this condensed interim financial information are the same as those applied in the preparation of the annual audited financial statements of the Company for the year ended June 30, 2013. There is no impact of adoption of amendments to the IAS 1 on the Company, that change the grouping of items presented in other comprehensive income (OCI). Items that could be reclassified (or recycled) to profit or loss at a future point in time (for example, net gains on hedges of net investments, exchange differences on translation of foreign operations, net movements on cash flow hedges and net losses or gains on available-for-sale financial assets) would be presented separately from items that will never be reclassified (for example, actuarial gains and losses on defined benefit plans). Income tax on items of other comprehensive income is required to be allocated on the same basis i.e. the amendments do not change the option to present items of other comprehensive income either before tax or net of tax. The amendments require retrospective application.

"The Company has adopted revised IAS 19, 'Employee Benefits' which requires all actuarial gains and losses are recognized in Other Comprehensive Income (OCI) in the periods in which they occur. Amounts recorded in profit and loss account are limited to current and past service costs, gain or loss on settlement and net interest income or expense. All other changes in the net defined benefit obligation are recognized directly in OCI with no subsequent recycling through profit and loss account.

There is no material impact on this condensed interim financial information. "

4 ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of the condensed interim financial information in conformity with approved accounting standards as applicable in Pakistan for interim financial reporting requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revision to accounting estimates are recognized prospectively commencing from the period of revision.

In preparing this condensed interim financial information, the significant judgments made by the management in applying the Company's accounting policies and the key source of estimation and uncertainty were the same as those that applied to the annual audited financial statements as at and for the year ended June 30, 2013.

5 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements as at and for the year ended June 30, 2013.

6 ACQUISITION AND DISPOSAL OF PROPERTY, PLANT AND EQUIPMENT

During the period following additions and disposals were made: -

	December 31, 2013		December 31, 2012	
	Additions	Disposals (W.D.V)/ transferred*/charged	Additions / Transfer	Disposals/transfer (W.D.V)
(Rupees).....			
Operating fixed assets				
Plant and machinery	-	-	2,610,462	-
Factory equipment	-	-	247,400	-
Office equipment	434,160	-	637,940	-
Furniture and fixtures	61,200	-	108,000	-
Vehicles	1,786,000	(1,748,978)	45,506	(147,430)
	<u>2,281,360</u>	<u>(1,748,978)</u>	<u>3,649,308</u>	<u>(147,430)</u>
Capital work in progress				
Plant and machinery	-	(3,500,000)	-	(2,299,501)
Civil work	-	-	-	(212,920)
Advance for capital expenditure	-	-	-	(868,450)
	<u>-</u>	<u>(3,500,000)</u>	<u>-</u>	<u>(3,380,871)</u>

7. CONTINGENCIES AND COMMITMENTS

7.1 Contingency

There is no material change in contingency as disclosed in the annual audited financial statements for the year ended June 30, 2013.

7.2 Commitments

Letters of credit for raw material imports

(Unaudited) December 31, 2013 Rupees	(Audited) June 30, 2013 Rupees
-	21,213,160



Siddiqsons Tin Plate Limited
A Siddiqsons Group Company

Note	Six-month ended		Quarter ended	
	December 31, 2013 ----- (July - December) -----	December 31, 2012	December 31, 2013 ----- (October - December) -----	December 31, 2012
.....(Rupees).....				
8 COST OF GOODS SOLD				
Cost of goods manufactured	8.1 835,786,336	1,316,089,658	392,144,895	658,507,608
Finished stocks				
Opening stock	381,748,201	349,330,234	293,076,068	311,862,082
Purchase of finished goods	-	10,458,800	-	10,458,800
Closing Stock	(286,516,521)	(335,049,081)	(286,516,521)	(335,049,081)
	95,231,680	24,739,953	6,559,547	(12,728,199)
	<u>931,018,016</u>	<u>1,340,829,611</u>	<u>398,704,442</u>	<u>645,779,409</u>

8.1 Cost of goods manufactured

Raw material	709,880,825	1,196,421,475	311,294,292	581,127,101
Salaries, wages and benefits	54,257,050	45,990,704	41,104,391	33,547,943
Stores and spares	6,058,652	5,515,262	3,966,517	3,991,815
Packing material	588,993	3,224,396	(563,349)	1,467,314
Power and fuel	29,545,953	30,583,936	17,482,097	16,845,439
Insurance	2,824,757	1,533,272	2,427,559	1,136,074
Repairs and maintenance	1,045,803	1,287,489	585,784	417,941
Rent, rates and taxes	918,000	936,000	918,000	936,000
Vehicles running and maintenance	491,993	1,094,664	257,767	495,292
Communication	155,772	185,878	105,181	147,068
Travelling and conveyance	1,708,903	1,697,345	970,528	860,850
Entertainment	158,096	195,197	158,096	195,197
Depreciation	16,662,354	17,574,100	6,748,486	8,790,514
Fabrication and printing	188,944	107,190	188,944	107,190
Infrastructure Cess	5,184,048	4,372,836	5,184,048	4,372,836
Cans printing expense	3,496,343	2,674,086	(384,770)	2,674,086
Other manufacturing overheads	2,619,850	2,695,828	1,701,324	1,394,948
	<u>835,786,336</u>	<u>1,316,089,658</u>	<u>392,144,895</u>	<u>658,507,608</u>

9 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise associated undertakings, other related group companies, directors of the company, key management personnel and post employment benefit plans. The Company enters into transactions with various related parties at agreed terms. Significant transactions with related parties are as follows: -

9.1 Details of Transactions with related parties are as follows:

Relationship with the Company	Nature of Transactions	Half year ended		Quarter ended	
		December 31, 2013 (July - December)	December 31, 2012	December 31, 2013 (October - December)	December 31, 2012
	(Rupees).....			
Associated companies	Purchase of goods & services	-	853,268	-	356,493
	Sales of goods	271,306	-	271,306	-
	Short-term advances obtained	90,000,000	219,614,591	90,000,000	219,614,591
	Short-term advances paid	1,485,338	238,821,127	1,485,338	194,118,843
	Markup accrued on borrowing	-	849,315	-	849,315
Key management personnel	Short-term employee benefit	6,019,713	7,788,533	3,011,163	3,596,330
	Loan from director	32,900,000	-	27,400,000	-
	Post-employment benefit	396,602	430,645	198,038	180,187
Others	Post-employment benefit	-	1,848,321	-	1,848,321

9.2 Balances outstanding as at period / year end

	(Unaudited) December 31, 2013 Rupees	(Audited) June 30, 2013 Rupees
Associated Short-term advance companies	88,514,662	-
Receivable	271,306	-
Director Short-term advance	32,900,000	-

10. DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information have been approved and authorized for issue by the Board of Directors of the Company on February 28, 2014.

