

**CONDENSED INTERIM NOTES TO THE FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2008**

**1. GENERAL INFORMATION**

- 1.1** Siddiqsons Tin Plate Limited (the Company) was incorporated in Pakistan on January 29, 1996 as public limited company under Companies Ordinance 1984. The shares of the Company are listed at Karachi Stock Exchange with effect from December 12, 2005. 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 manufacturing plant is located at Winder Industrial Estate in the province of Balochistan. The principal activity of the company is manufacturing and sale of tin plates and other steel products.
- 1.2** The financial statements are presented in Pak. Rupee which is the company's functional and presentation currency.

**2. SIGNIFICANT ACCOUNTING POLICIES**

**2.1** Statement of compliance

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, provisions of and directives issued under the Companies Ordinance, 1984. In case requirements differ, the provisions or directives of the Companies Ordinance, 1984 shall prevail.

**3. COST OF GOODS SOLD**

	Note	..... Three Months .....	
		September 30 2008	September 30 2007
		.....(July - September).....	
Cost of goods manufactured	3.1	708,577,030	518,456,054
Finished stocks			
Opening stock		446,033,345	2,109,058
Purchase of finished goods		-	-
Closing Stock		(589,442,769)	(184,138,792)
		(143,409,424)	(182,029,734)
		565,167,606	336,426,320

	Note	..... Three Months .....	
		September 30 2008	September 30 2007
		.....(July - September).....	
<b>3.1 Cost of good manufactured</b>			
Raw materials consumed	3.2	657,588,611	476,700,893
Packing materials		3,603,204	1,201,250
Salaries, wages and benefits		12,800,854	10,236,482
Fuel and power		19,675,653	13,110,975
Stores and spares consumed		1,349,631	1,995,238
Sorting, slitting and cutting charges		1,315,255	270,886
Rent, rates and taxes		28,200	749,400
Repair and maintenance		194,478	1,678,118
Printing and stationery		72,225	129,274
Insurance		626,670	539,915
Communication		46,050	121,957
Traveling and conveyance		226,458	622,245
Transportation		680,737	102,889
Entertainment		20,740	11,544
Depreciation		9,710,539	10,673,719
Other manufacturing expenses		637,726	311,269
		<b>708,577,030</b>	<b>518,456,054</b>
<b>3.2 Raw material consumed</b>			
Opening stock		383,232,760	53,819,472
Purchase and purchase expenses		762,065,633	470,762,792
		<b>1,145,298,393</b>	<b>524,582,264</b>
Closing stock		<b>(487,709,783)</b>	<b>(47,881,371)</b>
		<b>657,588,611</b>	<b>476,700,893</b>

**4. 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 in the normal course of business carries out transactions with various related parties. Amounts due from and to related parties and key management personnel, if any, are shown under receivables and payables. Other significant transactions with related parties are as follows:

		September 2008	June 2008
		.....(Rupees).....	
Relationship with the Company	Nature of Transactions		
Associated Company	Sale of goods and services	-	-
	Purchase of goods and services	7,298,255	59,732,808
	Purchase of property, plant and equipment	-	1,000,000
	Sale of property, plant and equipment	-	-
	Reimbursable expenses paid	-	870,764
	Payment of dividend	-	6,698,048
	Issue of bonus shares	-	-
Key management personnel	Short-term employee benefits	5,114,956	14,228,658
	Post-employment benefits	-	-

**5 DATE OF AUTHORIZATION FOR ISSUE**

These financial statements have been approved and authorized for issue by the Board of Directors of the Company on 28 October 2008.

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CHIEF EXECUTIVE OFFICER

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DIRECTOR