

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2009**

**1. GENERAL INFORMATION**

- 1.1 Siddiqsons Tin Plate Limited (the Company) was incorporated in Pakistan on January 29, 1996 as public company limited by shares under Companies Ordinance 1984. The shares of the Company are listed at Karachi Stock Exchange. Registered office of the company is situated at D-53, Textile Avenue, S.I.T.E, Karachi in the province of Sindh and the plant is located at Winder Industrial Estate in the province of Balochistan. During the previous year, the company started production of cans. The canning plant is located at B-26, Textile Avenue, S.I.T.E. Karachi in the province of Sind. The principal activity of the company is manufacturing and sale of tin plates, canes ,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 2009	September 30 2008
		.....(July - September).....	.....(Rupees).....
Cost of goods manufactured	3.1	<b>979,380,950</b>	708,577,030
Finished stocks		<b>684,791,847</b>	446,033,345
Opening stock		<b>(870,742,536)</b>	(589,442,769)
Closing Stock		<b>(185,950,689)</b>	(143,409,424)
		<b>793,430,261</b>	565,167,606

**S I D D I Q S O N S T I N P L A T E L I M I T E D**

		..... Three Months .....	
		September 30 2009	September 30 2008
		.....(July - September)..... .....(Rupees).....	
<b>3.1</b>	<b>Cost of good manufactured</b>		
	Raw materials consumed	916,791,919	657,588,611
	Packing materials	1,913,069	3,603,204
	Salaries, wages and benefits	15,010,239	12,800,854
	Fuel and power	24,462,865	19,675,653
	Stores and spares consumed	797,125	1,349,631
	Sorting, slitting and cutting charges	1,745,530	1,315,255
	Rent, rates and taxes	196,350	28,200
	Repair and maintenance	152,775	194,478
	Printing and stationery	96,829	72,225
	Insurance	669,015	626,670
	Communication	43,815	46,050
	Traveling and conveyance	396,998	226,458
	Transportation	602,888	680,737
	Canning expenses	6,336,818	-
	Entertainment	27,388	20,740
	Depreciation	9,269,795	9,710,539
	Other manufacturing expenses	867,532	637,726
		<b>979,380,950</b>	<b>708,577,030</b>
<b>3.2</b>	<b>Raw material consumed</b>		
	Opening stock	844,634,094	383,232,760
	Purchase and purchase expenses	158,958,091	762,065,633
		<b>1,003,592,185</b>	<b>1,145,298,393</b>
	Closing stock	<b>(86,800,266)</b>	<b>(487,709,783)</b>
		<b>916,791,919</b>	<b>657,588,611</b>

**4 EARNINGS PER SHARE  
-Basic and diluted**

There is no dilutive effect of the basic earnings per share of the Company, which is computed as under:

		..... Three Months .....	
		September 30 2009	September 30 2008
		.....(July - September)..... .....(Rupees).....	
	Profit for the 1st Quarter (Rupees)	52,504,360	38,316,243
	Weighted average number of ordinary shares outstanding at the year end	78,520,127	78,520,127
	Earnings per share (Rupees)	0.67	0.49

**5 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:

Relationship with the Company	Nature of Transactions	<b>Unaudited September 30, 2009</b>	Audited June 30, 2009
		.....(Rupees).....	
Associated Company	Sale of goods and services	-	105,707,949
	Payment of dividend	-	7,596,755
Key management personnel	Short-term employee benefits	<b>5,216,976</b>	14,111,880
	Post-employment benefits	<b>708,137</b>	709,244
Other related parties	Short term borrowings obtained/ (repaid) from WPPF - net	-	117,000,000
	Short term borrowing Paid to WPPF	-	122,600,000
	Markup on borrowing from WPPF	-	10,952,651

**6 DATE OF AUTHORIZATION FOR ISSUE**

These financial statements have been approved and authorized for issue by the Board of Directors of the Company on 24, October 2009.

  
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**CHIEF EXECUTIVE OFFICER**

  
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**DIRECTOR**