

## CONTENTS

	<b>Page</b>
Company Information	02
Directors' Review	03
Condensed Interim Balance Sheet	04
Condensed Interim Profit and Loss Account	05
Condensed Interim Cash Flow Statement	06
Condensed Interim Statement of Changes in Equity	08
Notes to the Condensed Interim Financial Statements	09

## COMPANY INFORMATION

### Board of Directors:

Mr. Tariq Rafi	Chairman
Mr. Fazle Rabbi	CEO
Mr. Abdur Rahim	Director
Mr. Ibrahim Shamsi	Director
Mr. Naeem ul Hasnain Mirza	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. Furrugh Sadiq

### Auditors

M. Yousuf Adil Saleem & Company  
Chartered Accountants

### Legal Advisor

Mr. Kashif Nazeer  
A/2, G-23, Park lane,  
Block-5, Clifton, Karachi

### 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](http://www.siddiqsonstinplate.com)

**Dear Shareholders**

It is my pleasure to present on behalf of the Board of Directors unaudited financial statements of the company for the first quarter ended September 30, 2014, along with an update on the company's performance for the three months.

**Operating and Financial****Results: Sales performance**

Sales revenue for the first quarter is Rs.415.73 million as compared to Rs.599.12 million during the same period last year, which is 30.61% lower than previous year.

**Gross Margin**

Gross margin of the Company is Rs.25.57 million which is 6.15% of sales revenue as compared to Rs.66.81 million which was 11.15% in corresponding period last year. The lower gross profit was due to reduced capacity utilization which was a result of lower demand due to availability of cheap imported material in the market.

**Net Profit**

The net results showed loss after taxation of Rs.16.04 million during the period under review as compared to profit of Rs.9.52 million in the corresponding period last year. However, the management has carried an all-out effort to reduce its operational and administrative overheads to its minimum level, as is evident from the reduction in operating overheads from Rs.28.14 million to Rs.17.7 million.

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

Economic challenges and Industrial low output due to power shortage 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 majority 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 foreign exchange losses.

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 burdened your company with extra financial cost.

**Loss/Earnings per share**

The Loss per share was Re.0.2 as compared to earnings per share of Re.0.12 in corresponding period last year.

**Future Outlooks**

Your company still looks forward to sustain its position as a market leader while maintaining a strict focus on its quality policy. Through stringent cost controls and efficient pricing policies it aims to improve its operational performance.

The company is also exploring opportunities for diversification of its business and it is expected that these efforts will bring positive results in future.

**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.

Tariq Rafi  
Chairman  
Karachi: October 30, 2014

**CONDENSED INTERIM BALANCE SHEET**

AS AT SEPTEMBER 30, 2014

	Note	Unaudited Sep-14	Audited Jun-14
<b>NON-CURRENT ASSETS</b>			
		.....(Rupees).....	
Property, Plant and equipment	4	700,178,696	708,816,754
Long-term deposits		10,490,038	10,490,038
		<b>710,668,734</b>	<b>719,306,792</b>
<b>CURRENT ASSETS</b>			
Stores, spares and loose tools		15,746,137	16,712,755
Stock-in-trade		650,305,361	470,995,275
Trade debts		296,216,071	400,405,421
Loans and advances		132,924,967	129,691,403
Trade deposits and short-term prepayments		5,365,198	5,707,411
Other receivables		45,509,010	45,509,010
Other financial assets		533,551	533,551
Sales tax refundable		56,530,911	29,095,158
Cash and bank balances		7,062,084	12,744,866
		<b>1,210,193,290</b>	<b>1,111,394,850</b>
		<b>1,920,862,024</b>	<b>1,830,701,642</b>
<b>SHARE CAPITAL AND RESERVES</b>			
Authorized			
1,200,000,000 (2009 : 1,200,000,000) ordinary shares of Rs.10/- each		<b>1,200,000,000</b>	1,200,000,000
Issued, subscribed and paid-up		<b>785,201,270</b>	785,201,270
Unappropriated profits		<b>(18,041,339)</b>	(1,997,513)
		<b>767,159,931</b>	783,203,757
<b>CURRENT LIABILITIES</b>			
Trade and other payables		120,733,965	109,048,198
Interest / mark-up accrued		19,306,867	16,632,069
Short-term advances		138,970,686	277,189,691
Short-term borrowings		874,690,575	644,627,927
		<b>1,153,702,093</b>	1,047,497,885
<b>CONTINGENCIES AND COMMITMENTS</b>			
	5	<b>1,920,862,024</b>	<b>1,830,701,642</b>

The annexed notes form an integral part of these financial statements

CHIEF EXECUTIVE OFFICER

DIRECTOR

## CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2014

	Note	..... Three Months .....	
		September 30 2014	September 30 2013
		(July - September)	
Sales - net		<b>415,727,386</b>	599,124,546
Cost of goods sold	6	<b>(390,159,615)</b>	(532,313,574)
Gross profit		<b>25,567,771</b>	66,810,972
Other operating income		<b>1,183,966</b>	932,975
		<b>26,751,737</b>	67,743,947
Distribution cost		<b>(1,940,342)</b>	(3,885,502)
Administrative expenses		<b>(8,920,947)</b>	(13,774,578)
Other operating expenses		<b>(6,846,170)</b>	(10,481,462)
Finance cost		<b>(20,930,830)</b>	(24,090,699)
(Loss) / Profit before taxation		<b>(11,886,552)</b>	15,511,706
Provision for taxation		<b>(4,157,274)</b>	(5,991,246)
(Loss) / Profit for the year		<b>(16,043,826)</b>	9,520,460
(Losses) / Earnings per share - Basic and Diluted	7	<b>(0.20)</b>	0.12

The annexed notes form an integral part of these financial statements

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CHIEF EXECUTIVE OFFICER\_\_\_\_\_  
DIRECTOR

**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)**

FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2014

	July 1st to September 30th	
	2014 Rupees	2013 Rupees
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss) / Profit before taxation	(11,886,552)	14,724,955
Adjustments for:		
Depreciation of property, plant and equipment	8,638,057	10,922,196
Finance cost	20,930,830	24,090,699
Profit on remeasurement of investment at market value	-	10,564
Operating cash flows before movement in working capital	17,682,335	49,748,414
(Increase) / decrease in current assets		
Stores, spares and loose tools	966,618	(839,997)
Stock in trade	(179,310,087)	373,279,259
Trade debts	104,189,352	44,448,852
Loans and advances	(2,609,055)	(1,299,967)
Trade deposits and short-term prepayments	342,213	1,776,487
Other receivables	-	759,712
Sales/income tax refundable	(27,435,753)	50,733,666
Increase / (decrease) in current liabilities		
Trade and other payables	11,685,767	(2,657,941)
Sales tax payable	-	-
Cash (used in) / generated from operations	(74,488,610)	515,948,485
Income taxes paid	(4,781,783)	(10,345,792)
Interest / markup paid	(18,256,032)	(22,096,452)
Long term deposits paid	-	-
Net cash (used in) / from operating activities	(97,526,425)	483,506,241
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	-	(1,788,500)
Proceed from disposal of property, plant and equipment	-	3,500,000
Net cash (used in) / from investing activities	-	1,711,500

	July 1st to September 30th	
	2014 Rupees	2013 Rupees
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Short term borrowing obtained / (repaid) -net	<b>286,856,308</b>	(486,938,124)
Short term advance - net	<b>(138,219,005)</b>	5,500,000
Net cash from / (used in) financing activities	<b>148,637,303</b>	(481,438,124)
Net (decrease) / increase in cash and cash equivalents (A+B+C)	<b>51,110,878</b>	3,779,617
Cash and cash equivalents at July 1	<b>(432,921,365)</b>	(449,022,904)
Cash and cash equivalents at September 30	<b>(381,810,487)</b>	(445,243,287)
<b>Cash and cash equivalents</b>		
Cash and bank balances	<b>7,062,084</b>	25,419,173
Short term running finance	<b>(388,872,571)</b>	(470,662,460)
	<b>(381,810,487)</b>	(445,243,287)

The annexed notes form an integral part of these financial statements

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CHIEF EXECUTIVE OFFICER

\_\_\_\_\_  
DIRECTOR

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

FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2014

	Issued, subscribed and paid-up capital	Unappropriated profit / (Loss)	Total
	.....(Rupees).....		
Balance at June 30, 2013	785,201,270	150,262,731	935,464,001
<b>Comprehensive Income</b>			
Loss for the year ended June 30, 2014	-	(152,260,244)	(152,260,244)
Other comprehensive income - net of tax	-	-	-
Balance at June 30, 2014	<u>785,201,270</u>	<u>(1,997,513)</u>	<u>783,203,757</u>
<b>Comprehensive Income</b>			
Loss for the period Sep 30, 2014	-	(16,043,826)	(16,043,826)
Other comprehensive income - net of tax	-	-	-
	-	(16,043,826)	(16,043,826)
Balance at Sep 30, 2014	<u>785,201,270</u>	<u>(18,041,339)</u>	<u>767,159,931</u>

The annexed notes form an integral part of these financial statements

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CHIEF EXECUTIVE OFFICER\_\_\_\_\_  
DIRECTOR



**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 Siddiqsons Tower, 7th Floor, Plot # 3, J.C.H Society Block 7 & 8, Main Shahrah-e-Faisal, Karachi in the province of Sindh and the plant is located at Winder Industrial Estate in the province of Balochistan. During the year, the company started production of cans. 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, 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. FINANCIAL RISK MANAGEMENT**

The Company's financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements for the year ended June 30, 2014.

**4. PROPERTY, PLANT AND EQUIPMENT****Addition & deletion details**

	Unaudited Sept,30 2014	Audited June 30 2013
		.....(Rupees).....
Office equipments	-	395,509
Data processing equipments	-	315,210
Furniture and fixtures	-	61,200
Vehicle - Addition	-	1,786,000
Vehicle - deletion	-	(6,762,742)
	-	(4,204,823)



**5. CONTINGENCIES AND COMMITMENTS**

**5.1. Contingency**

There are no changes in contingency as disclosed in the annual audited financial statements for the year ended June 30, 2014.

<b>Unaudited Sept,30 2014</b>	Audited June 30 2014
.....(Rupees).....	

**5.2. Commitments**

Letters of credit for import of raw material	<b>387,215,080</b>	288,977,063
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..... Three Months .....

<b>September 30 2014</b>	September 30 2013
(July - September)	

**6. COST OF GOODS SOLD**

Cost of goods manufactured	<b>530,443,204</b>	443,641,442
Finished stocks		
Opening stock	<b>151,358,226</b>	381,748,200
	<b>1,255,673</b>	-
Closing Stock	<b>(292,897,487)</b>	(293,076,068)
	<b>(140,283,588)</b>	88,672,132
	<b>390,159,615</b>	532,313,574

## ..... Three Months .....

	September 30 2014	September 30 2012
(July - September)		
<b>6.1. Cost of good manufactured</b>		
Raw materials consumed	475,241,901	398,586,533
Packing materials	2,406,210	1,152,342
Salaries, wages and benefits	26,023,187	13,152,659
Fuel and power	13,680,637	12,063,856
Stores and spares consumed	324,900	2,092,135
Sorting, slitting and cutting charges	773,074	706,070
Repair and maintenance	150,000	460,019
Printing and stationery	20,000	70,944
Insurance	335,000	397,198
Communication	35,670	50,591
Traveling and conveyance	312,679	234,226
Transportation	280,200	738,375
Canning expenses / Printing	2,681,841	3,881,113
Depreciation	7,877,905	9,913,868
Other manufacturing expenses	300,000	141,513
	<b>530,443,204</b>	<b>443,641,442</b>
<b>6.1.1 Raw material consumed</b>		
Opening stock	216,967,379	680,581,700
Purchase and purchase expenses	403,427,808	115,198,331
	<b>620,395,187</b>	<b>795,780,031</b>
Closing stock	(145,153,286)	(397,193,498)
	<b>475,241,901</b>	<b>398,586,533</b>

**7. (LOSSES) / 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:

	July to Sep 2014	July to Sep 2013
(Loss) / Profit for the 1st Quarter (Rupees)	<b>(16,043,826)</b>	9,520,460
Weighted average number of ordinary shares outstanding at the year end	<b>78,520,127</b>	78,520,127
(Losses) / Earnings per share (Rupees)	<b>(0.20)</b>	0.12

## 8. 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 significant transactions with related parties are as follows: -

Relationship with the company	Nature of Transactions	..... Quarter ended .....	
		September 30 2014 Rupees	September 30 2013 Rupees
		(July - September)	
Associated Company	Purchase of goods & services	-	-
	Short-term advances repaid	-	-
Key management personnel	Short-term employee benefit	-	3,008,550
	Post-employment benefit	-	198,564
Others	Loan from Director	-	5,500,000

## 9. 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 October 30, 2014.

## 10. GENERAL

Figures have been rounded off to the nearest Rupee.

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CHIEF EXECUTIVE OFFICER

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DIRECTOR