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COMPANY INFORMATION

Board of Directors:

Mr. Tariq Rafi	Chairman
Mr. Abdur Rahim	CEO
Mr. Ibrahim Shamsi	Director
Mr. Naeem ul Hasnain Mirza	Director
Mr. Salman Hussain	Director
Mr. Muneer Qureshi	Director
Mr. Jean Pierre Gugenheim	Director

Audit Committee:

Mr. Ibrahim Shamsi	Chairman
Mr. Tariq Rafi	Member
Mr. Salman Hussain	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

Chief Internal Auditor

Mr. Furrukh Sadiq

Auditors

Deloitte Yousuf Adil
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 |
Allied Bank Limited | Bank Al-Habib 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

On behalf of the Board of Directors, I would like to present the unaudited financial statements of the company for the 1st quarter ended September 30, 2016.

Operating and Financial Results: Sales performance

During the period under review, sales volume was 6234 mtn. as compared to 5776 Mtn. during corresponding period. Likewise Sales revenue for the period remained at Rs.593.66 million as compared to Rs.536.87 million during the same period last year. Although the sales growth in terms of value has been recorded as 11%, however, due to falling prices of steel products, internationally, and which forced your company to aggressively adjust the product prices to remain in the market, there is an 8% increase in terms of volume.

Gross Margin

Gross margin of the Company is recorded at Rs.67.64 million which is 11.39% of sales revenue as compared to Rs.44.49 million which was 8.29% in corresponding period last year. This rise in GP margins is mainly due to efficient procurement of raw material and vigorous pricing of finished products.

Net Profit

The net results showed a profit after taxation of Rs.34.08 million during the period under review as compared to the profit of Rs.7.69 million in the corresponding period last year.

Your Company has gradually started to turning into a profitable venture and the recently introduced diversification will also start reaping its fruits.

The global steel price level has witnessed a slight recovery during the first quarter, which has also marginally benefitted your Company, as reflected through gross margins of the first quarter. However, the market volatility is still on a high swing which has made it very difficult for us to make any prediction regarding the future outcome, since the Company solely relying on imported raw material due to its non-availability in domestic market.

Under invoicing from importers always hit our operational activity because it gives an unfair advantage to the importers.

A significant amount is 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.

Earnings per share

The earnings per share are Re.0.43 as compared to earnings per share of Re.0.10 in corresponding period.

Future Outlooks

Your company still looks forward to sustain its position as a market leader while maintaining a strict focus on its quality policy. Besides that we are also actively working to take part in export markets and have already started getting trial orders. We hope these efforts will be materialized in large scale orders soon and will aid in increasing capacity utilization and overall profitability. Moreover the management of your company continues to strive for more stringent cost controls and efficient pricing policies and aims to improve its operational performance.

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: October 27, 2016

BALANCE SHEET

AS AT SEPTEMBER 30, 2016

	Note	2016 September 30, (Un-Audited)	2016 June 30, (Audited)
NON-CURRENT ASSETS			
.....(Rupees).....			
Property , Plant and equipment	4	612,529,456	619,963,639
Long-term deposits		10,490,038	10,492,538
		<u>623,019,494</u>	<u>630,456,177</u>
CURRENT ASSETS			
Stores, spares and loose tools		13,334,455	14,260,282
Stock-in-trade		659,805,592	495,414,184
Trade debts		334,130,626	300,923,441
Loans and advances		117,673,820	98,740,154
Trade deposits and short-term prepayments		13,952,511	17,857,835
Other receivables		46,736,566	46,736,566
Other financial assets		456,394	495,573
Sales tax refundable		55,224,669	40,679,591
Cash and bank balances		10,809,378	4,823,701
		<u>1,252,124,012</u>	<u>1,019,931,327</u>
		<u>1,875,143,506</u>	<u>1,650,387,504</u>
SHARE CAPITAL AND RESERVES			
Authorized 3,000,000,000 (2015 : 1,200,000,000) ordinary shares of Rs.10/- each		<u>3,000,000,000</u>	<u>1,200,000,000</u>
Issued, subscribed and paid-up		785,201,270	785,201,270
Unappropriated profits		70,802,240	36,720,044
		<u>856,003,510</u>	<u>821,921,314</u>
NON-CURRENT LIABILITIES			
Deferred Liability		-	-
CURRENT LIABILITIES			
Trade and other payables		125,818,024	121,352,424
Interest / mark-up accrued		7,457,553	7,431,529
Short-term advances		-	-
Short-term borrowings		885,864,419	699,682,237
		<u>1,019,139,996</u>	<u>828,466,190</u>
CONTINGENCIES AND COMMITMENTS			
	5	<u>1,875,143,506</u>	<u>1,650,387,504</u>

The annexed notes form an integral part of these financial statements

CHIEF EXECUTIVE OFFICER

DIRECTOR

PROFIT AND LOSS ACCOUNT

AS AT SEPTEMBER 30, 2016

	Note(Three Months).....	
		2016 September 30, (July-September)(Rupees).....	2015 September 30,
Sales - net		<u>593,660,157</u>	536,868,260
Cost of goods sold	6	<u>(526,023,974)</u>	(492,382,054)
Gross profit		<u>67,636,183</u>	44,486,206
Other operating income		<u>104,951</u>	-
		<u>67,741,134</u>	44,486,206
Distribution cost		<u>(2,219,379)</u>	(1,344,745)
Administrative expenses		<u>(10,373,263)</u>	(8,409,276)
Other operating expenses		<u>(1,940,136)</u>	(5,526,150)
Finance cost		<u>(13,795,621)</u>	(16,151,959)
Profit before taxation		<u>39,412,735</u>	13,054,076
Provision for taxation		<u>(5,330,538)</u>	(5,368,683)
Profit for the year		<u>34,082,197</u>	7,685,393
Earnings per share - Basic and Diluted	7	<u>0.43</u>	0.10

The annexed notes form an integral part of these financial statements

CHIEF EXECUTIVE OFFICER

DIRECTOR

CASH FLOW STATEMENT

FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2016

	July 1st to September 30th	
	2016	2015
 Rupees	
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	39,412,735	13,054,077
Adjustments for:		
Depreciation of property, plant and equipment	7,434,183	7,884,228
Finance cost	13,795,621	16,151,959
Profit / Loss on remeasurement of investment at market value	39,179	-
Operating cash flows before movement in working capital	60,681,717	37,090,264
(Increase) / decrease in current assets		
Stores, spares and loose tools	925,828	(744,640)
Stock in trade	(164,391,409)	(229,971)
Trade debts	(33,207,185)	(2,808,860)
Loans and advances	3,319,891	(4,218,009)
Trade deposits and short-term prepayments	3,905,324	184,321
Sales/income tax refundable	(14,545,078)	5,075,546
Increase / (decrease) in current liabilities		
Trade and other payables	4,465,600	7,221,582
Cash (used in) / generated from operations	(138,845,312)	41,570,234
Income taxes paid	(27,584,095)	(19,487,550)
Interest / markup paid	(13,769,597)	(15,490,352)
Long term deposits paid	2,500	7,500
Net cash (used in) / from operating activities	(180,196,504)	6,599,832

July 1st to September 30th

2016 2015

..... Rupees

B. CASH FLOWS FROM INVESTING ACTIVITIES

Net cash (used in) / from investing activities

- -

C. CASH FLOWS FROM FINANCING ACTIVITIES

Short term borrowing obtained / (repaid) -net

180,243,274 (61,029,103)

Net cash from / (used in) financing activities

180,243,274 (61,029,103)

Net (decrease) / increase in cash and cash equivalents (A+B+C)

46,770 (54,429,271)

Cash and cash equivalents at July 1

(304,559,375) (221,880,380)

Cash and cash equivalents at September 30

(304,512,605) (276,309,651)

Cash and cash equivalents

Cash and bank balances

10,809,378 13,247,770

Short term running finance

(315,321,983) (289,557,421)

(304,512,605) (276,309,651)

The annexed notes form an integral part of these financial statements

CHIEF EXECUTIVE OFFICER

DIRECTOR

STATEMENT OF CHANGES IN EQUITY

FOR THE PERIOD ENDED SEPTEMBER 30, 2016

	Issued, subscribed and paid up capital	Unappropriated profit	Total
(Rupees).....		
Balance at June 30, 2015	785,201,270	(22,168,216)	763,033,054
Comprehensive Income			
Profit for the year ended June 30, 2016	-	58,888,259	58,888,259
Other comprehensive income - net of tax	-	-	-
Balance at June 30, 2016	785,201,270	36,720,043	821,921,313
Comprehensive Income			
Profit for the period Sep 30, 2016	-	34,082,197	34,082,197
Other comprehensive income - net of tax	-	-	-
-	34,082,197	34,082,197	
Balance at Sep 30, 2016	785,201,270	70,802,240	856,003,510

The annexed notes form an integral part of these financial statements

CHIEF EXECUTIVE OFFICER

DIRECTOR

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

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 the 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 tin plate plant is located at Winder Industrial Estate in the province of Balochistan. 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.

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. FIANCIAL 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, 2016.

4. PROPERTY, PLANT AND EQUIPMENT

Addition & deletion details

Plant & Machinery	-	2,551,371
Office equipments	-	596,744
Data processing equipments	-	205,934
Factory Equipment	-	1,095,996
Vehicle - Addition	-	-
Vehicle - deletion	-	-
	-	4,450,045

Un-audited September,30 2016	Audited June 30 2016
..... Rupees	
-	2,551,371
-	596,744
-	205,934
-	1,095,996
-	-
-	-
-	4,450,045

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, 2016.

5.2. Commitments

	Un-audited Sept 30, 2016	Audited June 30, 2016
Letters of credit for import of raw material	548,494,674	154,352,364
Bank guarantee in favour of Excise and Taxation department.	68,000,000	68,000,000

Note Three Months	
	September,30 2016 (July - September)	September,30 2015

6. COST OF GOODS SOLD

Cost of goods manufactured	434,611,054	480,312,587
Finished stocks	257,990,645	293,139,130
Opening stock	142,670,327	1,255,673
Closing Stock	(309,248,053)	(282,325,336)
	91,412,919	12,069,467
	526,023,974	492,382,054

6.1 Cost of good manufactured

Raw materials consumed - Tin Plate	6.1.1 336,531,654	427,666,716
Raw materials consumed - Chromite	45,122,000	
Packing materials	1,050,280	1,191,890
Salaries, wages and benefits	26,568,888	27,919,950
Fuel and power	14,617,933	12,244,785
Stores and spares consumed	324,900	324,900
Sorting, slitting and cutting charges	512,743	649,020
Repair and maintenance	711,198	246,564
Printing and stationery	9,900	20,000
Insurance	335,000	335,000
Communication	81,065	39,516
Traveling and conveyance	177,248	312,679
Transportation	31,044	295,195
Canning expenses / Printing	1,239,981	1,246,549
Depreciation	6,836,756	7,170,583
Other manufacturing expenses	460,464	649,240
	434,611,054	480,312,587

..... Three Months
September,30 September,30
2016 2015
(July - September)

6.1.1 Raw material consumed

Opening stock	100,705,442	224,120,352
Purchase and purchase expenses	353,020,534	430,042,614
	453,725,976	654,162,966
Closing stock	(117,194,322)	(226,496,251)
	336,531,654	427,666,715

7. 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:

	September,30	September,30
	2016	2015
Profit for the 1st Quarter (Rupees)	34,082,197	7,685,394
Weighted average number of ordinary shares outstanding at the year end	78,520,127	78,520,127
Earnings per share (Rupees)	0.43	0.10

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: -

..... Quarter ended
September,30 September,30
2016 2015
(July - September)

..... Rupees

Relationship with the Company	Nature of Transactions		
Associated Company	Purchase of goods & services	323,252	-

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 27, 2016.

10. GENERAL

Figures have been rounded off to the nearest Rupee.

CHIEF EXECUTIVE OFFICER

DIRECTOR