

## CONTENTS

	<b>Page</b>
Company Information	01
Directors' Review	02
Auditors' Report to The Members	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. Abdullah Rafi	Chief Executive Officer/ Chairman
Mr. Tariq Rafi	Director
Mr. Abdur Rahim	Director
Mr. Ibrahim Shamsi	Director
Mr. Sanaullah Abdullah	Director
Mr. Saturo Nishi	Director
Mr. Jean Pierre Gugenheim	Director

### Audit Committee:

Mr. Ibrahim Shamsi	Chairman
Mr. Abdur Rahim	Member
Mr. Sanaullah Abdullah	Member
Mr. Saturo Nishi	Member
Mr. Abbas Qurban	Secretary / Deputy Chief Financial Officer

### Human Resource & Remuneration Committee:

Mr. Ibrahim Shamsi	Chairman
Mr. Abdur Rahim	Member
Mr. Sanaullah Abdullah	Member

### Chief Financial Officer

Mr. Rashid Khaleeque

### Company Secretary

Abbas Qurban

### Internal Auditor

Mr. Murtaza Ahmed

### 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 |

### Shares Registrar

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

### Registered Office

D-53, Textile Avenue  
S.I.T.E., Karachi - 75700

### Plant

Special Industrial Zone  
Winder, Baluchistan

### Web Presence

[www.siddiqsonstinplate.com](http://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, 2012.

### Operating and Financial Results:

#### Sales performance

During the period under review, sales in quantitative terms are 14,737 Metric tons as compared to 13,602 Metric tons respectively during corresponding period last year. In other words quantity is 8% higher than the corresponding period last year. In terms of amount the sales revenue are recorded at Rs.1,404 million as compared to Rs.1,331 million during the same period last year. This means your company achieved a growth of 5% in sales revenue as compared to same period last year.

#### Gross Margin

Gross margin of the Company was Rs.63 million which was 4.47% of sales revenue as compared to Rs.72 million which was 5.44% in corresponding period last year. It means that there is 13.19% downfall in gross profit as compared to same period last year due to higher fixed cost per unit as production decreased.

#### Net Profit

The net results showed loss after taxation of Rs.54 million during the period under review as compared to loss of Rs.51 million in the corresponding period last year.

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

#### Earning per share

The loss per share was Rs.0.69 as compared to Rs.0.65 in corresponding period last year.

#### Future Outlook

We are confident that your company has potential to remain market leader and would be able to sustain all external and internal pressures. Besides this printing capacity utilization will also improve profit margin of the company 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.

On behalf of the Board of Directors

### ABDULLAH RAFI

Chairman

Karachi: February 27, 2013



Siddiqsons Tin Plate Limited  
A Siddiqsons Group Company

Half Yearly Report 2012

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



### Introduction

We have reviewed the accompanying condensed interim balance sheet of SIDDIQSONS TIN PLATE LIMITED (the Company) as at December 31, 2012, and the related condensed interim profit and loss account, condensed interim cash flow statement, condensed interim statement of changes in equity together with the selected notes forming part thereof for the half year ended (here-in-after referred to as "condensed interim financial information"). Management is responsible for the preparation and fair 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 profit and loss account for the quarters ended December 31, 2012 and December 31, 2011 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2012.

### Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial information consists of making inquiries, primarily of the persons responsible for the 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 is not prepared in all material respects, in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting.

### Chartered Accountants

#### Engagement Partner

Mushtaq Ali Hirani

Karachi

Dated: **February 27, 2013**



## CONDENSED INTERIM BALANCE SHEET

AS AT DECEMBER 31, 2012



	Note	Unaudited December 31, 2012	Audited June 30, 2012
.....(Rupees).....			
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	4	769,122,666	788,787,211
Long-term deposits		11,836,882	10,930,357
		<b>780,959,548</b>	<b>799,717,568</b>
<b>CURRENT ASSETS</b>			
Stores, spares and loose tools		20,789,526	21,630,924
Stock-in-trade		966,971,223	1,166,639,935
Trade debts		466,017,649	500,220,118
Loans and advances		163,578,573	145,359,674
Trade deposits, short term prepayments and other receivables		4,334,227	12,561,670
Other financial assets		368,699	325,787
Income tax refundable		-	72,595,105
Sales tax refundable		120,764,009	80,763,746
Cash and bank balances		13,467,685	30,969,518
		<b>1,756,291,591</b>	<b>2,031,066,477</b>
<b>TOTAL ASSETS</b>		<b>2,537,251,139</b>	<b>2,830,784,045</b>
<b>EQUITIES AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorized Capital			
120,000,000 Ordinary shares of Rs. 10/- each		1,200,000,000	1,200,000,000
Issued, subscribed and paid-up capital		785,201,270	785,201,270
Unappropriated profit		160,886,990	214,917,838
		<b>946,088,260</b>	<b>1,000,119,108</b>
<b>NON-CURRENT LIABILITY</b>			
Deferred liability - taxation		62,223,796	84,216,691
<b>CURRENT LIABILITIES</b>			
Trade and other payables		102,644,600	120,763,954
Interest / mark-up accrued		32,109,127	29,450,559
Short-term advances		26,349,016	44,702,284
Short-term borrowings		1,367,836,340	1,551,531,449
		<b>1,528,939,083</b>	<b>1,746,448,246</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	5		
<b>TOTAL EQUITIES AND LIABILITIES</b>		<b>2,537,251,139</b>	<b>2,830,784,045</b>

The annexed notes form an integral part of this condensed interim financial information

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

\_\_\_\_\_  
DIRECTOR



## CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2012



	..... Half year ended .....	
	December 31, 2012 Rupees	December 31, 2011 Rupees
	(July - December)	
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(69,147,013)	(44,021,127)
Adjustments for:		
Depreciation of property, plant and equipment	19,819,150	19,468,551
Gain on disposal of property, plant and equipment	(383,926)	(4,354,249)
Unrealized (gain) / loss on investments	(42,912)	64,786
Advances written off	1,653,769	711,968
Liabilities written back	-	(640,000)
Finance cost	67,976,745	53,561,756
Operating cash flows before movement in working capital	19,875,813	24,791,685
Changes in working capital		
Decrease / (Increase) in current assets		
Stores, spares and loose tools	841,398	2,353,812
Stock-in-trade	199,668,712	503,756,491
Trade debts	34,202,469	(30,031,542)
Loans and advances	(63,854,719)	4,504,298
Trade deposits, short term prepayments and other receivables	8,227,443	55,156,495
Income tax refundable	72,595,105	-
Sales tax refundable	(46,885,475)	(84,392,163)
Increase / (decrease) in current liabilities		
Trade and other payables	(17,797,442)	(39,268,286)
	186,997,492	412,079,105
Cash generated from operations	206,873,305	436,870,790
Tax refunds	98,550,501	45,469,978
Tax paid	(52,906,200)	(45,434,933)
Finance cost paid	(65,392,818)	(75,453,803)
Net cash generated from operating activities	187,124,788	361,452,032
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from disposal of property, plant and equipment	531,356	5,240,000
Purchase of property, plant and equipment	(1,349,807)	(8,126,807)
Long term deposits paid	(906,525)	-
Net cash used in investing activities	(1,724,976)	(2,886,807)



..... Half year ended .....

**December**      December  
**31, 2012**      31, 2011  
**Rupees**      Rupees

(July - December)

**C. CASH FLOWS FROM FINANCING ACTIVITIES**

Short term bank borrowings paid - net	<b>(178,408,273)</b>	(338,128,298)
Short term advances obtained	<b>219,614,591</b>	38,406,377
Short term advances paid	<b>(238,821,127)</b>	(226,103,445)
Dividend paid	-	(24,496,512)
Net cash used in financing activities	<b>(197,614,809)</b>	(550,321,878)
Net decrease in cash and cash equivalents (A+B+C)	<b>(12,214,997)</b>	(191,756,653)
Cash and cash equivalents at beginning of the period	<b>(489,036,247)</b>	(268,275,182)
Cash and cash equivalents at end of the period	<b>(501,251,244)</b>	(460,031,835)
<b>CASH AND CASH EQUIVALENT</b>		
Cash and bank balances	<b>13,467,685</b>	24,190,795
Running finance	<b>(514,718,929)</b>	(484,222,630)
	<b>(501,251,244)</b>	(460,031,835)

The annexed notes form an integral part of this condensed interim financial information

\_\_\_\_\_  
**CHIEF EXECUTIVE OFFICER**

\_\_\_\_\_  
**DIRECTOR**



**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)**

FOR THE HALF YEAR ENDED DECEMBER 31, 2012



	Issued, subscribed and paid-up capital	Unappropriated profit	Total
	.....(Rupees).....		
Balance at July 1, 2011	785,201,270	364,188,578	1,149,389,848
<b>Transactions with owners</b>			
Final Cash dividend for the year ended June 30, 2011 @ Re 0.75/- per share	-	(25,257,320)	(25,257,320)
<b>Total Comprehensive Income</b>			
Loss for the period ended December 31, 2011	-	(51,386,824)	(51,386,824)
Other Comprehensive income	-	-	-
Balance at December 31, 2011	<u>785,201,270</u>	<u>287,544,434</u>	<u>1,072,745,704</u>
<b>Total Comprehensive Income</b>			
Loss for the period ended June 30, 2012	-	(72,626,596)	(72,626,596)
Other Comprehensive income	-	-	-
Balance at June 30, 2012	<u>785,201,270</u>	<u>214,917,838</u>	<u>1,000,119,108</u>
<b>Total Comprehensive Income</b>			
Loss for the period ended December 31, 2012	-	(54,030,848)	(54,030,848)
Other Comprehensive income	-	-	-
Balance at December 31, 2012	<u><u>785,201,270</u></u>	<u><u>160,886,990</u></u>	<u><u>946,088,260</u></u>

The annexed notes form an integral part of this condensed interim financial information

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

## NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2012



### I. INTRODUCTION

- 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. 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.
- 1.2 The condensed interim financial information are presented in Pak Rupee which is the Company's functional and presentation currency.
- 1.3 The condensed interim financial information have been prepared under the historical cost convention modified by, certain financial instruments at fair value.
- 1.4 These condensed interim financial information are unaudited but subject to limited scope review by external auditors of the Company in accordance with the requirements of clause (xxi) of the Code of Corporate Governance and they have issued their review report thereon and are being submitted to the shareholders as required under Section 245 of the Companies Ordinance, 1984 and also presented in accordance with the listing Regulations of Karachi Stock Exchange. These condensed interim financial information have been prepared in accordance with the requirements of the International Accounting Standard 34 "Interim Financial Reporting" and provisions of and directives issued under the Companies Ordinance, 1984. In case where requirements differ, the provisions of or directives issued under the Companies Ordinance, 1984 have been followed.
- 1.5 The accounting policies and methods of computation followed in the preparation of the six month condensed interim financial information are the same as those of the published annual audited financial statements for the year ended June 30, 2012. These condensed interim financial information do not include all of the information required for annual financial statements and therefore should be read in conjunction with the annual audited financial statements of the Company for the year ended June 30, 2012.
- 1.6 The comparative balance sheet presented has been extracted from annual audited financial statements for the year ended June 30, 2012, 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 six months ended December 31, 2011.

### 2. 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, 2012.



### 3. 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, 2012.

### 4. ACQUISITION AND DISPOSAL OF PROPERTY, PLANT AND EQUIPMENT

During the period following additions and disposals were made: -

	December 31, 2012		December 31, 2011	
	Additions	Disposals (W.D.V)/ transferred*/charged	Additions / Transfer	Disposals/transfer (W.D.V)
	.....(Rupees).....			
<b>Operating fixed assets</b>				
Plant and machinery	2,610,462	-	655,896	-
Factory equipment	247,400	-	-	-
Generators	-	-	3,721,608	(872,440)
Office equipment	637,940	-	478,885	-
Data processing equipment	-	-	244,509	-
Furniture and fixtures	108,000	-	68,500	-
Vehicles	45,506	(147,430)	680,000	(13,311)
	<u>3,649,308</u>	<u>(147,430)</u>	<u>5,849,398</u>	<u>(885,751)</u>
<b>Capital work in progress</b>				
Plant and machinery	-	(2,299,501)	2,122,909	-
Civil work	-	(212,920)	-	-
Advance for capital expenditure	-	(868,450)	154,500	-
	<u>-</u>	<u>(3,380,871)</u>	<u>2,277,409</u>	<u>-</u>

### 5. CONTINGENCIES AND COMMITMENTS

#### 5.1 Contingency

There is no change in contingency as disclosed in the annual audited financial statements for the year ended June 30, 2012.

#### 5.2 Commitments

Letters of credit for raw material imports

<b>(Unaudited) December 31, 2012 Rupees</b>	(Audited) June 30, 2012 Rupees
<u><b>386,095,596</b></u>	<u>191,756,687</u>




	..... Six Months .....		..... Three Months .....	
	December 31, 2012 (July - December)	December 31, 2011	December 31, 2012 (October - December)	December 31, 2011
(Rupees)				
<b>6. COST OF GOODS SOLD</b>				
Cost of goods manufactured 6.1	<b>1,316,089,658</b>	1,331,943,606	<b>658,507,608</b>	640,007,853
Finished stocks				
Opening stock	<b>349,330,234</b>	462,151,111	<b>311,862,082</b>	469,919,473
Purchase of finished goods	<b>10,458,800</b>	-	<b>10,458,800</b>	-
Closing Stock	<b>(335,049,081)</b>	(535,717,014)	<b>(335,049,081)</b>	(535,717,014)
	<b>24,739,953</b>	(73,565,903)	<b>(12,728,199)</b>	(65,797,541)
	<b>1,340,829,611</b>	1,258,377,703	<b>645,779,409</b>	574,210,312

#### 6.1 Cost of goods manufactured

Raw material	<b>1,200,794,311</b>	1,220,344,119	<b>585,499,937</b>	576,421,143
Salaries, wages and benefits	<b>45,990,704</b>	38,263,962	<b>33,547,943</b>	19,994,534
Stores and spares	<b>5,515,262</b>	7,273,658	<b>3,991,815</b>	6,111,267
Packing material	<b>3,224,396</b>	2,583,084	<b>1,467,314</b>	1,266,699
Power and fuel	<b>30,583,936</b>	34,722,829	<b>16,845,439</b>	21,509,988
Insurance	<b>1,533,272</b>	2,429,544	<b>1,136,074</b>	1,184,801
Repairs and maintenance	<b>1,287,489</b>	1,989,528	<b>417,941</b>	1,178,613
Rent, rates and taxes	<b>936,000</b>	444,900	<b>936,000</b>	444,900
Vehicles running and maintenance	<b>1,094,664</b>	433,786	<b>495,292</b>	413,603
Communication	<b>185,878</b>	184,189	<b>147,068</b>	66,439
Travelling and conveyance	<b>1,697,345</b>	2,040,411	<b>860,850</b>	1,044,562
Entertainment	<b>195,197</b>	87,162	<b>195,197</b>	87,162
Depreciation	<b>17,574,100</b>	18,033,317	<b>8,790,514</b>	8,047,941
Fabrication and printing	<b>107,190</b>	229,206	<b>107,190</b>	229,206
Cans printing expense	<b>2,674,086</b>	1,122,875	<b>2,674,086</b>	377,563
Other manufacturing overheads	<b>2,695,828</b>	1,761,036	<b>1,394,948</b>	1,629,432
	<b>1,316,089,658</b>	1,331,943,606	<b>658,507,608</b>	640,007,853

#### 7. 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: -



		..... Six Months .....		..... Three Months .....	
		December 31, 2012	December 31, 2011	December 31, 2012	December 31, 2011
		(July - December)		(October - December)	
		.....(Rupees).....			
Relationship with the Company	Nature of Transactions				
Associated Company	Purchase of goods & services	853,268	2,336,854	356,493	2,336,854
	Sale of property, plant and equipments	-	5,000,000	-	5,000,000
	Short-term advances obtained	219,614,591	38,406,377	219,614,591	38,406,377
	Short-term advances paid	238,821,127	226,103,445	194,118,843	38,406,377
	Markup accrued on borrowing	849,315	1,767,987	849,315	1,767,987
	Markup paid on borrowing	-	6,465,808	-	3,506,219
Key management personnel	Short-term employee benefit	7,788,533	13,086,999	3,596,330	6,211,437.00
	Post-employment benefit	430,645	552,956	180,187	65,889.00
Others	Markup paid on advance from Workers' Participation Fund	-	16,900,000	-	16,900,000
	Post-employment benefit	1,848,321	1,852,371	1,848,321	1,852,371

## 8. 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 27, 2013.

## 9. GENERAL

Figures have been rounded off to the nearest Rupee.

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

\_\_\_\_\_  
DIRECTOR