

DIRECTORS' REVIEW

On behalf of the Board of Directors of Siddiqsons Tin plate Limited, I feel great pleasure to present the un-audited financial statement of the Company for the third quarter ended on March 31, 2008, together with results for the nine months to date presented along with an up-date of company's performance.

OPERATING AND FINANCIAL RESULTS

Sales turnover for the third quarter was Rs.651.948 million as compared to Rs.838.039 million for the third quarter of last year. That means decrease of 22.2% and cumulative net sales for the nine months registered a decrease of 29.38% from 2299.4 to 1623.644 million. Reasons for this drastic declination are that due to withdrawal of sales tax, wild fluctuation and uncertainty in international prices. Further, during the third quarter the sale of ghee and cooking oil has also declined considerably in the wake of continued and steep increase in the prices of raw edible oil in international market. Ultimate result is reduction in our sales as we are the only steel producing industry in Pakistan and we feed 70% of tin plate requirement of Ghee and Oil segment.

This necessitated to look for other avenues to supplement our income by reserving Rs.100 Millions for dealing in shares, and it would be appreciated that the Company by investing Rs.50M has gained Rs.30M during last six months.

FUTURE OUTLOOK

As during the last nine months scarcity of Raw material and periodical increment in the prices of international market have hampered our set goals which we could not achieve, but management have devotedly made utmost efforts to arrange sufficient quantity of material for the forthcoming quarters. Looking upon the future assumptions observed from past tendency, Al-Hamdulillah we have sufficient orders in hand for the 3rd and 4th quarters which is going to effect our balance sheet positively.

Further, the management is focusing to enter into new projects like; Canning, Fishing, Power generation, Cement etc which are about to be approved by Securities & Exchange Commission of Pakistan. Therefore we are positive that all of the steps cited above will change the scenario in coming months.

ACKNOWLEDGEMENT

The Board places on record its gratitude to its shareholders, partners, customers, government authorities, financial institutions and its staff for their efforts and continued support.

On behalf of the Board of Directors

Karachi: April 24, 2008

Abdullah Rafi
CHAIRMAN