

NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED) FOR THE 3RD QUARTER ENDED MARCH 31, 2007

1. SELECTED EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS

- 1.1 Siddiqsons Tin Plate Limited (the company) is limited by shares incorporated in Pakistan on January 29, 1996 under the Companies Ordinance, 1984. The registered office of the company is situated at D-53, Textile Avenue, S.I.T.E, Karachi in the Province of Sindh. The Company's manufacturing facilities are located at Winder Industrial Estate in the Province of Baluchistan. The company is listed on Karachi Stock Exchange. The principal activity of the company is manufacturing and sale of tin plates and other steel products.
- 1.2 The financial statements are presented in Pak Rupee, which is the Company's functional and presentation currency.
- 1.3 These financial statements have been prepared under 'historical cost convention'.
- 1.4 These unaudited interim financial statement have been prepared in accordance with the International Accounting Standard (IAS) 34 "Interim Financial Reporting" and in compliance with requirement of Section 245 of the Companies Ordinance, 1984.

2. CONTINGENCIES AND COMMITMENTS

2.1 Contingencies

There is no change in the status of contingencies as disclosed in the last published annual audited financial statements for the year ended June 30, 2006.

	March 31, 2007 Rupees	June 30, 2006 Rupees
2.2 Commitments		
Outstanding letters of credit for raw material imports	<u>366,162,000</u>	<u>282,428,455</u>

3 ACQUISITION AND DISPOSAL OF PROPERTY, PLANT AND EQUIPMENT

During the period following addition and deletion were made: -

	March 31 2007		June 30, 2006	
	Acquisitions/ Additions	Disposal (W.D.V)	Acquisitions/ Additions	Disposal (W.D.V)
	(July - March)			
	<----- Rupees ----->			
Operating fixed assets				
Leasehold land	-		1,536,762	-
Power and installations			39,403,887	-
Factory equipment	65,308		438,618	-
Office equipment	2,282,853		77,810	-
Data processing equipment	191,213		530,117	-
Furniture and fixtures			41,150	-
Vehicles	3,589,188	878,528	6,107,861	1,503,564
Generator	296,887	23,916,326		
Electric installation	675,247			
Plant & Machinery	155,000	7,879,292		
Capital work in progress				
Machinery and equipment			993,972	-
Civil work			575,525	-
Advance for vehicles	-		-	958,000

..... Nine Months

..... Three Months

March 31
2007March 31
2006March 31
2007March 31
2006

(July - March)

(January - March)

<----- Rupees ----->

4. COST OF GOODS SOLD

Opening stock - finished goods	768,609,023	583,889,996	642,231,971	788,472,407
Cost of goods manufactured (4.1)	1,732,591,440	2,139,905,319	631,668,249	516,823,587
Closing stock - finished goods	(500,173,300)	(730,130,844)	(500,173,300)	(730,130,844)
	<u>2,001,027,163</u>	<u>1,993,664,471</u>	<u>773,726,920</u>	<u>575,165,150</u>

4.1 Cost of goods manufactured

Raw material consumed (4.1.1)	1,592,408,740	1,965,169,288	583,359,271	461,077,931
Salaries, wages and benefits	28,231,032	26,209,143	7,871,355	9,429,615
Stores and spares consumed	4,697,372	8,264,126	77,648	1,268,430
Packing material consumed	6,586,363	7,152,307	2,195,080	2,044,321
Power and fuel	51,316,081	77,530,340	23,297,352	23,516,637
Insurance	2,106,608	2,582,163	675,932	1,627,233
Repairs and maintenance	4,884,150	5,039,925	1,206,903	2,588,294
Rent, rates and taxes	772,600	414,925	14,100	14,100
Vehicles running and maintenance	515,992	429,566	113,732	127,911
Communication	317,073	275,830	128,898	100,460
Travelling and conveyance	1,262,363	1,350,604	405,834	527,058
Entertainment	42,415	52,383	18,545	19,647
Other manufacturing overheads	5,425,542	4,649,651	1,782,790	633,878
Depreciation	34,025,109	40,785,068	10,520,809	13,848,072
	<u>1,732,591,440</u>	<u>2,139,905,319</u>	<u>631,668,249</u>	<u>516,823,587</u>

 Nine Months Three Months	
	March 31 2007 (July - March)	March 31 2006	March 31 2007 (January - March)	March 31 2006
	<----- Rupees ----->			
4.1.1 Raw Material Consumed				
Opening Stock	217,677,906	172,983,676	147,024,185	467,962,970
Purchases during the year - net off recovery of packing	1,639,339,054	2,086,606,582	700,943,306	287,535,931
Closing Stock	(264,608,220)	(294,420,970)	(264,608,220)	(294,420,970)
	<u>1,592,408,740</u>	<u>1,965,169,288</u>	<u>583,359,271</u>	<u>461,077,931</u>

5. RELATED PARTY TRANSACTIONS

Relationship with the Company	Nature of Transactions	March 31,	March 31,
		2007 Rupees (January - March)	2006 Rupees
Associated company	Sale of goods and services	12,970,872	27,259,103
Sale of property, plant and equipment		-	280,000
Re-imbursable expenses paid		-	43,000
Directors	Funds received on behalf of sponsors	-	52,805,029
Key management personnel	Short term employee benefits	7,375,463	-
Post employment benefits		280,970	-

6. DATE OF AUTHORISATION FOR ISSUE

The financial statements were authorised for issue on April 25, 2007 by the Board of Directors of the company.

CHIEF EXECUTIVE OFFICER

DIRECTOR