A Commitment to Prime Quality!

Siddiqsons Tin Plate Limited
A Siddiqsons Group Company

Half Yearly Report
December 31
2018
Half Yearly Report December 2018

Contents

<table>
<thead>
<tr>
<th>Section</th>
<th>Page</th>
</tr>
</thead>
<tbody>
<tr>
<td>Company Information</td>
<td>02</td>
</tr>
<tr>
<td>Directors’ Review</td>
<td>03</td>
</tr>
<tr>
<td>Independent Auditor’s Report To The Members</td>
<td>05</td>
</tr>
<tr>
<td>Condensed Interim Statement of Financial Position</td>
<td>06</td>
</tr>
<tr>
<td>Condensed Interim Statement of Profit or Loss And Other Comprehensive Income</td>
<td>07</td>
</tr>
<tr>
<td>Condensed Interim Statement of Cash Flows</td>
<td>08</td>
</tr>
<tr>
<td>Condensed Interim Statement of Changes In Equity</td>
<td>10</td>
</tr>
<tr>
<td>Notes To The Condensed Interim Financial Information</td>
<td>11</td>
</tr>
</tbody>
</table>
COMPANY INFORMATION

Board of Directors
Mr. Tariq Rafi Chairman
Mr. Munir Qureshi CEO
Mr. Ibrahim Shamsh Director
Ms. Aalia Sajjad Director
Mr. Asfhaf Mehmood Wathra Independent Director
Mr. Abdul Wahab Independent Director
Mr. Naeeem-ul-Hasnain Mirza Director

Audit Committee
Mr. Ibrahim Shamsh (Chairman) (Non-Executive)
Mrs. Aalia Sajjad (Member) (Non-Executive)
Mr. Asfhaf Mehmood Wathra (Member) (Independent Director)
Mr. Muhammad Haris (Secretary)

Human Resource & Remuneration Committee
Mrs. Aalia Sajjad (Chairman) (Non-Executive)
Mr. Munir Qureshi (Member) (Executive)
Mr. Abdul Wahab (Independent Director)
Mr. Muhammad Haris (Secretary)

Technical Committee
Mr. Tariq Rafi Chairman
Mr. Munir Qureshi Member
Mr. Naeeem-ul-Hasnain Mirza Member

Executive Management Team
Mr. Naeeem-ul-Hasnain Mirza COO
Mr. Rashid Khaleque DCOO
Mr. Furrulk Sadiq CFO
Mr. Shahzad Shabbir GM Commercial
Mr. Muhammad Jawaid Abbasi GM Marketing

Chief Financial Officer
Mr. Furrulk Sadiq

Company Secretary
Mr. Muhammad Haris

Auditors
Deloitte Yousof Adil
Chartered Accountants

Legal Advisor
Mr. Kashi Nazeer
A/2, G-23, Park Lane, Block-5, Clifton, Karachi

Bankers
National Bank of Pakistan
Habib Bank Limited
MCB Bank Limited
Soneri Bank Limited
Habib Metropolitan Bank Limited
Faysal Bank Limited
Meezan Bank Limited
JS Bank Ltd
Al Baraka Bank (Pakistan) Ltd
MCB Islamic Bank Limited
Allied Bank Limited
The Industrial & Commercial Bank of China (ICBC)

Shares Registrar
THK Associates (Pvt.) Limited,
1st Floor, 40-C Block-6,
P.E.C.H.S, Shahrah e Faisal,
Karachi,
UAN #111 000322

Registered Office
Ocean Tower, 27th Floor,
G-3, Block 9, Scheme # 5,
Main Clifton Road, Karachi.
Tel: +9221-35165571-4

Plant: Plot # 5, Special Industrial Zone,
Winder, Distt. Lasbela, LIEDA,
Baluchistan.

Web Presence
www.siddiquonstinplate.com
DIRECTORS’ REVIEW

Dear Shareholders

The directors of your Company are pleased to present the condensed interim financial statements for the period ended December 31, 2018.

The period under review has been very challenging and was filled with many volatilities on the economic front. The macroeconomic corrections which were long feared were finally to occurrence during this period. However, the unprecedented shoot up of KIBOR by more than 60% and PKR devaluation of upto 30% as compared to December, 2017 has made it very difficult to sustain the operational performance of your company.

The global steel market has also remained volatile and these uncertainties has also hampered our supply chain. Although the 1st quarter was relatively stable but the 2nd quarter witnessed a distress in international steel prices which is probably due to the declining demand for steel products.

Operating and Financial Results

During the period under review, Sales revenue was recorded at Rs.1,540 million as compared to Rs.1,234 million during the corresponding period hence recorded an increase of 25% in monetary term. However, in volumetric term there was a decline of 6%. Despite the challenges of rupee devaluation and unstable steel market, your company has managed to maintain its GP margins almost at the same level.

On the operational side, one of the major challenge faced was the high competition with ETP importers who continued to enjoy imported ETP from China at dumped prices on a reduced rate of import duties as compared to CRC/TMBP.

However, subsequent to the period end the National Tariff Commission has imposed the antidumping duty on import of ETP from China, USA, South Africa and European Union, including UK. We are hopeful that this step will discourage the dumping of ETP in Pakistan.

Net Profit

The net results showed a profit after taxation of Rs.33.2million during the period as compared to the profit of Rs.31million in the corresponding period, hence recording a growth of 7%. However, this also includes the impact of a non-recurring markup, reflected in other income. This markup arose on the unutilized portion of the right shares subscription funds.

Earnings per share

The earnings per share are Re.0.16 as compared to Re.0.30 in corresponding period.

Future Outlooks

The pivotal areas for your company are on increasing its local market share and continue exploring export markets.
The establishment of CRM Complex which aims to feed the existing ETP plant, being a backward integration project will provide high quality uninterrupted supplies of raw material which will ensure smooth supply chain for our customers and will also greatly facilitate in entering the export markets.

On the other hand, the increasing trend of markup rates and Pak Rupee devaluation seems to be a great challenge and will likely to impact the profitability of the Company.

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

Yariq Rafi
Chairman
Karachi: February 28, 2019
INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS ON REVIEW OF
CONDENSED INTERIM FINANCIAL INFORMATION

Introduction

We have reviewed the accompanying condensed interim statement of financial position of SIDDIQSONS TINPLATE LIMITED as at December 31, 2018 and the related condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of cash flows, condensed interim statement of changes in equity and notes forming part thereof (here-in-after referred to as 'condensed interim financial information') for the half year then ended.

Management is responsible for the preparation and presentation of the condensed interim financial information in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements - 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for 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 as of and for the half year ended December 31, 2018 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditor's review report is Nadeem Yousuf Adil.

Other matters

The figures of the condensed interim statement of profit or loss for the quarters ended December 31, 2018 and December 31, 2017 have not been reviewed and we do not express a conclusion on them.

Chartered Accountants

Engagement partner
Nadeem Yousuf Adil

Dated: February 28, 2019
Karachi
## CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

**AS AT DECEMBER 31, 2018**

<table>
<thead>
<tr>
<th>Note</th>
<th>December 31, 2018 (Un-audited)</th>
<th>June 30, 2018 (Audited)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>ASSETS</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>NON-CURRENT ASSETS</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Property, plant and equipment</td>
<td>1,048,903,203</td>
<td>589,679,088</td>
</tr>
<tr>
<td>Long-term deposits</td>
<td>7,179,250</td>
<td>7,179,250</td>
</tr>
<tr>
<td><strong>CURRENT ASSETS</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Stores, spares and loose tools</td>
<td>18,415,933</td>
<td>18,281,794</td>
</tr>
<tr>
<td>Stock-in-trade</td>
<td>1,600,792,818</td>
<td>830,796,437</td>
</tr>
<tr>
<td>Trade debts</td>
<td>589,454,131</td>
<td>523,859,123</td>
</tr>
<tr>
<td>Advance income tax</td>
<td>147,988,482</td>
<td>155,755,763</td>
</tr>
<tr>
<td>Loans and advances</td>
<td>46,740,745</td>
<td>74,302,615</td>
</tr>
<tr>
<td>Trade deposits and prepayments</td>
<td>34,145,551</td>
<td>31,105,730</td>
</tr>
<tr>
<td>Term deposit certificates</td>
<td>1,024,550,000</td>
<td>20,650,000</td>
</tr>
<tr>
<td>Other receivables</td>
<td>9,315,660</td>
<td>4,110,181</td>
</tr>
<tr>
<td>Other financial assets</td>
<td>359,398</td>
<td>405,877</td>
</tr>
<tr>
<td>Sales tax refundable</td>
<td>116,011,367</td>
<td>79,947,561</td>
</tr>
<tr>
<td>Cash and bank balances</td>
<td>32,642,192</td>
<td>22,551,605</td>
</tr>
<tr>
<td><strong>Total assets</strong></td>
<td>3,620,410,277</td>
<td>1,761,766,585</td>
</tr>
<tr>
<td><strong>EQUITY AND LIABILITIES</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>SHARE CAPITAL AND RESERVES</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Authorized share capital</td>
<td>3,000,000,000</td>
<td>3,000,000,000</td>
</tr>
<tr>
<td>Ordinary shares of Rs. 10 each</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Non-current liability</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Deferred taxation</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>CURRENT LIABILITIES</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Trade and other payables</td>
<td>251,966,450</td>
<td>151,049,830</td>
</tr>
<tr>
<td>Due to director</td>
<td>175,000,000</td>
<td>-</td>
</tr>
<tr>
<td>Interest / mark-up accrued on borrowings</td>
<td>24,371,807</td>
<td>24,799,494</td>
</tr>
<tr>
<td>Short-term borrowings</td>
<td>1,555,418,894</td>
<td>1,325,142,557</td>
</tr>
<tr>
<td>Unclaimed dividend</td>
<td>5,651,394</td>
<td>5,651,394</td>
</tr>
<tr>
<td><strong>Total equity and liabilities</strong></td>
<td>4,676,498,730</td>
<td>2,358,625,024</td>
</tr>
</tbody>
</table>

The annexed notes 1 to 20 form an integral part of this condensed interim financial information.

---

CHIEF FINANCIAL OFFICER  
DIRECTOR  
CHIEF EXECUTIVE OFFICER
# Condensed Interim Statement of Profit or Loss and Other Comprehensive Income (Un-Audited)

## For the Half Year and Quarter Ended December 31, 2018

<table>
<thead>
<tr>
<th>Note</th>
<th>Half year ended</th>
<th>Quarter ended</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>December 31,</td>
<td>December 31,</td>
</tr>
<tr>
<td></td>
<td>2018</td>
<td>2017</td>
</tr>
<tr>
<td></td>
<td>(Rs.)</td>
<td>(Rs.)</td>
</tr>
<tr>
<td>Sales - net</td>
<td>14 1,538,740,053</td>
<td>977,723,573</td>
</tr>
<tr>
<td>Cost of goods sold</td>
<td>15 (1,383,347,464)</td>
<td>(878,484,608)</td>
</tr>
<tr>
<td>Gross profit</td>
<td>155,392,589</td>
<td>99,238,965</td>
</tr>
<tr>
<td>Other income</td>
<td>21,957,688</td>
<td>21,256,939</td>
</tr>
</tbody>
</table>

| Distribution cost | (12,395,379) | (8,479,736) |
| Administrative expenses | (27,931,616) | (14,190,584) |
| Other operating expenses | (7,970,021) | (2,726,215) |
| Finance cost | (76,563,859) | (65,339,326) |

| Profit before taxation | (124,860,875) | (90,735,861) |
| Taxation | (19,226,077) | (12,213,371) |
| Profit after taxation | 33,263,325 | 17,546,672 |
| Other comprehensive income | - | - |

| Total comprehensive income for the period | 33,263,325 | 17,546,672 |
| Restated | Restated | Restated |

| Earnings per share - basic and diluted | 0.16 | 0.08 |

| Restated | 0.30 | 0.09 |

The annexed notes 1 to 20 form an integral part of this condensed interim financial information.
### CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

**FOR THE HALF YEAR ENDED DECEMBER 31, 2018**

<table>
<thead>
<tr>
<th></th>
<th>Half year ended</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>December 31, 2018</td>
</tr>
<tr>
<td><strong>CASH FLOWS FROM OPERATING ACTIVITIES</strong></td>
<td></td>
</tr>
<tr>
<td>Profit before taxation</td>
<td>52,489,402</td>
</tr>
<tr>
<td><strong>Adjustments for</strong></td>
<td></td>
</tr>
<tr>
<td>Depreciation of property, plant and equipment</td>
<td>14,124,887</td>
</tr>
<tr>
<td>Loss on remeasurement of investment at market value</td>
<td>46,479</td>
</tr>
<tr>
<td>Reversal of provision for doubtful debts</td>
<td>-</td>
</tr>
<tr>
<td>Gain on disposal of property, plant and equipment</td>
<td>(369,884)</td>
</tr>
<tr>
<td>Finance cost</td>
<td>76,563,859</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>142,854,743</td>
</tr>
</tbody>
</table>

| **Changes in working capital** (Increase) / decrease in current assets |                  |
| Stores, spares and loose tools | (134,139)        | (1,368,286)        |
| Stock-in-trade                 | (769,996,381)    | (150,174,636)      |
| Trade debts                    | (65,595,008)     | (14,534,769)       |
| Loans and advances             | 27,561,870       | (37,130,538)       |
| Trade deposits and prepayments | (3,039,821)      | (2,403,510)        |
| Other receivables              | (5,205,479)      | 15,316,566         |
| Sales tax refundable           | (36,063,806)     | 18,771,593         |
| **Total**                      | (576,556,144)    | (192,799,965)      |

| **Increase / (decrease) in current liabilities** |                  |
| Trade and other payables       | 100,916,620      | (21,276,385)       |
| Due to director                | 175,000,000      | -                  |
| **Net cash used in operations** | (433,701,401)    | (88,051,717)       |

| **Tax paid**                   | (11,458,796)     | (37,842,068)       |
| **Finance cost paid**          | (76,991,546)     | (31,757,839)       |
| **Net cash used in operating activities** | (522,151,743)   | (157,651,624)      |

| **CASH FLOWS FROM INVESTING ACTIVITIES** |                  |
| Purchase of property, plant and equipment | (5,314,436)      | (7,472,886)        |
| Addition in capital work in progress   | (468,164,682)    | -                  |
| Proceed from disposal of property, plant and equipment | 500,000         | 8,000             |
| Term deposit certificates              | (1,003,900,000)  | -                  |
| **Net cash used in investing activities** | (1,476,879,118) | (7,464,886)        |
Half Yearly Report December 2018

<table>
<thead>
<tr>
<th>CASH FLOWS FROM FINANCING ACTIVITIES</th>
</tr>
</thead>
<tbody>
<tr>
<td>Proceeds against issue of right shares</td>
</tr>
<tr>
<td>Proceeds against premium on right shares</td>
</tr>
<tr>
<td>Short term borrowings obtained</td>
</tr>
<tr>
<td><strong>Net cash generated from financing activities</strong></td>
</tr>
<tr>
<td><strong>Net decrease in cash and cash equivalents</strong></td>
</tr>
<tr>
<td>Cash and cash equivalents at beginning of the period</td>
</tr>
<tr>
<td><strong>Cash and cash equivalents at end of the period</strong></td>
</tr>
</tbody>
</table>

The annexed notes 1 to 20 form an integral part of this condensed interim financial information

CHIEF FINANCIAL OFFICER

DIRECTOR

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

FOR THE HALF YEAR ENDED DECEMBER 31, 2018

<table>
<thead>
<tr>
<th>Issued, subscribed and paid up capital</th>
<th>Share Premium</th>
<th>Unappropriated profit</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Balance at July 1, 2017</td>
<td>785,201,270</td>
<td>-</td>
<td>919,715,090</td>
</tr>
</tbody>
</table>

**Total Comprehensive income**

| Profit for the half year ended December 31, 2017 | - | - | 31,134,458 | 31,134,458 |
| Other comprehensive income - net of tax         | - | - | - | - |
| Balance at December 31, 2017                    | 785,201,270 | - | 165,648,278 | 950,849,548 |
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2018

1. LEGAL STATUS AND OPERATIONS

Siddiqsons Tin Plate Limited (the Company) was incorporated in Pakistan on January 29, 1996 as public Company limited by shares under the repealed Companies Ordinance, 1984 now Companies Act, 2017 (the Act). The registered office of the Company is located at Ocean Tower, 27th Floor, Plot # G-3, Block # 9, Near II Talwar, Clifton, Karachi, Province of Sindh, Pakistan. The shares of the Company are quoted on Pakistan Stock Exchange. The principal activity of the Company is manufacturing and sale of tin plates, cans and other steel products.

2. GEOGRAPHICAL LOCATION AND ADDRESSES OF BUSINESS UNITS

Following are the geographical locations and addresses of all business units of the Company:

Registered Office:
Ocean Tower, 27th Floor, Plot # G-3, Block # 9, Near II Talwar, Clifton, Karachi, Province of Sindh, Pakistan.

Manufacturing Facility:

a) Plot No. 5, Special Industrial Zone, Winder, Distt, Lasbella, L.I.E.D.A, Province of Balochistan, Pakistan.

b) Plot # 221-222, Near Jamia Millia College, Jamia Millia Road, Malir City, Karachi, Province of Sindh, Pakistan.

3. STATEMENT OF COMPLIANCE

3.1 This condensed interim financial information has been prepared in accordance with the approved accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.
3.2 The condensed interim financial information has been prepared under historical cost convention except other financial assets which are valued at fair value.

3.3 The condensed interim financial information is presented in Pakistani Rupees which is also the Company’s functional and presentation currency and figures presented in the condensed interim financial information have been rounded off to the nearest rupee.

3.4 This condensed interim financial information is unaudited. However, a limited scope review of this condensed interim financial information has been performed by the external auditors of the Company in accordance with the requirements of clause (26) of Listed Companies (Code of Corporate Governance) Regulations, 2017. This condensed interim financial information is being submitted to the shareholders as required by section 237 of the Companies Act 2017.

3.5 These condensed interim financial statements do not include all information required for full annual financial statements and should be read in conjunction with annual audited financial statements for the year ended June 30, 2018. The comparative statement of financial position presented has been extracted from annual financial statements for the year ended June 30, 2018, whereas comparative condensed statement of profit or loss, condensed statement of cash flows and condensed statement of changes in equity are stated from the unaudited condensed interim financial information for the half year and quarter ended December 31, 2017.

4 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of this condensed interim financial information and the significant judgement made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements as at and for the year ended June 30, 2018, except for the adoption of IFRS 15 “Revenue from contracts with customers” as detailed in note 4.1.

4.1 IFRS 15 - Revenue from Contracts with Customers

IFRS 15 - Revenue from contracts with customers replaced IAS 18 - Revenue, IAS 11 - Construction contracts, IFRIC 13 - Customer Loyalty Programmes, IFRIC 15 - Agreements for the Construction of Real Estate, IFRIC 18 - Transfers of Assets from Customers and SIC 31 - Revenue - Barter Transactions Involving Advertising Services. IFRS 15 provides a single, principles-based approach to the recognition of revenue from all contracts with customers and focuses on the identification of performance obligations in a contract and requires revenue to be recognized when or as those performance obligations in a contract are satisfied. The changes laid down by this standard do not have any significant impact on these condensed interim financial statements of the Company.
4.2 Applicability of IFRS 9 - Financial Instruments

"IFRS 9 – ‘Financial Instruments’ became effective for periods beginning on or after January 01, 2018 and adopted by the Securities and Exchange Commission of Pakistan (SECP) for the periods beginning on or after from July 01, 2018. Currently, the Company has categorized and measured financial assets and liabilities as per IAS 39 – ‘Financial Instruments: Recognition and Measurement’ which need to be revised in terms of categorization, valuation and measurement, assessing impairment and disclosures to align with the requirements of IFRS 9.

Subsequent to the year end, SECP through its S.R.O. 229 (l)/2019 dated 14th February deferred the adoption of this standard and modified the effective date for applicability of this standard as reporting period / year ending on or after June 30, 2019. IFRS 9 sets out requirements for recognizing and measuring financial assets, financial liabilities and some contracts to buy or sell non-financial items. This standard will replace IAS 39 Financial Instruments: Recognition and Measurement."

5 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, 2018.

<table>
<thead>
<tr>
<th>Note</th>
<th>December 31, 2018 (Un-audited)</th>
<th>June 30, 2018 (Audited)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Rupees</td>
<td>Rupees</td>
</tr>
<tr>
<td>6</td>
<td>PROPERTY, PLANT AND EQUIPMENT</td>
<td></td>
</tr>
<tr>
<td>Operating fixed assets</td>
<td>6.1 560,861,156</td>
<td>569,801,723</td>
</tr>
<tr>
<td>Capital work-in progress</td>
<td>6.2 488,042,047</td>
<td>19,877,365</td>
</tr>
<tr>
<td></td>
<td>1,048,903,201</td>
<td>589,679,088</td>
</tr>
</tbody>
</table>

Siddiquee Tin Plate Limited
A Siddiquee Group company
6.1 Operating fixed assets

<table>
<thead>
<tr>
<th></th>
<th>Opening WDV 01-Jul-18</th>
<th>Additions</th>
<th>Disposals (W.D.V)</th>
<th>Depreciation for the period</th>
<th>Closing WDV 31-Dec-18</th>
</tr>
</thead>
<tbody>
<tr>
<td>Leasehold land</td>
<td>7,533,750</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>7,533,750</td>
</tr>
<tr>
<td>Buildings on leasehold land</td>
<td>24,234,930</td>
<td>-</td>
<td>-</td>
<td>(1,211,747)</td>
<td>23,023,183</td>
</tr>
<tr>
<td>Plant and machinery</td>
<td>497,250,667</td>
<td>-</td>
<td>-</td>
<td>(9,945,013)</td>
<td>487,305,654</td>
</tr>
<tr>
<td>Power and other installations</td>
<td>17,246,314</td>
<td>-</td>
<td>-</td>
<td>(863,316)</td>
<td>16,383,998</td>
</tr>
<tr>
<td>Factory equipment</td>
<td>3,526,267</td>
<td>-</td>
<td>-</td>
<td>(176,313)</td>
<td>3,349,954</td>
</tr>
<tr>
<td>Generators</td>
<td>3,127,518</td>
<td>-</td>
<td>-</td>
<td>(156,376)</td>
<td>2,971,142</td>
</tr>
<tr>
<td>Office equipment</td>
<td>4,715,852</td>
<td>34,500</td>
<td>-</td>
<td>(237,230)</td>
<td>4,513,122</td>
</tr>
<tr>
<td>Data processing equipment</td>
<td>1,269,628</td>
<td>161,976</td>
<td>-</td>
<td>(218,233)</td>
<td>1,213,371</td>
</tr>
<tr>
<td>Furniture and fixtures</td>
<td>1,233,074</td>
<td>19,000</td>
<td>-</td>
<td>(62,287)</td>
<td>1,189,787</td>
</tr>
<tr>
<td>Vehicles</td>
<td>9,663,723</td>
<td>5,098,960</td>
<td>(130,116)</td>
<td>(1,255,372)</td>
<td>13,377,195</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>569,801,723</strong></td>
<td><strong>5,314,436</strong></td>
<td><strong>(130,116)</strong></td>
<td><strong>(14,124,887)</strong></td>
<td><strong>560,861,156</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th></th>
<th>June 30, 2018</th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Total</strong></td>
<td><strong>591,281,345</strong></td>
<td>7,966,766</td>
<td>(218,420)</td>
<td>(29,227,968)</td>
<td><strong>569,801,723</strong></td>
</tr>
</tbody>
</table>

Note: December 31, 2018 (Un-audited) | June 30, 2018 (Audited) 

6.2 Capital work-in progress

<table>
<thead>
<tr>
<th></th>
<th>December 31, 2018 (Un-audited)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Plant and Machinery</td>
<td>239,766,433</td>
</tr>
<tr>
<td>Advance against land</td>
<td>166,949,927</td>
</tr>
<tr>
<td>Vehicle</td>
<td>13,629,659</td>
</tr>
<tr>
<td>Advances for CRM project</td>
<td>67,696,028</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>488,042,047</td>
</tr>
</tbody>
</table>

6.2.1 The Company is establishing Cold Rolled Mill (CRM) project for manufacturing of Tin Mill Black Plates / CRC which are currently being imported. The CRM project aims to start commercial production during 2nd Quarter of calendar year 2020 with an annual production capacity of 200,000 MT per annum. The budgeted capital expenditure for the project is Rs. 6.3 billion. The project would be financed through equity and debt in the ratio of 30:70. The Company has already issued right shares for said project as disclosed in note 8.
### 7 STOCK-IN-TRADE

<table>
<thead>
<tr>
<th>Description</th>
<th>December 31, 2018 (Un-audited)</th>
<th>June 30, 2018 (Audited)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Raw material - Tinplate in hand</td>
<td>825,361,758</td>
<td>286,733,209</td>
</tr>
<tr>
<td>Finished goods - Tinplate</td>
<td></td>
<td></td>
</tr>
<tr>
<td>tin</td>
<td>752,704,203</td>
<td>519,113,709</td>
</tr>
<tr>
<td>cans</td>
<td>1,117,769</td>
<td>1,117,758</td>
</tr>
<tr>
<td>scrap</td>
<td>7,073,343</td>
<td>9,296,016</td>
</tr>
<tr>
<td></td>
<td><strong>760,895,315</strong></td>
<td><strong>529,527,483</strong></td>
</tr>
<tr>
<td>Chromite</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Raw material</td>
<td>16,389,080</td>
<td>16,389,080</td>
</tr>
<tr>
<td>Finished goods</td>
<td>12,682,410</td>
<td>12,682,410</td>
</tr>
<tr>
<td>Provision for obselete stock of chromite</td>
<td>(14,535,745)</td>
<td>(14,535,745)</td>
</tr>
<tr>
<td></td>
<td><strong>1,600,792,818</strong></td>
<td><strong>830,796,437</strong></td>
</tr>
</tbody>
</table>

### 8 TERM DEPOSIT CERTIFICATES

<table>
<thead>
<tr>
<th>Description</th>
<th>Investment in term deposit certificates</th>
<th>8.1</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>1,024,550,000</td>
<td>20,650,000</td>
</tr>
</tbody>
</table>

8.1 This represents investment in term deposit certificates which carries markup at the rate of 6.25 % to 9.5% per annum for the period of three months and carried as a lien against CRM project as disclosed in note 6.2.1.

### 9 SHARE CAPITAL

During the period, Company has alloted 150,758,643 ordinary shares through right issue in ratio of 1:1.92 shares in the Company, as approved by the Board of Directors of the Company. The shares were issued at an exercise price of Rs. 12/- per shares inclusive of a premium of Rs. 2/- per share. The amount raised through the right issue is Rs. 1,778,845,111/- net of transaction cost of Rs. 30,258,605/.

### 10 DEFERRED TAXATION

Deferred tax asset amounting to Rs. 46.736 million (June 30, 2018: Rs. 117.418 million) has not been recognized as the management believes that it is not probable that taxable profit will be available in the foreseeable future against which these deductible temporary differences can be utilized.
### Half Yearly Report December 2018

#### 11 DUE TO DIRECTOR

<table>
<thead>
<tr>
<th>Note</th>
<th>December 31, 2018 (Un-audited)</th>
<th>June 30, 2018 (Audited)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Loan from director 11.1</td>
<td>175,000,000</td>
<td>-</td>
</tr>
</tbody>
</table>

This represents interest free loan from director obtained for the purpose of fulfilling the payment of LC for CRM project purposes as disclosed in note 6.2.1. The loan was repaid subsequent to the reporting period.

#### 12 SHORT-TERM BORROWINGS

**SECURED**

From banking companies

<table>
<thead>
<tr>
<th>Description</th>
<th>December 31, 2018</th>
<th>June 30, 2018</th>
</tr>
</thead>
<tbody>
<tr>
<td>Finance against imports - foreign currency</td>
<td>1,204,461,996</td>
<td>1,011,969,602</td>
</tr>
<tr>
<td>Running finances under markup arrangements</td>
<td>350,956,898</td>
<td>313,172,955</td>
</tr>
</tbody>
</table>

#### 12.1 The aggregate short term borrowing facilities are available up to Rs. 2,898 million (June 30, 2018: Rs. 2,398 million) as of the reporting date.

#### 12.2 These are secured against hypothecation on fixed assets, stock in trade, stores and spares, trade debts, promissory notes and charge on present and future current assets of the Company and lien on import documents. Foreign currency loan are subject to mark-up based on KIBOR ranging between 8.92% to 11.15% (June 30, 2018: 7.15% to 8.92%) per annum.

#### 12.3 These are secured against charge on fixed assets, stock, stores and spares, trade debts and present and future current assets of the Company and are subject to the mark-up ranging between 8.92% to 11.15% (June 30, 2018: 7.15% to 8.92%) per annum.

#### 13 CONTINGENCIES AND COMMITMENTS

**13.1 Contingencies**

There are no contingencies and commitment except as disclosed in the annual audited financial statement as at June 30, 2018.
13.2 Commitments

| Letters of credit for import of raw material | 1,020,655,944 |
| Bank guarantee in favour of Excise and Taxation department relating to anti-dumping and infrastructure cess | 122,000,000 |

<table>
<thead>
<tr>
<th>Note</th>
<th>December 31, 2018</th>
<th>December 31, 2017</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>(Audited)</td>
<td>(Un-audited)</td>
</tr>
</tbody>
</table>

14 SALES - NET

<table>
<thead>
<tr>
<th></th>
<th>Half year ended</th>
<th>Quarter ended</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>December 31, 2018</td>
<td>December 31, 2017</td>
</tr>
<tr>
<td></td>
<td>(Rs. in lakhs)</td>
<td>(Rs. in lakhs)</td>
</tr>
<tr>
<td>Local sales</td>
<td>1,788,685,923</td>
<td>1,390,693,450</td>
</tr>
<tr>
<td>Export sales</td>
<td>3,269,436</td>
<td>47,123,559</td>
</tr>
<tr>
<td></td>
<td>1,791,955,359</td>
<td>1,437,817,009</td>
</tr>
<tr>
<td>Less: sales tax</td>
<td>253,215,306</td>
<td>203,776,523</td>
</tr>
<tr>
<td></td>
<td>1,538,740,053</td>
<td>1,234,040,486</td>
</tr>
</tbody>
</table>

14.1 The exports are made to Middle East region amounting to Rs. 3.269 million (2017: 47.123 million).
## Cost of Goods Sold

### Tinplate

<table>
<thead>
<tr>
<th>Description</th>
<th>Half Year Ended</th>
<th>Quarter Ended</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cost of goods manufactured</td>
<td>1,343,325,066</td>
<td>917,723,115</td>
</tr>
<tr>
<td>Finished stocks</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Opening stock</td>
<td>529,527,483</td>
<td>329,450,536</td>
</tr>
<tr>
<td>Purchase of finished goods</td>
<td>271,390,230</td>
<td>311,591,349</td>
</tr>
<tr>
<td>Closing stock</td>
<td>(760,895,315)</td>
<td>(459,934,010)</td>
</tr>
<tr>
<td></td>
<td>40,022,398</td>
<td>181,107,875</td>
</tr>
<tr>
<td></td>
<td>1,383,347,464</td>
<td>79,824,194</td>
</tr>
</tbody>
</table>

### Chromite

<table>
<thead>
<tr>
<th>Description</th>
<th>Half Year Ended</th>
<th>Quarter Ended</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cost of goods manufactured</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Finished stocks</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Opening stock</td>
<td>14,535,745</td>
<td>33,055,479</td>
</tr>
<tr>
<td>Purchase return</td>
<td>-</td>
<td>(20,373,069)</td>
</tr>
<tr>
<td>Closing stock</td>
<td>(14,535,745)</td>
<td>(9,960,221)</td>
</tr>
<tr>
<td></td>
<td>-</td>
<td>2,722,189</td>
</tr>
<tr>
<td></td>
<td>-</td>
<td>2,722,189</td>
</tr>
<tr>
<td></td>
<td>1,383,347,464</td>
<td>878,484,608</td>
</tr>
</tbody>
</table>

(Rupees)
### 15.1 Cost of goods manufactured - Tinplate

<table>
<thead>
<tr>
<th>Item</th>
<th>Half year ended</th>
<th>Quarter ended</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>December 31, 2018</td>
<td>December 31, 2017</td>
</tr>
<tr>
<td>Raw material consumed</td>
<td>1,215,902,805</td>
<td>810,939,461</td>
</tr>
<tr>
<td>Salaries, wages and benefits</td>
<td>62,259,904</td>
<td>54,171,452</td>
</tr>
<tr>
<td>Stores and spares consumed</td>
<td>9,781,199</td>
<td>1,694,730</td>
</tr>
<tr>
<td>Packing material</td>
<td>488,041</td>
<td>719,562</td>
</tr>
<tr>
<td>Fuel and power</td>
<td>31,685,430</td>
<td>25,937,605</td>
</tr>
<tr>
<td>Sorting, slitting and cutting charges</td>
<td>1,873,226</td>
<td>2,214,060</td>
</tr>
<tr>
<td>Insurance</td>
<td>2,115,415</td>
<td>2,250,748</td>
</tr>
<tr>
<td>Repairs and maintenance</td>
<td>600,073</td>
<td>724,051</td>
</tr>
<tr>
<td>Rent, rates and taxes</td>
<td>878,460</td>
<td>786,050</td>
</tr>
<tr>
<td>Vehicles running and maintenance</td>
<td>1,130,450</td>
<td>881,263</td>
</tr>
<tr>
<td>Printing and stationery</td>
<td>233,050</td>
<td>134,819</td>
</tr>
<tr>
<td>Communication</td>
<td>673,317</td>
<td>251,973</td>
</tr>
<tr>
<td>Travelling and conveyance</td>
<td>1,770,725</td>
<td>1,504,329</td>
</tr>
<tr>
<td>Entertainment</td>
<td>120,521</td>
<td>55,005</td>
</tr>
<tr>
<td>Depreciation</td>
<td>12,351,764</td>
<td>13,028,199</td>
</tr>
<tr>
<td>Transportation</td>
<td>315,759</td>
<td>352,232</td>
</tr>
<tr>
<td>Canning / Printing</td>
<td>12,877</td>
<td>1,510,570</td>
</tr>
<tr>
<td>Other manufacturing overheads</td>
<td>1,130,450</td>
<td>566,556</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>1,343,325,066</strong></td>
<td><strong>917,723,115</strong></td>
</tr>
</tbody>
</table>
16 EARNING PER SHARE

- Basic and diluted
There is no dilutive effect of basic earning per share of the Company, which is computed as under:

<table>
<thead>
<tr>
<th></th>
<th>Half year ended</th>
<th>Quarter ended</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>December 31, 2018</td>
<td>December 31, 2017</td>
</tr>
<tr>
<td>Profit for the period (Rupees)</td>
<td>33,263,325</td>
<td>31,134,458</td>
</tr>
<tr>
<td>Basic earning per share</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Weighted average number of ordinary shares outstanding during the period</td>
<td>210,888,222</td>
<td>78,520,127</td>
</tr>
<tr>
<td>Basic earning per share (Rupee)</td>
<td>0.16</td>
<td>0.30</td>
</tr>
</tbody>
</table>

17 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:

17.1 Details of outstanding balances with related parties are as follows:

<table>
<thead>
<tr>
<th>Relationship with the Company</th>
<th>Nature of transactions</th>
<th>December 31, 2018</th>
<th>December 31, 2017</th>
<th>December 31, 2018</th>
<th>December 31, 2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Associated company Siddiqsons Limited</td>
<td>Purchases of goods &amp; Services</td>
<td>1,792,726</td>
<td>460,932</td>
<td>1,792,726</td>
<td>460,932</td>
</tr>
<tr>
<td>Key management personnel</td>
<td>Short-term employee benefit</td>
<td>23,648,782</td>
<td>17,066,620</td>
<td>17,161,049</td>
<td>10,578,887</td>
</tr>
<tr>
<td></td>
<td>Post-employment benefit</td>
<td>875,030</td>
<td>833,898</td>
<td>612,082</td>
<td>570,950</td>
</tr>
<tr>
<td></td>
<td>Loan from director</td>
<td>175,000,000</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td>Purchase of Land</td>
<td>150,000,000</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
</tbody>
</table>
18 FAIR VALUE OF FINANCIAL INSTRUMENTS

The table below analyses financial instrument carried at fair value, by valuation method. The different levels have been defined as follows:

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - Inputs other than quoted prices included within level 1 that are observable for the asset or the liability, either directly (that is, as prices) or indirectly (that is, derived from prices).

Level 3 - Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

The following table presents the Company’s financial assets which are carried at fair value:

<table>
<thead>
<tr>
<th>December 31, 2018</th>
<th>Level 1</th>
<th>Level 2</th>
<th>Level 3</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Financial assets - at fair value</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>- Held for trading</td>
<td>359,398</td>
<td>-</td>
<td>-</td>
<td>359,398</td>
</tr>
<tr>
<td></td>
<td>359,398</td>
<td>-</td>
<td>-</td>
<td>359,398</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>June 30, 2018</th>
<th>Level 1</th>
<th>Level 2</th>
<th>Level 3</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Financial assets - at fair value</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>- Held for trading</td>
<td>405,877</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td>405,877</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
</tbody>
</table>

There were no transfers between levels during the period.

There were no changes in valuation technique during the period.
19 COMPARATIVE INFORMATION

Corresponding figures have been rearranged and regrouped where necessary for the purpose of comparison. However, no significant changes have been made.

20 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information has been approved and authorized for issue by the Board of Directors of the Company on February 28, 2019.

CHIEF FINANCIAL OFFICER          DIRECTOR          CHIEF EXECUTIVE OFFICER
Be aware, Be alert, Be safe
Learn about investing at www.jamapunji.pk

Key features:
- Licensed Entities Verification
- Scam meter*
- Jamapunji games*
- Tax credit calculator*
- Company Verification
- Insurance & Investment Checklist
- FAQs Answered
- Stock trading simulator (based on live feed from KSE)
- Knowledge center
- Risk profiler*
- Financial calculator
- Subscription to Alerts (event notifications, corporate and regulatory actions)
- Jamapunji application for mobile device
- Online Quizzes

*Mobile apps are also available for download for android and ios devices
Siddiqsons Tin Plate Limited
A Siddiqsons Group Company

Registered Office: Ocean Tower, 27th Floor,
G-3, Block 9, Scheme # 5,
Main Clifton Road, Karachi.
Tel : +9221-35166371-4

Plant: Plot # 5, Special Industrial Zone,
Winder, Distt. Lasbela, LIEIA, Baluchistan.

www.siddiqsonstinplate.com