



of Companies

FIRST QUARTERLY
ACCOUNTS 2023-2024
(UN - AUDITED)

UMER GROUP OF COMPANIES

BLESSED TEXTILES LIMITED



Vision

A leader company maintaining an excellent level of ethical and professional standards.



Mission Statement

To become an exceptional manufacturer of textile products global market.

Directors' Review

On behalf of the board of directors of Blessed Textiles Limited, I am pleased to present the unaudited condensed interim financial statements for the first quarter ended September 30, 2023.

Significant Financial Performance for the First Quarter Ended September 30, 2023;

Loss after tax for the first quarter ended September 30, 2023 is PKR 281.357 million as compared to the profit after tax amounting PKR 326.769 million in the corresponding period September 30, 2022.

Loss per share for the first quarter ended September 30, 2023 is PKR (43.74) (Sept 30 2022: EPS PKR 50.80).

Break-up value of the share as on September 30, 2023 is PKR 1,455.79 (June 30, 2023: PKR 1,499.53).

The current ratio as on September 30, 2023 is 1.58 (June 30, 2023:1.59).

Challenges for Textile Industry

The textile is Pakistan's largest manufacturing industry, accounting for a sizable portion of the country's GDP, employments and inflow of foreign exchange in the country. The textile industry is vertically integrated, with operations spanning the whole textile value chain, from cotton ginning to finished products in the form fashion apparel, bed sheets, draperies and blankets. However, the sector is confronted with a number of issues, including high energy costs, high borrowing cost and fierce competition from other textile-producing countries.

The regional competitors have clear advantage over Pakistan as far as energy and borrowing costs are concerned hence, their pricing is more competitive to the foreign buyers as compared to Pakistan. Besides, the availability of raw cotton in the country is also a challenging in recent past since we have relied on import for procurement of raw cotton from USA, Brazil, Australia, South Africa, Turkey, Egypt etc.

It seems that year 2023 will be comparatively more challenging for textile industry as global recession, energy shortages, high costs, and declining orders of low-cost garments took their toll on Pakistani textiles. They global inflation reduces consumer demand with large textiles henceforth, forcing buyers to cut back on fashion purchases or choose for less expensive alternatives as their energy and grocery prices rose.

Fortunately, cotton production seems significant growth in Pakistan and it's anticipated that it can reach upto up to 8.5 million bales during the 2023-24 season. Though, State Bank of Pakistan's have maintained the benchmark interest rate at 22 percent, it's likely that the policy rate will go down in next MPC meeting since the inflation easing down to 27.40 percent in August 23 from 37.97 percent in May 2023.

We recommend that government should devise lucrative polices for industrial sector to promote renewal energy initiatives as solar energy is well-suited to the textile industry, as it can be used to power machines and equipment used in the production process. It will lighten the carbon footprint of the nation's power generation activities while reducing dependency on imported fuels.

Acknowledgement

The Board highly appreciates the contribution of employees, bankers, corporate regulators, stakeholders and other government authorities for their continuous support.

On behalf of the Board



Muhammad Shaheen

(Director)

Dated: 27th October, 2023



Mohammad Salim

(Director)

Since the CEO is unavailable in Pakistan, the financial statements and director's review have been signed by two directors.
Blessed Textiles Limited

BLESSED TEXTILES LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2023

	Note	30-Sep-23 Rupees [Un-audited]	30-Jun-23 Rupees [Audited]
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital		65,000,000	65,000,000
Issued share capital		64,320,000	64,320,000
General reserve		7,000,000,000	7,000,000,000
Loan from directors and sponsors	6	102,660,500	102,660,500
Retained earnings		2,196,634,289	2,477,991,507
TOTAL EQUITY		9,363,614,789	9,644,972,007
LIABILITIES			
NON-CURRENT LIABILITIES			
Long term finances		4,318,822,555	4,452,609,765
Long term payables	7	697,199,655	676,623,553
Employees retirement benefits		254,776,780	235,492,661
Deferred taxation		269,132,925	269,132,925
Deferred grant		61,696,215	65,937,572
		5,601,628,130	5,699,796,476
CURRENT LIABILITIES			
Trade and other payables		1,858,275,255	1,675,260,606
Unclaimed dividend		8,598,269	8,613,908
Accrued interest/profit		693,997,938	629,628,589
Short term borrowings		8,575,218,311	9,243,031,713
Current portion of non-current liabilities		427,510,878	368,669,904
		11,563,600,651	11,925,204,720
TOTAL LIABILITIES		17,165,228,781	17,625,001,196
CONTINGENCIES AND COMMITMENTS	8	-	-
TOTAL EQUITY AND LIABILITIES		26,528,843,570	27,269,973,203

The annexed notes from 1 to 17 form an integral part of these interim financial statements.



Director



Chief Financial Officer



Director

BLESSED TEXTILES LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2023

	<i>Note</i>	30-Sep-23 <i>Rupees</i> [Un-audited]	30-Jun-23 <i>Rupees</i> [Audited]
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	9	8,173,569,593	8,313,996,317
Long term deposits		50,441,329	50,441,329
		8,224,010,922	8,364,437,646
CURRENT ASSETS			
Stores and spares		224,555,429	219,827,850
Stock in trade		12,350,792,861	13,817,307,187
Trade receivables		3,117,403,694	2,343,689,065
Short term deposits		594,090,577	389,590,577
Advances, prepayments and other receivables		265,496,041	215,319,703
Sales tax refundable/adjustable		662,071,605	1,126,810,553
Advance income tax/income tax refundable		273,086,039	311,363,436
Cash and bank balances		817,336,402	481,627,186
		18,304,832,648	18,905,535,557
TOTAL ASSETS		26,528,843,570	27,269,973,203

The annexed notes from 1 to 17 form an integral part of these interim financial statements.



Director



Chief Financial Officer



Director

BLESSED TEXTILES LIMITED

STATEMENT OF PROFIT OR LOSS FOR THE THREE MONTHS PERIOD ENDED 30 SEPTEMBER 2023

	Note	30-Sep-23 Rupees	30-Sep-22 Rupees
Revenue from contracts with customers - net		7,916,765,215	5,413,974,764
Cost of sales		(7,290,313,329)	(4,816,149,248)
Gross profit		626,451,886	597,825,516
Selling and distribution expenses		(112,210,685)	(137,613,004)
Administrative expenses		(67,621,613)	(63,847,493)
Other expenses		-	(28,334,358)
		(179,832,298)	(229,794,855)
Impairment reversals for expected credit losses		5,253,515	94,367,492
		451,873,103	462,398,153
Other income		39,426,667	11,797,549
Operating profit		491,299,770	474,195,702
Finance cost		(655,165,377)	(67,598,673)
(Loss) / profit before taxation		(163,865,607)	406,597,029
Provision for taxation	10	(117,491,611)	(79,828,449)
(Loss) / profit after taxation		(281,357,218)	326,768,580
(Loss) / earnings per share - basic and diluted		(43.74)	50.80

The annexed notes from 1 to 17 form an integral part of these interim financial statements.



Director



Chief Financial Officer



Director

BLESSED TEXTILES LIMITED

STATEMENT OF COMPREHENSIVE INCOME FOR THE THREE MONTHS PERIOD ENDED 30 SEPTEMBER 2023

	30-Sep-23	30-Sep-22
	Rupees	Rupees
Other comprehensive income	-	-
(Loss) / profit after taxation	(281,357,218)	326,768,580
Total comprehensive income	(281,357,218)	326,768,580

The annexed notes from 1 to 17 form an integral part of these interim financial statements.



Director



Chief Financial Officer



Director

BLESSED TEXTILES LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE THREE MONTHS PERIOD ENDED 30 SEPTEMBER 2023

	Issued share capital <i>Rupees</i>	General reserve <i>Rupees</i>	Loan from directors and sponsors <i>Rupees</i>	Retained earnings <i>Rupees</i>	Total equity <i>Rupees</i>
As at 01 July 2022 - [Audited]	64,320,000	7,000,000,000	-	1,952,231,183	9,016,551,183
Comprehensive income					
Profit after taxation	-	-	-	326,768,580	326,768,580
Other comprehensive income	-	-	-	-	-
Total comprehensive income	-	-	-	326,768,580	326,768,580
As at 30 September 22	64,320,000	7,000,000,000	-	2,278,999,763	9,343,319,763
As at 01 July 2023 - [Audited]	64,320,000	7,000,000,000	102,660,500	2,477,991,507	9,644,972,007
Comprehensive income					
Loss after taxation	-	-	-	(281,357,218)	(281,357,218)
Other comprehensive income	-	-	-	-	-
Total comprehensive income	-	-	-	(281,357,218)	(281,357,218)
As at 30 September 23	64,320,000	7,000,000,000	102,660,500	2,196,634,289	9,363,614,789

The annexed notes from 1 to 17 form an integral part of these interim financial statements.



Director



Chief Financial Officer



Director

BLESSED TEXTILES LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS [UN-AUDITED] FOR THE THREE MONTHS PERIOD ENDED 30 SEPTEMBER 2023

	Note	30-Sep-23	30-Sep-22
		Rupees	Rupees
CASH FLOW FROM OPERATING ACTIVITIES			
Cash generated from / (used in) operations	11	1,791,897,009	599,492,615
Payments for:			
Employees retirement benefits		(5,525,881)	(4,258,645)
Interest/profit on borrowings		(563,392,788)	(17,035,631)
Income tax		(79,214,214)	(79,208,275)
Net cash generated from / (used in) operating activities		1,143,764,126	498,990,064
CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(61,038,276)	(794,030,178)
Proceeds from disposal of property, plant and equipment		-	-
Long term deposits		-	(2,967,744)
Net cash used in investing activities		(61,038,276)	(796,997,922)
CASH FLOW FROM FINANCING ACTIVITIES			
Long term finances obtained		-	670,169,363
Repayment of long term finances		(79,187,593)	(101,023,545)
Net increase in short term borrowings		(667,813,402)	(2,081,803,555)
Dividend paid		(15,639)	(88,343)
Net cash used in financing activities		(747,016,634)	(1,512,746,080)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS		335,709,216	(1,810,753,938)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		481,627,186	2,578,010,074
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		817,336,402	767,256,136

The annexed notes from 1 to 17 form an integral part of these interim financial statements.



Director



Chief Financial Officer



Director

BLESSED TEXTILES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED] FOR THE THREE MONTHS PERIOD ENDED 30 SEPTEMBER 2023

1 LEGAL STATUS AND OPERATIONS

Blessed Textiles Limited [the Company] was incorporated in Pakistan as a Public Limited Company under the repealed Companies Ordinance, 1984 and is listed on Pakistan Stock Exchange Limited. The Company is primarily engaged in the manufacture and sale of yarn and woven fabric, however, it is also engaged in the generation of electricity for self consumption. The registered office of the Company is situated at Umer House, 23/1, Sector 23, S.M. Farooq Road, Korangi Industrial Area, Karachi. The manufacturing facility is located at 18 KM, Feroze Wattoan, Sheikhpura Road, District Sheikhpura in the province of Punjab.

2 BASIS OF PREPARATION

These interim financial statements are un-audited and have been presented in condensed form and do not include all the information as is required to be provided in a full set of annual financial statements. These interim financial statements should be read in conjunction with the audited financial statements of the Company for the year ended 30 June 2023.

2.1 Statement of compliance

These interim financial statements have been prepared in accordance with the 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 comprises of:

- International Accounting Standard 34 - Interim Financial Reporting, issued by International Accounting Standards Board [IASB] as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017

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.

2.2 Basis of measurement

These interim financial statements have been prepared on the historical cost basis except for the following items, which are measured on an alternative basis as at the reporting date.

Items	Measurement basis
Financial liabilities	Amortized cost
Financial assets	Fair value/amortized cost
Employee retirement benefits	Present value

2.3 Judgments, estimates and assumptions

The preparation of interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions and judgements are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which forms the basis of making judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.

2.4 Functional currency

These interim financial statements have been prepared in Pak Rupees which is the Company's functional currency. The amounts reported in these interim financial statements have been rounded to the nearest Rupees unless specified otherwise.

2.5 Date of authorisation for issue

These interim financial statements have been approved by the Board of Directors of the Company and authorized for issue on 27 October 2023.

3 NEW AND REVISED STANDARDS, INTERPRETATIONS AND AMENDMENTS EFFECTIVE DURING THE PERIOD.

The following new and revised standards, interpretations and amendments are effective in the current period but are either not relevant to the Company or their application does not have any material impact on the interim financial statements of the Company other than presentation and disclosures, except as stated otherwise.

3.1 Reference to the Conceptual Framework (Amendments to IFRS 3 - Business Combinations)

The amendments update an outdated reference to the Conceptual Framework in IFRS 3 without significantly changing the requirements in the standard.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED] FOR THE THREE MONTHS PERIOD ENDED 30 SEPTEMBER 2023

3.2 Property, Plant and Equipment - Proceeds before Intended Use (Amendments to IAS 16 - Property, Plant and Equipment)

The amendments prohibit deducting from the cost of an item of property, plant and equipment any proceeds from selling items produced while bringing that asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Instead, an entity recognises the proceeds from selling such items, and the cost of producing those items, in profit or loss.

3.3 Onerous Contracts - Cost of Fulfilling a Contract (Amendments to IAS 37 - Impairment of Assets)

The amendments specify that the 'cost of fulfilling' a contract comprises the 'costs that relate directly to the contract'. Costs that relate directly to a contract can either be incremental costs of fulfilling that contract (examples would be direct labour, materials) or an allocation of other costs that relate directly to fulfilling contracts (an example would be the allocation of the depreciation charge for an item of property, plant and equipment used in fulfilling the contract).

3.4 Annual Improvements to IFRS Standards 2018–2020

The annual improvements have made amendments to the following standards:

- **IFRS 1 - First Time Adoption of International Financial Reporting Standards** - The amendment permits a subsidiary that applies paragraph D16(a) of IFRS 1 to measure cumulative translation differences using the amounts reported by its parent, based on the parent's date of transition to IFRSs.
- **IFRS 9 - Financial Instruments** - The amendment clarifies which fees an entity includes when it applies the '10 per cent' test in paragraph B3.3.6 of IFRS 9 in assessing whether to derecognise a financial liability. An entity includes only fees paid or received between the entity (the borrower) and the lender, including fees paid or received by either the entity or the lender on the other's behalf.
- **IFRS 16 - Leases** - The amendment to Illustrative Example 13 accompanying IFRS 16 removes from the example the illustration of the reimbursement of leasehold improvements by the lessor in order to resolve any potential confusion regarding the treatment of lease incentives that might arise because of how lease incentives are illustrated in that example.
- **IAS 41 - Agriculture** - The amendment removes the requirement in paragraph 22 of IAS 41 for entities to exclude taxation cash flows when measuring the fair value of a biological asset using a present value technique.

4 NEW AND REVISED STANDARDS, INTERPRETATIONS AND AMENDMENTS NOT YET EFFECTIVE.

The following standards, interpretations and amendments are in issue which are not effective as at the reporting date and have not been early adopted by the Company.

	Effective date (annual periods beginning on or after)
Sale or contribution of assets between an Investor and its Associate or Joint Venture (Amendments to IFRS 10 - Consolidated Financial Statements and IAS 28 - Investments in Associates and Joint Ventures).	Deferred Indefinitely
Disclosure of Accounting Policies (Amendments to IAS 1 - Presentation of Financial Statements and IFRS Practice Statement 2 - Making Materiality Judgements)	01 January 2023
Definition of Accounting Estimates (Amendments to IAS 8 - Accounting Policies, Changes in Accounting Estimates and Errors)	01 January 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments to IAS 12 - Income Taxes)	01 January 2023
Classification of Liabilities as Current or Non-Current (Amendments to IAS 1 - Presentation of Financial Statements).	01 January 2024
Lease Liability in a Sale and Leaseback (Amendments to IFRS 16 - Leases)	01 January 2024

	Effective date (annual periods beginning on or after)
Non-current Liabilities with Covenants (Amendments to IAS 1 - Presentation of Financial Statements)	01 January 2024

Other than afore mentioned standards, interpretations and amendments, IASB has also issued the following standards which have not been notified by the Securities and Exchange Commission of Pakistan ['SECP']:

- IFRS 1 - First Time Adoption of International Financial Reporting Standards
- IFRS 17 - Insurance contracts

The Company intends to adopt these new and revised standards, interpretations and amendments on their effective dates, subject to, where required, notification by Securities and Exchange Commission of Pakistan under section 225 of the Companies Act, 2017 regarding their adoption. The management anticipates that the adoption of the above standards, amendments and interpretations in future periods, will not have a material impact on the Company's financial statements other than in presentation/disclosures.

BLESSED TEXTILES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED] FOR THE THREE MONTHS PERIOD ENDED 30 SEPTEMBER 2023

5 ACCOUNTING POLICIES AND METHODS OF COMPUTATION

The accounting policies and methods of computation adopted in the preparation of these interim financial statements are the same as those applied in the preparation of preceding annual financial statements of the Company for the year ended 30 June 2023.

6 LOAN FROM DIRECTORS AND SPONSORS

This represents loan obtained from directors and sponsors. These are unsecured, interest free and payable at the discretion of the Company. These loans are presented as equity as per "Technical Release 32 - Accounting for Directors' Loan" issued by The Institute of Chartered Accountants of Pakistan.

	30-Sep-23	30-Jun-23
	<i>Rupees</i>	<i>Rupees</i>
	[Un-audited]	[Audited]
7 LONG TERM PAYABLES		
Infrastructure Cess	591,266,174	570,690,072
Gas Infrastructure Development Cess	105,933,481	105,933,481
	697,199,655	676,623,553

8 CONTINGENCIES AND COMMITMENTS

8.1 Contingencies

8.1.1 Various banking companies have discounted receivables of the Company as detailed below:

	30-Sep-23	30-Jun-23
	<i>Rupees</i>	<i>Rupees</i>
	[Un-audited]	[Audited]
Bills discounted	2,001,000,000	2,069,000,000

8.1.2 There is no significant change in the status of remaining contingencies since 30 June 2023.

8.2 Commitments

	30-Sep-23	30-Jun-23
	<i>Rupees</i>	<i>Rupees</i>
	[Un-audited]	[Audited]
8.2.1 Commitments under irrevocable letters of credit:	688,403,506	461,552,029

8.2.2 Commitments under ijarah contracts

The aggregated amount of ujarah payments for ijarah financing and the period in which these payments will become due are as follows:

	Note	30-Sep-23	30-Jun-23
		<i>Rupees</i>	<i>Rupees</i>
		[Un-audited]	[Audited]
- payments not later than one year		17,145,612	17,546,257
- payments later than one year		46,672,681	50,959,084
		63,818,293	68,505,341

9 PROPERTY, PLANT AND EQUIPMENT

Operating fixed assets	9.1	7,509,250,045	7,710,715,045
Capital work in progress		664,319,548	603,281,272
		8,173,569,593	8,313,996,317

9.1 Operating fixed assets

Net book value at the beginning of the period/year	7,710,715,045	3,830,370,203
Additions during the period/year		

BLESSED TEXTILES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED] FOR THE THREE MONTHS PERIOD ENDED 30 SEPTEMBER 2023

Freehold land	-	1,691,100
Factory buildings	-	1,178,711,235
Plant and machinery	-	2,897,198,758
Electric installation	-	271,123,046
Vehicles	-	121,530
	-	4,348,845,669
Net book value of assets disposed during the period/year	-	(11,144,066)
Depreciation for the period/year	(201,465,000)	(457,356,761)
Net book value at the end of the period/year	7,509,250,045	7,710,715,045

	Note	Three months period ended	
		30-Sep-23	30-Sep-22
		Rupees	Rupees
		[Un-audited]	[Un-audited]
10 PROVISION FOR TAXATION			
Current taxation			
- for current year	10.1	117,491,611	79,828,449
- for prior years	-	-	-
		117,491,611	79,828,449
Deferred taxation	10.2	-	-
		-	-
		117,491,611	79,828,449

10.1 Provision for current tax has been in accordance with the requirements of section 113 and 169 of the Income Tax Ordinance, 2001.

10.2 No provision for deferred tax has been made as the impact of the same is considered immaterial.

	Note	Three months period ended	
		30-Sep-23	30-Sep-22
		Rupees	Rupees
		[Un-audited]	[Un-audited]
11 CASH USED IN OPERATIONS			
(Loss) / profit before taxation		(163,865,607)	406,597,029
Adjustments for non-cash and other items			
Finance cost		627,762,135	67,598,673
Impairment reversals for expected credit losses		(5,253,515)	(94,367,492)
Provision for employees retirement benefits		24,810,000	15,900,000
Depreciation		201,465,000	102,000,000
		848,783,620	91,131,181
Operating profit before changes in working capital		684,918,013	497,728,210
Changes in working capital			
Stores and spares		(4,727,579)	(46,702,081)
Stock in trade		1,466,514,326	130,464,757
Trade receivables		(768,461,114)	(243,032,753)
Short term deposits		(204,500,000)	(40,000,000)
Advances and other receivables		(50,176,338)	144,215,296
Sales tax refundable		464,738,948	(75,865,367)
Trade and other payables		183,014,649	213,829,327
Long term payables		20,576,104	18,855,226
		1,106,978,996	101,764,405
Net cash generated from operations		1,791,897,009	599,492,615

12 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Related parties from the Company's perspective comprise associated companies, key management personnel and sponsors. Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly, and includes the Chief Executive and Directors of the Company. The details of Company's related parties, with whom the Company had transactions during the period or has balances outstanding as at the reporting date are as follows:

BLESSED TEXTILES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED] FOR THE THREE MONTHS PERIOD ENDED 30 SEPTEMBER 2023

Name of related party	Nature of relationship	Basis of relationship	Aggregate %age of shareholding in the Company
Faisal Spinning Mills Limited	Associated company	Common directorship	18.49%
Bhanero Textiles Mills Limited	Associated company	Common directorship	0.00%
Bhanero Energy Limited	Associated company	Common directorship	0.00%
Admiral (Private) Limited	Associated company	Common directorship	0.00%
Mohammad Amin	Key management personnel	Chief executive officer	4.39%
Adil Shakeel	Key management personnel	Director	4.12%
Mohammad Shaheen	Key management personnel	Director	1.07%
Hamza Shakeel	Sponsors	Shareholding	4.12%
Faisal Shakeel	Sponsors	Shareholding	4.12%
Nazli Begum	Sponsors	Shareholding	3.66%

Transactions with sponsors are limited to provision of long term loans to the Company. Transactions with key management personnel are limited to provision of long term loans to the Company and payment of short term employee benefits only. The Company in the normal course of business carries out various transactions with associated companies and continues to have a policy whereby all such transactions are carried out on commercial terms and conditions which are equivalent to those prevailing in an orderly transaction between market participants at the date of transaction.

Detail of transactions and balances with related parties is as follows:

		30-Sep-23	30-Sep-22
		<i>Rupees</i>	<i>Rupees</i>
		[Un-audited]	[Un-audited]
12.1	Transactions with related parties		
	Nature of relationship		
	Nature of transaction		
	Associated companies		
	Purchases	64,289,992	40,033,196
	Sales	1,291,987,029	1,173,346,372
	Service received	154,500	77,250
	Purchase of electricity	590,731	858,034
	Key management personnel		
	Short term employee benefits	7,800,000	7,800,000
		29-Jun-24	30-Jun-23
		<i>Rupees</i>	<i>Rupees</i>
		[Un-audited]	[Audited]
12.2	Balances with related parties		
	Nature of relationship		
	Nature of balance		
	Sponsors	80,546,600	80,546,600
	Key management personnel	22,113,900	22,113,900
13	FINANCIAL INSTRUMENTS		
	The carrying amounts of the Company's financial instruments by class and category are as follows:		
		30-Sep-23	30-Jun-23
		<i>Rupees</i>	<i>Rupees</i>
		[Un-audited]	[Audited]
13.1	Financial assets		
	Financial assets at amortized cost		
	Long term deposits	50,441,329	50,441,329
	Trade receivables	3,117,403,694	2,343,689,065
	Advances to employees	13,803,223	13,950,327
	Security deposits	594,090,577	389,590,577
	Bank balances	817,336,402	479,151,450
		4,593,075,225	3,276,822,748

BLESSED TEXTILES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED] FOR THE THREE MONTHS PERIOD ENDED 30 SEPTEMBER 2023

13.2 Financial liabilities

Financial liabilities at amortized cost

Long term finances	4,746,333,433	3,407,093,079
Short term borrowings	8,575,218,311	9,243,031,713
Accrued interest	693,997,938	629,628,589
Trade creditors	1,074,933,585	896,304,069
Accrued liabilities	426,929,153	483,956,971
Unclaimed dividend	8,598,269	8,613,908
	15,526,010,689	14,668,628,329

14 SEGMENT REPORTING

Information reported to the Company's chief operating decision maker for the purpose of resource allocation and assessment of segment performance is focused on type of goods supplied. The Company's reportable segments are therefore as follows:

Segment	Product
Spinning	Yarn
Weaving	Fabric

Information regarding Company's reportable segments is presented below.

	30-Sep-23		
	Spinning Rupees (Un-audited)	Weaving Rupees (Un-audited)	Total Rupees (Un-audited)
Revenue from external customers	6,362,145,765	1,554,619,450	7,916,765,215
Inter-segment transfers	52,913,422	-	52,913,422
Segment results	252,947,186	193,672,402	446,619,588

	30-Sep-22		
	Spinning Rupees (Un-audited)	Weaving Rupees (Un-audited)	Total Rupees (Un-audited)
Revenue from external customers	4,379,066,515	1,034,908,249	5,413,974,764
Inter-segment transfers	87,267,500	-	87,267,500
Segment results	294,735,495	101,629,524	396,365,019

	30-Sep-23			
	Spinning Rupees (Un-audited)	Weaving Rupees (Un-audited)	Un-allocated Rupees (Un-audited)	Total Rupees (Un-audited)
Segment assets	22,214,386,348	3,990,929,854	323,527,368	26,528,843,570

	30-Jun-23 [Audited]			
	Spinning Rupees (Audited)	Weaving Rupees (Audited)	Un-allocated Rupees (Audited)	Total Rupees (Audited)
Segment assets	23,957,158,427	2,951,010,011	361,804,765	27,269,973,203

	30-Sep-23			
	Spinning Rupees (Un-audited)	Weaving Rupees (Un-audited)	Un-allocated Rupees (Un-audited)	Total Rupees (Un-audited)
Segment liabilities	1,670,861,200	912,242,504	14,582,125,077	17,165,228,781

BLESSED TEXTILES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED] FOR THE THREE MONTHS PERIOD ENDED 30 SEPTEMBER 2023

	30-Jun-23 [Audited]			
	Spinning Rupees (Audited)	Weaving Rupees (Audited)	Un-allocated Rupees (Audited)	Total Rupees (Audited)
Segment liabilities	1,542,194,559	818,034,275	15,264,772,362	17,625,001,196

14.1 Reconciliation of Reportable segment information

14.1.1 Segment Profit or Loss

	30-Sep-23			
	Spinning Rupees (Audited)	Weaving Rupees (Audited)	Un-allocated Rupees (Audited)	Total Rupees (Audited)
Total reportable segments	252,947,186	193,672,402		446,619,588
Unallocated items				
Impairment reversals for repected creit losses				5,253,515
other income				39,426,667
Finance Cost				(655,165,377)
	252,947,186	193,672,402	-	(163,865,607)

	30-Sep-22			
	Spinning Rupees (Audited)	Weaving Rupees (Audited)	Un-allocated Rupees (Audited)	Total Rupees (Audited)
Total reportable segments	294,735,495	101,629,524		396,365,019
Unallocated items				
Other expenes				(28,334,358)
Impairment reversals for repected creit losses				94,367,492
other income				11,797,549
Finance Cost				(67,598,673)
	294,735,495	101,629,524	-	406,597,029

15 EVENTS AFTER THE REPORTING PERIOD

There are no significant events after the reporting period that may require adjustment of and/or disclosure in these interim financial statements.

16 RECOVERABLE AMOUNTS AND IMPAIRMENT

As at the reporting date, recoverable amounts of all assets/cash generating units are equal to or exceed their carrying amounts, unless stated otherwise in these interim financial statements.

17 GENERAL

17.1 There are no other significant activities since 30 June 2023 affecting the interim financial statements.

17.2 Corresponding figures have been re-arranged where necessary to facilitate comparison. However, there are no significant reclassifications during the period.



Director



Chief Financial Officer



Director