



of Companies

**THIRD 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 nine months ended March 31, 2024.

Significant Financial Performance for the Nine Months Ended March 31, 2024

Loss after tax for the nine months ended March 31, 2024 is PKR 1,365.160 million as compared to the profit after tax amounting to PKR 704.475 million in the corresponding period March 31, 2023.

Loss per share is (PKR 212.25) for the nine months ended March 31, 2024 (March 31 2023: EPS PKR 109.52).

Break-up value of the share as on March 31, 2024 is PKR 1,270.78 (June 30, 2023: PKR 1,499.53).

The current ratio as on March 31, 2024 is 1.74 (June 30, 2023:1.59).

Outlook of Textile Sector

The Indus River is the lifeblood of over 80 percent of our agricultural but the extreme heat waves and scorching, dry weather have left us acute scarcity of water impacting our crops in particularly, regions in South Punjab, Sindh, and Balochistan that grow cotton are suffering from drought conditions that impairs the development and yield of cotton plants. The global warming has also adversely impacted the cotton crop in recent past since the erratic rainfall patterns, changes in rainfall patterns, floods can disrupt irrigation schedules and harm cotton growth at crucial stages. The decrease in cotton output cause additional strain on country.

Fortunately, this season our production showed an astounding 8.35 million bales of cotton, a 75 percent increase over last year. The textile sector, which is the main source of export revenue for the nation, has greatly benefited from this upturn, which has also increased its influence on other economic activity.

We suggest following measures to enhance the cotton output in the country:

- The government should take measures to introduce affordable solar technology with drip and sprinkler irrigation. The drip irrigation or sprinkler systems delivers water directly to the plant roots, minimizing evaporation and maximizing water efficiency.
- Planting cotton varieties known for their tolerance to dry conditions though these varieties may have lower yields but survive on less water.
- Early seeding cotton earlier allows plants to benefit from pre-monsoon showers and utilize soil moisture more efficiently.
- The government should offer subsidies on drought-resistant seeds and water-saving technologies to encourage their adoption by farmers. The drone technology may be utilized to foresee and control pest attack on cotton crop.
- Increase the support price on cotton to encourage farmers.
- Government should conduct programs for promoting efficient water management practices and infrastructure development for irrigation system on agriculture land.

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 Amin
(Chief Executive Officer)

Dated: 29th April, 2024



Mohammad Salim
(Director)

BLESSED TEXTILES LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2024

	Note	31-Mar-24 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
Loans from directors and sponsors	4	102,660,500	102,660,500
Retained earnings		1,006,703,569	2,477,991,507
TOTAL EQUITY		8,173,684,069	9,644,972,007
LIABILITIES			
NON-CURRENT LIABILITIES			
Long term finances		3,780,609,919	4,452,609,765
Long term payables	5	718,725,705	676,623,553
Employees retirement benefits		270,768,428	235,492,661
Deferred taxation		224,976,005	269,132,925
Deferred grant		56,663,801	65,937,572
		5,051,743,858	5,699,796,476
CURRENT LIABILITIES			
Trade and other payables		1,498,492,195	1,675,260,606
Unclaimed dividend		8,598,269	8,613,908
Accrued interest/profit		605,911,781	629,628,589
Short term borrowings		4,405,525,521	9,243,031,713
Current portion of non-current liabilities		550,081,997	368,669,904
		7,068,609,763	11,925,204,720
TOTAL LIABILITIES		12,120,353,621	17,625,001,196
CONTINGENCIES AND COMMITMENTS	6	-	-
TOTAL EQUITY AND LIABILITIES		20,294,037,690	27,269,973,203

The annexed notes from 1 to 15 form an integral part of these interim financial statements.



Director



Chief Financial Officer



Chief Executive

BLESSED TEXTILES LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2024

	<i>Note</i>	31-Mar-24	30-Jun-23
		<i>Rupees</i>	<i>Rupees</i>
		[Un-audited]	[Audited]
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	7	7,902,082,633	8,313,996,317
Long term deposits		61,040,989	50,441,329
		7,963,123,622	8,364,437,646
CURRENT ASSETS			
Stores and spares		214,426,836	219,827,850
Stock in trade		6,937,050,321	13,817,307,187
Trade receivables		3,425,506,759	2,343,689,065
Short term deposits		630,090,577	389,590,577
Advances, prepayments and other receivables		191,985,116	215,319,703
Sales tax refundable/adjustable		132,748,993	1,126,810,553
Advance income tax		228,770,209	311,363,436
Cash and bank balances		570,335,257	481,627,186
		12,330,914,068	18,905,535,557
TOTAL ASSETS		20,294,037,690	27,269,973,203

The annexed notes from 1 to 15 form an integral part of these interim financial statements.



Director



Chief Financial Officer



Chief Executive

BLESSED TEXTILES LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS [UN-AUDITED] FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

Note	Nine Months Ended		Three Months Ended	
	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23
	Rupees	Rupees	Rupees	Rupees
Revenue from contracts with customers - net	23,799,917,299	16,759,639,900	8,418,144,890	6,008,784,924
Cost of sales	(22,869,674,189)	(15,024,658,618)	(8,062,039,821)	(5,410,946,660)
Gross profit	930,243,110	1,734,981,282	356,105,069	597,838,264
Selling and distribution expenses	(343,512,051)	(313,586,636)	(134,068,932)	(94,455,325)
Administrative expenses	(215,010,388)	(179,670,159)	(78,212,910)	(61,360,945)
Other expenses	-	(65,978,946)	-	(16,820,706)
	(558,522,439)	(559,235,741)	(212,281,842)	(172,636,976)
Impairment reversals for expected credit losses	5,253,515	94,367,492	-	-
	376,974,186	1,270,113,033	143,823,227	425,201,288
Other income	97,430,719	58,610,123	56,515,148	30,435,324
Operating profit	474,404,905	1,328,723,156	200,338,375	455,636,612
Finance cost	(1,564,447,345)	(377,186,338)	(371,755,566)	(185,730,830)
(Loss) / profit before taxation	(1,090,042,440)	951,536,818	(171,417,191)	269,905,782
Provision for taxation	8 (275,117,498)	(247,061,368)	(48,549,039)	(87,025,060)
(Loss) / profit after taxation	(1,365,159,938)	704,475,450	(219,966,230)	182,880,722
(Loss) / earnings per share - basic and diluted	(212.25)	109.52	(34.20)	28.43

The annexed notes from 1 to 15 form an integral part of these interim financial statements.



Director



Chief Financial Officer



Chief Executive

BLESSED TEXTILES LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME [UN-AUDITED] FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

	Nine months period ended		Three months period ended	
	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23
	<i>Rupees</i>	<i>Rupees</i>	<i>Rupees</i>	<i>Rupees</i>
Other comprehensive income	-	-	-	-
(Loss) / profit after taxation	(1,365,159,938)	704,475,450	(219,966,230)	182,880,722
Total comprehensive (loss) / income	(1,365,159,938)	704,475,450	(219,966,230)	182,880,722

The annexed notes from 1 to 15 form an integral part of these interim financial statements.



Director



Chief Financial Officer



Chief Executive

BLESSED TEXTILES LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

	Issued share capital	General reserve	Loan from directors and sponsors	Retained earnings	Total equity
	Rupees	Rupees	Rupees	Rupees	Rupees
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	-	-	-	704,475,450	704,475,450
Other comprehensive income	-	-	-	-	-
Total comprehensive income	-	-	-	704,475,450	704,475,450
Transaction with owners					
Final dividend @ 330% i.e. Rs. 33.00 per ordinary share	-	-	-	(212,256,000)	(212,256,000)
Other transactions					
Loan received from directors & sponsors	-	-	102,660,500	-	102,660,500
As at 31 March 2023 - [un-audited]	64,320,000	7,000,000,000	102,660,500	2,444,450,633	9,611,431,133
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	-	-	-	(1,365,159,938)	(1,365,159,938)
Other comprehensive income	-	-	-	-	-
Total comprehensive income	-	-	-	(1,365,159,938)	(1,365,159,938)
Transaction with owners					
Final dividend @ 165% i.e. Rs. 16.50 per ordinary share	-	-	-	(106,128,000)	(106,128,000)
As at 31 March 2024 - [un-audited]	64,320,000	7,000,000,000	102,660,500	1,006,703,569	8,173,684,069

The annexed notes from 1 to 15 form an integral part of these interim financial statements.



Director



Chief Financial Officer



Chief Executive

BLESSED TEXTILES LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS [UN-AUDITED] FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

Note	31-Mar-24	31-Mar-23
	Rupees	Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Cash generated from / (used in) operations	9	7,540,688,559
Payments for:		(4,896,251,368)
Employees retirement benefits	(39,154,233)	(24,216,694)
Interest/profit on borrowings	(1,516,321,478)	(96,660,542)
Income tax	(236,681,191)	(451,420,634)
Net cash generated from / (used in) operating activities	5,748,531,657	(5,468,549,238)
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(221,762,571)	(2,336,147,368)
Proceeds from disposal of property, plant and equipment	16,050,000	2,100,000
Long term deposits	(10,599,660)	(2,956,144)
Net cash used in investing activities	(216,312,231)	(2,337,003,512)
CASH FLOW FROM FINANCING ACTIVITIES		
Long term finances obtained	-	1,356,365,446
Repayment of long term finances	(499,861,524)	(277,615,904)
Net (Decrease) / increase in short term borrowings	(4,837,506,192)	5,183,693,205
Loans from directors and sponsors	-	102,660,500
Dividend paid	(106,143,639)	(211,451,623)
Net cash (used in) / generated from financing activities	(5,443,511,355)	6,153,651,624
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	88,708,071	(1,651,901,126)
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	570,335,257	926,108,948

The annexed notes from 1 to 15 form an integral part of these interim financial statements.



Director



Chief Financial Officer



Chief Executive

BLESSED TEXTILES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED] FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

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 29 April 2024.

1 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.

1.1 Disclosure of Accounting Policies (Amendments to IAS 1 - Presentation of Financial Statements and IFRS Practice Statement 2 - Making Materiality Judgements)

The amendments require that an entity discloses its material accounting policies, instead of its significant accounting policies. Further amendments explain how an entity can identify a material accounting policy. Examples of when an accounting policy is likely to be material are added. To support the amendment, the Board has also developed guidance and examples to explain and demonstrate the application of the ‘four-step materiality process’ described in IFRS Practice Statement 2.

BLESSED TEXTILES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED] FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

1.2 Definition of Accounting Estimates (Amendments to IAS 8 - Accounting Policies, Changes in Accounting Estimates and Errors)

The amendments replace the definition of a change in accounting estimates with a definition of accounting estimates. Under the new definition, accounting estimates are "monetary amounts in financial statements that are subject to measurement uncertainty". Entities develop accounting estimates if accounting policies require items in financial statements to be measured in a way that involves measurement uncertainty. The amendments clarify that a change in accounting estimate that results from new information or new developments is not the correction of an error.

1.3 Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments to IAS 12 - Income Taxes)

The amendments clarify that the initial recognition exemption does not apply to transactions in which equal amounts of deductible and taxable temporary differences arise on initial recognition.

1.4 International Tax Reform — Pillar Two Model Rules (Amendments to IAS 12)

The amendments provide a temporary exception to the requirements regarding deferred tax assets and liabilities related to pillar two income taxes.

2 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
IFRS S1 General Requirements for Disclosure of Sustainability-related Financial Information	01 January 2024
IFRS S2 Climate-related Disclosures	01 January 2024
Supplier Finance Arrangements (Amendments to IAS 7 and IFRS 7)	01 January 2024
Lease Liability in a Sale and Leaseback (Amendments to IFRS 16 - Leases)	01 January 2024
Non-current Liabilities with Covenants (Amendments to IAS 1 - Presentation of Financial Statements)	01 January 2024
Lack of Exchangeability (Amendments to IAS 21)	01 January 2024
Classification of Liabilities as Current or Non-Current (Amendments to IAS 1 - Presentation of Financial Statements).	01 January 2025

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.

	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.

3 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.

BLESSED TEXTILES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED] FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

4 LOANS 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.

	31-Mar-24	30-Jun-23
	<i>Rupees</i>	<i>Rupees</i>
	[Un-audited]	[Audited]

5 LONG TERM PAYABLES

Infrastructure Cess	612,792,224	570,690,072
Gas Infrastructure Development Cess	105,933,481	105,933,481
	718,725,705	676,623,553

6 CONTINGENCIES AND COMMITMENTS

6.1 Contingencies

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

	31-Mar-24	30-Jun-23
	<i>Rupees</i>	<i>Rupees</i>
	[Un-audited]	[Audited]
Bills discounted	1,950,000,000	2,069,000,000

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

6.2 Commitments

	31-Mar-24	30-Jun-23
	<i>Rupees</i>	<i>Rupees</i>
	[Un-audited]	[Audited]
8.2.1 Commitments under irrevocable letters of credit:	6,916,746,358	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:

	<i>Note</i>	31-Mar-24	30-Jun-23
		<i>Rupees</i>	<i>Rupees</i>
		[Un-audited]	[Audited]
- payments not later than one year		64,112,208	17,546,257
- payments later than one year		220,793,739	50,959,084
		284,905,947	68,505,341

7 PROPERTY, PLANT AND EQUIPMENT

Operating fixed assets	7.1	7,085,959,160	7,710,715,045
Capital work in progress		816,123,473	603,281,272
		7,902,082,633	8,313,996,317

7.1 Operating fixed assets

Net book value at the beginning of the period/year	7,710,715,045	3,830,370,203
Additions / transfers during the period/year		
Freehold land	-	1,691,100
Factory buildings	-	1,178,711,235
Plant and machinery	793,000	2,897,198,758
Electric installation	-	271,123,046
Vehicles	8,127,370	121,530
	8,920,370	4,348,845,669
Net book value of assets disposed during the period/year	(11,281,255)	(11,144,066)
Depreciation for the period/year	(622,395,000)	(457,356,761)
Net book value at the end of the period/year	7,085,959,160	7,710,715,045

BLESSED TEXTILES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED] FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

	Note	Nine Months Ended	
		31-Mar-24	31-Mar-23
		Rupees	Rupees
		[Un-audited]	[Un-audited]
8	PROVISION FOR TAXATION		
Current taxation			
- for current year	8.1	319,274,418	247,061,368
- for prior years		-	-
		319,274,418	247,061,368
Deferred taxation		(44,156,920)	-
		275,117,498	247,061,368

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

	Nine Months Ended		
	31-Mar-24	31-Mar-23	
	Rupees	Rupees	
	[Un-audited]	[Un-audited]	
9	CASH USED IN OPERATIONS		
(Loss) / profit before taxation	(1,090,042,440)	951,536,818	
Adjustments for non-cash and other items			
Finance cost	1,492,604,668	304,672,212	
Gain on disposal of property, plant and equipment	(4,768,745)	(1,046,601)	
Impairment reversals for expected credit losses	(5,253,515)	(94,367,492)	
Provision for employees retirement benefits	74,430,000	47,700,000	
Depreciation	622,395,000	315,745,000	
	2,179,407,408	572,703,119	
Operating profit before changes in working capital	1,089,364,968	1,524,239,937	
Changes in working capital			
Stores and spares	5,401,014	(35,176,702)	
Stock in trade	6,880,256,866	(4,330,120,691)	
Trade receivables	(1,076,564,179)	(344,345,950)	
Short term deposits	(240,500,000)	(175,500,000)	
Advances and other receivables	23,334,587	(1,304,310,759)	
Sales tax refundable	994,061,560	(333,584,452)	
Trade and other payables	(176,768,411)	5,917,273	
Long term payables	42,102,154	96,629,976	
	6,451,323,591	(6,420,491,305)	
Net cash generated from / (used in) operations	7,540,688,559	(4,896,251,368)	

10 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:

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%

BLESSED TEXTILES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED] FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

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:

		Nine Months Ended	
		31-Mar-24	31-Mar-23
		<i>Rupees</i>	<i>Rupees</i>
		[Un-audited]	[Un-audited]
10.1	Transactions with related parties		
	Nature of relationship		
	Nature of transaction		
	Associated companies		
	Purchases	290,569,501	223,550,285
	Sales	3,747,457,465	3,729,127,544
	Service received	463,500	231,750
	Purchase of electricity	1,062,199	1,472,542
	Sponsors		
	Borrowings obtained	-	80,546,600
	Key management personnel		
	Borrowings obtained	-	22,113,900
	Key management personnel		
	Short term employee benefits	23,400,000	23,400,000
		31-Mar-24	30-Jun-23
		<i>Rupees</i>	<i>Rupees</i>
		[Un-audited]	[Audited]
10.2	Balances with related parties		
	Nature of relationship		
	Nature of balance		
	Sponsors		
	Borrowings	80,546,600	80,546,600
	Key management personnel		
	Borrowings	22,113,900	22,113,900
11	FINANCIAL INSTRUMENTS		
	The carrying amounts of the Company's financial instruments by class and category are as follows:		
		31-Mar-24	30-Jun-23
		<i>Rupees</i>	<i>Rupees</i>
		[Un-audited]	[Audited]
11.1	Financial assets		
	Financial assets at amortized cost		
	Long term deposits	61,040,989	50,441,329
	Trade receivables	3,425,506,759	2,343,689,065
	Advances to employees	12,365,327	13,950,327
	Security deposits	630,090,577	389,590,577
	Bank balances	570,335,257	479,151,450
		4,699,338,909	3,276,822,748
11.2	Financial liabilities		
	Financial liabilities at amortized cost		
	Long term finances	4,330,691,916	3,407,093,079
	Short term borrowings	4,405,525,521	9,243,031,713
	Accrued interest	605,911,781	629,628,589
	Trade creditors	806,084,371	896,304,069
	Accrued liabilities	367,762,676	483,956,971
	Unclaimed dividend	8,598,269	8,613,908
		10,524,574,534	14,668,628,329

BLESSED TEXTILES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED] FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

12 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.

	31-Mar-24		
	Spinning Rupees (Un-audited)	Weaving Rupees (Un-audited)	Total Rupees (Un-audited)
Revenue from external customers	19,514,046,195	4,285,871,104	23,799,917,299
Inter-segment transfers	132,989,112	-	132,989,112
Segment results	162,424	371,558,247	371,720,671

	31-Mar-23		
	Spinning Rupees (Un-audited)	Weaving Rupees (Un-audited)	Total Rupees (Un-audited)
Revenue from external customers	13,608,793,882	3,150,846,018	16,759,639,900
Inter-segment transfers	212,287,352	-	212,287,352
Segment results	947,567,407	294,157,080	1,241,724,487

	31-Mar-24			
	Spinning Rupees (Un-audited)	Weaving Rupees (Un-audited)	Un-allocated Rupees (Un-audited)	Total Rupees (Un-audited)
Segment assets	16,700,841,135	3,303,385,357	289,811,198	20,294,037,690

	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

	31-Mar-24			
	Spinning Rupees (Un-audited)	Weaving Rupees (Un-audited)	Un-allocated Rupees (Un-audited)	Total Rupees (Un-audited)
Segment liabilities	1,515,349,455	795,839,273	9,809,164,893	12,120,353,621

	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

12.1 Reconciliation of Reportable segment information

14.1.1 Segment Profit or Loss

	31-Mar-24			
	Spinning Rupees (Audited)	Weaving Rupees (Audited)	Un-allocated Rupees (Audited)	Total Rupees (Audited)
Total reportable segments	162,424	371,558,247		371,720,671
Unallocated items				
Impairment reversals for expected credit losses				5,253,515
other income				97,430,719
Finance Cost				(1,564,447,345)
	162,424	371,558,247	-	(1,090,042,440)

BLESSED TEXTILES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED] FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

	31-Mar-23			
	Spinning Rupees (Audited)	Weaving Rupees (Audited)	Un-allocated Rupees (Audited)	Total Rupees (Audited)
Total reportable segments	947,567,407	294,157,080		1,241,724,487
Unallocated items				
Other expenses				(65,978,946)
Impairment reversals for repected creit losses				94,367,492
other income				58,610,123
Finance Cost				(377,186,338)
	947,567,407	294,157,080	-	951,536,818

13 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.

14 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.

15 GENERAL

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

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



Director



Chief Financial Officer



Chief Executive