



of Companies

**THIRD QUARTERLY ACCOUNTS
2020-2021
(UN - AUDITED)**

UMER GROUP OF COMPANIES

BLESSED TEXTILES LIMITED

VISION

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



MISION STATEMENT

To become a top quality manufacturer of textile products in the local & international markets.

Directors' Review

On behalf of the board of directors of Blessed Textiles Limited, I am presenting the unaudited condensed interim financial statements for the nine months ended March 31, 2021.

Significant Financial Performance of the Nine Months Ended March 31, 2021;

Profit after tax for the nine months ended March 31, 2021 is PKR 1,108.068million as compared to PKR 362.387 million for the corresponding period ended March 31, 2020.

Earnings per share for the nine months ended March 31, 2021 is PKR 172.27 (March 2020: PKR 56.34).

Break-up value of the share as on March 31, 2021 is PKR 776.99 (June 2020: PKR 604.72).

The current ratio for nine months ended March 31, 2021 is 2.91 (June 30, 2020: 1.62).

Economic Overview

The country's economy performed much better than many other emerging markets during pandemic which has adversely impacted even the most developed economies of the world having the best health care facilities but the clearer picture of the national economy will emerge once vaccination will be administered to masses.

In spite of the several factors the country improved significantly on economic front like the current account went from deficit to a surplus, foreign exchange reserves rose to above \$16 billion mark after floatation of Eurobond amounting to US\$ 2.5 billion, better performance of PKR against major currencies in particular US\$ which is traded at around 153.00 during April 2021. The exports have crossed the USD 2 billion mark for sixth consecutive months since 2011. The exports for the nine months period of July to March 2021 has increased by 7 percent to USD 18.669 billion as compared to USD 17.451 billion in the corresponding period last year. The launch of Roshan Digital Accounts (RDA) by SBP provides an innovative solution for expats to remotely carry out family remittances or investment activities with ease. Inflows have been accelerating every month since the RDA launch in September 2020. The remittances hit an eight-month high at \$2.72 billion in March 2021 ahead of the start of Ramazan, notably March was the 10th month in a row when remittances by Pakistani expats stayed above \$2 billion.

The State Bank of Pakistan role is highly commendable in these testing times by taking immediate measures such upholding the benchmark rate to 7 percent, financing wages and salaries of workers, introduction of multiple financing schemes such as EFS, LTF and TERF to helped the economy recover better than its global peers and escape from the crises. However, the immediate strategies are required by the federal government to assist those who lost their jobs such as daily wage earners and hawkers with a clear roadmap to encourage businesses to run efficiently in order to keep the wheels moving of the economy and make concerted efforts so the benefits shall reach out to poorer segments of the economy.

Establishment of a New Spinning Unit

The letter of credits for the import of plant and machinery have been established under the financing arrangements made with Meezan Bank Ltd for the new spinning unit in Sheikhpura, Punjab.

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)
Karachi: April 28, 2021

BLESSED TEXTILES LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2021

| | Note | March 31, 2021 Rupees (Un-audited) | June 30, 2020 Rupees (Audited) |
|---|------|--|--------------------------------------|
| EQUITY AND LIABILITIES | | | |
| SHARE CAPITAL AND RESERVES | | | |
| <i>Authorized capital</i> | | | |
| 6,500,000 (June 30, 2020: 6,500,000) ordinary shares of Rs. 10 each | | 65,000,000 | 65,000,000 |
| Issued, subscribed and paid-up capital | | 64,320,000 | 64,320,000 |
| General reserve | | 3,800,000,000 | 3,800,000,000 |
| Accumulated profit | | 1,133,294,923 | 25,227,232 |
| TOTAL EQUITY | | 4,997,614,923 | 3,889,547,232 |
| LIABILITIES | | | |
| NON-CURRENT LIABILITIES | | | |
| Long term finances | | 1,913,067,379 | 1,959,432,883 |
| Long term payables | 4 | 260,276,009 | 276,729,403 |
| Employees retirement benefits | | 149,808,429 | 150,094,896 |
| Deferred taxation | | 212,161,009 | 212,161,009 |
| Deferred grant | | 1,654,115 | 2,637,881 |
| | | 2,536,966,941 | 2,601,056,072 |
| CURRENT LIABILITIES | | | |
| Trade and other payables | | 796,643,528 | 642,118,345 |
| Unclaimed dividend | | 6,498,455 | 6,638,404 |
| Accrued interest/markup | | 36,492,915 | 82,844,398 |
| Short term borrowings | | 662,267,347 | 3,480,258,201 |
| Current portion of non-current liabilities | | 453,255,718 | 59,566,428 |
| | | 1,955,157,963 | 4,271,425,776 |
| TOTAL LIABILITIES | | 4,492,124,904 | 6,872,481,848 |
| CONTINGENCIES AND COMMITMENTS | 5 | - | - |
| TOTAL EQUITY AND LIABILITIES | | 9,489,739,827 | 10,762,029,080 |

The annexed notes from 1 to 14 form an integral part of these interim financial statements.


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

BLESSED TEXTILES LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2021

| | <i>Note</i> | March 31, 2021 <i>Rupees</i> <i>(Un-audited)</i> | June 30, 2020 <i>Rupees</i> <i>(Audited)</i> |
|---|-------------|--|--|
| ASSETS | | | |
| NON-CURRENT ASSETS | | | |
| Property, plant and equipment | 6 | 3,771,905,295 | 3,811,341,459 |
| Long term deposits | | 24,928,395 | 14,394,095 |
| | | 3,796,833,690 | 3,825,735,554 |
| CURRENT ASSETS | | | |
| Stores, spares and loose tools | | 118,162,225 | 87,837,272 |
| Stock in trade | | 3,684,754,242 | 5,021,697,279 |
| Trade debts | | 1,199,240,940 | 816,681,600 |
| Advances, deposits, prepayments and other receivables | | 236,797,993 | 263,493,834 |
| Sales tax refundable | | 21,724,503 | 171,809,277 |
| Advance income tax | | 246,767,833 | 371,896,299 |
| Cash and bank balances | | 185,458,401 | 202,877,965 |
| | | 5,692,906,137 | 6,936,293,526 |
| TOTAL ASSETS | | 9,489,739,827 | 10,762,029,080 |

The annexed notes from 1 to 14 form an integral part of these interim financial statements.


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

BLESSED TEXTILES LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021

| Note | Nine Months Ended | | Quarter Ended | |
|---|----------------------|----------------------|--------------------|--------------------|
| | March 31, 2021 | March 31, 2020 | March 31, 2021 | March 31, 2020 |
| | Rupees | Rupees | Rupees | Rupees |
| Sales - net | 11,333,439,689 | 9,327,518,522 | 4,276,150,321 | 2,910,075,682 |
| Cost of sales | (9,482,837,318) | (8,322,297,524) | (3,291,566,612) | (2,663,445,328) |
| Gross profit | 1,850,602,371 | 1,005,220,998 | 984,583,709 | 246,630,354 |
| Distribution cost | (222,426,427) | (175,021,135) | (84,874,710) | (59,023,700) |
| Administrative expenses | (127,113,851) | (114,599,569) | (43,955,743) | (39,594,251) |
| | (349,540,278) | (289,620,704) | (128,830,453) | (98,617,951) |
| | 1,501,062,093 | 715,600,294 | 855,753,256 | 148,012,403 |
| Other income | 7,642,759 | 6,910,580 | (400,033) | 3,682,994 |
| Operating profit | 1,508,704,852 | 722,510,874 | 855,353,223 | 151,695,397 |
| Finance cost | (194,948,353) | (208,037,505) | (47,721,742) | (67,590,584) |
| Other expenses | (90,159,761) | (34,645,253) | (55,425,692) | (6,314,145) |
| | (285,108,114) | (242,682,758) | (103,147,434) | (73,904,729) |
| Profit before taxation | 1,223,596,738 | 479,828,116 | 752,205,789 | 77,790,668 |
| Provision for taxation | 7 (115,529,047) | (117,440,927) | (55,299,482) | (36,958,201) |
| Profit after taxation | 1,108,067,691 | 362,387,189 | 696,906,307 | 40,832,467 |
| Earnings per share - basic and diluted | 172.27 | 56.34 | 108.35 | 6.35 |

The annexed notes from 1 to 14 form an integral part of these interim financial statements.


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

BLESSED TEXTILES LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021

| | Nine Months Ended | | Quarter Ended | |
|-----------------------------------|----------------------|--------------------|--------------------|-------------------|
| | March 31, 2021 | March 31, 2020 | March 31, 2021 | March 31, 2020 |
| | <i>Rupees</i> | <i>Rupees</i> | <i>Rupees</i> | <i>Rupees</i> |
| Profit after taxation | 1,108,067,691 | 362,387,189 | 696,906,307 | 40,832,467 |
| Other comprehensive income | - | - | - | - |
| Total comprehensive income | 1,108,067,691 | 362,387,189 | 696,906,307 | 40,832,467 |

The annexed notes from 1 to 14 form an integral part of these interim financial statements.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

BLESSED TEXTILES LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021

| | Share capital | Revenue reserves | | Total equity |
|--|---|----------------------|-----------------------|----------------------|
| | Issued subscribed and paid-up capital | General reserve | Accumulated profit | |
| | <i>Rupees</i> | <i>Rupees</i> | <i>Rupees</i> | <i>Rupees</i> |
| Balance as at July 01, 2019- Audited | 64,320,000 | 3,500,000,000 | 190,768,762 | 3,755,088,762 |
| Comprehensive income | | | | |
| Profit after taxation | - | - | 362,387,189 | 362,387,189 |
| Other comprehensive income | - | - | - | - |
| | - | - | 362,387,189 | 362,387,189 |
| Transaction with owners | - | - | - | - |
| Final dividend @ 198% i.e. Rs. 19.80 per ordinary share | - | - | (127,353,650) | (127,353,650) |
| Interim dividend @ 234% i.e Rs. 23.40 per ordinary share | - | - | (150,508,800) | (150,508,800) |
| Balance as at March 31, 2020 - Un-audited | 64,320,000 | 3,500,000,000 | 275,293,501 | 3,839,613,501 |
| Balance as at July 01, 2020 - Audited | 64,320,000 | 3,800,000,000 | 25,227,232 | 3,889,547,232 |
| Comprehensive income | | | | |
| Profit after taxation | - | - | 1,108,067,691 | 1,108,067,691 |
| Other comprehensive income | - | - | - | - |
| Total comprehensive income | - | - | 1,108,067,691 | 1,108,067,691 |
| Balance as at March 31, 2021 - Un-Audited | 64,320,000 | 3,800,000,000 | 1,133,294,923 | 4,997,614,923 |

The annexed notes from 1 to 14 form an integral part of these interim financial statements.


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

BLESSED TEXTILES LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021

| | Nine Months Ended | |
|---|------------------------|----------------------|
| | March 31, 2021 | March 31, 2020 |
| | Rupees | Rupees |
| CASH FLOW FROM OPERATING ACTIVITIES | | |
| Profit before taxation | 1,223,596,738 | 479,828,116 |
| Adjustments for non-cash and other items | | |
| Finance cost | 194,948,353 | 208,037,505 |
| Gain on disposal of property, plant and equipment | (304,797) | (300,897) |
| Provision for employees retirement benefits | 32,580,000 | 28,800,000 |
| Depreciation | 286,830,000 | 287,400,000 |
| | 514,053,556 | 523,936,608 |
| Operating profit before changes in working capital | 1,737,650,294 | 1,003,764,724 |
| Changes in working capital | | |
| Stores, spares and loose tools | (30,324,953) | (9,385,010) |
| Stock in trade | 1,336,943,037 | (482,108,289) |
| Trade debts | (382,559,340) | 320,455,706 |
| Advances, deposits, prepayments and other receivables | 26,695,841 | (59,086,111) |
| Sales tax refundable | 150,084,774 | 85,954,110 |
| Trade and other payables | 154,525,183 | (33,738,481) |
| Long term payables | 14,810,290 | 23,907,971 |
| | 1,270,174,832 | (154,000,104) |
| Net cash generated from operations | 3,007,825,126 | 849,764,620 |
| Payments / Receipts for: | | |
| Employees retirement benefits | (32,866,468) | (21,873,684) |
| Interest/markup | (241,299,835) | (229,904,974) |
| Income tax - net | 9,599,419 | (129,952,620) |
| Net cash generated from operating activities | 2,743,258,242 | 468,033,342 |
| CASH FLOW FROM INVESTING ACTIVITIES | | |
| Capital expenditure | (250,162,888) | (363,264,044) |
| Proceeds from disposal of property, plant and equipment | 3,073,849 | 679,000 |
| Long term deposit | (10,534,300) | - |
| Net cash used in investing activities | (257,623,339) | (362,585,044) |
| CASH FLOW FROM FINANCING ACTIVITIES | | |
| Long term finances obtained | 348,625,246 | 283,444,000 |
| Repayment of long term finances | (33,548,910) | (289,993,901) |
| Net decrease in short term borrowings | (2,817,990,854) | (50,227,664) |
| Dividend paid | (139,949) | (126,608,704) |
| Net cash used in financing activities | (2,503,054,467) | (183,386,269) |
| NET DECREASE IN CASH AND CASH EQUIVALENTS | (17,419,564) | (77,937,971) |
| CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD | 202,877,965 | 302,171,995 |
| CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD | 185,458,401 | 224,234,024 |

The annexed notes from 1 to 14 form an integral part of these interim financial statements.


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

BLESSED TEXTILES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021

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

The interim financial statements are un-audited and has 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 June 30, 2020.

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 under the historical cost convention except for certain financial instruments at fair value, certain financial liabilities at amortized cost and employees retirement benefits at present value. In these financial statements, except for the amounts reflected in the statement of cash flows, all transactions have been accounted for on accrual basis.

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 are prepared in Pak Rupees which is the Company's functional currency.

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 April 28, 2021.

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 June 30, 2020.

BLESSED TEXTILES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021

| | <i>Note</i> | March 31, 2021 | June 30, 2020 |
|-------------------------------------|-------------|---------------------|--------------------|
| | | <i>Rupees</i> | <i>Rupees</i> |
| | | <i>(Un-Audited)</i> | <i>(Audited)</i> |
| 4 LONG TERM PAYABLES | | | |
| These include the following: | | | |
| Infrastructure Cess | 4.1 | 173,373,167 | 141,623,377 |
| Gas Infrastructure Development Cess | 4.2 | 86,902,842 | 135,106,026 |
| | | 260,276,009 | 276,729,403 |

4.1 Infrastructure tax

Sindh Infrastructure Cess was levied by Excise and Taxation Officer ['ETO'] Government of Sindh on movement of imported goods entering the Sindh Province from outside Pakistan and Punjab Infrastructure Tax levied by ETO Government of Punjab on movement of imported goods entering the Punjab Province from outside Pakistan. The Company has obtained stay on the recovery of these levies by respective ETOs. During the pendency of final judgement on this, the Honorable Courts granting stay have directed the petitioners to pay 50% of liability for levies to ETOs and to arrange bank guarantees for the remaining amount in favour of ETOs. The liability represents 50% of levies against which guarantees have been arranged in favour of ETO.

4.2 Gas Infrastructure Development Cess

Gas Infrastructure Development Cess ['GIDC'] was levied by Sui Northern Gas Pipelines Limited ['SNGPL']. The Company and others have filed a suit before the Sindh High Court ['SHC'] challenging the levy. The SHC have granted the stay in favour of the Company and directed SNGPL and SSGC to avoid collection of GIDC. But the Company has decided to make payment in 24 equal installments in order to avoid Late Payment Surcharge (LPS), in the interest of all fairness, without prejudice and subject to all just exceptions, including the expected relief to be granted by the Government or the Court in due course. The liability has been recorded at fair value i.e present value of payments to be made in future. The difference of face value and the fair value of GIDC liability has been recognised as income.

5 CONTINGENCIES AND COMMITMENTS

5.1 Contingencies

5.1.1 Bills discounted/negotiated as at the reporting date amount to Rs. 400.325 million (June 30, 2020: Rs. 1,217.98 million).

5.1.2 There is no significant change in the status of remaining contingencies since June 30, 2020.

5.2 Commitments

| | <i>Note</i> | March 31, 2021 | June 30, 2020 |
|--|-------------|----------------------|------------------|
| | | <i>Rupees</i> | <i>Rupees</i> |
| | | <i>(Un-audited)</i> | <i>(Audited)</i> |
| 5.2.1 Commitments under irrevocable letters of credit: | | 3,703,850,445 | 389,012,535 |

6 PROPERTY, PLANT AND EQUIPMENT

| | | | |
|--------------------------|-----|----------------------|----------------------|
| Operating fixed assets | 6.1 | 3,505,699,072 | 3,793,261,854 |
| Capital work in progress | | 266,206,223 | 18,079,605 |
| | | 3,771,905,295 | 3,811,341,459 |

6.1 Operating fixed assets

| | | | |
|--|--|----------------------|----------------------|
| Net book value at the beginning of the period/year | | 3,793,261,854 | 3,744,096,165 |
| Additions during the period/year | | | |
| Freehold land | | - | - |
| Factory buildings | | - | 50,200,663 |
| Plant and machinery | | - | 377,840,864 |
| Equipment and other assets | | - | 9,681,595 |
| Vehicles | | 2,036,270 | 4,367,120 |
| | | 2,036,270 | 442,090,242 |
| Net book value of assets disposed during the period/year | | (2,769,052) | (378,103) |
| Depreciation for the period/year | | (286,830,000) | (392,546,450) |
| Net book value at the end of the period/year | | 3,505,699,072 | 3,793,261,854 |

BLESSED TEXTILES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021

| | Note | Nine Months Ended | | Quarter ended | |
|----------|-------------------------------|------------------------|------------------------|------------------------|------------------------|
| | | March 31, 2021 | March 31, 2020 | March 31, 2021 | March 31, 2020 |
| | | Rupees (Un-Audited) | Rupees (Un-Audited) | Rupees (Un-Audited) | Rupees (Un-Audited) |
| 7 | PROVISION FOR TAXATION | | | | |
| | Current taxation | | | | |
| | - For the year | 7.1 | 146,604,403 | 117,440,927 | 55,299,482 |
| | - prior years | | (31,075,356) | - | 36,958,201 |
| | Deferred taxation | 7.2 | - | - | - |
| | | | 115,529,047 | 117,440,927 | 55,299,482 |
| | | | | | 36,958,201 |

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

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

8 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Related parties from the Company's perspective comprise associated companies and key management personnel. 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% |

Transactions with key management personnel are limited to 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.

| | | Nine Months Ended | | Quarter Ended | |
|------------|--|------------------------|------------------------|------------------------|------------------------|
| | | March 31, 2021 | March 31, 2020 | March 31, 2021 | March 31, 2020 |
| | | Rupees (Un-Audited) | Rupees (Un-Audited) | Rupees (Un-Audited) | Rupees (Un-Audited) |
| 8.1 | Transactions with related parties | | | | |
| | Nature of relationship | | | | |
| | Nature of transaction | | | | |
| | Associated companies | | | | |
| | Purchases | 362,045,358 | 236,155,163 | 116,947,110 | 86,229,236 |
| | Sales | 980,419,981 | 1,115,070,707 | 353,417,924 | 392,014,182 |
| | Service received | 231,750 | 231,750 | 77,250 | 77,250 |
| | Purchase of electricity | 4,823,685 | 6,771,682 | 4,705,602 | 5,461,561 |
| | Key management personnel | | | | |
| | Short term employee benefits | 23,400,000 | 20,800,000 | 7,800,000 | 7,800,000 |

BLESSED TEXTILES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021

9 FINANCIAL INSTRUMENTS

The carrying amounts of the Company's financial instruments by class and category are as follows:

| | March 31, 2021 | Jun 30, 2020 |
|--|----------------------|----------------------|
| | <i>Rupees</i> | <i>Rupees</i> |
| | <i>(Un-Audited)</i> | <i>(Audited)</i> |
| Financial assets | | |
| Cash in hand | 1,000 | - |
| Financial assets at amortized cost | | |
| Long term deposits | 24,928,395 | 14,394,095 |
| Trade debts | 1,199,240,940 | 816,681,600 |
| Advances to employees | 12,284,566 | 15,306,304 |
| Security deposits | 174,565,677 | 128,060,677 |
| Bank balances | 185,458,401 | 202,877,965 |
| | 1,596,477,979 | 1,177,320,641 |
| | 1,596,478,979 | 1,177,320,641 |
| | March 31, 2021 | Jun 30, 2020 |
| | <i>Rupees</i> | <i>Rupees</i> |
| | <i>(Un-Audited)</i> | <i>(Audited)</i> |
| Financial liabilities | | |
| Financial liabilities at amortized cost | | |
| Long term finances | 2,366,323,097 | 2,018,999,311 |
| Short term borrowings | 662,267,347 | 3,480,258,201 |
| Accrued interest/markup | 36,492,915 | 82,844,398 |
| Trade creditors | 276,982,823 | 278,901,118 |
| Accrued liabilities | 275,738,895 | 255,192,427 |
| Unclaimed dividend | 6,498,455 | 6,638,404 |
| | 3,624,303,532 | 6,122,833,859 |

10 FAIR VALUE MEASUREMENTS

10.1 Financial Instruments

There are no recurring or non-recurring fair value measurements as at the reporting date. The management considers the carrying amount of all the financial instruments to approximate their fair values.

10.2 Assets and liabilities other than financial instruments.

None of the assets and liabilities other than financial instruments are measured at fair value.

11 SEGMENT REPORTING

The Company has two reportable segments, which offer different products and are managed separately. The following summary describes the operations in each of the company's reportable segments.

| Reportable segment | Principal activity |
|--------------------|--------------------------------------|
| Spinning | Manufacture and sale of yarn |
| Weaving | Manufacture and sale of woven fabric |

Information about operating segments is as follows:

BLESSED TEXTILES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021

| | Nine Months Ended March 31, 2021 | | |
|---------------------------------|----------------------------------|------------------------|------------------------|
| | Spinning | Weaving | Total |
| | Rupees (Un-audited) | Rupees (Un-audited) | Rupees (Un-audited) |
| Revenue from external customers | 8,670,455,758 | 2,662,983,931 | 11,333,439,689 |
| Inter-segment transfers | 195,444,072 | - | 195,444,072 |
| Segment results | 1,151,855,770 | 356,849,082 | 1,508,704,852 |

| | Third Quarter Ended March 31, 2020 | | |
|---------------------------------|------------------------------------|------------------------|------------------------|
| | Spinning | Weaving | Total |
| | Rupees (Un-audited) | Rupees (Un-audited) | Rupees (Un-audited) |
| Revenue from external customers | 7,047,163,329 | 2,280,355,193 | 9,327,518,522 |
| Inter-segment transfers | 106,004,759 | - | 106,004,759 |
| Segment results | 525,822,415 | 196,688,459 | 722,510,874 |

| | March 31, 2021 | | | |
|----------------|------------------------|------------------------|------------------------|------------------------|
| | Spinning | Weaving | Un-allocated | Total |
| | Rupees (Un-audited) | Rupees (Un-audited) | Rupees (Un-audited) | Rupees (Un-audited) |
| Segment assets | 7,214,254,070 | 2,003,789,529 | 271,696,228 | 9,489,739,827 |

| | As at June 30, 2020 | | | |
|----------------|---------------------|---------------------|---------------------|---------------------|
| | Spinning | Weaving | Un-allocated | Total |
| | Rupees (Audited) | Rupees (Audited) | Rupees (Audited) | Rupees (Audited) |
| Segment assets | 8,581,579,060 | 1,794,159,626 | 386,290,394 | 10,762,029,080 |

| | March 31, 2021 | | | |
|---------------------|------------------------|------------------------|------------------------|------------------------|
| | Spinning | Weaving | Un-allocated | Total |
| | Rupees (Un-audited) | Rupees (Un-audited) | Rupees (Un-audited) | Rupees (Un-audited) |
| Segment liabilities | 961,669,387 | 307,205,312 | 3,223,250,205 | 4,492,124,904 |

| | As at June 30, 2020 | | | |
|---------------------|---------------------|---------------------|---------------------|---------------------|
| | Spinning | Weaving | Un-allocated | Total |
| | Rupees (Audited) | Rupees (Audited) | Rupees (Audited) | Rupees (Audited) |
| Segment liabilities | 903,564,193 | 317,684,946 | 5,651,232,709 | 6,872,481,848 |

12 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.

13 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.

14 GENERAL

14.1 There are no other significant activities since June 30, 2020 affecting the interim financial statements.

14.2 Figures have been rounded off to the nearest Rupee.


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER