



of Companies

**FIRST QUARTERLY ACCOUNTS
2012-2013
(UN - AUDITED)**

UMER GROUP OF COMPANIES

BLESSED TEXTILES LIMITED



BLESSED TEXTILES LIMITED

DIRECTORS REVIEW

On behalf of the Board of Directors of your Company, I feel great pleasure in presenting the unaudited condensed interim financial statements of the Company for the first quarter ended 30th September 2012.

Salient features of the first quarter ended 30th September 2012 are as follows;

- Profit after tax for the quarter ended 30th September 2012 is PKR 65.615 million as against PKR 42.680 million of the corresponding quarter of last year.
- Earnings per share for the quarter ended 30th September 2012 is PKR 10.20 (30th September 2011: PKR 6.64).
- Breakup value of the share as on 30th September 2012 is PKR 330.28 (30th June, 2012 PKR 320.08).

Future Outlook

Currently the price of cotton in local market is steady based on the better production report. The quality of cotton is a concerned so far. However the actual trend of cotton price will be determined during November and December when the buying of cotton will be at peak. It is expect that the prices of cotton will be firm in subsequent quarter.

Future profitability depends on the direction of raw cotton prices and corresponding prices of yarn and fabric.

The State Bank of Pakistan has reduced the discount rate to 10% which is appreciated. However State Bank of Pakistan should consider a further reduction in discount rate and it should be brought in single digit.

Massive Load shedding of gas has been planned in coming winter. Energy Management Cell (EMC) has put textile industry on six hours a day load shedding while a major relief has been given to the cement and other industries. Due to unavailability of gas the machineries have to be operated through power generation based on furnace oil which caused increased in fuel and power cost.

In the present scenario the results are likely to be satisfactory in coming quarters.

Acknowledgement

Board of directors acknowledge and appreciate the efforts of the employees and valuable support of the various government department and our bankers.

On behalf of the Board
MOHAMMAD AMIN
Chief Executive

Karachi: 24th October , 2012



of Companies

BLESSED TEXTILES LIMITED

**Condensed Interim Balance Sheet (Un-Audited)
As At September 30, 2012**

	Note	SEPTEMBER 2012 RUPEES	JUNE 2012 RUPEES
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized capital			
6,500,000 (June 2012: 6,500,000) Ordinary shares of Rs.10 each		<u>65,000,000</u>	<u>65,000,000</u>
Issued, subscribed and paid-up capital		64,320,000	64,320,000
General reserves		1,900,000,000	1,900,000,000
Unappropriated profit		<u>160,062,858</u>	<u>94,446,992</u>
		2,124,382,858	2,058,766,992
NON - CURRENT LIABILITIES			
Long-term financing - secured		<u>419,097,635</u>	<u>445,839,698</u>
Deferred liabilities		<u>71,446,975</u>	<u>67,473,999</u>
		490,544,610	513,313,697
CURRENT LIABILITIES			
Trade and other payables		<u>329,178,074</u>	<u>293,897,120</u>
Markup accrued on loans		<u>11,353,238</u>	<u>14,852,689</u>
Short term borrowings - secured		<u>52,402,385</u>	<u>271,863,359</u>
Current portion of long term loans		<u>94,310,151</u>	<u>107,836,694</u>
		487,243,848	688,449,862
CONTINGENCIES AND COMMITMENTS	3	-	-
		<u>3,102,171,316</u>	<u>3,260,530,551</u>

The annexed notes form an integral part of these financial statements.

MOHAMMAD AMIN
Chief Executive

Karachi: 24th October , 2012




of Companies

BLESSED TEXTILES LIMITED

**Condensed Interim Balance Sheet (Un-Audited)
As At September 30, 2012**

	Note	SEPTEMBER 2012 RUPEES	JUNE 2012 RUPEES
ASSETS			
NON CURRENT ASSETTS			
Property, plant and equipment	4	1,360,944,604	1,411,360,026
Capital work-in-progress		340,610,351	322,805,058
Long term deposits		7,297,985	7,297,985
		1,708,852,940	1,741,463,069
CURRENT ASSETS			
Stores, spare parts and loose tools		73,910,638	69,099,763
Stock in trade		880,862,172	1,156,335,546
Trade debts		186,772,234	132,020,836
Advances, Deposits, prepayments and Other Receivable		43,067,963	31,686,455
Sales tax refundable		63,595,558	56,997,690
Income tax refundable		56,941,682	56,994,747
Cash and bank balances		88,168,129	15,932,445
		1,393,318,376	1,519,067,482
		<u>3,102,171,316</u>	<u>3,260,530,551</u>


MOHAMMAD SALIM
Director



BLESSED TEXTILES LIMITED

**Condensed Interim Profit And Loss Account (Un-Audited)
For The First Quarter Ended September 30, 2012**

	SEPTEMBER 2012 RUPEES	SEPTEMBER 2011 RUPEES
Sales	1,363,661,452	1,357,063,856
Cost of goods sold	1,209,771,200	1,225,332,186
Gross Profit	153,890,252	131,731,670
Distribution cost	32,787,096	33,740,471
Administrative expenses	18,480,208	16,383,526
	51,267,304	50,123,997
	102,622,948	81,607,673
Other operating income	1,411,400	62,474
Operating Profits	101,211,548	81,545,199
Finance cost	20,033,210	22,251,662
Other operating expenses	3,770,397	3,076,412
	23,803,607	25,328,074
Profit before taxation	77,407,941	56,217,125
Provision for taxation	11,792,075	13,536,400
Profit after taxation	65,615,866	42,680,725
Earning per share - basic and diluted	10.20	6.64

The annexed notes 1 to 48 form an integral part of these financial statements.

MOHAMMAD AMIN
Chief Executive

MOHAMMAD SALIM
Director

Karachi: 24th October , 2012




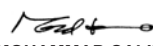
BLESSED TEXTILES LIMITED

**Cash Flow Statement (Un-Audited)
For The First Quarter Ended September 30, 2012**

	SEPTEMBER 2012	SEPTEMBER 2011
	RUPEES	RUPEES
CASH GENERATED FROM OPERATIONS		
Profit before tax	77,407,941	56,217,125
Adjustments for non-cash items		
Depreciation	44,250,000	39,869,671
Finance cost	20,033,210	22,251,662
Gain on sale of property, plant and equipment	(1,085,268)	-
Provision for employees retirement benefits	5,910,000	5,610,000
	69,107,942	67,731,333
Operating profit/(loss) before changes in working capital	146,518,883	123,948,458
Changes in working capital		
(Increase) in stores, spares and loose tools	(4,810,875)	(628,218)
Decrease in stock in trade	275,473,374	370,834,131
(Increase) in trade receivable	(54,751,398)	(46,150,964)
(Increase) in advances, prepayments and other receivables	(11,381,508)	(26,412,648)
(Increase) in sale tax refundable	(6,597,868)	(13,953,744)
(Decrease)/increase in trade and other payables	39,061,024	(43,922,583)
Increase in infra structure fee	481,642	146,983
Cash generated from operations	383,990,274	363,861,415
Finance cost paid	(27,303,058)	(22,285,861)
Taxes paid	(11,739,010)	(9,510,340)
Employees retirement benefits paid	(2,418,666)	(1,106,793)
Dividend paid	(9,673)	-
	(41,470,407)	(32,902,994)
Net cash flow from operating activities	342,519,867	330,958,421
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment and capital expenditure	(17,805,293)	(26,731,515)
Proceeds from disposal of property, plant and equipment	7,250,690	-
Net cash used in investing activities	(10,554,603)	(26,731,515)
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of liabilities against assets subject to finance lease	(2,260,606)	(6,356,986)
Repayment of long term finances	(94,336,000)	(82,688,000)
(Decrease)/ Increase in short term borrowings	(219,460,974)	(19,638,590)
Net cash from financing activities	(259,729,580)	(108,683,576)
Net increase in cash and cash equivalents	72,235,684	195,543,330
Cash and cash equivalents at the beginning of the period	15,932,445	16,872,881
Cash and cash equivalents at the end of the period	88,168,129	212,416,211

Karachi: 24th October, 2012


MOHAMMAD AMIN
Chief Executive


MOHAMMAD SALIM
Director

QUARTERLY REPORT 2012

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BLESSED TEXTILES LIMITED

**Condensed Interim Statement of Comprehensive Income (Un-Audited)
For The First Quarter Ended September 30, 2012**

	SEPTEMBER 2012 RUPEES	SEPTEMBER 2011 RUPEES
Profit for the quarter after taxation	65,615,866	42,680,725
Other comprehensive income for the quarter	-	-
Total comprehensive Income for the quarter	<u>65,615,866</u>	<u>42,680,725</u>

The annexed notes form an integral part of these financial statements

MOHAMMAD AMIN
Chief Executive

MOHAMMAD SALIM
Director

Karachi: 24th October , 2012



of Companies

BLESSED TEXTILES LIMITED

**Condensed Interim Statement of Changes In Equity (Un-Audited)
For The First Quarter Ended September 30, 2012**

	Share Capital	General Reserves	Unappropriated Profit	Total
	Rupess	Rupess	Rupess	Rupess
Balance as at 30 June, 2011	64,320,000	1,600,000,000	159,404,893	1,823,724,893
Profit for quarter ended 30th September, 2011	-	-	42,680,725	42,680,725
Final dividend for the year ended June 30, 2011			(48,240,000)	(48,240,000)
Balance as at Sep 30, 2011	64,320,000	1,600,000,000	153,845,618	1,818,165,618
Profit for the remaining period ended June 30, 2012	-	-	240,601,374	240,601,374
Transferred to general reserve	-	300,000,000	(300,000,000)	-
Balance as at 30 June, 2012	64,320,000	1,900,000,000	94,446,992	2,058,766,992
Profit for quarter ended 30th September, 2012	-	-	65,615,866	65,615,866
Balance as at Sep 30, 2012	64,320,000	1,900,000,000	160,062,858	2,124,382,858

MOHAMMAD AMIN
Chief Executive

MOHAMMAD SALIM
Director

Karachi: 24th October , 2012



BLESSED TEXTILES LIMITED

**Notes To The Accounts (Un-Audited)
For The First Quarter Ended September 30, 2012**

1 NATURE AND SCOPE OF THE BUSINESS

The company was incorporated in Pakistan as a Public limited company on September 29, 1987. Its shares are quoted on the Karachi, Lahore and Islamabad Stock Exchanges. The main business of the company is manufacturing and sale of yarn and woven fabrics. The registered office is located at Umer House, 23/1, Sector 23, S.M Faorroq Road, Korangi Industrial Area, Karachi.

2 ACCOUNTING POLICIES

All accounting policies adopted for the preparation of these quarterly accounts are the same as applied in preparation of the preceding annual published accounts of the company for the year ended 30th June, 2012.

3 CONTINGENT LIABILITIES AND CAPITAL COMMITMENTS

There is no material change in contingencies and commitments as disclosed in annual financial statements for the year ended June 30, 2012.

	30-Sep-12 Rupees	30-Jun-12 Rupees
4 ACQUISITION AND DISPOSAL OF FIXED ASSETS		
written down value of assets - opening	1,411,360,026	1,521,179,823
Addition during the period	-	51,030,142
disposal during the period - written down value	(6,165,422)	(2,081,978)
depreciation charged during the period	(44,250,000)	(158,767,961)
Written down value of assets - closing	<u>1,360,944,604</u>	<u>1,411,360,026</u>

5 TRANSACTIONS WITH ASSOCIATED UNDERTAKING

The Company enters into transactions with the related parties in normal course of business at arm's length determined in accordance with "comparable Uncontrolled Price Method". Transactions with related parties other than remuneration and benefits to key management personnel under the terms of employment are as follows:

	QUARTER ENDED	
	30-Sep-12 Rupees	30-Sep-11 Rupees
Purchases of cotton, yarn, fabric and machinery	218,015,807	93,965,356
Sales of cotton, yarn, fabric and machinery	246,850,579	228,275,871
Services Received	3,571,824	654,000
Electricity	34,217,115	38,430,461

6 COMPARATIVE FIGURES

In order to comply with the requirements of international Accounting Standards 34 "Interim Financial Reporting", Balance Sheet has been compared with the balances of annual financial statements while profit & Loss Accounts has been compared with corresponding figures of last year's quarter.

MOHAMMAD AMIN
Chief Executive

MOHAMMAD SALIM
Director

Karachi: 24th October, 2012

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