



of Companies

FIRST QUARTERLY
ACCOUNTS 2022-2023
(UN - AUDITED)

UMER GROUP OF COMPANIES

BLESSED TEXTILES LIMITED

BLESSED TEXTILES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2022

7 CONTINGENCIES AND COMMITMENTS

7.1 Contingencies

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

	September 30, 2022	June 30, 2022
	<i>Rupees</i>	<i>Rupees</i>
	<i>(Un-Audited)</i>	<i>(Audited)</i>
Bills discounted	1,180,000,000	2,041,000,000

7.1.2 There is no significant change in the status of remaining contingencies since 30 June 2022.

7.2 Commitments

	Note	September 30, 2022	June 30, 2022
		<i>Rupees</i>	<i>Rupees</i>
		<i>(Un-Audited)</i>	<i>(Audited)</i>
7.2.1 Commitments under irrevocable letters of credit:		13,165,376,185	4,812,927,028

7.2.2 Commitments under ijarah contracts

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

- payments not later than one year	15,622,212	7,116,730
- payments later than one year	58,120,966	26,348,279
	73,743,178	33,465,009

8 PROPERTY, PLANT AND EQUIPMENT

Operating fixed assets	8.1	3,728,370,203	3,830,370,203
Capital work in progress		3,067,984,689	2,273,954,511
		6,796,354,892	6,104,324,714

8.1 Operating fixed assets

Net book value at the beginning of the period/year		3,830,370,203	3,661,241,028
Additions during the period/year			
Freehold land		-	29,063,017
Factory buildings		-	3,277,599
Plant and machinery		-	501,156,351
Equipment and other assets		-	28,460,119
Electric installation		-	1,313,126
Vehicles		-	-
		-	563,270,212
Net book value of assets disposed during the period/year		-	(1,675,404)
Depreciation for the period/year		(102,000,000)	(392,465,633)
Net book value at the end of the period/year		3,728,370,203	3,830,370,203

	Note	Quarter Ended	
		September 30, 2022	September 30, 2021
		<i>Rupees</i>	<i>Rupees</i>
		<i>(Un-Audited)</i>	<i>(Un-Audited)</i>

9 PROVISION FOR TAXATION

Current taxation			
- for current year	9.1	79,828,449	61,425,422
- for prior years		-	-
		79,828,449	61,425,422
Deferred taxation	9.2	-	-
		79,828,449	61,425,422

BLESSED TEXTILES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2022

- 9.1 Provision for current tax has been in accordance with the requirements of section 113 and 169 of the Income Tax Ordinance, 2001.
- 9.2 No provision for deferred tax has been made as the impact of the same is considered immaterial.

10 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.

	Quarter Ended		
	September 30, 2022	September 30, 2021	
	Rupees (Un-Audited)	Rupees (Un-Audited)	
10.1 Transactions with related parties			
Nature of relationship	Nature of transaction		
Associated companies	Purchases	40,033,196	102,974,833
	Sales	1,173,346,372	599,736,490
	Service received	77,250	77,250
	Purchase of electricity	858,034	846,884
	Key management personnel	Short term employee benefits	7,800,000
Balance with related party		20,000	20,000

11 FINANCIAL INSTRUMENTS

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

	September 30, 2022	June 30, 2022
	Rupees	Rupees
	(Un-Audited)	(Audited)
11.1 Financial assets		
Financial assets at amortized cost		
Long term deposits	50,452,929	47,485,185
Trade receivables	2,096,105,257	1,758,705,012
Advances to employees	12,436,228	11,457,948
Security deposits	357,590,577	317,590,577
Bank balances	767,256,136	2,578,010,074
	3,283,841,127	4,713,248,796

BLESSED TEXTILES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2022

11.2 Financial liabilities

Financial liabilities at amortized cost

Long term finances	4,000,877,046	3,426,404,408
Short term borrowings	477,250,610	2,559,054,165
Accrued interest	110,853,854	60,290,812
Trade creditors	629,052,120	490,914,257
Accrued liabilities	318,194,980	324,516,135
Unclaimed dividend	7,721,188	7,809,531
	5,543,949,798	6,868,989,308

12 FAIR VALUE MEASUREMENTS

12.1 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.

12.2 Assets and liabilities other than financial instruments.

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

13 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.

	September 30, 2022 (Un-Audited)		
	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	346,832,235	127,363,467	474,195,702

	September 30, 2021 (Un-Audited)		
	Spinning Rupees (Un-audited)	Weaving Rupees (Un-audited)	Total Rupees (Un-audited)
Revenue from external customers	3,746,957,054	1,039,957,923	4,786,914,977
Inter-segment transfers	132,688,214	-	132,688,214
Segment results	548,019,987	251,796,430	799,816,417

	September 30, 2022 (Un-Audited)			
	Spinning Rupees (Un-audited)	Weaving Rupees (Un-audited)	Un-allocated Rupees (Un-audited)	Total Rupees (Un-audited)
Segment assets	13,497,131,071	2,887,473,283	50,452,929	16,435,057,283

	June 30, 2022 (Audited)			
	Spinning Rupees (Audited)	Weaving Rupees (Audited)	Un-allocated Rupees (Audited)	Total Rupees (Audited)
Segment assets	14,619,379,071	2,658,661,400	47,485,185	17,325,525,656

BLESSED TEXTILES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2022

	September 30, 2022 (Audited)			
	Spinning Rupees (Un-audited)	Weaving Rupees (Un-audited)	Un-allocated Rupees (Un-audited)	Total Rupees (Un-audited)
Segment liabilities	1,270,571,132	537,007,045	5,284,159,343	7,091,737,520

	June 30, 2022 (Audited)			
	Spinning Rupees (Audited)	Weaving Rupees (Audited)	Un-allocated Rupees (Audited)	Total Rupees (Audited)
Segment liabilities	1,113,369,136	474,497,317	6,721,108,020	8,308,974,473

14 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.

15 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.

16 GENERAL

16.1 There are no other significant activities since 30 June 2022 affecting the interim financial statements.

16.2 Corresponding figures have been re-arranged where necessary to facilitate comparison.



Director



Chief Financial Officer



Chief Executive