

KOHINOOR TEXTILE MILLS LIMITED

Analyst:

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RATING DETAILS

Ratings Category	Latest Rating		Previous Rating	
	Long-term	Short-term	Long-term	Short-term
Entity	AA-	A1	A+	A1
Rating Outlook/ Watch	Stable		Stable	
Rating Action	Upgrade		Reaffirmed	
Rating Date	November 25, 2025		October 23, 2024	

Shareholding (5% or More)

Mercury Management Inc - 27%

Hutton Properties Limited - 21%

Mr. Taufique Sayeed Saigol - 17%

Mrs. Shehla Tariq Saigol - 12%

Other Information

Incorporated in 1953

Public Limited Company

Chief Executive: Mr. Taufique Sayeed Saigol

External Auditor: M/s Riaz Ahmad & Company Chartered Accountants

Applicable Rating Methodology

VIS Entity Rating Criteria Methodology - Corporates Ratings

<https://docs.vis.com.pk/docs/CorporateMethodology.pdf>

Rating Scale

<https://docs.vis.com.pk/docs/VISRatingScales.pdf>

Rating Rationale

The assigned ratings reflect Kohinoor Textile Mills Limited's (KTML or "the Company") established position in Pakistan's textile sector, supported by operational experience and a diversified product portfolio across spinning, weaving, processing, and home textiles. The upgrade takes into account the Company's consistent track record, long-standing relationships with international clients, and growing focus on higher-margin, differentiated products. Integrated operations across the Company's business segments support production efficiencies, while ongoing investments in sustainable energy initiatives are geared toward reducing power costs and strengthening operating margins. While the Company however remains exposed to moderate to high business risk, driven by global demand fluctuations, intense competitive pressures, and volatility in raw material prices, the Company's healthy capitalization and a conservative funding structure provides comfort. Ratings are further supported by sustained profitability and strong coverage. Liquidity remains sound, supported by adequate current assets coverage and a stable cash conversion cycle. Overall, prudent financial management, moderate leverage, and sustained cash generation underpin a strong financial risk profile.