

Press Release

VIS Reaffirms Entity Ratings of Blessed Textiles Limited

Karachi, May 20, 2026: VIS Credit Rating Company Limited ('VIS') has reaffirmed the entity ratings of Blessed Textiles Limited ('BTL' or 'the Company') at A/A1 (Single A/Single A One). Medium to long term rating of 'A' indicates good credit quality; Protection factors are adequate. Risk factors may vary with possible changes in the economy. Short-term rating of 'A1' suggests strong likelihood of timely repayment of short-term obligations with excellent liquidity factors. Outlook on the assigned ratings remains Stable. Previous ratings action was announced on February 06, 2025.

BTL listed on the Pakistan Stock Exchange, was incorporated in 1987 as a public limited company and is one of the three textile companies of the Umer Group. The Company is principally engaged in the manufacture and sale of yarn and woven fabric, along with the generation of electricity for self-consumption. The registered office is located in Karachi, while its operational footprint comprises three spinning units and one weaving unit situated in Sheikhpura.

The assigned ratings reflect the well-established operating presence of BTL in the textile spinning and weaving segment, while remaining a part of Umer Group of Companies. The credit profile is characterized by stabilizing performance following FY24 losses, however, profitability continues to remain thin and exposed to demand and cost-side pressures in a commoditized industry with limited pricing flexibility.

Leverage has continued to increase due to reliance on short-term borrowings to meet working capital requirements, though this is considered manageable in view of adequate liquidity levels. Debt coverage indicators remain weak but have shown relative stability, supported in part by lower financing costs and improved profitability compared to the prior year.

Going forward, it is important to improve profitability in order to generate adequate cashflows and debt coverages, while prudently managing capitalization levels to sustain the ratings at the current level.

For further information on this ratings announcement, please contact on 021-35311861-64 or email at info@vis.com.pk.

Applicable Rating Criteria: Corporates

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

VIS Issue/Issuer Rating Scale

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