



# WHY INVEST IN PAKISTAN'S LEATHER & TANNERY SECTOR



A US\$ 2,3 Billion Sector Positioned for Global Leadership







Exports (2024)

Domestic Market Size Exceeding

Projected CAGR of 5-7% through 2030

### **PAKISTAN'S STRATEGIC EDGE:**



80+ million livestock yielding over 50 million hides/skins annually



800+ tanneries and 2.500+ SMES, employing 500,000+ workers



Top export destinations. EU (60%), USA (20%), China (10%)



Integrated supply chain clusters in Siglkot, Karachi, and Lahore



## CHINA-PAKISTAN SYNERGY: A NATURAL INDUSTRIAL PARTNERSHIP

Preferential Access via China-Pakistan FTA. EU GSP+, SAFTA
CPEC-dligned projects in SEZs offering ready infrastructure
Gwadar & Port Dasim access to Middle East, Africa, and Furope
Fast-track regulatory facilitation and China Desk at BOI

### **INVESTMENT OPPORTUNITIES SNAPSHOT**

Segment	Key Opportunity	Import/Local Demand Gap
Eco-Friendly Tanning	Establish chrome-free tanning and effluent treatment plants	80% of tanneries use chrome
Footwear Manufacturing	Set up automated production for high-quality export-grade footwear	USD 200M import gap
Leather Garments	Modernize production for premium jackets and accessories	USD 100M import gap
Leather Accessories	Invest in bags, belts, and gloves for export markets	USD 50M export potential
Chemical Production	Local production of tanning chemicals and dyes to reduce import reliance	100% imported chemicals

### **INVESTMENT INCENTIVES**



100% Foreign-Ownership and Profit Repatriation

Duty-Free Import of Capital Goods and Equipment