



WHY INVEST IN PAKISTAN'S **EXTILE & APPARELS SECTOR**



As Pakistan's largest industrial sector, textiles are central to this partnership, contributing around 60% of national exports.



Global textile and apparel market: Over USD 1.5 trillion

Pakistan textile exports: USD 17.8 billion in FY2024-25



Potential to reach USD 30 billion by 2030



Apparel, denim, home textiles and knitwear dominate exports

PAKISTAN'S STRATEGIC EDGE:



Cotton Production

Over 6 million bales annually



Spindles Installed





Knitting Machines 12.000+



Processing Units 600+ for dyeing, printing, and finishing



Garment Units 5,000+



Home Textile Exporters

400+ major players



Population 240 million with 65% under age 30



INVESTMENT OPPORTUNITIES SNAPSHOT

| Opportunity Area | Rationale for Investment | Chinese Strategic Fit |
|--|--|---|
| Integrated Textile Parks | Need for integrated production zones with energy, water, logistics and housing facilities. | Modelled on Chinese textile industrial parks; potential under CPEC-SEZ framework. |
| Value-Added Garments Manufacturing | Low share of garments in Pakistan's textile exports despite being high-margin. | Relocate export-oriented garment manufacturing units from China to Pakistan. |
| Technical Textiles & MMF | Pakistan lags in man-made fiber (MMF) and technical textiles production. | Joint ventures to set up MMF-based fabric units using Chinese technology. |
| Textile Machinery & Equipment | High dependence on imported machinery; low local manufacturing base. | Investment in local manufacturing or assembly of Chinese textile machinery. |
| Design, Fashion & Finishing | Limited design capacity and fashion innovation in Pakistan's textile sector. | Collaboration in textile designing, finishing, and branding using Chinese experience. |
| Green & Sustainable Textiles | Global brands demand compliance with green and sustainable standards. | Invest in LEED-certified, traceable and sustainable production processes. |
| Textile Waste Recycling | High textile waste; low recycling and circular economy initiatives. | Establish textile-to-textile recycling plants with Chinese circular models. |

INVESTMENT INCENTIVES

10-Year Income Tax Holiday

100% Foreign-Ownership and Profit Repatriation

Duty-Free Import of Capital Goods and Equipment