



## BUSINESS CLIMATE AND INVESTMENT OPPORTUNITIES

INVESTMENT FORUM  
24 September 2015  
Ulaanbaatar, Mongolia



# ECONOMIC OUTLOOK



<b>Population</b>	<b>186 million</b>
<b>Net FDI (2013-14)</b>	<b>\$1.6 billion</b>
<b>Trade</b>	<b>\$ 67 billion</b>
<b>Remittances</b>	<b>\$ 16 billion</b>
<b>GDP Growth</b>	<b>4.2 %</b>
<b>Foreign Exchange Reserves</b>	<b>\$ 18.5 billion</b>
<b>Per Capita Income</b>	<b>\$ 1513</b>
<b>Inflation (CPI)</b>	<b>4.8 % from 8.7%</b>
<b>Karachi Stock Exchange</b>	<b>36,000 points</b>
<b>Baseline Profitability Index (BPI) 2015:</b>	<b>Ranking increased (58 from 97) among 110 countries</b>

# VARIOUS RESERVES OF PAKISTAN



- **2<sup>nd</sup>** largest salt reserves
- **3<sup>rd</sup>** largest copper reserves
- **3<sup>rd</sup>** largest spinning textile market
- **4<sup>th</sup>** largest milk producer
- **4<sup>th</sup>** largest cotton producer
- **5<sup>th</sup>** largest gold reserves
- **5<sup>th</sup>** largest coal reserves
- **5<sup>th</sup>** largest iron ores
- **8<sup>th</sup>** largest wheat producer
- **11<sup>th</sup>** largest rice producer

# INVESTMENT POLICY

## Ownership

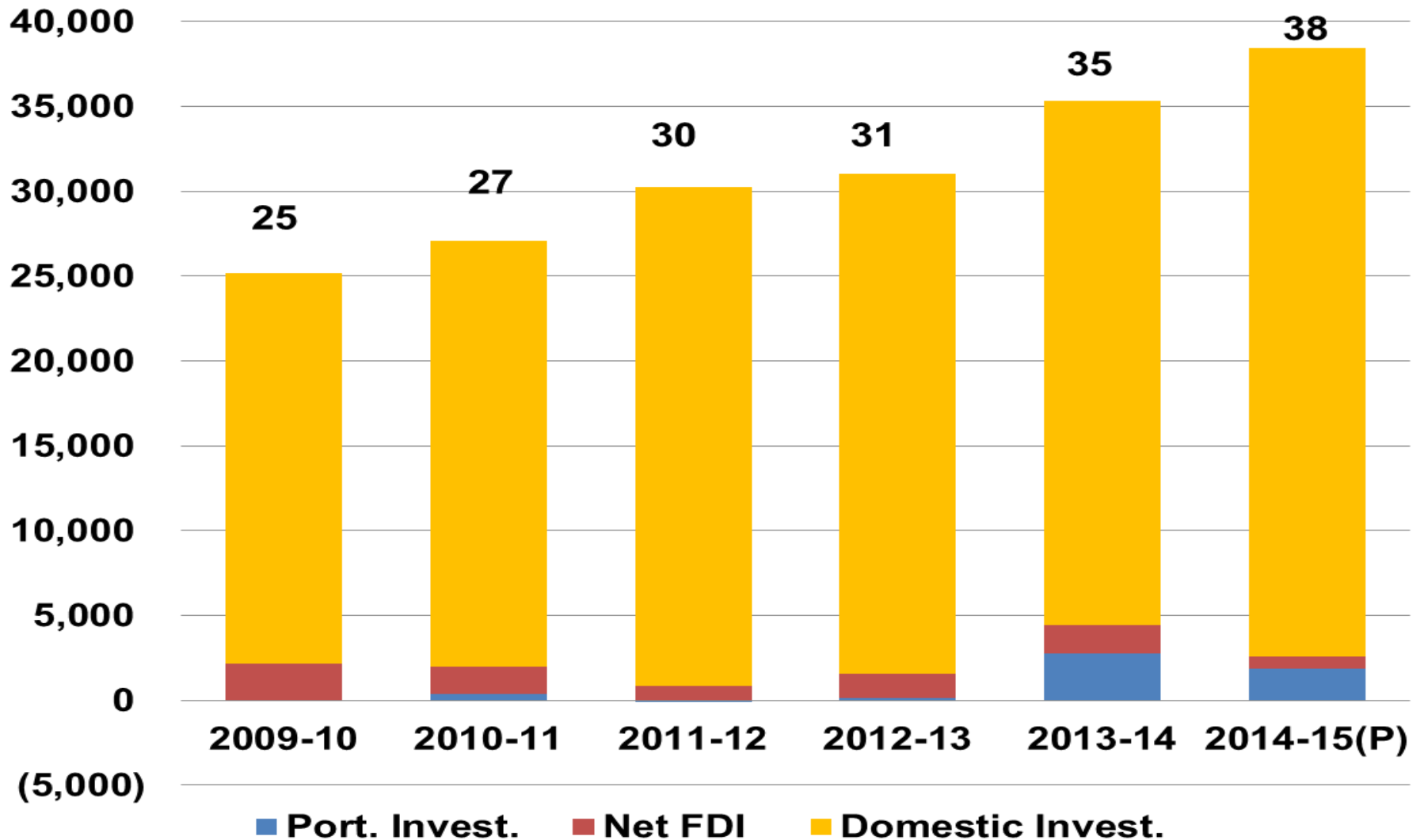
- **No restriction on remitting capital, profits & dividends**
- **25% tax relief on initial depreciation on machinery and exemption of taxes on import of Plant and Machinery**
- **Same treatment for local and foreign investments**
- **All sectors open to investments**
- **Up to 100% foreign ownership**
- **Visa on arrival for 69 countries**
- **Branch & Liaison offices are allowed**
- **Industrial Clusters (SEZ)**

# **INVESTMENT POLICY**

## **Protection**

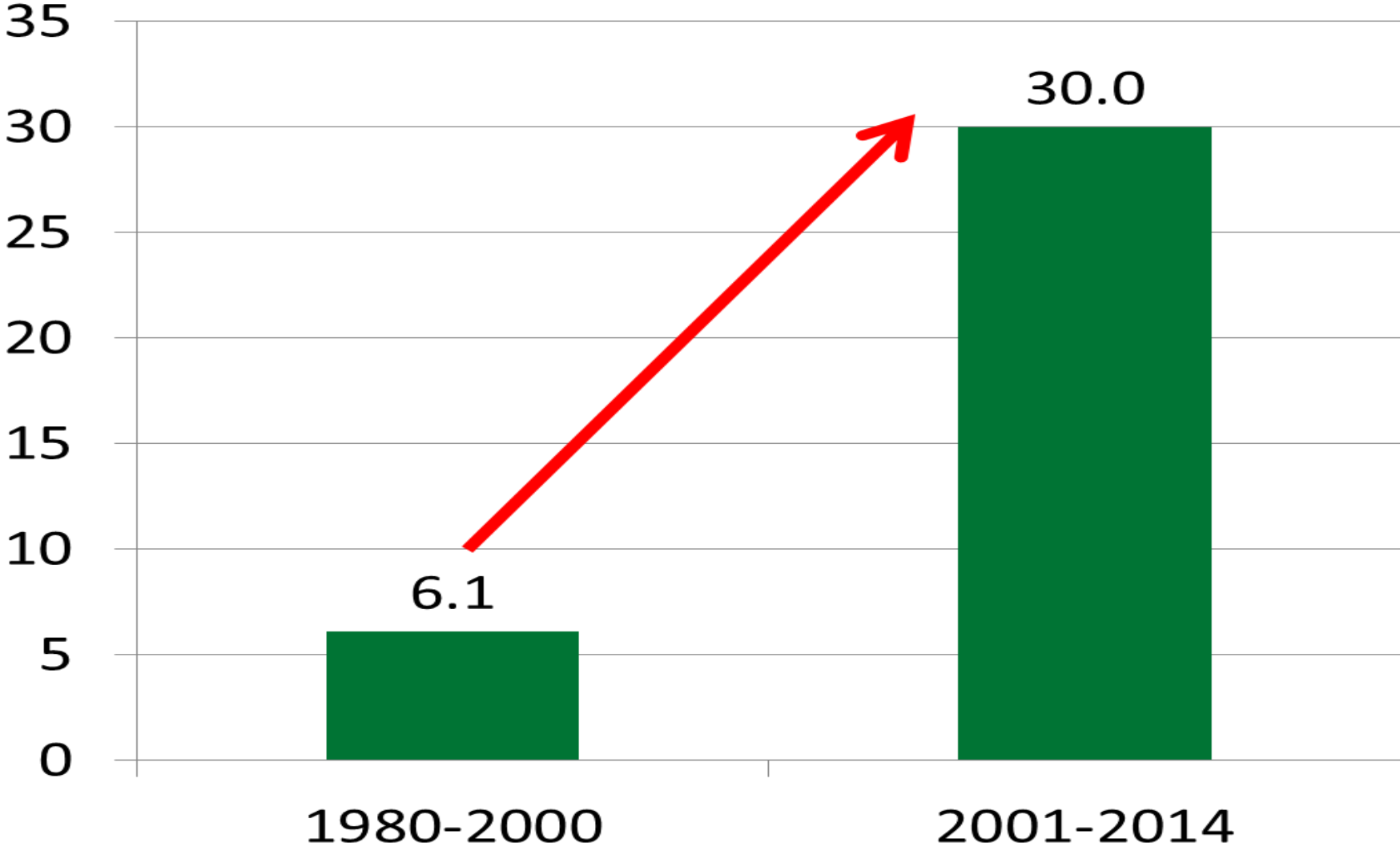
- **Protection of FDI via acts of parliament (Acts 1976 & '92)**
- **Bilateral Investment Treaties**
- **Double Taxation treaties**

# TOTAL INVESTMENT TRENDS (BILLION US\$)



Source: SBP & Economic Survey 2014-15

# FDI STOCK (US\$ BILLION)



# CHINA PAKISTAN ECONOMIC CORRIDOR (CPEC)



- A new phase of geo-economic engagement to strengthen regional connectivity and economic integration for 3 billion people of the region particularly and the world at large
- Supports CAREC existing initiatives specially corridor 5 and 6
- CPEC would be completed by 2030 in different phases of short term, medium term and long term periods.
- Entails a change in the country's economic landscape; with deeper implications for the region in trade facilitation, communication, energy and communication





- ❑ ENERGY SECTOR (POWER; OIL AND GAS)
- ❑ MININES AND MINERALS
- ❑ AGRICULTURE
- ❑ AUTOMOBILE
- ❑ TEXTILES SECTOR
- ❑ LEATHER INDUSTRY



**Thank You**