



Asian Chemical Fibre Industries Federation

Polyester Staple Fibre Manufacturers Group (PSFMG)

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Chairman - PSFMG

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Lucky Core Industries

COUNTRY AND ECONOMY OUTLOOK



Macro-Statistics



Population
255 Million

↳ Up by 4 Million from last year



GDP per capita
USD 1,710

↳ 9% increase from last year



Monetary Unit
Pakistani Rupee

↳ Stability against USD: 278.54 (2025)
→ 279.15 (2026)



Ease of doing business

108th among 190 economies.

↳ No change from last year



Consumer Confidence

43 points

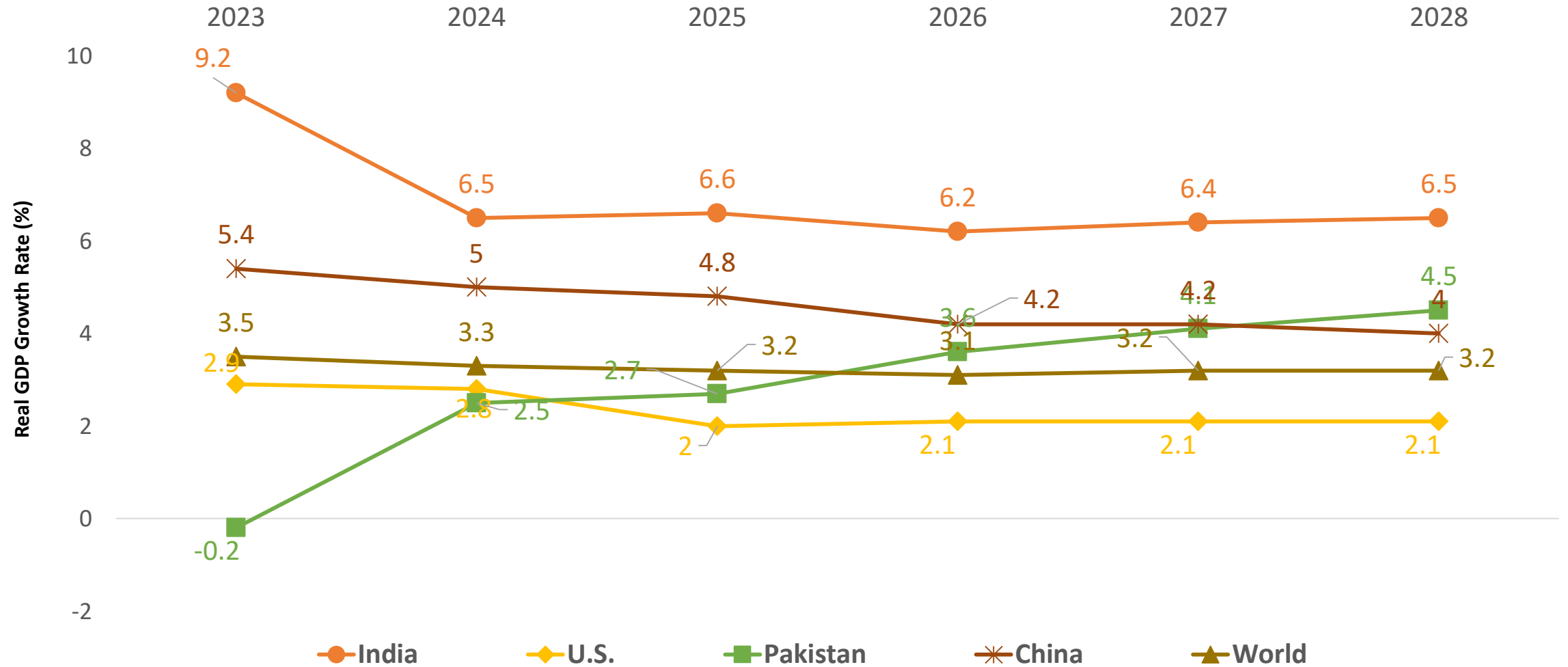
↳ Up by 3 points compared to last year
indicating a positive trend in consumer
sentiment





GDP Growth

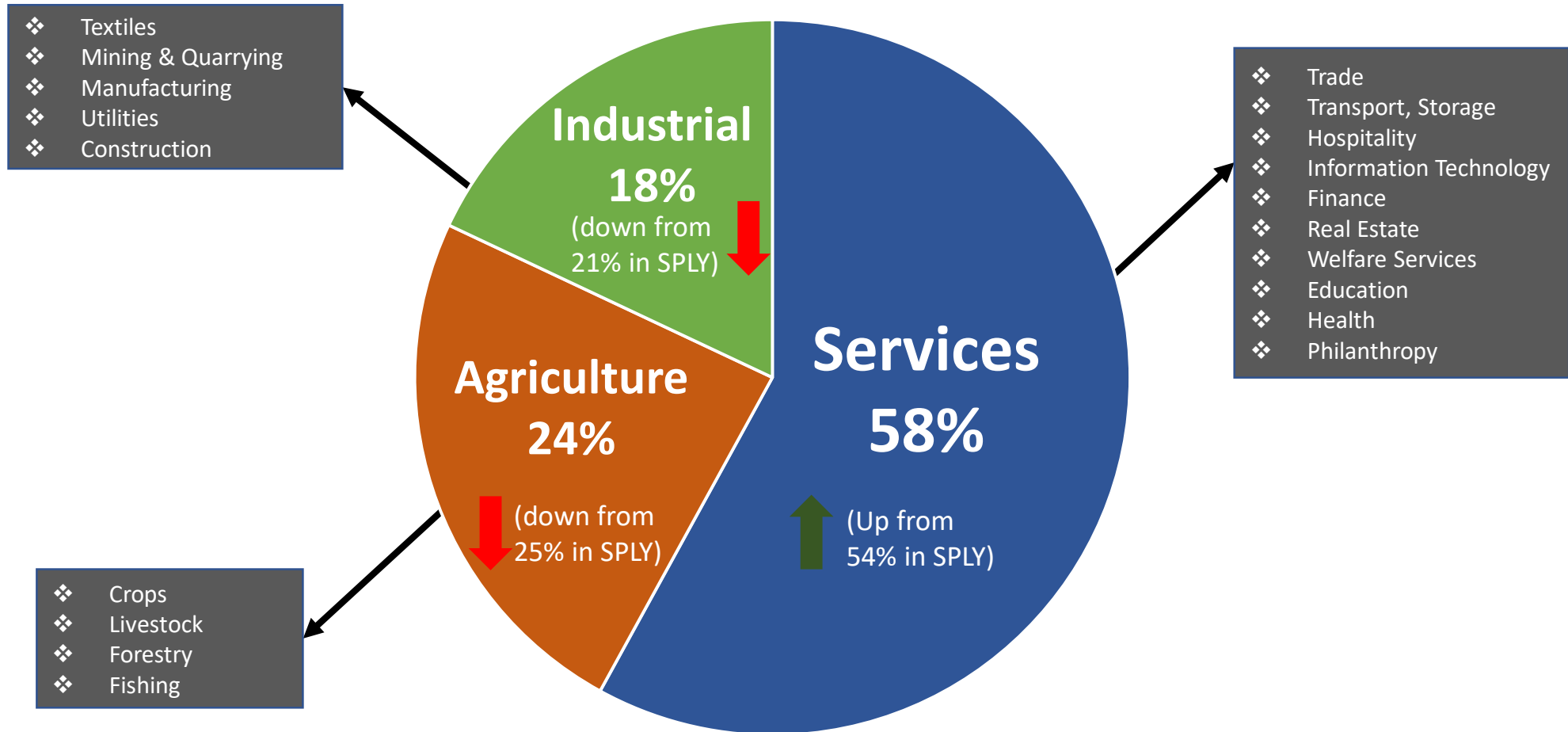
Gradually recovering economy





GDP Composition by Sector (July'24- June'25)

Services continue to grow its share





Textile Industry Overview



Key Statistics

01

2025-26 Textile Exports Projected at \$18.3 bn: **2%** growth vs SPLY. Net Textile Trade declines by 15% due to sharp increase in imports.

02

Textile products contribute **60%** to national exports. Knitwear (28%), Ready-Made garment (24%), Bed Wear (18%) and Cotton Cloth (9%) – our major contributors.

03

Textile industry employs an estimated **40%** of the industrial labor force.

04

- Pakistan
- ❖ **5th** largest producer of cotton in the world
 - ❖ **8th** largest exporter of textile products to US
 - ❖ **3rd** largest spinning capacity in Asia

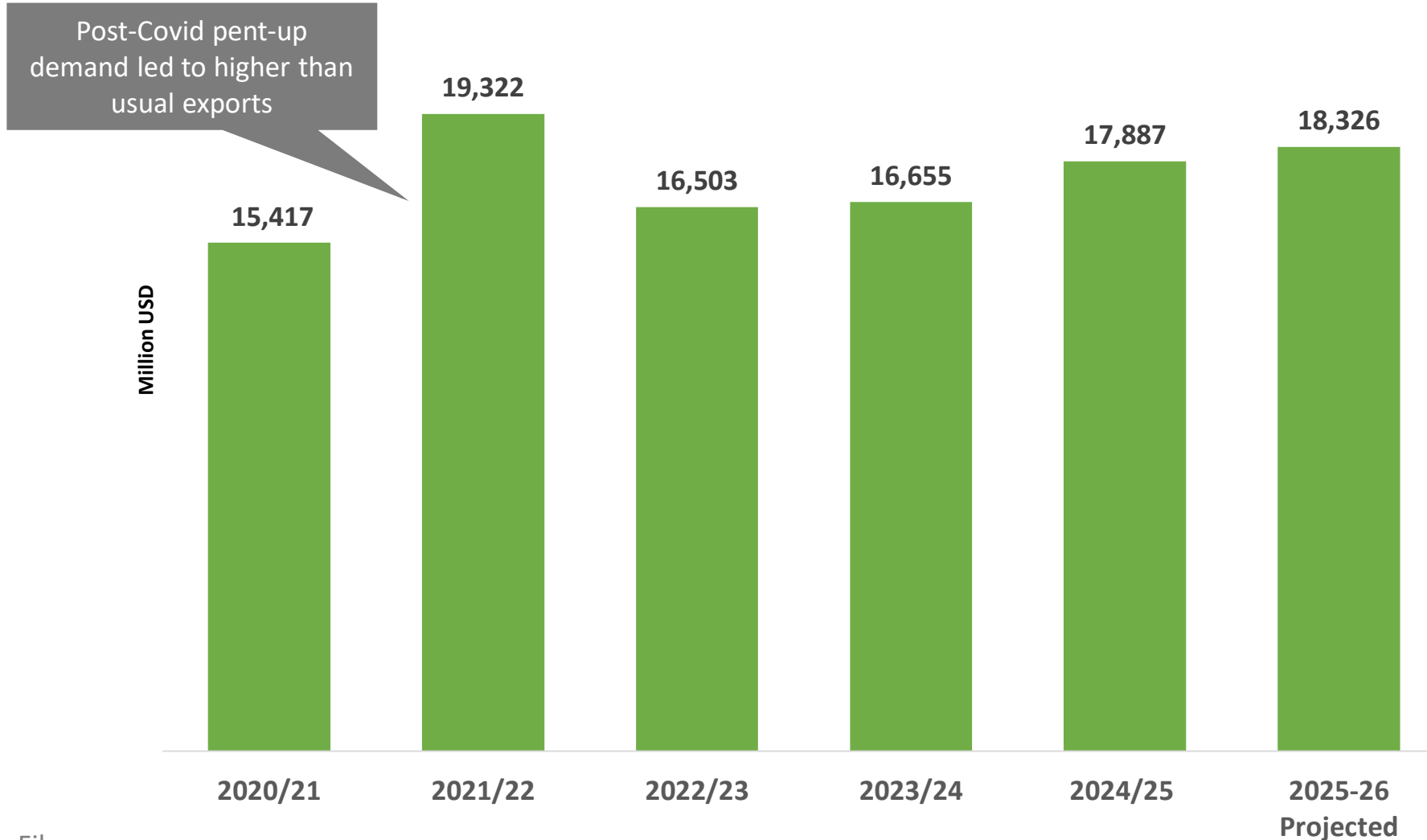
05

The textile sector contributes **8.5%** to the GDP of Pakistan.



Textile Export Performance

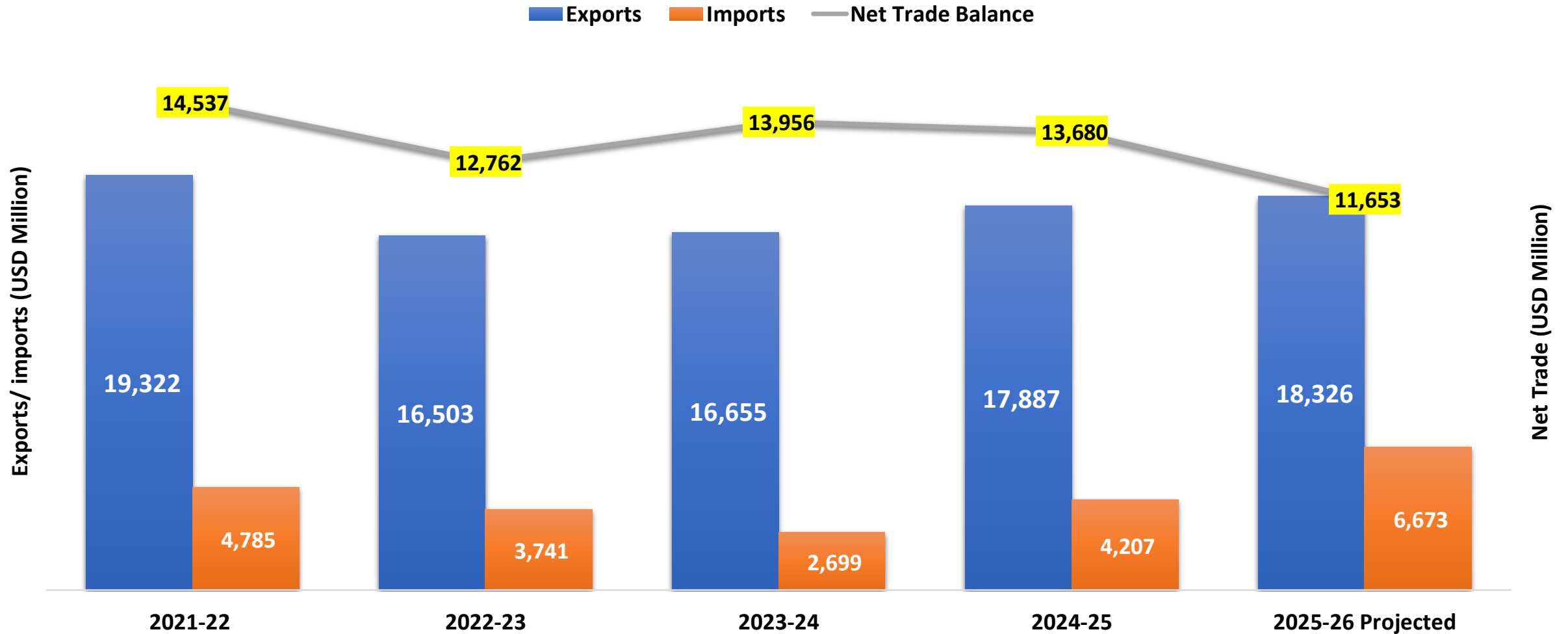
Marginal growth at a 6-year CAGR of 3%





Pakistan Textile Net Trade

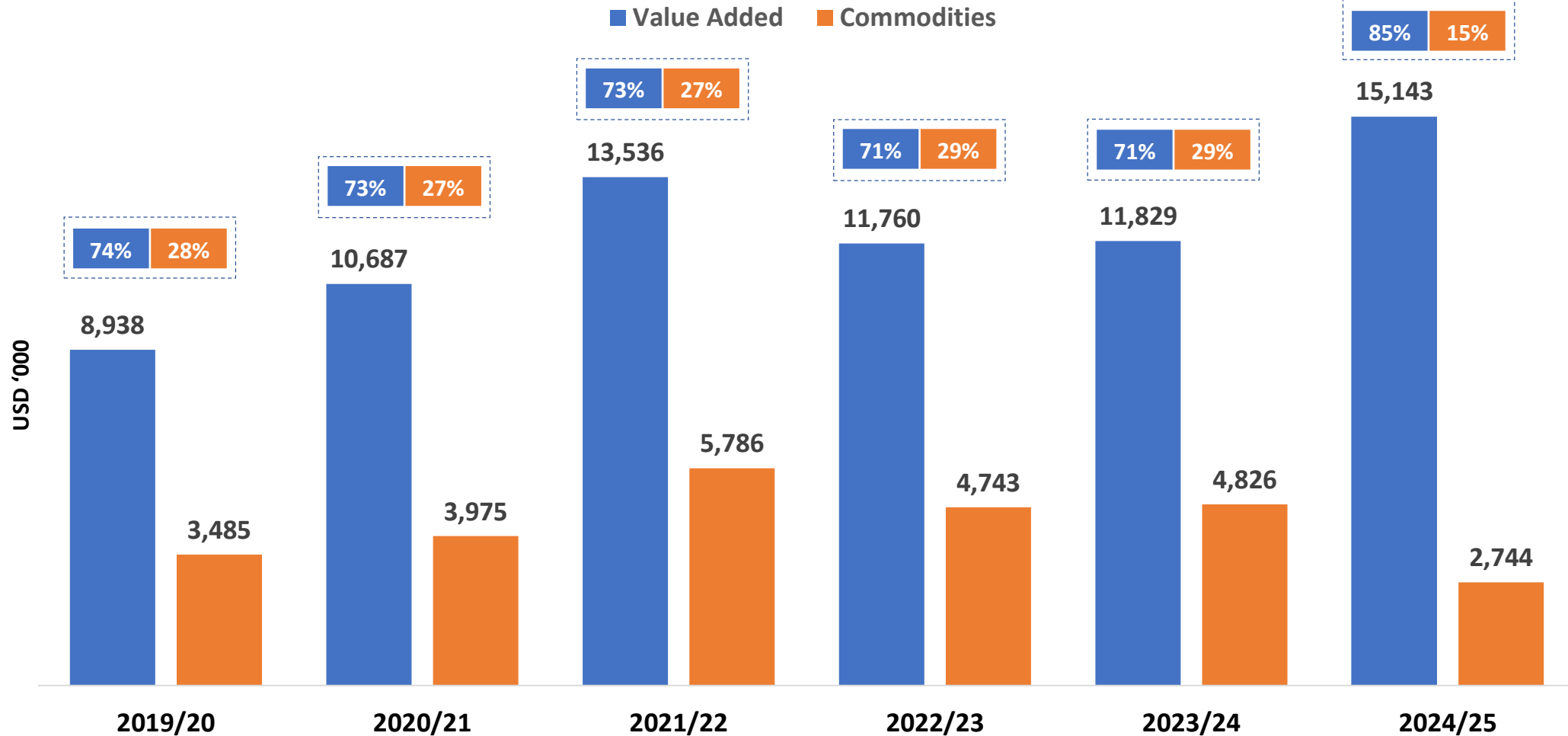
Sharp increase in imports negatively impacts net textile trade





Value-added vs Commodity Exports

Value-added sector continues to increase share in export growth

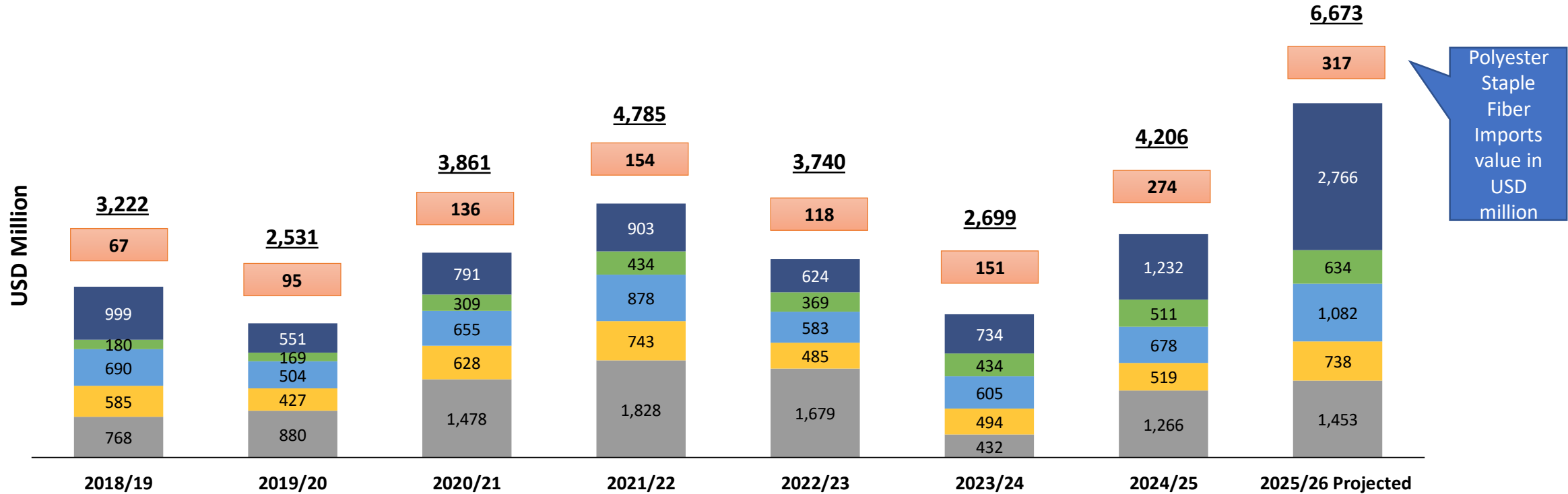




Textile Imports

Imports by Value & Sector

- Raw Cotton
- Synthetic Fibre
- Synthetic and Artificial Silk
- Worn Clothing
- Other Textile Items
- Woven Fabric
- Ribbons
- Tapes
- Quilted Products
- Lace
- Sacks of Cotton

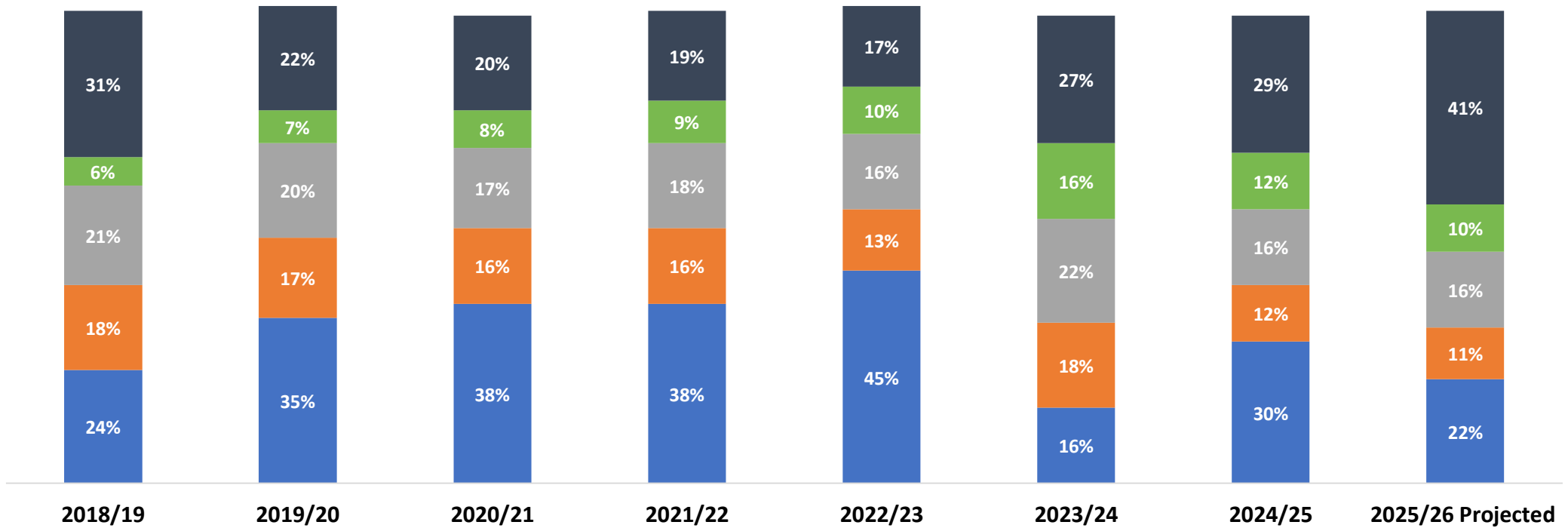




Textile Imports

Percentage breakdown

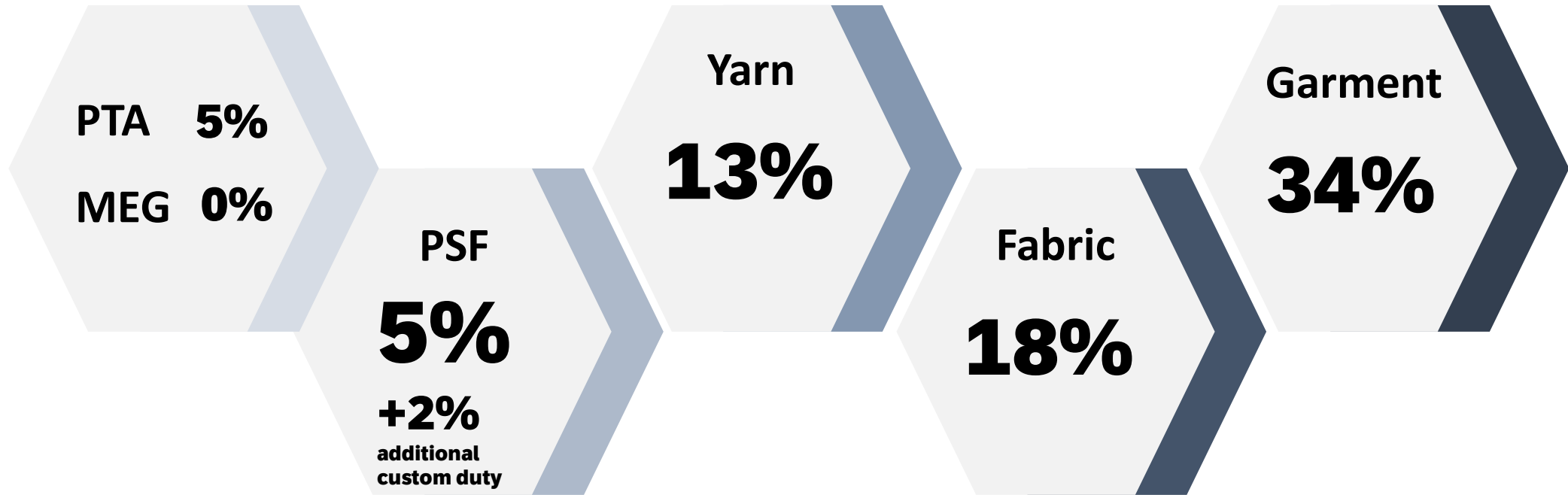
Imports Share by Sector





Tariff Structure

Polyester Value Chain



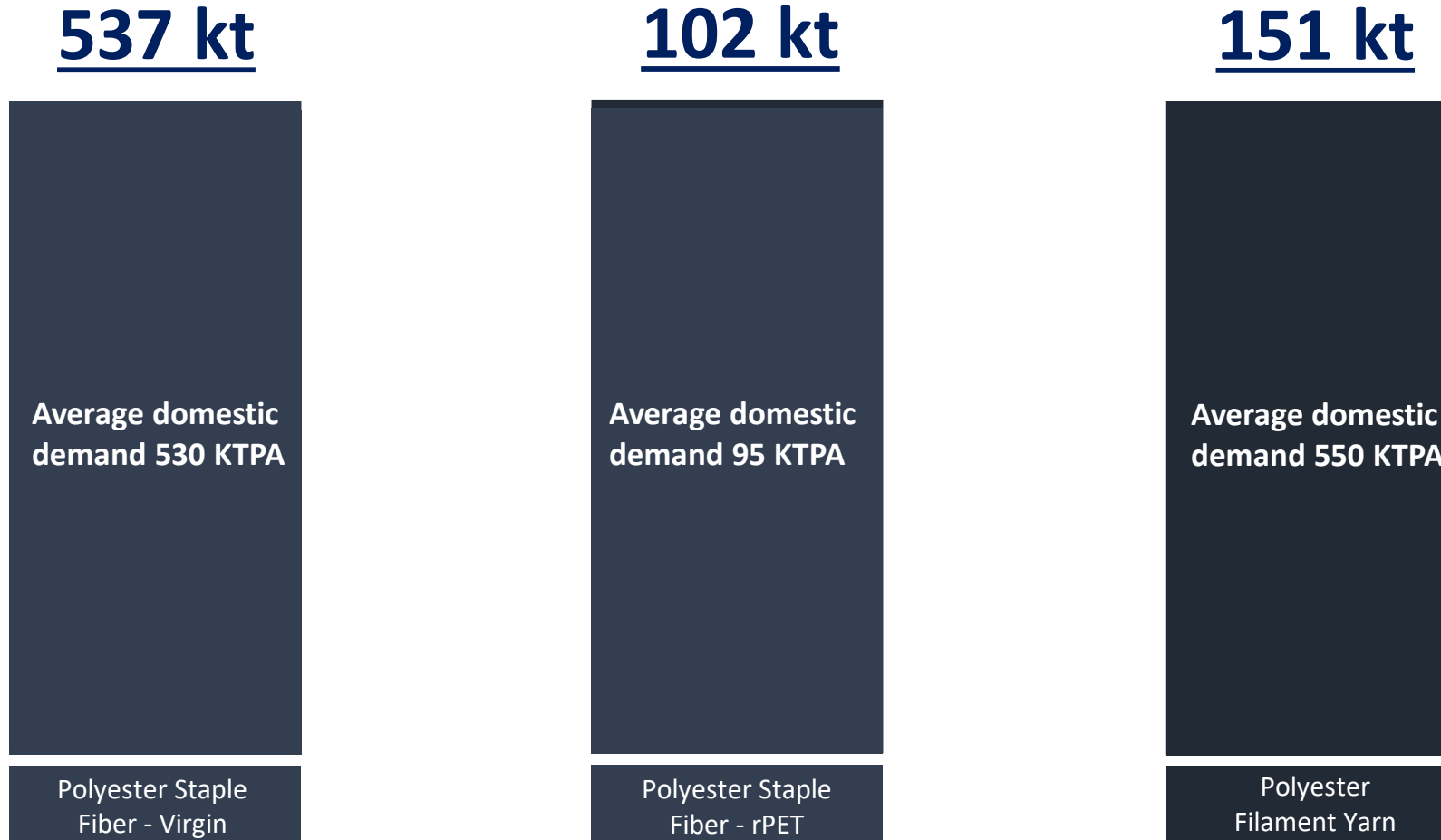


Polyester Staple Fiber Industry Overview



Installed Capacity

Sufficient PSF capacity for domestic consumption

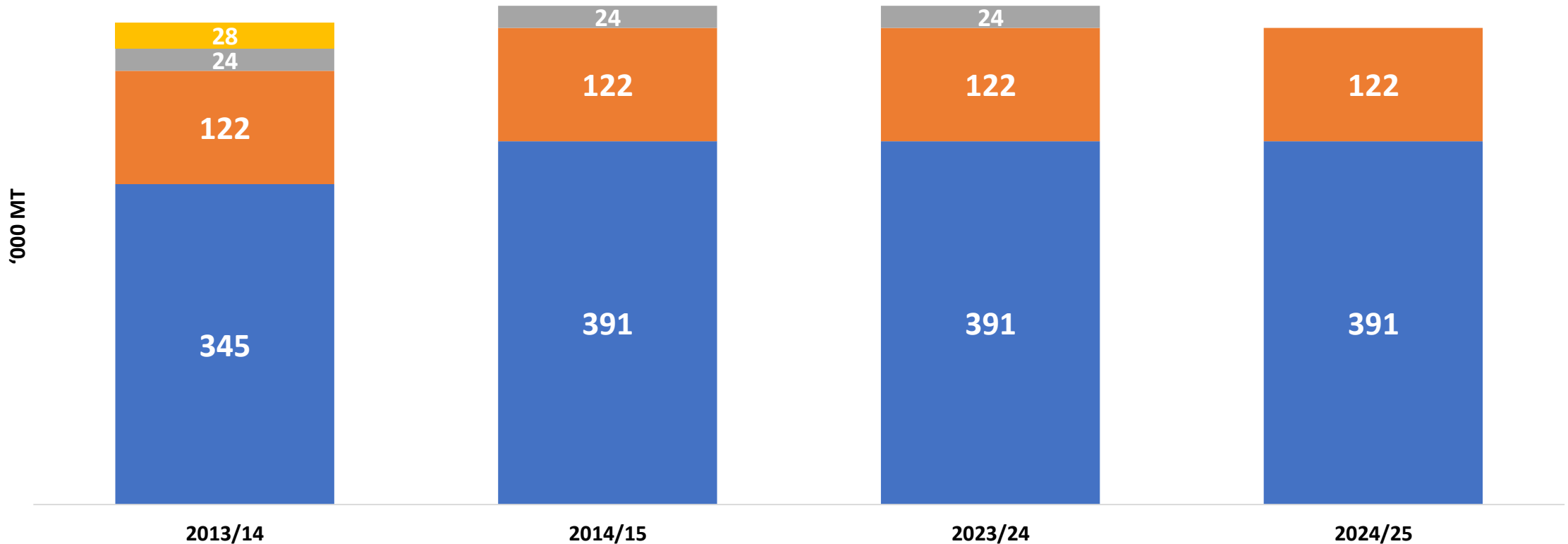




Working Capacity

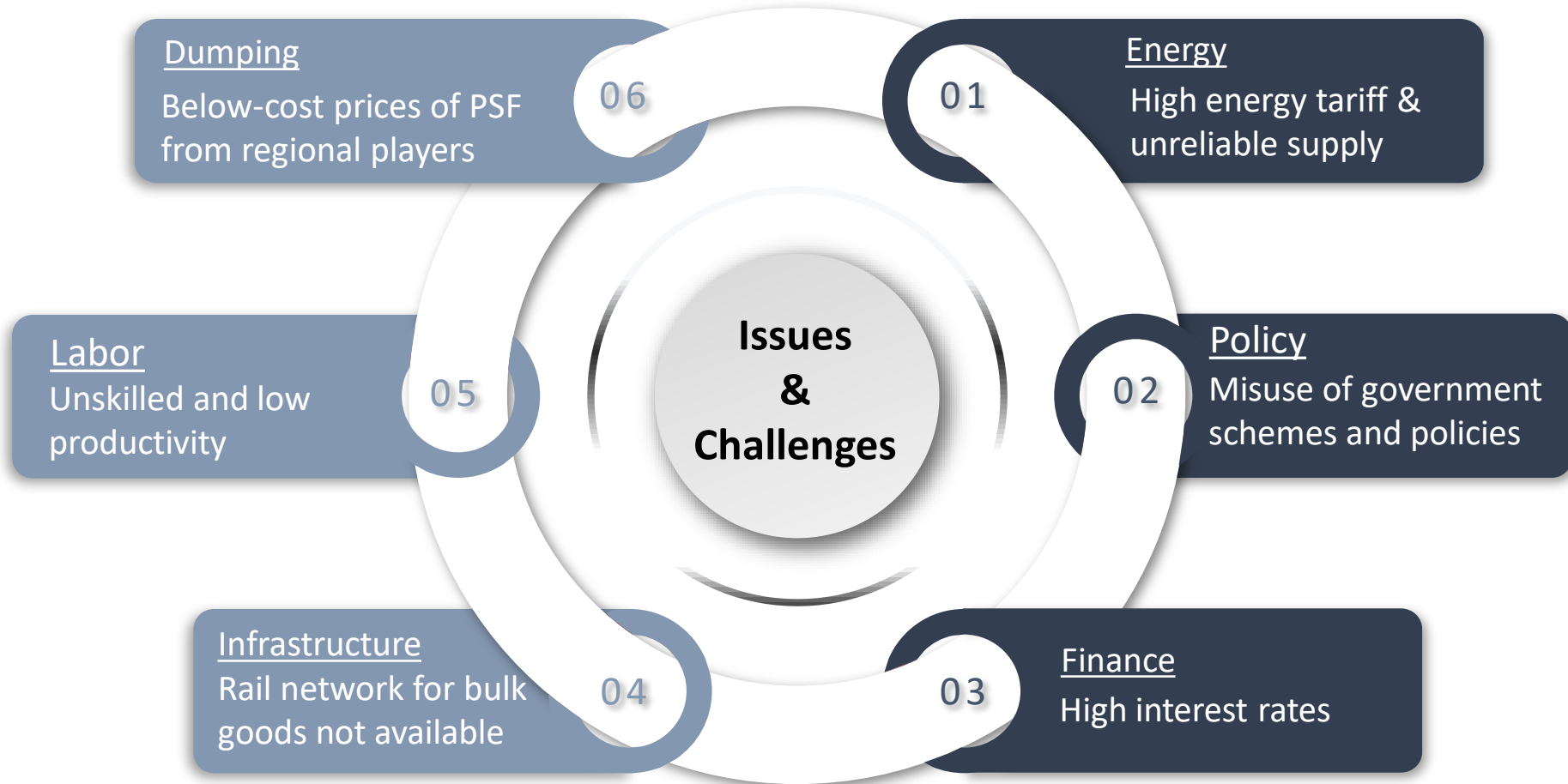
Only 2 operating virgin PSF producers

■ IFL ■ LCI ■ Rupali ■ Pakistan Synthetics





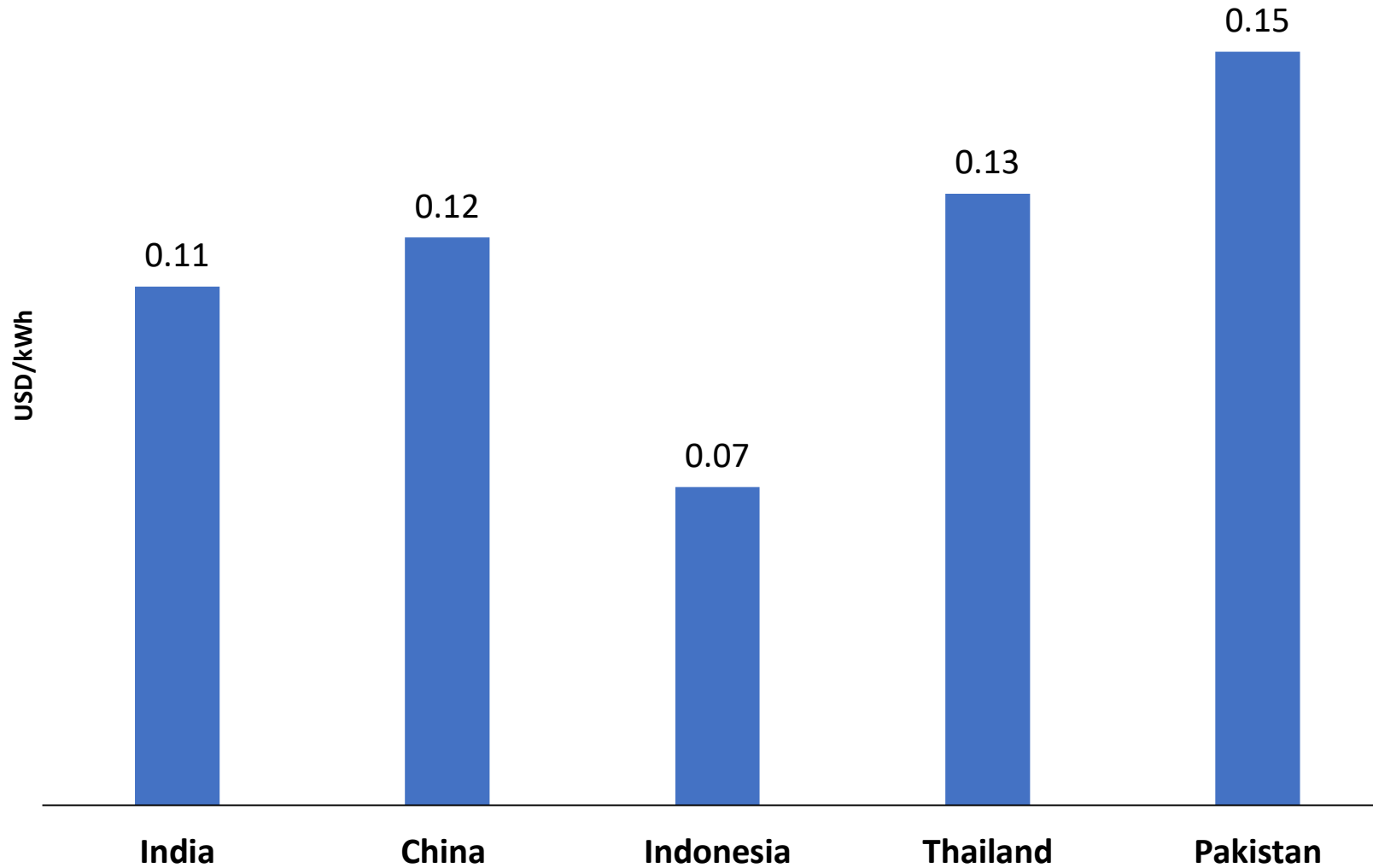
Issues & Challenges





Energy Prices

Highest energy cost in the region

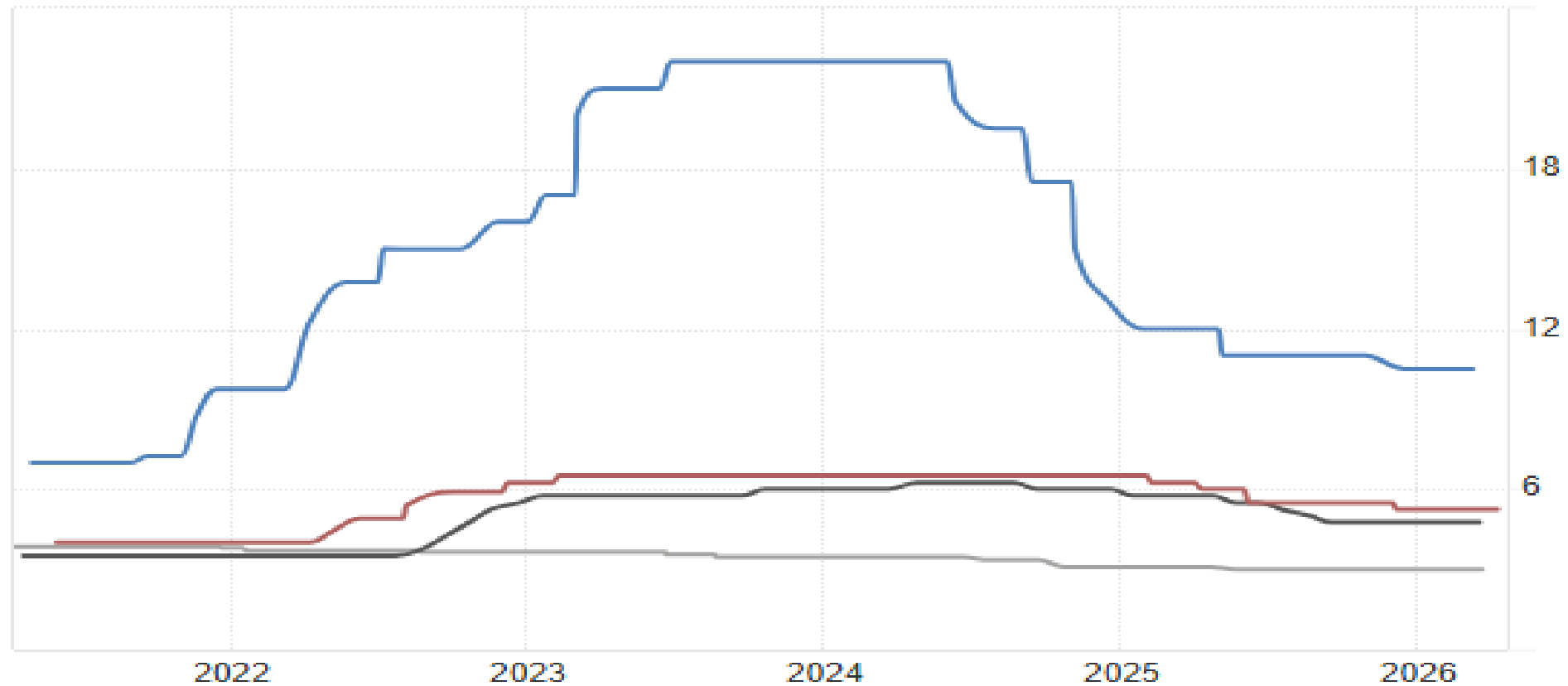




Interest Rates

Interest rates much higher than the region

PK Interest Rate IN Interest Rate ID Interest Rate CN Interest Rate





Way Forward for Textile Industry

Policy Reform

Advocate for supportive monetary, energy and tax policies

1

Focus on Sustainable & Traceable Products

In line with upcoming global regulations & emerging consumer needs

2

Testing Services and Standardization to support new developments

New technologies such as T2T and resource-efficient production techniques

3

Sustainable Practices

To reduce carbon footprint and foster eco-friendly production methods

4

Global Footprint for Local Brands

Fostering local brands for global outreach

5

Curb Dumped Imports

Adequate tariff protection required against new dumping sources

6



Thank You