# Mew Look Mew Vision



(PPM-020-10-24122013)

Developing Strengths Together



Dato' Sri Mohamed Nazir Meraslam
Chairman Malaysia Pakistan Business Council
The purpose of Business Council is to enhance
bilateral trade, investment and tourism
between Malaysia and Pakistan

#### Malaysia

- Area: 329,847 sq km
- Population : 34 million
- GDP: \$300+ Billion
- GDP by sector : Agriculture 8.4%, Industry 36.9%, Services 54.7%
- Exports : US\$ 240 Billion
- Exports to Pakistan: \$1 B
- Imports: \$ 200 B
- Import Partners : China, Singapore, US, Japan, Taiwan

#### **Pakistan**

- Area: 796,095 sq km
- Population : 220 million
- GDP: \$300+ Billion
- GDP by sector : Agriculture 24.4%, Industry 19.1%, Services 56.5%
- Exports : US\$ 24 Billion
- Exports to Malaysia: \$ 0.16 B
- Imports: \$ 50 B
- Import Partners: China 24%, UAE 12.6%, US 5.2%, Indonesia 4.4%, Saudi Arabia 4.9%

## BILATERAL TRADE

#### **MALAYSIA**

- Palm Oil and Derivative Products
- Education : University and Specialized Professional Education
- Tourism and Hospitality
- Electric and Electronics
- Machinery
- Banking (May Bank, MCB, Bank Al Habib)
- Services (Professionals and labor)

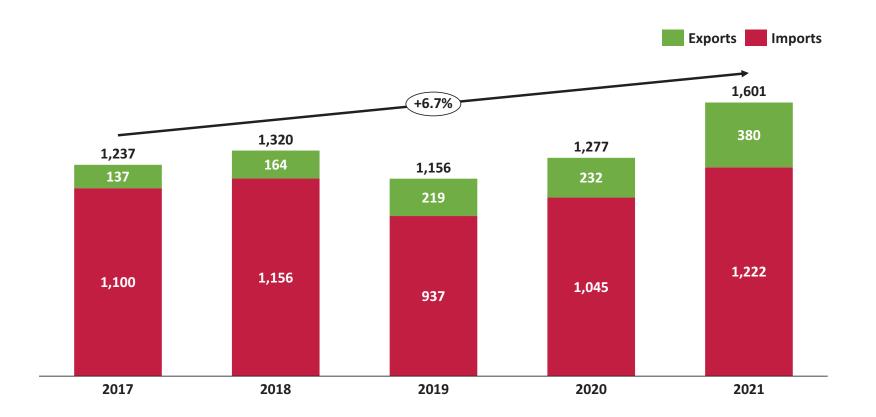
### **PAKISTAN**

- Information Technology
- Agri Products (Rice, Potatoes, Onion and other Vegetables)
- Fruits (Mangoes, Oranges, Dates)
- Textiles
- Automotive (Proton)
- Mineral Resources (Marble, Metals, Himalayan Pink Salt)
- Construction Industry
- Halal Tourism





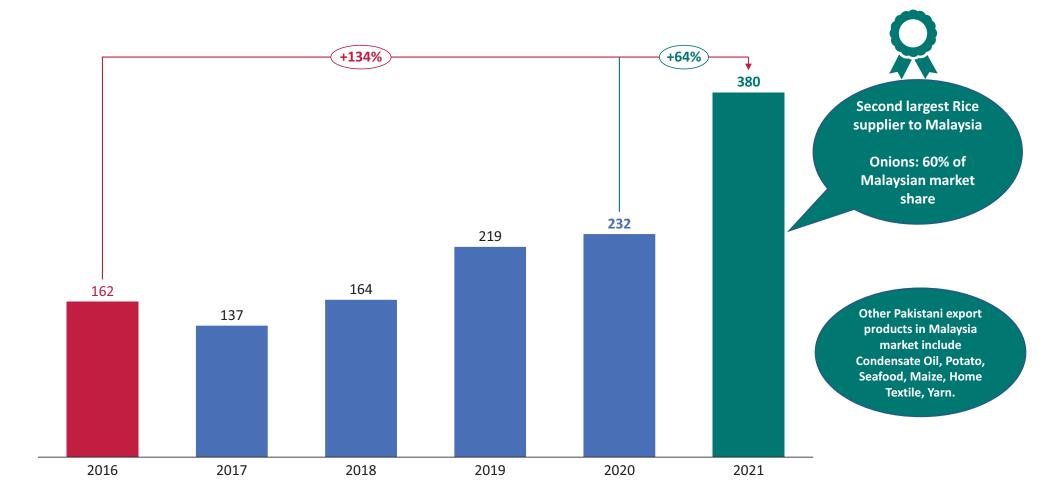
#### Pakistan Malaysia Bilateral Trade Value US\$ in Millions







#### Pakistan Exports to Malaysia Value US\$ in Millions



## **MARKET ATTRACTION: PAKISTAN**











**Business Friendly Government** with Strong Reform Agenda









## Bullish view of Pakistan for next decade because...



Catching up on Lost Decade of Economic Growth

Enhanced Market Access (CPEC)

Government Policy Direction



Pakistan had the fourth highest investment commitments \$1.9 billion in first half of 2020 : World Bank



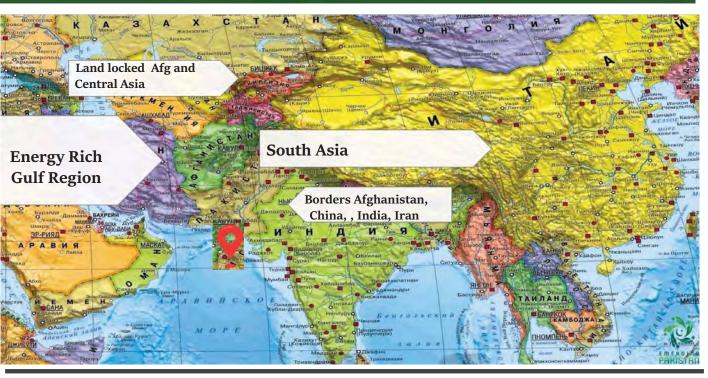


Prime Minister Imran Khan

#### **Four Neighbors**

- Afghanistan
   2,600 km
- 2. Iran 950 km
- 3. India 770k
- 4. China 550K

## ISLAMIC REPUBLIC OF PAKISTAN





~ 12 climatic zones from -50c in Himalayan mountains to plains, agri land, Arabian seaports, deserts 45c in summers





700+ KM coastline: 3 major ports – Karachi, Port Qasim, Gwadar

#### 220 Million

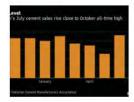
Population & Workforce

- Age Structure: 55% under 24 years
- Cultural and ethnic diversity with influences from Afghans, Persians, Indian

# COVID AND BUSINESS DEVELOPMENTS PAKISTAN IS OPEN FOR BUSINESS

### <u>Pakistan's Economy Shows</u> <u>Momentum as Virus Cases Taper Off</u>

#### **Bloomberg**



Markets

#### Pakistan's Economy Shows Momentum as Virus Cases Taper Off

By Faseeh Mangi

Pakistan is showing signs of business activity picking up at a faster clip, as worries about new coronavirus infections fade in an economy that contracted for the first time in seven decades.

September 13, 2020

## Virgin Atlantic Launches First-Ever Pakistan Routes to Fill Void

#### Bloomberg



Busines

#### Virgin Atlantic Launches First-Ever Pakistan Routes to Fill Void

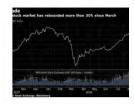
By Christopher Jasper

Virgin Atlantic Airways Ltd. announced its first new routes since the start of the coronavirus crisis, saying it will serve Pakistan for the first time after bans on the Asian nation's flag carrier created a gap in the market.

August 27, 2020

## Pakistan Is The Hot Asian Stock Market Hungry for Foreign Cash

#### **Bloomberg**



Markets

#### Pakistan Is The Hot Asian Stock Market Hungry for Foreign Cash

By Faseeh Mangi

The rebound that's helped make Pakistan equities Asia's best performers since the end of March isn't done yet, according to some money managers.

August 24, 2020

Pakistan projected to become world's 20<sup>th</sup> largest economy by 2030 and 16<sup>th</sup> largest by 2050 in terms of PPP



Growth projections rank
Pakistan among the fastest
growing economics to 2025 with
projected growth rate at 5.97%



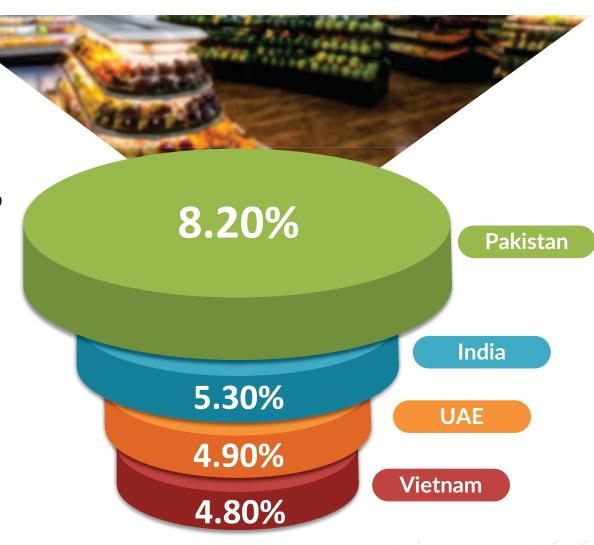




# FASTEST GROWING RETAIL MARKET

Disposable incomes have doubled since 2010 with 40% spent on Food. That's more than Indonesia and Turkey.

Bloomberg: Oct, 2017







# **OPPORTUNITIES**



- 1. Market Penetration for Malaysian Products and Services
- 2. Alternative Supply Source Development for Malaysian Companies
- 3. Government Incentives for Inorganic Growth Opportunities in Pakistan Green Field, Brown Field, Join Venture

## **GOVERNMENT INCENTIVES IN PAKISTAN**

#### **Taxation**

- Zero income tax on IT & ITeS exports till June 2025
- Zero Income tax, and no minimum tax and withholding tax for PSEB registered IT start-ups for 3 years
- Tax holiday for venture capital funds till 2024
- Accelerated depreciation of 30% on computer equipment

#### Shareholding

- Up to 100% foreign ownership of IT & ITeS companies
- Up to 100% repatriation of profits for foreign IT & ITeS investors
- Foreign currency account permitted for only receipt of export remittances

#### Others

 Provision of low rent space in Software Technology Parks (STPs)

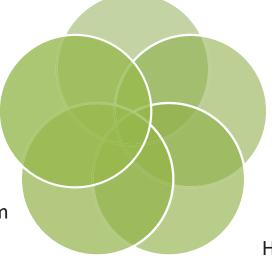
## **HOTEL AND TOURISM INDUSTRY**

5 mountain peaks above 8000 meters





Safari and Aviation license



Northern areas





Religious tourism (Halal Tourism, Buddhist and Sikh Sacred sites)

Historical places





## TEXTILE AND CLOTHING

- Drawback of local taxes and levies (2% for Made-ups and 4% for Garments)
- Duty and taxes remission under DTRE Scheme, Manufacturing Bond, Export Oriented Units
- Supply of electricity and gas at concessional rates
- Easy availability of raw material, cheap labor
- Cascaded tariff structures- Lower tariffs on raw material- higher tariff on value added sectors
- Availability of Export Refinance and Long Term Financing Facility
- Preferential market access to 32 countries including EU members,
   USA, China, Malaysia, Sri Lanka, Indonesia and South Asian region





## PREFERRED TEXTILE & CLOTHING SECTORS

#### **Traditional Sectors**

- Men's/ladies Trousers, Blouses
- Jackets, blazers
- □ Brace overalls, breeches
- □ Jerseys, pullovers,
- □ Cardigans and Waistcoats
- Bed sheets
- Towels
- Drapery

#### **Value Added Sectors**

- Sports Wear
- Sweaters
- Tailored Clothing
- Lingerie
- Microfiber Bedding
- Decorative Cushions
- Microfiber plush fleece blankets and throws
- □ Fashion Socks









## ENERGY SECTOR

- No customs duty or sales tax on import of equipment
- No Income Tax / withholding tax / turnover tax
- Repatriation of Equity along with dividends freely allowed
- Convertibility of PKR into USD
- Mandatory purchase of electricity by power purchaser
- Government's Sovereign Guarantee

### **AUTO SECTOR**

#### **Greenfield Investment**

- Duty free import of plant and machinery for setting up assembly and/or manufacturing facility on one-time basis
- □ Import of 100 vehicle of variant in CBU form at 50% of the prevailing duty for test marketing
- □ Concessional rate of custom duty @ 10% on non- localized parts and @ 25% on localized parts for a period of 05 years for manufacturing of Cars & LCVs

#### **Brownfield Investment**

- □ Import of non-localized parts at 10% customs duty and localized parts at 25% duty for a period of 3 years for manufacturing of Passenger Cars and LCVs.
- □ Import of all parts (both localized & non-localized) at prevailing custom duty applicable to non-localized parts for a period of 3 years for manufacturing of Buses, Trucks and Prime Movers.







## **GATEWAY TO REGIONAL MARKET OF 500 MILLION PEOPLE**



## **Transit Trade and Regional Hub**

China Pakistan Economic Corridor (CPEC)

- Accelerated new economic activities in South Asia and Central Asia Region under multi-billion \$ CPEC project through development of Gwadar Port, enhanced and cost competitive Regional Connectivity to landlocked markets
- Special Economic Zones
- Tax & Other government incentives

#### Access to Regional Market

- Malaysian businesses have extensive experience in International Trade
- Leverage new market access to tap new opportunities in market development and penetration
- Unique Supply Chain access through 3
   Ports and Rail & Road to grow business into South Asian regional markets of 500 million people (Pakistan, Afghanistan, Central Asia)

## GATEWAY TO REGIONAL MARKET OF 500 MILLION PEOPLE Transit Trade and Regional Hub

S.No.	<b>Customs Stations</b>	Location/Province/State
1	Karachi	Karachi (Port City) Sind
2	Gwadar	Gwadar (Port City near Iran Border) Baluchistan
3	Taftan	Pak-Iran Border near Baluchistan
4	Chaman	Pak-Afghan Border near Baluchistan
5	Torkham	Pak-Afghan Border Khyber Agency/KP
6	Sost	Pak-China Border, Gilgit Baltistan



Six Border Customs Stations for TIR

TIR is a French acronym for "Transports Internationaux Routiers" which means "International Road Transport"

## GATEWAY TO REGIONAL MARKET OF 500 MILLION PEOPLE Transit Trade and Regional Hub

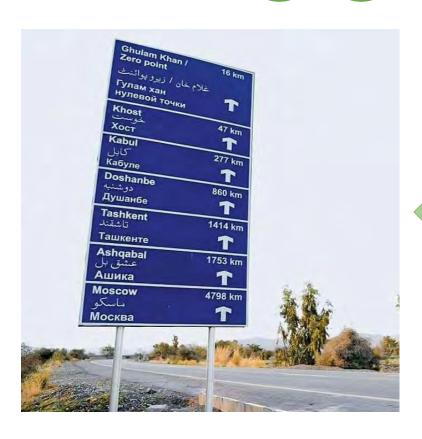
S.No.	<b>Customs Stations Name</b>	Location/Province/State
7	NLC Container Terminal	MCC-Exports Karachi
8	Qasim Freight Station (QFS)	MCC-Exports, Port Qasim, Karachi
9	NLC Container Terminal	MCC-Appraisement East, Karachi
10	Bay West Terminal	MCC-Appraisement West, Karachi
11	NLC Dry Port	Hyderabad, Sind
12	Railway Dry Port	Quetta, Balochistan
13	NLC Dry Port	Quetta, Balochistan
14	Multan Dry Port	Multan Punjab
15	Faisalabad Dry Port	Faisalabad, Punjab
16	Sambrial Dry Port	Sialkot, Punjab
17	Lahore Dry Pot	Mughalpura Lahore, Punjab
18	NLC dry Port Thokar	ThokarNiazBeg, Punjab
19	Railway Dry Port Premnagar	Lahore, Punjab
20	Railway Dry Port	Peshawar, KP
21	Margalla Railway Dry Port	Islamabad, Islamabad Capital Territory



Twenty-One Inland
Customs Stations for
TIR Operations

## GATEWAY TO REGIONAL MARKET OF 500 MILLION PEOPLE Transit Trade and Regional Hub







A signboard on road near Ghulam Khan crossing

The first ever transit cargo to Central Asia passed this signboard in

February 2021 and kindled the hope for the beginning of economic activity

\$\$\$

Untapped

<u>bilateral</u>trade

potential

Gwadar...

bordering towns

with Iran and

Afghanistan

## **MULTINATIONAL BUSINESSES PRESENCE IN PAKISTAN**



























































































## **AUTOMOBILE PLAYERS IN PAKISTAN**











































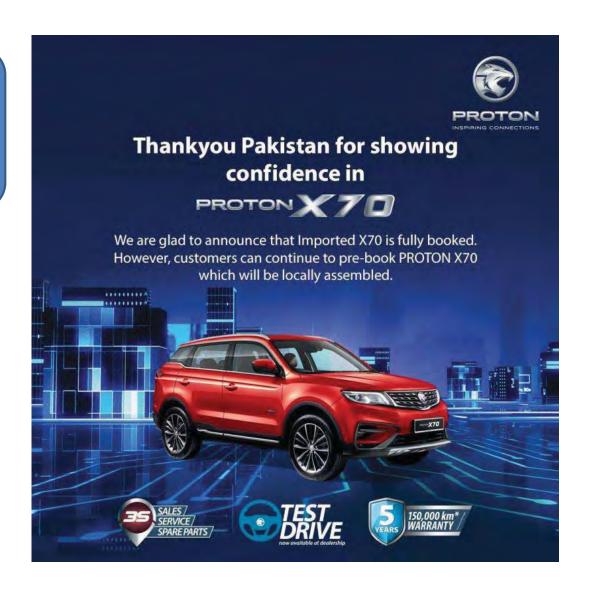
\*Proton entered into JV in 2019 in Pakistan into \$30 million assembly plant in Karachi

### PROMINENT MALAYSIAN COMPANIES IN PAKISTAN

- FELDA: Palm Oils. Joint Venture with Local Partner
- Proton: Car Assembly. Joint Venture with Local Partner
- May Bank: Banking. Shareholding in a major local bank

Social Media note from Proton in January 2021







Constituted sub-committees

• April 2020



Meet Perbadanan Usahawan Nasional Berhad (PUNB)

•Jun 2020



Meet Chinese Chamber of Commerce & Industry Kuala Lumpur & Selangor

•Sep 2020



Webinar with CFO Club: Business Opportunities Malaysia

•Oct 2020



Meet PakMal

Oct 2020



MPOC honorary membership •Oct 2020



MalPak Proposals to Trade & Investment Counselor Pak HC

•Sep 2020



Joint Meet of High Commission and MalPak and PakMal

•Nov 2020



MalPak members Directory
•Dec 2020



MalPak Members Virtual Townhall

•Dec 2020



Meeting Klang Chinese Chamber

•Jan 2021



Support and Participation in Silk Road Summit Pakistan

•Mar 2021



Meet High Commissioner of Pakistan & Pakistani professional community

•Mar 2021



E-Commerce Workshop

•April 2021



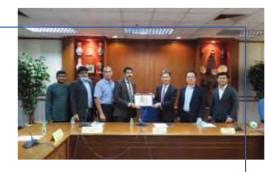
MOU Walnut Travel & Tours

• April 2021



MOU CFO Club Pakistan
•April 2021





Chinese Chamber Kuala Lumpur & Selangor



















Ch. Nadeem A. Rauf, President Rawalpindi Chamber of Commerce & Industry (RCCI) hosts







DEVELOPING STRENGTHS TOGETHER

#malaysia #pakistan







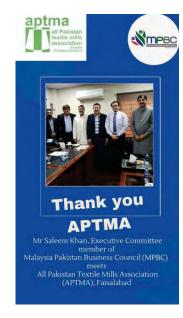












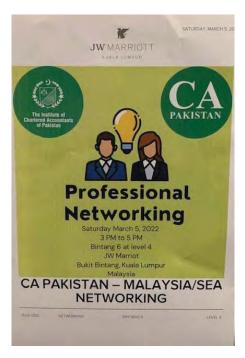


















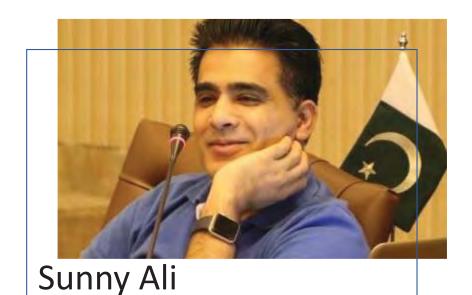




## **E-commerce Workshop Speakers**

A Big Thank You

















### MPBC (formerly known as MalPak) Members Engagement



#### **MALPAK Virtual Town Hall 2020**

Register in Advance and Join us on Zoom Webinar

#### 17 December 2020 | 4:00 PM (MYT)

Watch our Live Stream on Facebook https://bit.ly/3qLqiM7





MR. USMAN AHMED

Managing Director, Gamalux Oils Sdn Bhd Exco Member, Malaysia-Pakistan Business Council Immediate Past Vice-Chairman, Pakistan-Malaysia Business Council of Federation of Pakistan Chambers of Commerce & Industry.



DATO' SRI NAZIR MERASLAM

Malaysia-Pakistan **Business Council** 



MR. SHAFQAT ALI KHAN NIAZI

Trade and Investment Counsellor The High Commission of Pakistan in Kuala Lumpur



BADRODDIN

Senior Director of Bilateral Economic and Trade Relations MITI



MADAM HASZIAH MAT YAZID

Senior Manager of Central, West, South Asia & Africa Section MATRADE





https://bit.ly/37Wv3WG

#### **GUEST SPEAKERS**



YBHG DATO ANDREW GOH Vice President

Federation of Malaysian Manufacturers



MR. SIKH SHAMSUI IBRAHIM SIKH ABDUL MAJID

Director of Foreign Investment Promotion Division MIDA

## MPBC (formerly known as MalPak) Supported International Silk Road Summit March 2021













Sadaf Khalid Khan CEO, SDGs Academy (Pvt.) Ltd. 1st floor- Ali plaza- A.K.M. Fazl-ul-Haq Road Block B G 6/3 Blue Area, Islamabad,

April 03, 2021

#### Dato' Sri Mohamed Nazir Meraslam

Malaysia-Pakistan Business Council (MALPAK) No. 11 Jalan Rasmi 7 Taman Rasmi Jaya 68000 Ampang Selangor Darul Ehsan

Dear Sir.

On behalf of SDGs Academy (Pvt.) Ltd., I extend a warm thank you for the support you honoured us with for our event "International Silk Road Summit-2021" that was held on March 18 -23, 2021 at Karachi, Gwadar and Malam Jabba.

All thanks to your support that we were able to meet the objectives of this event. In Gwadar, on March 18, we were successful in realizing the stakeholders that the local population should not be ignored while developing infrastructure and building regional connectivity. Also, the need to integrate Sustainable Development Goals via eco-friendly approaches & practices while envisioning the prosperous future. In Malam Jabba, we mostly talked about tourism, and the speakers who attended the event shared their insight and full support to make Swat an eco-friendly touristic attraction. The feedback received after the event is also very encouraging and we hope to act as a bridge in connecting the private sector with local stakeholders and business communities operating in Gwadar and Malam Jabba, Swat.

The summit was not meant to be a single event, but a starting point for the work that must be done in areas of tourism, trade and development.

I am very appreciative of your assistance and looking forward to continuing to work together. If there's ever anything we can do to return the favor, please let us know.

Thank you again for supporting this effort.

Sincerely,

SKhalida

Sadaf Khalid Khan CEO, SDGs Academy (Pvt.) Ltd. Global Tourism Ambassador for Commonwealth Entrepreneurs Club, UK



Ammar Jaffri Chairman & Founder SDGs Academy (Pvt.) Ltd. Ex. Director General FIA

SDGs Academy Private Limited

## **Engagement and Awareness** Webinar









"Understanding Malaysia-Pakistan bilateral Trade, investment & tourism Opportinties and leveraging MalPak MOUs "

> 5th May Wednesday Via Zoom 12 pm (Malaysian time) (Pakistan time) 9 am



Dato' Siri Mohamed Nazir Meraslam Chairman MalPak



Sadaf Khalid Director WTTC



Humyuan Habib Strategy & Business Development MalPak



Shehzad Dhedhi, FCA Founder CFO Club



CEO DRGA Global



Shafqat Ali Khan Niazi Association LLC, USA Trade & Investment Counsellor



Air Vice Marshal (r) IJAZ MALIK WTTC Tourism Consultant **Executive Director North Air** 



Fazaldin General Secretary MalPak

# Signed Two Memorandum of Understanding (MOU) Walnut Travels & Tours and CFO Club











United voice of the business community in Malaysia as well as to facilitate trade and investment between Malaysia and Pakistan

Opportunities to network and share information and resources

Provides a new business owner with contact information for other local businesses, speeding up the process of integrating into the community

- www.mpbc.my
- info@mpbc.my
- +60 13 759 4590

## **THANK YOU**



## Registration Certificate

