

MOST IMMEDIATE

APTMA/PO/CMG/71/**0748**

1st July, 2022

Honorable Mian Muhammad Shahbaz Sharif

Prime Minister Prime Minister Secretariat, Islamabad.

Subject: Suspension of Gas/RLNG to Export Industry

Honorable Prime Minister,

The textile industry has achieved a new record in terms of exports reaching nearly \$ 20 billion from \$ 12.5 billion just two years ago. This fantastic growth was enabled by implementation of Regionally Competitive Energy Tariff (RCET), investment of over \$ 5 billion in expansion and establishment of 100 new textile units resulting in enhanced export capacity of \$ 500 million per month.

It is inexplicable that the exporting sector which has the capacity to deliver over \$ 2.0 billion in exports per month in exports is being denied energy / gas and consequently exports will be significantly lower, much to the detriment of Pakistan's economy.

Gas/ RLNG to the industry has been suspended from July 1st to July 8th, following that, there would be Eid holidays from July 9th to 14th, shutdown of 15 days will translate to a loss of at least \$ 1 billion. More than 50% of output will be lost in this month, with the very real risk of losing orders on a permanent basis as well as loss of repeat business due to delays in delivery of orders.

Textile exports were expected to increase to \$25 billion plus in the coming fiscal year. If this momentum is lost due to energy supply and cost constraints, Pakistan will be forced to seek additional \$ 6 billion in loans from abroad which under the circumstances may not even be possible. Textiles have repeatedly delivered their commitments and proven that they are a viable and long-term solution towards economic stability.

Under these circumstances, we request that the gas/ RLNG supply of export-oriented industry may kindly be restored immediately.

With Best Regards,

Yours Faithfully,

Dr. Gohar Ejaz Patron-In-Chief

All Pakistan Textile Mills Association

Cc:

1. Mr. Miftah Ismail (Finance Minister)

2. Mr. Naveed Qamar (Commerce Minister)

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