

## Huge Export Opportunities are at Doorstep

**Unlock the Export Potential – Achieve Export-Led Growth**

Textile Industry has the potential to double its exports. However acute shortage of liquidity has seized the growth potential



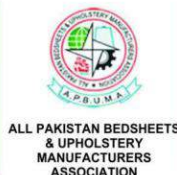
## UNWARRANTED DELAY IN PAYMENT OF OUTSTANDING REFUNDS

is inflicting a severe strain on the highest growth-oriented and employment providing textile industry

Sales Tax (Regular)	Rs. 55 billion	Disbursed RPOs up to 25-Aug 2024
Deferred Sales Tax	Rs. 105 billion	Pending since 2012
Duty Drawback / Custom Rebate	Rs. 25 billion	Delayed for 6 to 9 months
Income Tax	Rs. 100 billion	Pending since 2015-16
DLTL/DDT	Rs. 35.5 billion	Pending since 2022
TUF	Rs. 4.5 billion	Pending since 2015
Mark-up Support	Rs. 3.5 billion	Pending since 2015
Refunds against claims of Sales Tax on services are pending since 2011		

## RELEASE THE STUCK UP LIQUIDITY TO REGAIN FINANCIAL STABILITY, IMPROVE LIQUIDITY AND ACCELERATE THE MOMENTUM NEEDED TO ACHIEVE DOUBLE-DIGIT GROWTH IN EXPORTS

- Sales Tax refund claims codal formalities are processed & Annexure-H is filed in about 120 Days followed by electronically generated RPOs in FASTER module to release payment against Sales Tax claims in 72 hours as per Rule 39F of Sales Tax Rules 2006. However, payment is released after 45 to 90 Days in contravention to Sales Tax Rules.
- Budgetary allocation against DLTL/DDT has only been made of PKR 10 billion against approved for payment liability of PKR 38 billion. Only PKR 5 billion has been released; remaining PKR 5 billion is still awaited. Further allocation of PKR 28 billion may also be granted under supplementary grant.
- Restore Local Purchase at zero-rated invoice in Export Facilitation Scheme (SRO-957) as said withdrawal in EFS has put additional burden on Exporters.





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## Release the stuck up liquidity to regain financial stability, improve liquidity, and accelerate the momentum needed to achieve double-digit growth in exports

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- Withdrawal of EFS on local input/purchase has also put additional burden on exporters.

