

4th CAREC Think Tanks Development Forum

Opportunities and Challenges for Agri-Food Trade Between Kyrgyzstan and Pakistan

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- Landlocked Central Asian Country
- Energy trade is lucrative



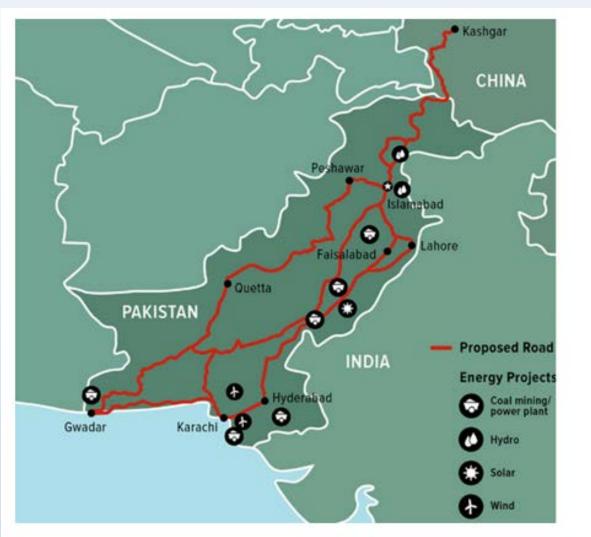
- Possess substantial Agri and food industries
- Comparatively liberal regulatory and economic climate than its neighbors

Pakistan

- Pivotal Geostrategic Location
- Shares borders with India & China
- Key land-sea trade route from Central Asia and China onto the Gulf Region and Africa
- Heavy GDP and labor force reliance on agriculture



TRADE ROUTES: CPEC



The Proposed \$46-Billion China Pakistan Economic Corridor (Source: Wall Street Journa Investors)



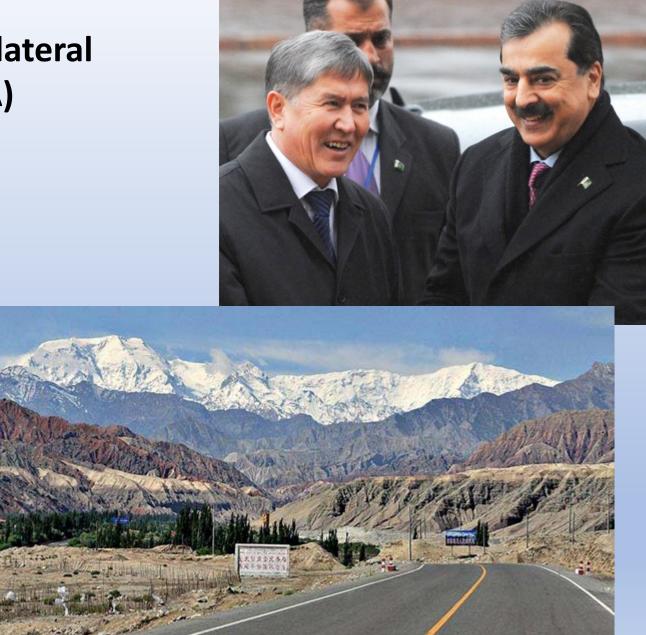
The China-Pakistan Economic Corridor (CPEC) links the Pakistani southern sea ports of Karachi and Gwadar to Kashgar in China through three routes covering roads, power plants, special economic zones and related infrastructure



Route from Islamabad to Almaty under QTTA (Source: USAID and Deloitte Consulting LLP, 2014. *Analysis of Quadrilateral Traffic in Transit Agreement- QTTA*)



Trade Agreements- The Quadrilateral Transit Trade Agreement (QTTA)



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Existing trade relations between Pakistan & Kyrgyzstan

Pakistan imports meat, dairy, oil and raw cow from Kyrgyzstan.

Kyrgyzstan imports pharmaceutical products from Pakistan.

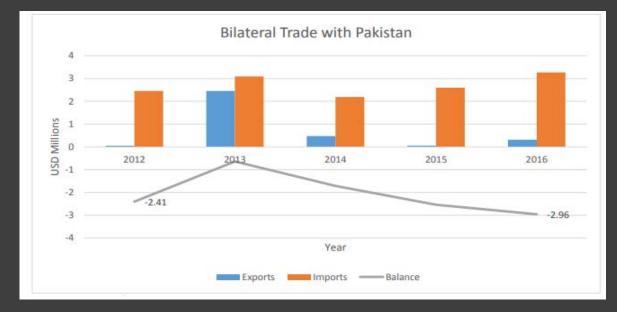
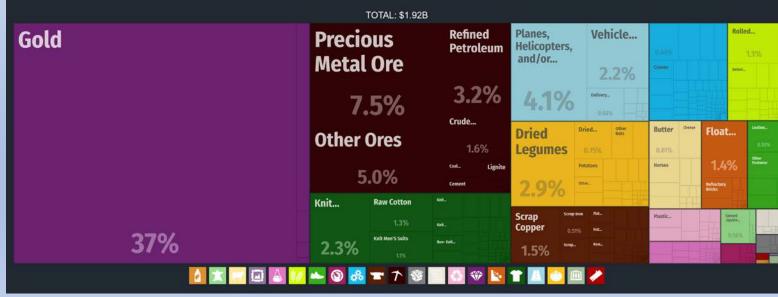


Figure 1: Bilateral trade of Kyrgyzstan with Pakistan (The Pakistan Business Council, 2017)



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	Cotton Yarn	Sweater		Cotton		S H	Hosiery			0.81%	0.77%	1.8%		Hides	1.1%	
	5.1%	2 00/	5	00/						Wheel		1.8		0.87%		
		2.0%) Z	2.8%		6 1	1.6%					Trunks			Frozen	
		Knit Men'S	Knit Gloves	Knit Men'S	Light Mixed Woven		Non- Knit Active			Other		Raw	Scrap		S	ports quipment
	Non-Knit Women' Suits		0.89%	0.88%	0.83%		Wear	6.6%		0.43% 0.4 Other				1.3%		
13%	4. 20/	Other Cloth Articles	Heavy Mixed	Annings, Tents, and	0.0370		0.38%	Alcohol > 80% Abv	Raw							1. 3 70 attresses
Non- Knit Men'S	4.2%	1.2%		- Knit Men'S Coats						0.415						
	Heavy Pure Woven Cotton	Light Synthetic Cotton Fabrics	Netting	Knotted Carpets				1.6%	1.5%			Polyacetals	£	Med	cal instruments	
		1:1%		Other Cotton				Refined Petroleum	Cement	Crude Petrole	um	0.67%			0.83%	
7.7%	4.0%	Knit Women'S Suits	Heavy Synthetic	Synthetic					0.93%					Lest		
/ ./ /0			Bedspreads	Knit				1.7%	Chromium Ore							



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Central Asian Country	Exports (in USD)	Imports (in USD)				
Kazakhstan	36.8 million	0.364 million				
Kyrgyzstan	0.469 million	0				
Turkmenistan	3.3 million	1.94 million				
Tajikistan	6.6 million	5.138 million				
Uzbekistan	3.4 million	0.276 million				
Total	50.7 million	7.718 million				

Source: State Bank of Pakistan, 2019. Export of Goods and Services by Country.



Truck traveling along the Karakoram Highway

Quadrilateral Traffic in Transit Agreement (QTTA)

- Agreement between Pakistan, China, Kyrgyzstan, Kazakhstan and Tajikistan to construct a transit route to allow Pakistan to access CARS
- CARs to access Pakistani ports



Recommendations

- Formal enhancement of trade ties at government level
- Expansion of the scope and remit of the Quadrilateral Trade Agreement (QTTA), reducing duties on goods where destination is either Pakistan or Kyrgyzstan
- Trade facilitation/ information dissemination to business communities and traders regarding business opportunities, packaging, customs and food technology for value-added Agri-goods trade
- Capacity building of associated industry stakeholders