

Highlights

[Investment Development Policy 2016-21](#)

[Virtual One Stop Shop \(VOSS\)](#)
[Net FDI for the period of FY2015-16 \(July-June\) is](#)

Media

[Upcoming Tenders](#)

[Careers](#)

[Newsletters](#)

[Latest News](#)

[Press Releases](#)

[Latest Events](#)

[Important Links](#)

[Picture Gallery](#)

[Overseas Pakistanis](#)

[CPEC](#)

[Sitemap](#)

China Pakistan Economic Corridor (CPEC)

1/13/2016

CHINA PAKISTAN ECONOMIC CORRIDOR (CPEC)

The CPEC is an ongoing development mega project which aims to connect Gwadar Port of Pakistan to China's northwestern region of Xinjiang, via a network of highways, railways and pipelines. The economic corridor is considered central to China-Pakistan relations and will run about 2700 km from Gwadar to Kashghar.

China-Pakistan Economic Corridor and its connectivity with Central Asia, Middle East and Africa will help to shape entire region. Overall construction costs are estimated around \$46 billion, with the entire project expected to be completed in several years.

The Corridor is an extension of China's proposed 21st century Silk Road initiative. This is the biggest overseas investment by China announced so far and the corridor is expected to be operational within three years. The corridor will be a strategic game changer in the region and would go a long way in making Pakistan a richer and stronger entity.

The investment on the corridor will transform Pakistan into a regional economic hub. The corridor will be a confidence booster for investors and attract investment not only from China but other parts of the world as well. Other than transportation infrastructure, the economic corridor will provide Pakistan with telecommunications and energy infrastructure. Planning Commission of Pakistan is the lead agency for CPEC in Pakistan.

Project Portfolio*

CPEC Projects Portfolio	Cost in US \$ Million	% age
Energy	33,793	76%
Transport and Infrastructure		
Roads	6,100	24%
Rail Network	3,690	
Gwadar Port	786	
Others	44	
Total	44,413	100%

*Source: Planning Commission of Pakistan

Tables give below summarize the projects so far approved under CPEC in Energy, Infrastructure and for the development of Gwadar port and city of Gwadar:

CPEC-Energy Priority Projects*

Sr. No	Projects	MW	Cost (US\$ M)
1	Port Qasim Electric Company Coal Fired, 2X660, Sindh	1320	1,980
2	Sahiwal 2x660MW Coal-fired Power Plant, Punjab	1320	1,600

3	Engro thar 2x330MW Coal-fired, Thar, Sindh	660	1,000
	Surface mine in Block II of Thar Coal field, 3.8 mtpa, Thar Sindh		860
4	Gawadar Coal Power Project, Gwadar	300	360
5	Muzaffargarh Coal Power Project, Punjab	1320	1,600
6	Rahimyar Khan Coal Power Project, Punjab	1320	1,600
7	SSRL Thar Coal Block 6.5mtpa & CPIH Mine Mouth Power Plant, Thar, Sindh	1320	1,300
8	Quaid-e-Azam 1000MW Solar Park, Bahawalpur, Punjab	1000	1,350
9	Dawood 50MW wind Farm, Bhambore, Sindh	50	125
10	UEP 100MW wind Farm, Jhimpir, Sindh	100	250
11	Sachal 50MW Wind Farm, Jhimpir, Sindh	50	134
12	Sunnec 50MW wind Farm, Jhimpir, Sindh	50	125
13	Suki Kinari Hydropower Station, KPK	870	1,802
14	Karot Hydropower Station, AJK & Punjab	720	1,420
Total (Priority)		10400	15,506

Other Energy Projects*

Sr. No	Projects	MW	Cost (US\$ M)
15	Gaddani Power Park Project		
(i)	4x660MW	2640	7,920
(ii)	Jetty + Infrastructure		1,200
(iii)	Transmission Line to Lahore and Faisalabad		3,000
16	HUBCO coal power plant, Hub Balochistan	660	970
17	Chichoki Mallian 525MW Combined-cycle Power Plant, Punjab	525	550
18	Salt Range Mine Mouth Power Project including mining, Punjab	300	800
19	Kohala Hydel Project, AJK	1100	2,397
20	Pakistan Wind Farm II (Jhampir, Thatta, Sindh)	100	150
21	Thar mine mouth oracle, Thar Sindh	1320	1,300
TOTAL Energy Projects		17045	33,793

*Source: Planning Commission of Pakistan.

CPEC-Transport Infrastructure Sector Projects*

Sr. No	Projects	Length (km)	Cost (US\$ M)
Roads			
1	KKH Phase II (Raikot – Islamabad Section)	440	3,500
2	Peshawar-Karachi Motorway (Multan-Sukkur Section)	392	2,600

Rail Sector Projects			
1	Expansion and reconstruction of existing Line ML-1	1736	3,650
2	Havelian Dry port (450 M. Twenty-Foot Equivalent Units)		40
TOTAL			9,790

CPEC-Gwadar Port Related Projects*

Sr. No	Projects	Cost (US\$ M)
1	Eastbay Expressway	140.00
2	Gwadar International Airport	230.00
3	Construction of Breakwaters	130.00
4	Dredging of berthing areas & channels	27.00
5	Infrastructure for Free Zone & EPZs port related industries	35.00
6	Necessary Facilities of Fresh Water Treatment and Supply	114.00
7	Hospital at Gwadar	100.00
8	Technical and Vocational Institute at Gwadar	10.00
Total Gwadar Port Projects		786.00

Other Projects*

Sr. No	Projects	Length (km)	Cost (US\$ M)
1	Cross Border Optical Fiber Cable		44
2	DTMB		
Total		44	
Total Cost of CPEC Projects		44,413	

*Source: Planning Commission of Pakistan.

INDUSTRIAL COOPERATION UNDER CPEC

BOI is an active member of working group on Industrial parks/ special economic zones of the CPEC which is mandated to identify potential feasible sites for consideration by Joint Working Group. BOI, in consultation with all stakeholders, has identified 27 potential sites in all provinces from Khunjrab to Gwadar to establish Special Economic Zones alongside the corridor (**Annex-I**). Each economic zone will target specific products and services based on the availability of local raw material, work force and other such factors. Establishment of these zones will attract local & foreign investments and generate huge employment.

BOI AS A PARTNER IN CPEC AND ITS SUSTAINABILITY:

The Board of Investment (BOI), being central facilitation point for all investors, has been entrusted to promote and facilitate investment including CPEC projects.

BOI provides assistance throughout the investment cycle. Investor Facilitation Centre's have been established in Islamabad and all provincial capitals to facilitate local and foreign investors. BOI as a focal point provides information and assistance for speedy materialization of investment projects.

Apart from facilitating projects, BOI's role is also important in the context of visa facilitation and opening up of branch offices and liaison offices of entities. Permission of BOI is mandatory for opening of branch or liaison office in Pakistan. BOI also recommends Work Visas to expatriates working in foreign and local companies in Pakistan.

BOI's role is crucial for materialization and sustainability of the projects being started and to be started under CPEC. BOI welcomes Chinese and other local and foreign investors interested to invest in the country under CPEC or any other initiative.

Annex-I

Detail of 27 Sites identified for establishment of SEZs near China-Pakistan Economic Corridor

<p><u>Balochistan</u></p> <ol style="list-style-type: none"> 1. Industrial Estate in Gwadar (3000 Acres) 2. Lasbella Industrial Estate (1290 acres). 3. Turbat Industrial & Trading Estate (1000 Acre) 4. Dera Murad Jamali Industrial & Trading Estate (50 Acres) 5. Winder Industrial & Trading Estate (WITE) (230 Acres) 6. Mini Industrial Estate Khuzdar (50 Acres) 7. Bostan Industrial Estate (1000 Acres) 	<p><u>Sindh</u></p> <ol style="list-style-type: none"> 1. Chinese Industrial Zone near Karachi (1000 Acres) 2. Textile City in the Eastern Industrial Zone of Port Qasim Karachi (1250 Acres) 3. Marble City Karachi (300 Acres)
<p><u>Khyber Pakhtunkhwa (KP)</u></p> <ol style="list-style-type: none"> 1. Marble & Granite IE at Mansehra (80 acres) 2. IE Nowshera at Karnal Sher Khan Interchange at M-I (1000 acres) 3. Expansion of IE Hattar, Phase-VII (424 acres) 4. IE at Nowshera (expansion) (106 acre) 5. IE Ghazi (Hattar-II) (90 acres) 6. IE D. I. Khan. (188 acres) 7. IE at the border of Kohat & Karak 8. Industrial and Economic Zone Bannu (400 acre) 	<p><u>Punjab</u></p> <p><u>Existing/Under Development</u></p> <ol style="list-style-type: none"> 1. Multan IE Phase-II (667 acres) 2. Rahim Yar Khan IE (450 acres) 3. Bhalwal IE (400 acres) <p><u>Possible Future Industrial Estates</u></p> <ol style="list-style-type: none"> 4. DG Khan Industrial Estate (3815 Acres) 5. Mianwali Industrial Estate (600 Acres) 6. Rawalpindi Industrial Estate (200 Acres) 7. PD Khan Industrial City (10,000 Acres)
<p><u>Gilgit-Baltistan</u></p> <ol style="list-style-type: none"> 1. Muqpoon Dass, District Gilgit (250 Acres) 	<p><u>Islamabad Capital Territory</u></p> <ol style="list-style-type: none"> 1. Model SEZ - ICT (50 Acre)

