

Engineering Development Board

Ministry of Industries & Production

Government of Pakistan

No. EDB/AIDC/01/2019

December 19, 2019

NOTIFICATION

AUTO INDUSTRY DEVELOPMENT & EXPORT COMMITTEE 2021-2026

The Advisor to Prime Minister on Commerce, Investment, Industries and Production approved preparation of Auto Industry Development and Export Plan (AIDEP, 2021-26) in the 29th meeting of Automotive Industry Development Committee (AIDC) held on November 29, 2019.

2 In order to devise AIDEP in consultation with stakeholders, the Automotive Industry Development and Export Committee (AIDEC) has been constituted under which various sub-committees have also been approved, which shall provide inputs regarding respective sub-sectors to facilitate formulation of AIDEC. The Auto Industry Development and Export Committee (AIDEC) shall comprise of all members of AIDC and coopted members/ special invitees. Following documents are enclosed for review/consideration.

- a. Composition of AIDEC – Annex A
- b. Terms of Reference of AIDEC- Annex B
- c. Composition of Sub-Committees under AIDEC- Annex C
- d. Terms of Reference of Sub-Committees- Annex D.

3 EDB will act as the Secretariat of AIDEP and contact relevant Government Bodies and Associations separately to forward their nominations on different sub-committees accordingly.

Asim Ayaz

Dy. GM (Incharge)-Policy

Secretary AIDC

051-9203140

asim@edb.gov.pk

Circulation:-

All Members of AIDC

PSO to Advisor to PM for Industries

ES to CEO EDB

PS to JS (LED), MoIP

TERMS OF REFERENCE OF AUTO INDUSTRY DEVELOPMENT AND EXPORT COMMITTEE (AIDEC 2016-21)

1. Automotive industry would mean all categories of transport vehicles but not limited to :-
 - i. 2-3 wheelers,
 - ii. 4 wheelers,
 - iii. HCVs,
 - iv. LCVs
 - v. Tractors
 - vi. Off Road vehicles including Agriculture, construction or maritime
 - vii. Utility vehicles including Emergency & Specialized services
 - viii. Others
2. The scope shall include above categories driven by any source including direct or hybrid form, for Combustion, Electric, CNG / LPG or Solar power or any other technology that may evolve.
3. The scope shall be recommendations for the new AUTO INDUSTRY DEVELOPMENT and EXPORT PLAN 2021 – 2026. (AIDEP)
4. The scope shall include looking into the current regulatory regimes governing the auto industry and recommending its improvements, upgrading and transparency.
5. The recommendations shall have a focus on :-
 - i. Design, Development, Manufacturing & Assembly in Pakistan (OEM's)
 - ii. Auto parts Development including localization
 - iii. Exports
 - iv. Auto sectors Imports regulatory framework including taxations & import tariffs and costs.
 - v. Standardization
 - vi. Safety Regulations
 - vii. Preparing Industry for WP29
 - viii. Technology up-gradation
 - ix. Design engineering and product up-gradation.
 - x. Testing & certifications
 - xi. FTA's & Import policy effecting the Auto sector

xii. Any other area as determined by the AIDC from time to time

6. The committee shall be the main forum to recommend to AIDC auto related changes/ improvements and concerned matters.
7. The committee shall determine detailed policy framework, growth targets, indigenization & export targets to make the industry foreign exchange neutral.
8. It shall propose new laws, rules or changes in existing laws, rules and regulations to make industry competitive and connected to the global supply and value chain.
9. Proposals to be made to move the industry to a Tariff based manufacturing so that SROs become redundant.
10. The committee shall examine existing export regimes and devise future plans to facilitate the local assemblers and part manufacturers in rationalizing the regimes for Export growth.
11. The committee shall formulate an Auto Export policy with appropriate guidelines and strategy including financing, marketing and development models with specific geographical recommendations.
12. The committee shall propose & manage arrangements and supervision of international delegations, Auto or Engineering Trade fairs for the Export development of the Auto sector.
13. The committee recommendatory policy shall ensure technological up-gradations and mechanisms to support & assist in setting up JVs and TAs for enhancement of localization and development of auto parts industry.
14. It shall follow up and monitor all B2B arrangements as and when required
15. It may form working sub committees to formulate and recommend necessary policy framework specific to individual sectors of the auto industry.
16. The subcommittee nominations shall be made for one year from the date of notification and representations may be rotated where required.

COMPOSITION OF SUB-COMMITTEES UNDER AIDEC

Following AIDEC Sub committees have been approved:-

1. 2-3 Wheelers

- i. CEO EDB (Convener)
- ii. Representative of MoIP
- iii. Representative of MOC
- iv. Representative of FBR
- v. Representatives of PAPAAM (5 members)
- vi. Representation of 5 largest manufacturers on basis of production volume including at least one from 3 wheelers. (5 members)
- vii. Private sector consultant.
- viii. Policy Section of EDB (Secretariat)

2. 04 Wheelers & Light Commercial Vehicles (LCVs)

- i. CEO EDB (Convener)
- ii. Representative of MoIP
- iii. Representative of MOC
- iv. Representative of FBR
- v. Representatives of PAPAAM (5 Members)
- vi. Representation of 5 largest manufacturers on basis of production volume (PAMA members included) (5 Members)
- vii. Private sector consultant.
- viii. Policy Section of EDB (Secretariat)

3. Tractors & Off Road Vehicles

- i. CEO EDB (Convener)
- ii. Representative of MoIP
- iii. Representative of MOC
- iv. Representative of FBR
- v. Representative of MONFSR
- vi. Representatives of PAPAAM (3 Members)
- vii. Representative of OEMs (3 Members)
- viii. Private sector consultant.
- ix. Policy Section of EDB (Secretariat)

4. HCVs

- i. CEO EDB (Convener)
- ii. Representative of MoIP
- iii. Representative of MOC
- iv. Representative of MO Communications
- v. Representative of FBR
- vi. Representative of PAPAAM (4 Members)
- vii. Representative of PAMA & New Entrants (4 Members)
- viii.
- ix. Private sector consultant.
- x. Policy Section of EDB (Secretariat)

Chairman/Convener may invite/add experts/Companies/Relevant Persons to any committee.

TERMS OF REFERENCE OF SUB-COMMITTEES UNDER AIDEC

The Subcommittees shall be governed with the following objectives, mandate and Terms of reference.

1. Sub-Committees shall operate and report to AIDEC/ Chairman BoM-EDB for tasks assigned to them from time to time.
2. The scope shall include above categories driven by any energy mean including direct or hybrid form by means of Combustion, Electrical, CNG / LPG or Solar.
3. The scope shall include recommendations for the new AUTO INDUSTRY DEVELOPMENT AND EXPORT PLAN 2021 – 2026
4. The recommendations shall have a focus on:-
 - i. Manufacturing & Assembly in Pakistan (OEM's)
 - ii. Auto parts Development including localization
 - iii. Exports Development
 - iv. Auto sectors Imports regulatory framework including taxations & customs tariffs
 - v. Standardization
 - vi. Health and Safety Regulations
 - vii. Technology up-gradation
 - viii. Design engineering
 - ix. Testing & certifications
 - x. FTA's & Import policy effecting the Auto sector
 - xi. Any other area as determined by the AIDEC from time to time
5. Identify and recommend measures for localization by OEMs, Aftermarket and Export areas.
6. Examine the automotive regimes and recommend rationalization from time to time, monitor progress and export targets
7. Make proposals for AIDEC's consideration and recommend to the Government.