

11. Internal markers and Tags	Policy objectives	Not targeted	Significant objective	Principal objective
	Digitalisation @	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	digital connectivity digital governance digital entrepreneurship digital skills/literacy digital services	YES <input type="checkbox"/> <input checked="" type="checkbox"/> <input checked="" type="checkbox"/> <input type="checkbox"/> <input checked="" type="checkbox"/>	NO <input checked="" type="checkbox"/> <input checked="" type="checkbox"/> <input type="checkbox"/> <input checked="" type="checkbox"/> <input type="checkbox"/>	
	Connectivity @	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
	digital connectivity energy transport health education and research	YES <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>	NO <input checked="" type="checkbox"/> <input checked="" type="checkbox"/> <input checked="" type="checkbox"/> <input checked="" type="checkbox"/> <input checked="" type="checkbox"/>	
	Migration @	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
	Reduction of Inequalities1 @	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
	Covid-19	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
BUDGET INFORMATION				
12. Amounts concerned	Budget line: 14 02 01 31 (NDICI South and East Asia) EUR 20 000 000 Total estimated cost: more than EUR 20 000 000 Total amount of EU budget contribution EUR 20 000 000. The Action is part of the TEI 'Building Back Better through Green Jobs Creation', complementing ongoing initiatives by the EU, France, Germany and Italy. A financial contribution from the German government, still undefined, is expected.			
MANAGEMENT AND IMPLEMENTATION				
13. Type of financing	Indirect management with the entity to be selected in accordance with the criteria set out in section 4.4			

## 1.2 Summary of the Action

Pakistan's economy is punching far below its weight, amongst others due to a complex, heavily regulated private sector, massive circular debt, import-based consumption-led-growth that leads to fiscal deficit, amongst the lowest FDI in the region, low export to GDP ratio, insufficient understanding and dialogue between and within the different levels of government and with the private sector and lack of awareness and compliance with EU and international standards. Pakistan has failed to fully take advantage of duty concessions granted under the GSP + with limited productivity, value addition and export diversification. Notably its exports, including to the EU, are largely dependent on one sector (textiles) that employs 40% of Pakistan's industrial workforce, is heavily energy dependent and is the second most polluting industrial sector. Substantial green investments are required for the country to remain integrated in international supply chains in the long run. Moreover, SMEs may have difficulty complying to the rapidly evolving