Print Interview Seite 1 von 3







Interview

Bashir H. Ali Mohammad - President, ITMF

The International Textile Manufacturers Federation (ITMF), with its headquarters located in Zürich, Switzerland, is an international association for the world's textile industries. Moreover it works as the central agency for collection of information, statistical on the textile manufacturing developments in all the countries worldwide.

Thus inform through its surveys, studies and publications further participating in evolution of the industry's value chain and publishing considered opinions on future trends, though providing a global pulpit to the textile industry.

Bashir H. Ali Mohammad serves as the President of ITMF as well as he is the Chairman of Gul Ahmed Textile Mills Limited.

Besides, he is the Member Advisory Committee of Federal Tax Ombudsman Government of Pakistan. And achieved its Fellow of the Chartered Institute of Management Accountants (CIMA) from United Kingdom

In this Face2Face interview with Fiber2Fashion Correspondent Cindrella Thawani, Bashir speaks about contingency of the economic development globally, further points out the difficult period for textile industry.

fibre2fashion:

How do you see ongoing changes and developments onto the sphere of textile industry globally? Please discuss vital issues and challenges concerning to it.

Bashir H. Ali Mohammad The main challenge in today's global textile industry is to deal with all the risks that our industry is facing. Next to the uncertainty about the general economic development of the global economy, our industry needs to address the risks arising from volatile raw material markets, increasing input costs, restrictive credit markets or contractual defaults.

fibre2fashion:

What are those latest trends that govern the sectors of spinning, cotton, home textiles and man-made fibers?

Bashir H. Ali Mohammad New Technology and new products are influencing these sectors. Man-made fiber use will increase in these trends.

fibre2fashion:

How would you anticipate an evolution of the industry's value chain and future trends?

Bashir H. Ali Mohammad

The global textile industry is undergoing a very difficult period. Enormous investments in new textile machinery around the world, but especially in China over the past 11 years as documented in ITMF's International Textile Machinery Shipment Statistics have led to a situation of overcapacity.

In the current circumstances, a painful process of consolidation and restructuring is under way. Textile companies that do not have a good balance sheet, strong and reliable partners in the textile value chain were forced to close or are struggling to overcome this difficult period.

fibre2fashion:

How do you see the global output of cotton market as well as the yarn and fabric market? Please elaborate.

Bashir H. Ali Mohammad In the past few years' cotton production surpassed cotton consumption. This was a result of soaring cotton prices in 2010 and 2011.

Higher cotton production was good in order to fill up the depleted cotton reserves around the world. On the other, it is an indication that cotton, yarn and fabric demand is relatively weak.

This is of course the result of weaker global growth. Nevertheless, the risks of

Print Interview Seite 2 von 3

volatile reactions on the cotton markets remain. Bad weather, export restrictions and other factors like political instability, currency disputes or trade conflicts can always lead to depressed demand. Solid economic growth on the other hand will result in stronger demand and increases of prices.

fibre2fashion:

Textile industry can pose a serious threat to the environment; if it is not stringent enough. How wide do you see the industry is serious about it?

Bashir H. Ali Mohammad Any serious textile company is very conscious about the environmental issues. Sustainable production is not a marketing gimmick anymore but has become a necessity, a trend that is not going to go away.

The pressure for sustainable textile production is coming from two directions. First, pressure is coming from within those countries, where textile production is taking place. Workers, communities, politicians and the public are not accepting anymore production practices that are risking the health of the people or the environment in which they live.

However, second comes from the consumers of textiles around the world are more and more developing a conscience for sustainable production. This includes environmental, social and economic dimensions. The risks for retailers to be blamed for irresponsible production methods have increased significantly and will continue to do so.

fibre2fashion:

Please define in which areas you find future investment opportunities for the textile industry? Also tell us which aspects are influencing to it.

Bashir H. Ali Mohammad First of all, I would like to emphasize that today we are finding ourselves in a situation of overcapacity. There is simply, more supply than demand in today's global textile market. Until demand in the US, Europe and Japan as well as in all the emerging markets pick up again, the situation will not change to the better anytime soon.

Nevertheless, there are always investment opportunities, especially in the growing markets of the emerging economies like China, India, Indonesia, Brazil, South Africa, Russia and Turkey.

A special segment is certainly the one for technical textiles. New functions and applications made this segment a fast growing segment both in industrialised and emerging economies.

fibre2fashion:

Under the umbrella of ITMF, textile industries cooperate at the international level. How do you see the upcoming international conferences would significant to fruitful sessions?

Bashir H. Ali Mohammad The purpose of ITMF is to provide a neutral platform for the global textile industry for the exchange of information and experiences. Whenever people come together they can learn from each other.

At ITMF's annual conferences, delegates from the entire textile value chain –from fiber to retail – meet in a relaxed atmosphere in which they can listen to interesting presentations from international experts, discuss with experts and colleagues the development, risks and opportunities of the industry, see best practices, attend workshops on special topics and – last but not least – can meet old and make new friends.

fibre2fashion:

What are your targets/objectives and principles as ITMF president?

Bashir H. Ali

My objectives as ITMF President are to further strengthen ITMF as a unique

Print Interview Seite 3 von 3

Mohammad

platform for the global textile industry. Delegates from five continents come together once a year in order to meet with colleagues and friends.

Even in times of internet and email it is indispensable to actually meet people. ITMF has been serving its members for more than 100 years by adapting its structure successfully from time to time. Bringing the international textile value chain together in a globalised world is the main objective of ITMF.