

How can inflation in Pakistan be compared to inflation in the world?

GOOD ATTEMPT

Introduction

Thesis statement: Inflation is a global issue, it not only hit the developing world but developed world also. There are many national and international factors which are involved in inflation. However, by applying certain preventive measurements the effect of inflation can be reduced in Pakistan.

Comparison of the inflation in Pakistan with the world's inflation.

Causes of inflation in Pakistan.

- a) Devaluation of PKR reduced the dollars availability in Pakistan.
- b) Political instability cause the economic instability.
- c) International price hike cause the inflation in Pakistan.
- d) Recent floods severely hit the agriculture sector of Pakistan which cause inflation.
- e) Loan dependency and strict conditionality of IMF is a hurdle to see when cause increase in price hike.

How inflation in Pakistan is compared with the world's inflation.

- a) How covid negatively affect the economies of the wide world.
- b) Post-covid market resumption results in global price hike.
- c) Increase price hike in the hydrocarbon and Pakistan's large dependency on hydrocarbons.
- d) degeneration of economic growth and price hike.
- e) Sanctions on Russia after attack on Ukraine.
- f) Overall disruption of the supply chain process.
- g) Reduction in the industries production during covid.

5
way Forward: In Comparison with the world, how inflation can be reduced in Pakistan

a) Bring dollars and reduced the outflow of dollars.

b) Bring Political stability which leads to economic stability

c) The long-term solution to reduce the inflation is to increase the productivity.

d) Shifting of hydrocarbons to more indigenous local sources

6
Conclusion.