

# Does Foreign aid help to achieve economic stability?

## 1. Introduction

**Thesis Statement:** Foreign aid does not help to achieve economic stability. We become overly dependent on foreign incentive which influence our foreign policy and security issues. We should stable ourselves economically by education, employment and developing human resources

## 2. Causes of getting foreign aids:-

- (a) Under utilization of natural resource
- (b) Weak government policies.
- (c) Poverty, Lack of income to fulfill basic needs
- (d) Global impact of worldwide challenges
  - (i) Human Migration
  - (ii) Climate Change
  - (iii) Pandemic Disease
  - (iv) Global terror

## (3) Effects of getting aids:-

- (a) Developed countries gives aids to enhance their own security
- (b) Highly inefficient Human resources
- (c) Rampant corruption
  - (a) Ineffective government
  - (e) Unstable economic policies

(e) External debt create burden on economy

#### (4) Way Forward:-

- (a) Make effective policies
- (b) Give preference to FDI
- (c) Expanding Local market
- (d) Increase the value of local currency

Pakistan is devalued as more aid getting country in 2023. It is global trend that developed ~~com~~ country give assistance to developing countries

Asian and African countries also get assistance to better their life style, eliminate poverty but it has long term effect like dominance through power and influence on regional policies.

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