

The role of IMF has always been beneficial for Pakistan

Poor economic condition of Pakistan is because of political instability. It is a universal truth that political stability brings economic prosperity. History tells, the state has always gone to International Monetary Fund (IMF) to avoid economic default. Some people are of the opinion that the role of IMF has always been beneficial for the state but it is a flawed argument. Although IMF bailouts have supported the country to maintain its financial crisis for a short period of time, they have not helped to eradicate it completely. Loans do not help a country to solve its economic issues. There is not a single country that has gained economic independence with the help of loans and aids. Economic management that relied on someone else's money permitted governments to postpone much-needed structural reforms that could have placed the economy on a viable, self-sustaining path. Pakistan is not an exception. To manage the country's faltering economy, structural reforms in economic institutions and political reforms in political parties are required that bring political stability. Therefore, the country must avoid foreign assistance to achieve economic independence.