

Economic crisis: Challenges and Remedies

1) Introduction

a) Thesis statement

2) Overview of Economic conditions of Pakistan

3) Challenges being faced by Pakistan

a) Current account deficit

b) Debt servicing

c) Decreased investments, (both FDI and Portfolio Investments)

d) Fiscal deficit

e) Funds distribution under NFC awards.

f) fluctuations in remittances

g) Political costs of aids and grants

h) political instability leading to decrease in dividends

i) civil government expenditures

j) PSDP

k) Defense budget

l) pays and pensions

m) wrongly placed subsidies

n) State owned enterprises

o) circular debt in energy economy.

p) population management

4) Remedies

a) industrialization and imports substitution.

b) organized reforms for debt restructuring

c) Enhancement of ease of doing business, and investors confidence.

d) restructuring 18th amendment

e) skill exports, incentivization and

Improved transfer channels.

g) trade and investment instead of grants

h) government reforms to decrease expenditures

i) Public Private Partnership

j) civil-military industrial complex

k) performance based incentivization and downsizing

l) Taxation reforms

m) Reforms for improvements of SOEs

n) combination of technical and administrative solutions for circular

o) debt fiscal discipline.

5) Conclusion.