

# Economic Crisis in Pakistan: Needs for institutional Reforms

Overall content is fine

① Introduction

② Thesis statement

Open it

③ Pakistan's Economic Crisis

Rephrase in sentence form to make it attractive

a Fiscal Deficit

b External Debt

c Inflation

d Low GDP

e PKR Devaluation

f Energy crisis

g Political instability

h IMF Policies & Demands

Do not missed important one  
Add Trade deficit as well

④ Institutional Reform for Economic Stability in Pakistan

(a) Fiscal Reforms

→ Fiscal discipline & responsible management system

→ Rationalizing government expenditures & reducing wasteful spending.

→ Remove extra subsidies.

→ Strengthening tax collection mechanism & broadening the tax base to increase revenue.

→ Implementing effective budgeting processes.

## (b) Monetary Policy Reforms ✓

- Stable & well-managed monetary policy
- Enhancing the independence & credibility of the central bank.
- Implementing inflation targeting as main purpose
- Control over money supply & interest rate.

## (c) Exchange Rate Policy ✓

- Exchange rate to be determined by market forces.

→ Building up foreign exchange reserves

→ Manage currency depreciation

## (d) Trade & Investment Facilitation ✓

- Simplifying trade procedures & reducing trade barriers.

→ Attracting foreign investments, friendly policies.

→ Reducing **tapism**

## (e) Public Debt Management ✓

- Developing a comprehensive debt management strategy.

→ Reducing the reliance on expensive external debt.

→ Ensuring accountability in debt related transactions.

## (f) Energy Sector Reform ✓

Private sector investment in energy generation & distribution

Could further improve the word selection and presentation

→ Reducing losses & theft in the energy supply chain.

→ Conclusion.