

Essay:- Energy crisis and its impact on Pakistan's economy

Outline

1) Introduction+

Energy crisis is one of the oldest and constant issue in Pakistan. Energy crisis is affecting every sector of Pakistan. Moreover, its impacts on Pakistan's economy are ~~very~~ negative, ~~and~~ dangerous and long lasting.

2) Causes of energy crisis in Pakistan

- a) Demand and supply short causing frequent power outages
- b) Old/~~and~~ outdated and damaged transmission system with frequent leakage points
- c) Electricity theft and lack of legal action against criminals
- d) Production of electricity from non-renewable resources ultimately making expensive electricity

3) Impacts on the economy of Pakistan

- a) Shortfall leading towards outages disrupts the functioning of industries their production rates and eventually declines the exports

- b) Negative impact on agriculture sector production
- c) Increased tariffs due to capacity payments
- d) Expensive electricity per unit for domestic and commercial use causes inflation
- e) Increased inflation decreases purchasing ability of common man disrupting commodity cycle
- f) ~~Rep~~ Production of electricity from hydrocarbons and imported coals disrupts balance of payment and causes deficiency of dollars -
- g) Long term economic growth problems due to reduced energy efficiency due to artificial floors

4) Possible solutions for fault in our energy system

- a) Integrated system planning for demand and supply should be adopted
 - b) Removal of structural and governance flaw by needed reforms
 - c) Need of change in construction practices for energy conservation and increased efficiency
- 5) Conclusion