

Climate change is affecting the economy

Climate change is also affecting the economy. It is increasingly becoming responsible for disasters like floods, earthquakes and tsunamis etc. These calamities are causing significant damages to expensive infrastructures, agriculture and housings. Consequently, a large sum of money is required to repair these damages. For example, the 2022 floods in Pakistan resulted in \$14.8 billion in damages and \$25.2 billion in economic losses. Estimated needs for rehabilitation and reconstruction in a resilient way are at least

\$16.3 billions. This shows that climate change is heavily affecting the economy.
