

# Economy or Politics: Pakistan's Conundrum

## 1. Introduction

## 2. Correlation between economy and politics

## 3. How instability in politics is serving as the conundrum in the stable economic situation of Pakistan

a. Economic decisions are take in political context

b. Undue interference of military in the economic sector of country.

c. Corruption in political institutes resulting in stalling economy

d. State intervention in economic decisions based upon changed political ideologies

e. Ineffective governance leading to decline in human development index

f. The type of economic institutes present in the country depends upon political power

g. Small group of elites entrenched with power results in inequity.

h. Benefits of development is concentrated in upper class belonging to politics

i. Tax biases for the people with power

j. Ineffective economic reforms due to poor governance and lack of policy implementation

k. Energy crisis reflects the deeper governance failures

l. Lack of foreign direct investment due to unstable political environment.

#### 4. Way forward for the effective working of political and economic institutes:

- a - Centralization of politics
- b - Inclusive economic and political institutes
- c - Visionary leaders along with pragmatic policies is a necessity
- d - A system of check and balance for the effective working of both institutes.

#### 5. Conclusion.

# Needs & strategies to recover stalling economy of Pakistan

## 1. Introduction

Thesis statement

## 2. Historical background of economic situation of Pakistan

## 3. Strategies to recover stalling economy of Pakistan

- a. Dire need to make a shift in existing economic policies
- b. Increase in tax revenue generation
- c. Cut on unnecessary expenditures and subsidies
- d. Privatization of non-profitable state-owned enterprises
- e. Focus on technological innovations
- f. Reforms of every sector of economy
- g. Attract investments instead of loans
- h. Shift toward export oriented economy
- i. Provide conducive business environments and promote local businesses
- j. Get out of dependency syndrome caused by heavy reliance on external aids
- k. Attract investments by providing a safe and reliable environment.
- l. A stable political environment is very necessary to rejuvenate the stalling economy.
- m. Focus on improving human development goals and sustainable development

## 4. Conclusion.

# Pakistan is always struggling for the revival of its ailing economy.

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## 1. Introduction

Thesis statement

## 2. Historical background of economic situation of Pakistan

## 3. Causes of ailing economy of Pakistan

- a. Political polarization as one of the major cause of economic downfall
- b. Impact of political aims in economic decisions
- c. Inconsistent economic policies
- d. High dependency on external loans
- e. Corruption in every sector of power
- f. Tax exemptions and tax biases among elite group of people

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## 4. How Pakistan is struggling for the revival of its ailing economy

- a. Pakistan is struggling to increase tax revenue generation by preventing tax exemptions
- b. Pakistan is struggling to reform energy sector by preventing energy theft via crackdowns.
- c. To prevent the country from default, Pakistan struggled to seek foreign aid
- d. Pakistan is struggling to privatise non-profitable state-owned enterprises.
- e. Pakistan is struggling to attract more investment than loans by creating institutes like SIFC
- f. Country is struggling to curb corruption in every sector to rejuvenate economy
- g. Pakistan is suffering for effective reform in civil services for better governance

## 5. Conclusion