

Topic :

Will Pakistan Economy Always Remain Fragile?

## Outline

### A. Introduction

Pakistan's economy will not remain fragile if its problems are properly addressed. Similarly, focusing on emerging opportunities can lead to increased stability.

### B. Overview of Economic Problems of Pakistan

### C. Addressing Pakistan's Economic Challenges : Key Solutions

1. There is a need for increased accountability in government departments
2. Tax reforms are needed to collect more tax from the elite class
3. Government should support small-scale businesses
4. Privatizing of loss-making departments could improve efficiency and financial performance
  - a. All State-owned enterprises to be sold/privatized : PM of Pakistan
5. Stability in politics is needed for stability in economy
6. The promotion of domestic industries

- can help to reduce the trade deficits
7. Clientelist politics should be abolished to improve governance
  8. International collaboration is essential for increasing foreign and direct investments
  9. Investment in human capital is vital for fostering long-term economic growth
  10. Monetary policy should be eased to attract foreign investment

#### D. Emerging Opportunities for the Economic Growth of Pakistan

1. Tourism industry of Pakistan is making profit
  - a. Pakistan was the best performing destination in first nine months of 2023 : WTO report
2. The inflation rate in Pakistan slowed down
  - a. Inflation rate eased to ~~11~~ 9.6% in <sup>August</sup> ~~July~~ 2024
3. Reko Diq economic growth can be beneficial for sustaining Pakistan's economy
  - a. Saudi Arabia offers 15% investment in Reko Diq mining projects
4. Pakistan's IT sector's exports have been increasing, contributing to the country's economic growth
  - a. IT exports have soared to

\$3.2 billion in the fiscal year 2024  
5. Opportunities to target European markets after Bangladesh political turmoil

a. Pakistan can grab \$5bn export orders : Chairperson of All Pakistan Textile Mills Associations

6. Pakistan trade deals and investment project with

Azerbaijan will foster economic growth

a. Pakistan and Azerbaijan \$2 billion deal

7. Pakistan's route to digital transformation will enhance economic growth

a. Raast : payment system developed by SBP

8.

D. Conclusion