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"In Order To Bring Political Stability In Pakistan, Economic Stability Is Required"

Outline:

- 1) Introduction
- 2) Political instability leads to short-term solutions ~~of~~ for economic problems.
- 3) Political instability causes foreign investors to leave the country.
- 4) This also causes harm to Pakistan's International relations.
- 5) Results in unemployment in the country and higher cost of living.
- 6) Political stability can help present Pakistan's economic case in a proper manner in front of International organizations.
- 7) Political instability results in unequal distribution of resources among the provinces.
- 8) It leads to wastage of natural resources, which can greatly affect the economy of the country.

- 9) Stable politics leads to stable government owned industries and institutions.
- 10) Proper policies could be made to stop the huge brain Drain problem of Pakistan.
- 11) Proper support could be given to small start-ups.
- 12) Proper govt can stop people from trusting militant groups.

A famous saying by Winston Churchill relates greatness i.e. in any form, with responsibility. The saying is as:

"The price of greatness is responsibility."

This quote explains the concept in a general way, But it can also be used to link: proper, responsible, and stable government, with economic greatness of a country. If the politics in a country is stable it will make long-term policies to solve economic problems. It will attract and safeguard Foreign investors, which will in turn improve the international relations of the country. In a country like Pakistan proper politics can also help reduce the cost of living by giving employment opportunities, reopening and running government owned industries, proper use of natural resources and it can also bring equality among the masses. All these things are directly linked with the economy of our country. One of the biggest economic crisis of Pakistan, losing young talented youth can also be solved by proper policymaking and implementation by a

stable government. Though economic stability and political stability are greatly effected by each other, but in order to solve the problems firstly the leaders needs to be stable only then our country will grow and prosper.

The biggest problem of Pakistan from the start is unstable politics. The government is not sure about its tenure. At any moment opposition overthrow its government. Because of this the government looks for short term solutions to deal with economic problems. For instance, in order to solve the current deficit the unstable government takes loan from IMF, causing cash inflow and solving the problem. But this loan in the long-run would drastically effect the economy of the country. So, if the country i.e Pakistan has a stable government they will plan without any future fear and the country will prosper in the future.

Additionally, no foreign investor would be willing to invest in a country in which the government is unstable. Foreign investors require stable governmental conditions ~~to~~, i.e applied taxes, proper dealing, one-window solution, to have trust in them.

Only if these things are provided the investment would be made which will help the country to deal with economic crisis. Current state of Pakistan one donot know what could be the value of PKR in the future say after 20 years. Due to unstability in the government, what if the currency devalues to such an extent that the investors when converts the profit into dollar is left with zero profit. This insecurity is the root cause of investors running away from Pakistan. When the government is stable the investor can expect the outcome of his investment and they invests bringing economic stability in the country.

Similarly, A country's Economic stability greatly depends on its relations with the government. A stable government ensures the safety of foreigners in its country which shapes the relations with them. In Pakistan due to unstable government different militant groups are at rise. they are targeting the investors of Pakistan's biggest ally, China. For instance the recent case of Chinese investors linked with CPEC being targeted by the militant groups in Balochistan. This incident greatly effected the relationship between Pakistan and China.

A stable government can ensure the safety of Foreigners by taking care of these groups properly and providing them with enough security so that they are not harmed by any such group.

As no new investors are coming and already present ones are running away due to unstable politics, this results in unemployment and which inturns lead to higher cost of living.

A proper government can lead to increase in the investment both internally and externally, which will increase the job opportunities for the unemployed youth resulting in economic growth of the country. If we take an example of our neighbouring country i.e. India. The stable government in India resulted huge companies like Apple and many more to open their company in India resulting in many new job openings for the people. Thus it can be said that stable government can help reduce the cost of living by providing jobs to people.

A stable government can play a vital role in shaping the image of the country in front of international organisations. For instance the FATF put Pakistan into grey list destroying the image of Pakistan, causing

investor fallout. Only if a stable government is present it can deal with this situation, by showing proper policies and their efforts to deal with these ^{problems.} groups to ensure safety. The government can challenge the decision in the international forums, without being concerned about the questions like it is an unstable government, ^{so how would} and they are not able to deal with these problems? Only then the image of Pakistan can be improved in front of international organizations.

Similarly, the biggest reason of economic crisis is unequal distribution of resources among the provinces due to unstable and unclear policy making by the unstable government. For instance during the period ~~of~~ 2008-2013. This period was marked by frequent political crisis. This political instability impacted the economic policies, and contributed to unequal wealth distribution in the country. The policies made were only beneficial for politically connected elites and certain urban centers. The ~~rest~~ ^{areas} rural ~~areas~~ and underdeveloped cities were neglected, which caused greater economic crisis. Thus it is evident from the history that unstable government results in unequal distribution of wealth causing economic crisis.

Just like this when the government is unstable it only cares about the projects that can be beneficial for his political career, causing zero efforts towards the natural resources that needs long-term planning. Because of this the great amount of natural reserves are wasted that ^{could} greatly transform the economy of the country. For example the Reko Diq mining project in Balochistan, is facing numerous delays and legal challenges over the years, partially fueled by political instability and changes in government. If there is stability in politics these reserves can greatly boom the economy of the country.

Recently, due to unstable policies many government owned industries are closed due to zero profit causes economic crisis in the country. A stable government will revise the policies and built a trust among the masses, which will convert these government non-profit industries into profitable industry. For example the temporary shutdown of textile industry in 2014 due to political instability caused by the protests led by Imran Khan's (PTI) and Tahir-ul-Quadri's (PAT) in Islamabad. There are many more examples

showing that political instability causes shut down ~~of~~ of industries and institutions specifically the one owned by the government. These shutdown are the cause of economic instability.

Currently, Due to unstable government and government policies, the youth is leaving the country to secure their future causing huge economic loss. These youth are the brains of the country, they consists of Doctors, engineers which if stayed in the country can help control the economic crisis. In order to solve this program a stable government forming stable policies is essential. For instance countries with stable governments attract foreign investment and retain local talent by creating a conducive environment for career growth, innovation and entrepreneurship. In this way stable governments can keep the talented population in the country, which will help in booming the economy of the country.

Every country requires business startups to make innovation and ~~ec~~ cause economic stability. Stable governments policies and proper funding can increase the morale of new business starters which will positively impact our economy. For instance if the government

provide supports for startups, such as grants, low-interest loans, and business incubators, which allow them to innovate and grow without the fear of regulatory changes or political unrest. This stability will make it easier for startups to attract funding, which is essential for their success. Causing a great impact on stabilizing the economy of the country.

lastly, people start busting violent militant group when their trust in the government is finished, that happens when the government is unstable causing violent activities which badly affect the economy of the country. This can be seen in the recent rise of Tehreek-e-Taliban Pakistan (TTP) this year due to increase instability in the politics of the country. More and more people are joining them because of their mistrust in the government. Proper policy making and providing good job opportunities can stop the people from joining these groups which in turn causes increase in economy of the country.

Thus by the above mentioned arguments it can be concluded that in order to have economic stability in Pakistan one must solve the political problems first. Because

only then there would be decrease in the militant groups causing greater economic crisis in the country. Political stability deals with the major problems that cause economic instability, like solving Brain drain problem, helping startups, stable government owned industries and equal distribution of resources among the masses. As International market is crucial for economic stability it can only be attacked when there is proper, and stable government running the country. Though the current state of the country is not very admirable, we are drowning in the ocean of political and economic crisis. But long term planning and proper ~~free from rigging~~ free from rigging elections free from rigging can help us solve the political crisis of Pakistan. Every government should complete its tenure without any opposition party interfering in its policies or its its tenure can help stabilize the politics which will then greatly help stabilizing the economy of Pakistan.