

Outline

Economic Crisis of Pakistan:

An issue of multifaceted factor

I. Introduction

Thesis Statement:

The economic crisis in Pakistan is a result of multiple interconnected factors including political instability, structural economic issues, external debt, energy crisis and governance challenges.

Give main header to explain what you are actually going to address

II. Political Instability and Governance Issue

(i) → Historical context of Political instability in Pakistan (weak political inst., martial laws, etc.)

(ii) → Policy inconsistency and corruption

(iii) → Impact on foreign investment

(iv) → Weak institutional framework and lack of effective governance (ie absence of local govt.)

III. Structural Economic Issues

Write full form

(i) → High fiscal deficit and public debt burdens

(ii) → Low Tax to GDP ratio and dependence on indirect taxation

(iii) → informal economy and lack of industrial diversification

IV. External Debt and Payment Crisis

(i) → dependence on foreign aid and IMF loans

(ii) → Trade deficit (limited export based and import based economy)

(iii) → devaluation of currency and inflationary pressures.

V. Severe Energy Crisis

(i) → dependence on imported fuels for energy

(ii) → Power shortage / load shedding and expensive energy affect industrial output.

(iii) → lack of investment in renewable energy and outdated infrastructure.

(iv) → policy mismanagement in energy sector (wrong subsidies etc)

VI. Socio - Economic factors

- (i) → Rapid population growth (1.97) and unemployment.
(less focus on technical and skill based education causes unemployment)
- (ii) → Income inequality, widespread poverty and low human development indicators

VII External factors

- (i) → Global Economic conditions impacting Pakistan.
(international inflation, wars) (Geopolitical tensions and regional instability)
- (ii) → Impact of climate change, natural disaster on Agriculture
(floods, sudden rains and no rains in seasons)

Conclusion

Mention the remedial measures as well