

## Loan

- 1) Introduction:
- 2) Loan is the major issue in Pakistan because of
  - i) Weak FDI
  - ii) High import & low export
  - iii) Political instability
  - iv) Devaluation of currency
  - v) Debt trap - Reliance on loan
  - vi) Poor fiscal Discipline
  - vii) Circular Debt
  - viii) Insufficient tax collection

3) Causes ————— Both subheadings fall under the same header... Because of and causes???

- i) Weak FDI because of security, non export weak infrastructure & political instability
- ii) Corruption in taxation
- iii) To Fund Development Project
- iv) To cover Budget Deficit
- v) Devaluation of currency
- vi) To pay for import
- vii) To pay old loans
- viii) Market Based exchange rate adopted

4) Impacts

- i) Worsening inflation : unable to afford essential goods
- ii) Poverty
- iii) Rising Debt burden
- iv) Trap in Circular debt
- v) Social unrest : public protest



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- vi) Loss of economic sovereignty
- vii) Negative social impact like effect energy, transport, reduction in subsidies

### Solution

- Reform in Energy Sector
- Reform in taxation
- Reform in public sector & Governance
- Strengthening SMEs
- Export Diversification
- Financial Literacy Program
- Debt management strategy
- Exchange Rate & Monetary Policy
- Encourage FDI
- Improve fiscal discipline

Your points are okay

But try to convert your points into arguments

Avoid unnecessary points

Write conclusion heading at the end

Improve your presentation

Don't write essay on one word topic