

# Political Instability as a threat to economy

DATE: / /

## Outline

### (I) Introduction

Thesis statement: The ail of such that political instability hits a hard slap on the economic ~~face~~ look of a country; due to which it get economic decline.

### (II) Un-boxing the term political instability.

### (III) Factors that demonstrate political instability

- a) Unstable governance system and weak rule of law strengthen the political instability
- b) Anarchy among political institutions enhance polarization and strifes.
- c) Inflation and corruption fuel the political rivalry and blame game.
- d) Uncompetitive leadership suffers the ~~decision~~ effective decisions and enhance the instability
- e) Evils of violence such as terrorism, sectarianism; and ethnicity may also cause the political instability.

## IV) How 'Political Instability' is / become threat to economy?

- a) Unstable and governance system and weak rule of law strengthens the political instability; which affect the factors accountability, transparency and investor confidence.
- b) The anarchic nature of political institutions enhance polarization, which limits the grip ~~of~~ of ~~deals~~ economic decisions.
- c) Inflation and corruption ~~of~~ political ~~actors~~ hinders the economic progress of the political actor / state.
- d) Un-comprehensive and ineffective decisions taken by the political leaders, suffers the economic condition of the state.
- e) The ~~destruction~~ property destruction due to violent acts enhance the burden on economy.

## IV) Policy measures to emerge political stability:-

- a) Strengthening good governance system and rule of law to ensure accountability, transparency, and investor confidence.

DATE: 1/1

- b) Constructing a trust based environment to reduce the evil of polarization among political institutions.
- c) Leveraging a strategic structure to reduce the inflation and corruption.
- d) Appointing the competitive leaders to strengthen the effective decisions.
- e) Integrating the nation and state at one platform to reduce the evils of ~~vit~~ violence.
- f) Integrating the political institutions at one platform to reduce the violence creating acts.

## VI) Conclusion

Stability is an essential factor in the survival of any country. If there would instability in the state, then obviously there would ~~be~~ emerge existential threat for the respective state. The political instability is an effective threat in the way of economic progress. As a number of factors such as unstable governance system, anarchy, corruption and inflation, and the acts of violence become cause of the political instability. The political instability in any state not only harms the ~~and~~ political maintenance of the state but also suffers the economic progress.