

(Paragraph)

Economic Crisis and Inflation

The rising economical crisis in Pakistan are taking Pakistan towards poverty and inflation.

Budget deficit along with fiscal deficit has increased inflation and poverty rate of country. The higher taxes on domestic commodities are major cause of economic deficit. For instance, fiscal deficit in fiscal year 2024-2025 is 1.54 trillion which is 18.2 percent of GDP. Exports have increased 7.7 percent and reached 24.49 billion in FY 2025. This shows that economic deficit and fiscal deficit are the major cause of inflation. There for the Excess of exports, revenue deficit and higher taxes in Pakistan are ~~not~~ cause of economic crisis and inflation.

(Paragraph)

(Water Crisis and Agriculture)

The major decline in agriculture sector of Pakistan is due to water crisis. Scarcity of water in agriculture has weakened the contribution of agriculture sector in GDP of the country which is 24.2 percent. The decline in availability of water which was 5000 cubic meter in 1950 it is 1000 cubic meter today. Further, out dated irrigation system approximately 90 percent of water used for agriculture is wasted due to out dated irrigation system. This is how scarcity of water is increased due to lack of advancement in water management for agriculture like drip irrigation system. The declined water level and out dated irrigation system has increased the ~~crisis~~ the problems of agriculture.