Privatization and Economic Impacts on Pakistan

Outline

A, Introduction:

Thesis statement: Privatization has many fruitful impacts on the economy of Pakistan. It includes decrease the financial burden, Public sector debt and fiscal deficit, while increasing revenue, gdp and foreign direct investments. However, It has also some challenges that showed be overcomed.

B, History of Privatization in Pakistan:

C, Fruitful Impacts of Privatization on economy:

i) Decreasing the financial burden of the government.

ii) Decreasing the Public sector debt and fiscal deficit.

iii) Increase revenue generation for government:

iv) Boosting the ~~Pr~~ GDP

v) Encouraging foriegn direct investment to uplift the economy:

D, Case study:

i) PTCL Privatization in 2005, 26% shares ~~on~~ around \$2.6 billion.

ii) HBL Privatization in 2015, 41.5% stake in around \$1 - 1.02 billion.

E, Challenges for Privatization:

i) Regulatory capacity of priviztized organization

ii, Corruption and lack of transparency during the process

iii, Job loss and workers concerns

iv, Potential loss of public control and price like:

F, Recommendation of transparent process:

i) Robust regulatory frame work

ii) Transparency in privatization process:

iii, Complementry Reforms the ensure the process

iv) Social safty nets and workers retaing programs

G, Conclusion: