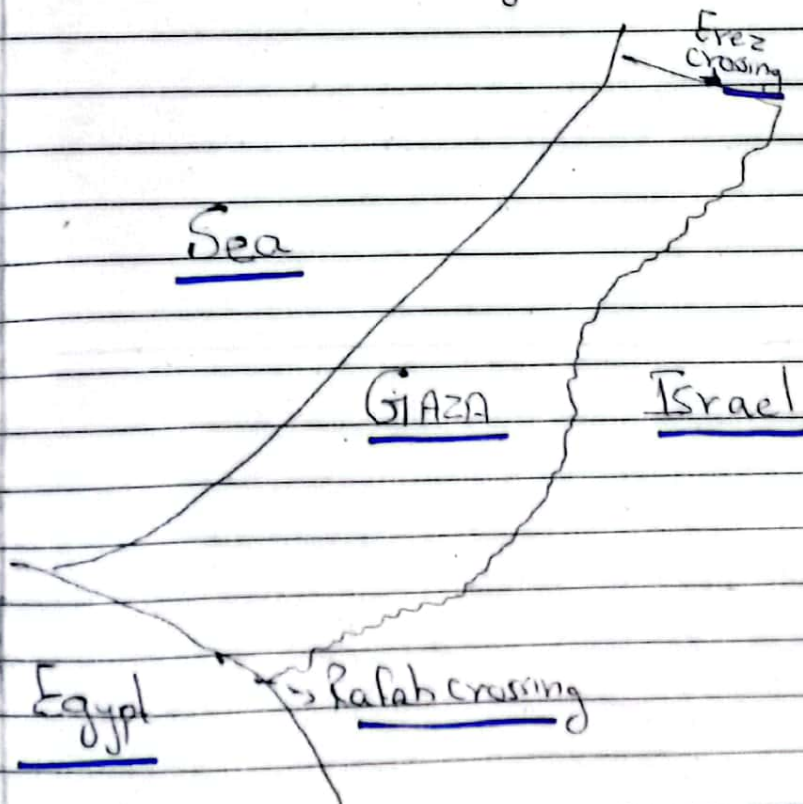


26)

## Introduction

The ongoing Israel-Hamas war started on Oct 7, when Hamas launched a surprise attack on Israel and killed many. Hamas attacked from air, land and sea and captured 10 to 12 small towns and took many hostages. A war always has implications; the war of Israel-Hamas would have serious implications on regional as well as global politics. The regional implications would be that the whole region can come into a conflict and this has the potential to affect the world as the major oil reserves are located in that region.



# Implications on Regional Politics

## 1) Full Scale Regional War

This region contains many countries and some of them are very important as they hold significant amount of natural resources like Oil. This region contains Syria, Saudi Arabia, Yemen, Iran, Egypt. Most of the countries are muslim and are already very angry with Israel since it launched a full scale war on Gaza. Due to this fear can take place anytime now and recently due to this Yemen declared that they are in war with Israel.

## 2) Worsening existing ties between countries

Since the launch of full scale war on Gaza by Israel majority of muslim countries have strongly condemned this invasion and the killing of innocent human beings. Israel and Saudi Arabia were on their way to normalise trade and relations. However, Saudi Arabia has taken back its stance and has refused to normalise relations. Many countries

also have <sup>diplomatic</sup> relations with Israel and have send back their ambassadors.

### 3) Becoming of a regional Battle ground for future conflicts

If this war continues and does not stop any time soon, this region would become a war zone of proxies used by rival countries. War between any countries destabilizes the region and once the region is destabilized it becomes a breeding ground for proxies. Hamas itself has the support of Iran and this shows that if the war pro longs Iran would activate its other proxies in the region and this would soon lead to more deaths and killings.

## 4) Implications on Global Politics

### 1) Increased Chances of World War 3

In this conflict we have seen that there are countries who are siding with Israel and some are siding with Palestine. What we can see that is countries are taking sides and differences between countries are increasing. This is an alarming situation as this could also lead to a global con-

Just like World War 3

## 2) Failure of International Politics/Institutions

This war has shown the true face of international politics and of international organization. If the war continues it would lead to complete favour of the United Nations which failed to prevent the war. When this failure would be completely achieved then the world will know that there are some powers who are more stronger and important than international organization and it would shift global politics on their side.

## 3) End to Globalization

The entire world has seen the hypocrisy of the western nations as these are those nations who always talk about human rights and are silent on the killings of innocent children and women in Palestine. In future there would be less countries who would want to trade with these hypocrite nations and this would reduce the world connectivity. Moreover, this war has opened eyes of nations and now nations have understood that who is with who and this has led to increase in differences which would affect global politics and globalization.

# Conclusion

The Israel-Hamas war has killed upto 13,000 innocent human beings in Palestine and around 1000 people in Israel. Right now there is a ceasefire and exchange of hostages but this war should end completely as it has been affecting the regional and global politics in a very negative manner. If this war continues, it would not benefit anyone, but might lead to a global war.

Q8

## Introduction

United States of America has strong relation with our rival neighbour India. They both have signed numerous uncountable agreements with each other as U.S wants to keep stronger relation with India in order to contain China. However, Pakistan comes in between China and India and in any worse situation, it would be the first one to receive damage. Islamabad should critically evaluate this situation and should choose policy that gives advantage to Pakistan as well. Pakistan can strengthen

lies with China and India and be neutral

## Policy Options For Islamabad To Follow

### 1) Foreign Neutral Policy

The three powers involved in this containment policy are all three superpowers. India, China and U.S.A. Pakistan currently stands nowhere near these countries and is also going through some serious economic crisis. If Pakistan opt for a neutral policy then it can use this atmosphere to benefit itself as bad relations with any of three can further deteriorate Pakistan's economy.

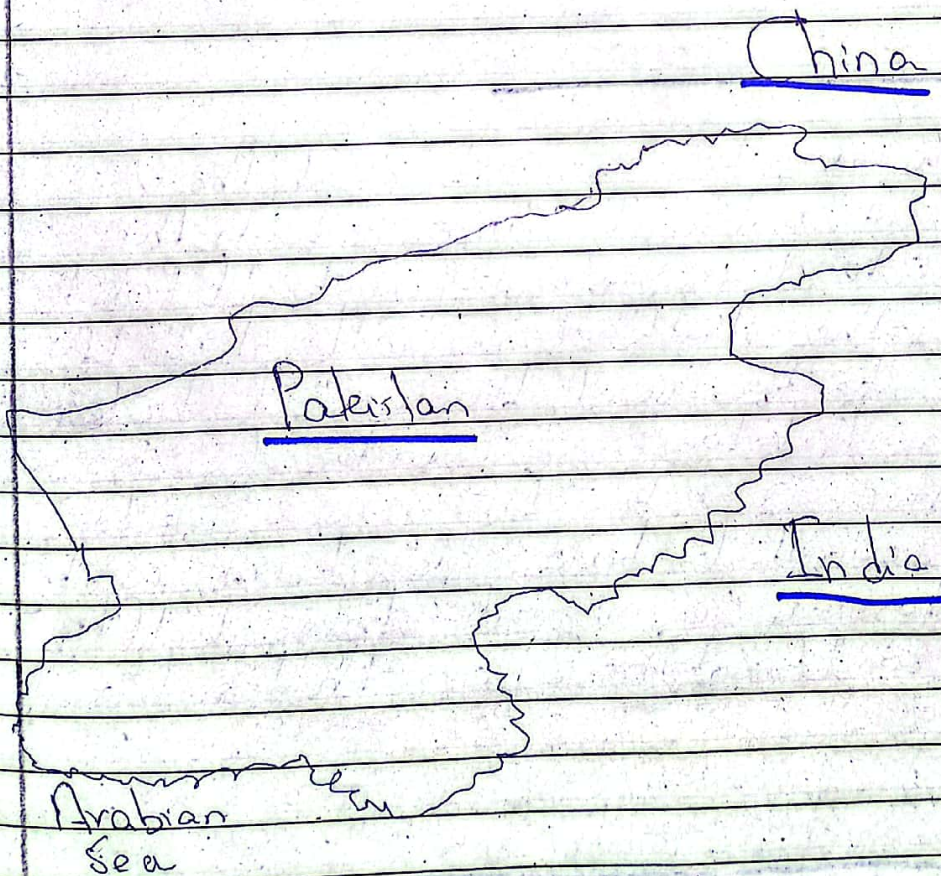
### 2) Increasing Trade with U.S and China

U.S is favouring India everywhere because it needs a support in this region. Sometimes to rely on, if situations change Pakistan too should benefit from that and strengthen its relations with U.S as it would bring more investments for Pakistan. On the other hand it should also look for the needs of China and also seek investments and agreements from China. In short

Pakistan should play a double game.

### 3) Broker Negotiations and Agreements between States

If the containment policy continues, it has a potential of backfiring or turning into a war. Islamabad should use this time to negotiate deals between these three states so that the policy of containment by U.S. comes to halt. This way Pakistan would be internationally recognized for its rapprochement and peace efforts.



#### 4) Strengthening Regional Organizations

Pakistan should strengthen the existing regional organizations for its own betterment. Regional organization such as SAARC, SCO has outstanding potential. If Pakistan establishes and enhances its role in the organization, it can further promote regionalism in the area and once regionalism is promoted it can limit the containment policy of U.S towards China and thus there would be less negative implications for Pakistan.

#### 5) Improve itself Economically

All the negative implications of the U.S containment policy of China is due to the fact Pakistan is economically weak. If Pakistan strengthen itself economically, it would have less to fear and there would be less implications. Pakistan is a creditor of U.S and China and for this reason Pakistan does not want to take side of any country. If Pakistan was economically strong itself its leaders would not have been thinking like this.

#### 6) Improving Ties With India

India has been the biggest enemy of Pakistan from the independence, but now the



Situation is changed. India has grown up to be a Superpower, economically, militarily, and culturally. Now the only options Pakistan has is to improve ties with India, which would increase trade and Pakistan would earn and benefit from it. This policy should be taken as most of the existing implications are from the side of India.

## Conclusion

U.S containment policy is not old and this is a part of the U.S. Indo-Pacific politics. For this reason U.S has taken the side of India and is using it to contain China in the region. However all of this has negative repercussions for Pakistan but Islamabad can follow certain policies to mitigate those effects.

⑤7 ↓

## Introduction

"One China Two Systems Policy" is a policy of China towards Hong Kong and Taiwan and this is one of the present goals of the Chinese government. The U.S has come in between of this Chinese

dream and is continuously poking its nose in between and creating hurdles for China. The possible implications can be a world war, cutting of relations, U.S. economy being shut down or collapsing and many more.

CL

## One China Two Systems

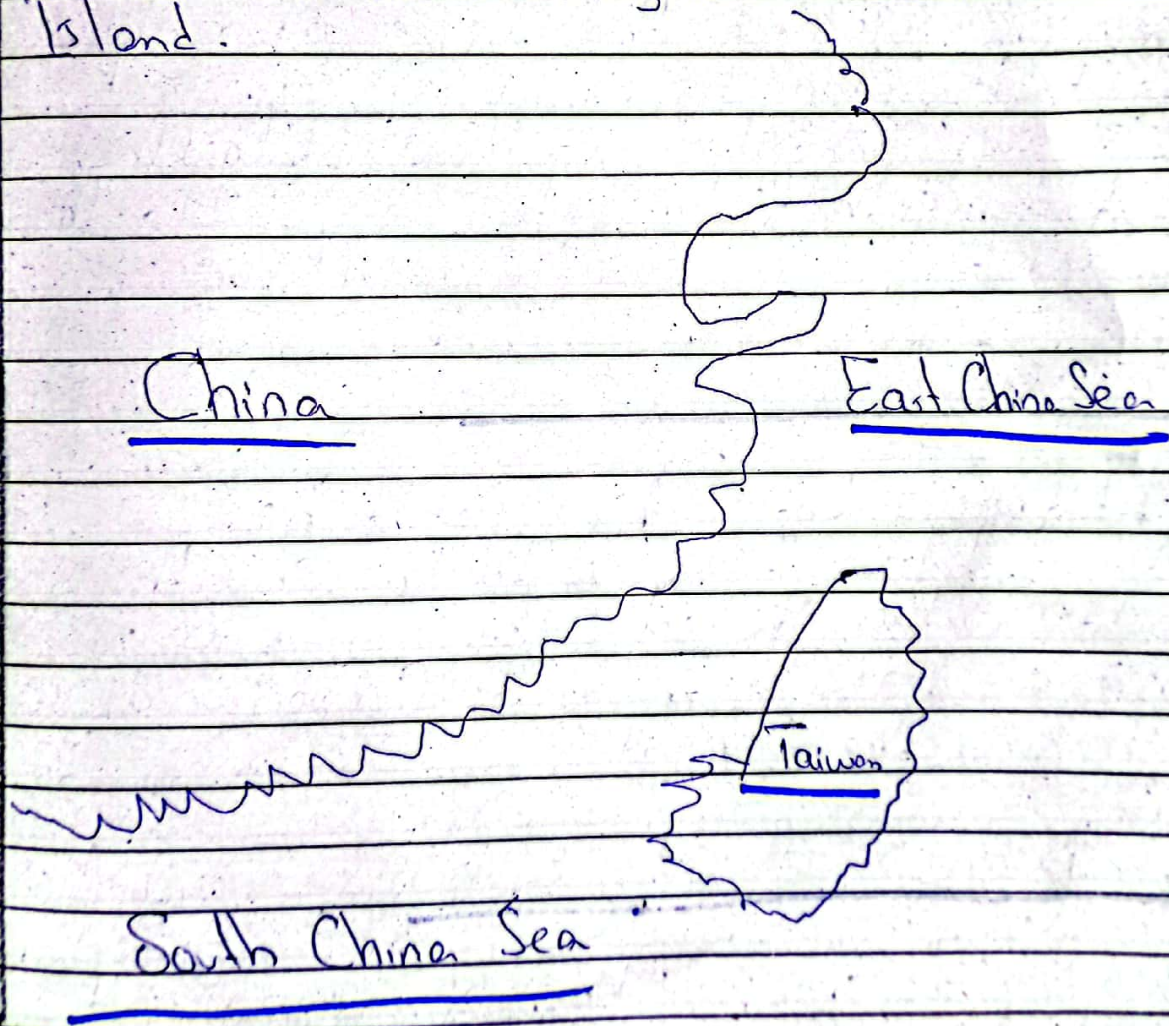
### Policy

"One China Two Systems Policy" is a very old policy of China. According to this policy China believes that Taiwan is its territory and intends to capture it one day. This is also due to the fact that many Chinese live there who migrated there due to the fear of being eliminated. China on every platform announces Taiwan as its territory and openly claims its ownership.

## U.S Policy towards Taiwan

Taiwan has sought help from the U.S to counter any Chinese invasion. U.S believes that Taiwan itself is a sovereign state and it should not be invaded at any cost.

II further believes that the Taiwan has the right to be self governed and there should be no one harming that. U.S has provided many loans and grants to the Taiwan government so that it can build stronger defences against China. Moreover U.S has also build its airbases and Army bases on the Taiwanese Island.



# Possible Implications

## 1) Chances of a Conflict

The increased interference of U.S in the region can increase the chances of a global conflict. As China has been very firm on its stance from the start and has said that they would do anything to capture Taiwan. All of this can lead to a war, even a world war.

## 2) End of bilateral Relations

If this continues China would have no option, but to cut ties with U.S and this would further destabilise the region as U.S has many bases in the South China Sea as well as many other friends.

## 3) Deterioration of U.S economy

U.S is still one of the largest importer of goods from China as they are cheap in the market of U.S. Around 50% plus imports of U.S are from China, including semi-conductor which is a vital raw material. If China stops its exports to U.S this can deteriorate the economy of U.S and cause massive inflation.

# Recommendations

## 1) Interference of International Organizations

There are two major superpowers of the world involved in this possible conflict. International institutions such as U.N should interfere and seize the existing tension between both the states and solve the matter peacefully.

## 2) Conducting a Referendum

A referendum should be conducted in (the) Taiwan and people should be asked whether they would want to be a part of China. Whatever the result comes, the matter should proceed in that direction.

## 3) U.S Should stop interfering

The United States should stop interfering in this matter physically with resources. What it should do is that it should raise voice about this issue on international platforms. This would make the international media aware of what is happening and would reduce the chances of a physical conflict.

# Conclusion

China's One System Policy is a policy and dream of Chinese people. It is that dream that Chinese wants to achieve in whatever circumstances. If China goes forward on this dream, it would have negative implications on the world due to the interference of U.S. However, it is an internal matter and a referendum should take place in Taiwan and matter should be decided accordingly.

(3)

# Introduction

Pakistan has been suffering economically since the independence. Every time the IMF has helped Pakistan from a severe crisis and Pakistan has taken or has being a part of 23 agreement with the IMF which is one of the highest number worldwide. Moreover the reason of these crisis are many, one of them is the balance of payment crisis.

## Balance Of Payment Crisis

Balance of payment crisis refers to fact that the imports are greater than exports and the country does not have reserves to even pay for the essential imports. The balance of payment of crisis everytime depreciates and diminishes foreign reserves of Pakistan. For this reason Pakistan's government tries to seek out a bailout from IMF.

## Role of IMF in the

## Fiscal, Monetary and Foreign

## Policy of Pakistan

### ① Dictation of Monetary Policy

IMF is our creditor and every creditor wants its loan back and for this reason everytime we go to IMF for a bailout they always keep some certain conditions.

② One of them which is monetary policy. The International Monetary fund has laid a condition on Pakistan to keep its interest rates high as it would reduce

Inflation or demand of goods will fall and people will keep their money in banks.

## 2) Implementation of Strong Fiscal Policy.

International Monetary Fund urges Pakistan to improve its fiscal picture. Pakistan imports more than it exports and for this reason Pakistan has fiscal deficit. IMF has asked Pakistan to ban the import of unnecessary things like expensive automobiles, mobile phone and many other products. Furthermore, it has demanded Pakistan to give subsidies to exporters so the exports of Pakistan could be increased.

## 3) Openness in Foreign Policy

IMF has laid a condition that Pakistan would show a more openness in diplomatic relations. This also includes trade with its neighbour India, which Pakistan avoid due to many reasons. However, if there both countries revive relation it could benefit Pakistan to a greater extent.

## Future Role of IMF in All Three Dimensions.



If Pakistan fails to improve itself, its foreign, fiscal and monetary policy would keep on being on institutions like IMF. These institutions have the right to dictate policies because as a nation we owe them a certain amount. However, if Pakistan learns from its mistakes and implement those mistakes in its life then the future role of IMF would be weak in Pakistan as even according to Holman Sachs report 2023, Pakistan by 2050 has the potential to become the 7<sup>th</sup> largest economy of the world. This also a good news for Pakistan, highlighting Pakistan's potential.

## Conclusion

Pakistan has extreme potential even in terms of geography, world politics and many other things, but still its economy is in shades. However, if even Pakistan implements the policies of the IMF, it can come out of the economic crisis in the long run as Pakistan has a very bright future.