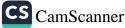
2N0-8 Introduction: Polifical instability has mit pakistan hard. It Thas resulted in inconsistent governmental policies. The inconsistent economic policies discourage businesses. The luck of investment and capital flight have lead to slow economic growth and unemployment. The skyrocheting inplation has resulted in declining of standard of living. However, certain measures can be taken to avert socio-economic crises. Acceptance of democratic The second second second Values, building political consensus on national issues, signing of Electron and Action Land chorter of economy, and promotion Phone account of poster of rule of law can help overcome these sucio-economic protect gas Science Crises that are faced Protect part by Pale: tan. - , edits,



1) Overview of mistorical and current political instability in Pakistan Historically, Palistan May faced political instability. The chaotic era of 1990; is a glowing example. The Tecent political enstability ensued when the prime minister Invan Khan was toppled through no vote of confidence backed in April, 2012 2) How political instability leads to socio- economic criss in Palistan Political instability brings with it many Suin-economic crises. Since, it leads to inconsistent Jocio-economic policies and Iluw economic growth. Detailed discussion is given in heads. i) Inconsistent economia policies any those economic

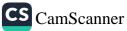


policicy work that follow consistent time petlid. Howelds, in case of Paleistan political instability has caused the inconsistent economic policy. Each government has tried to apply its own model of economy. Rout cause of economic crises in Paleis tan lies in inconsistent economic policies." (S. AKbar Zaidi) ii) Lack of investment Political instability leads to civil unvert. It also results in change in economy policy by the new government. So, investers pesitate to invest as They think that their intestments May go wasted. iii) capital flight Invistor allo take their capital from the markets

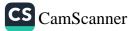
inni jaasisi'

Ke to

1_____



They must where they find stable government for these economic benefits. iv) Slow economic growth It is natural that when capital thight occurs, it decreases investment. The industries yet locked down. If leads to slow economic growth. Thus, pelitical instability causes show economic growth. u) Rising inblation Political instability also leads to inplation. As it Hows economic growth that decreases supply of goods and products and the demand increases. So, it ensues inplation in the country. u) Declining of standard & living Polifical instability also leads to declining of



Standard of living. As lack of investment due to political Instability leads to slow economic growthe which causes inflation. The inflation makes hard for people to meet the basic needs of their life. 3) Recommended policy measures What pellecy measures should be talken to tackle Jocio-economic crises are di) curred pere. i) Jigning of charter of economy and grant . The nainstream purfiel Should sign charter of economy. The signing of charter of economy brings continuity in economic policy. The continuity in economic puticy determines its success. "Pallistan needs charter of economy for economic development." (Khurram Hussain)

-

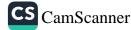
erere and

and a general second

and a second pro-



ii) Provitization of national interest our vested interest National interest must lie of the heart of decision making. How ever, it is found that Vested interest have be given plecedence other national interest. So, priority to national interest over Vested intervet is a prerequisite to socio-econania subutions. ii) Acceptance of democratic values Democratic Values must be respected false allegations for vigging of elections and undemocratic moves for any polifical actions must be discouraged. These markes help focus on solution of beior economic evices. iv) Building political Consensus Political consulsus 13 a must for dealing Variety of national issues



the ruling party must talle opposition parties in consultation for any important national Issue that may relate to social of economic alban. V) Promotion of vule of law Rule of law must also be promoted. Any avbitury move must be discouraged. This can help prevent pulifical Victimization and Thereby leading to pulitical stability. Conclusion: To conclude, political instability giver birth to Jocio-economic crisis. Since, it leads to inconsistent socio-economic policies. These changing of economic policies discourage pusinesses. The discourage of businesses results in stad economic growth, unemployment and inplation. However, Signing of charter of economy can help meet these crises.

