

Q3 Is Privatization of Public Services beneficial or detrimental to developing countries?

Outline

1 Introduction

Thesis statement

Privatization of public service is both impacts positive and negative effects but positive effects more than negative effects.

2 Understanding the term of Privatization and its both aspects.

3 Privatization of Public Services is beneficial. (Thesis statement)

a Public will take best service.

b Innovation ^{will} arise in Public Sector.

c Government will take more taxes and expand on Public

d Job opportunities will be created in country.

e Competition will be created.

4 People believe Privatization of Public Service is detrimental.

a Private Service is very costly.

b. Private companies motives are profit earning, ~~and~~ ~~not~~ ~~are~~

c. Private companies do not care his employee after retirement.

d. Innovation is beneficial but middle class people can not afford it.

e Private companies can be united and create monopoly.

5 How Privatization of public service is beneficial than its negative effects in developing countries. (Synthesis)

a. Government, ~~and~~ health insurance and banks can

help public.

b Everyone struggles for gaining in life.

c Now, Public government also takes changes in Budget because ~~the~~ government can not afford it.

d Government will prevent monopoly by the help of Constitution.

CONCLUSION

Private Companies and Public Companies are two concepts which exist in countries. Private companies run by individual person or group of people. Public Company run by government. Both companies are positive and negative impacts exist

in countries. Privatization of public service company has more benefits than public company. Private company provides best service to his client. Innovation sector grow due to Privatization. Due to Privatization Government ~~collects~~ more taxes from private companies and ~~not~~ spend on his citizen. Job opportunities creates in country and competition raised. Some people believe Privatization has more negative impact in developing countries. Private service is very costly and its motive is ~~only~~ profit earning. They do not care their employees after retirement. They can also be disaster if they united and make monopoly in country. Opposite opinion is correct but not valid because

Government exist in country and they make policies and spend taxes on his citizens.

Further argument will be in latter paragraph which will be counter argument.

Privatization means decentralization and government role limited. Private companies govern market. Government just makes policies and takes action against holding mafia who disrupt market supply and demand. ~~Part~~ Private companies given many benefit to public and government. China was also poor country before 2000. when he liberalize his economy now he govern in the whole world. Privatization company has also negative effects if government weak then they make black mail government regarding policies because they give alot of taxes to government.

So, Privatization has both positive and negative effect. Public Companies provide best service to his client because they know that if they did not give best service to his client they would go to another shop. In Pakistan when Pakistan telecommunication company was not privatized that time only U-fone ~~time~~ company provide services to his client. Now, there are multiple companies came in Pakistan and provide better services to his client. Many subscriber shifted from U-fone to other companies because Ufone company do not take innovation in his company. Hence, Privatization is beneficial for public.

When Privatization occur in country then every

Company try to differentiate from other company brand.

They invest in ~~Y&B~~ research and development. During Covid-19 Many pharmaceutical companies invested in research and development and make vaccine again Covid-19 virus.

Mainly, in developing countries do not invest in research and development due to constraint of budget. Multinational companies have huge budget they can do it. So, ~~at~~ privatization promote innovation in country.

When more private companies established then government can collect more taxes from private companies and spend on public. They can use these taxes ~~and~~ for making roads and facilitate companies by which more companies will be established in

Country. The developed countries ~~the~~ collect taxes from companies and spend on public health, ~~and~~ education and their security. So, Privatization is the way to solve the public problems because ~~the~~ public will pay less taxes ~~and~~ and gain more benefits.

When privatization more companies will be established in country. Companies run by human resource. When more companies established then job opportunities will be raised in country. Every year information share on media there are millions of people migrated from developing countries to developed countries because there are more companies and high ^{job} opportunities. If

a developing countries start
privatization and invite
investors ~~from~~ for investment
then no one will go another
country for job. because
~~there~~ will also create more
job opportunities. Hence,
privatization is the way
by which job opportunities
will create in country.

when more companies
established in country
they all will be trying
to gain more clients.
It ~~is~~ they will start marketing
strategy by which they
provide better quality in
affordable price to people.

In Pakistan, telecommunication
communication companies are
in competition because they
all want to maximize the
control of market. They
~~cannot~~ give free offer to new
subscriber and provide internet
service in affordable price.

after this pension

This all benefits go to people. Hence, Privatization ~~create~~ & creates competition in country which is beneficial to people.

Saying the opposite opinion, he says Privatization has more disadvantages than benefits. This is correct. Private companies sell maximum prize and public company cooperate with public and sell services on discount, ~~but~~ private company charge high charge but give best services. In Pakistan, public health sector is not proper working because government does not invest in public sector and there are also corruption and tapism, which disturb health service. Private

Private companies sell his services very costly. Poor people can not afford it. Public sector provides free service or very low price charged from public. Pakistan is a developing country. Pakistan has PIA (Pakistan International Airline) which provide his service at low cost and at eid event they 10% or 20% offer for immigrat. Private companies do not care poor people because they want maximum profit. So, Privatization is not good for people in developing country. when employee retire from private companies. they do not care their employee after retirement. Public company gives pension to his employee after retirement. If the pensioner is death then this pension

is transfer to his family.
so, Public company is beneficial
than Private company.

Privatization is the
cause of innovation in
developing countries, because
government has not ~~sufficient~~^{sufficient}
fund for research and development
but this innovation is beneficial
for the company owner and
rich people. ~~when~~ New
innovation in market it
is very costly only rich
people can afford it. |

Private companies can
unite and pressure build
on government for policy
making. Due to Privatization,
Private companies united and
create monopoly. In Pakistan,
recently want tax to impose

on shopkeeper but government could not collect amount which he determine, they only ^{collected} 0.01% of determine amount. So, Privatization has more disadvantages than benefits.

Seeing the opposite opinion. Private companies are motives to earn profit but they also provide best service to his client. Government can also subsidized services for public because government collect taxes from people.

NAM Governmental organizations can also play role for providing ^{di} best services to people.

So, Privatization is more beneficial because they provide best service and government can make partnership with private company for providing services in affordable price for public if the service is necessary item.

~~Everyone~~ Seeing the opposite opinion, he says private companies do not care his employee after retirement. This is correct but now in developing countries. ~~Government~~ Pakistan is a developing country, Pakistan's Government can change in budget rules and prefer contract base job because pension budget is high therefore government can not afford pension. employee ~~can~~ ^{have to} also save his money in ^{bank} ~~every~~ ^{or where} ~~year~~ he prefers. while this amount use ~~in~~ after retirement.

Seeing the opposite opinion, he says private companies can unite and create monopoly. This is correct but there is government responsibility to make policies where monopoly

is not created. Pakistan passed competition act 2010, which enshure the company can^{not} be in dominant position and not violate the right of small businesses. Government also make inclusive economic policy where all business grow then monopoly ~~may be~~ ~~not~~ ~~not~~ ~~made~~ created.

At the conclusion, Privatization of public service is ^{more} beneficial than disadvantage because ~~these~~ private company ^{provide} ~~better~~ better services to his client and innovation is also promoted due to privatization. Government also collect taxes from private company which utilize on public health and road construction. There are some people believe that privatization is not good because privatization

Create monopoly in market
by which they sell expensive
goods on public. Synthesis
is that Government laws
exist in country by
which monopoly can be
prevented and Public-Private
Partnership is the solution
of ~~expensive~~ costly services.
Hence, Privatization has
more benefits than disadvantages
in developing countries.