## Issues in Pakistan Economy

B.Com (Annual) Part-II Paper-VI  Maximum Marks: 100 (Pass Marks: 40)  Duration of Examination: 3 hrs

<table>
<thead>
<tr>
<th>Topics</th>
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| **(1)** Idea of Development  
  Development Studies, Meaning, Classification of  
  Developing Countries, Common Characteristics | Book3, Ch.1&2 |
| **(2)** Pakistan’s Agriculture sector  
  • Significance of Agriculture sector for Pakistan  
  • Agriculture pricing policy, Objective  
  • Mechanization  
  • Agriculture credit (formal and informal credit “pros and cons”)  
  • Agriculture taxation (arguments in favour of and against the taxation in agriculture sector) | Book1, Ch3 and 5  
Book2, Ch3  
Internet Access (Current Economic Survey of Pakistan) |
| **(3)** Manufacturing sector of Pakistan  
  • Overview of Manufacturing sector in the era of 60’s  
  70’s and 80’s.  
  • Nature and extent of growth  
  • Industrial policy | Book1, Ch7 and 8  
Book2, Ch4  
Internet Access (Current Economic Survey of Pakistan) |
| • Public/private sector  
  • Deregulation and liberalization | |
| • Key issues in industry in Pakistan  
  • Small scale manufacturing sector, its emergence and growth  
  • Textile industry and its crisis  
  • Issues effecting the SSS, measures taken by the govt. in this regard | --- |
| • Performance of the Manufacturing sector in the context of Current Economic Survey  
  • Current Policies of the Government for Industry | --- |
| **(4)** Balance of Payment and its components  
  • Pakistan Foreign Economic Relations  
  • Contribution of the trade in the GDP of Pakistan  
  Pakistan’s imports and exports in the context of current economic survey. | Book1, Ch9  
Book2, Ch5  
Internet Access (Current Economic Survey of Pakistan) |
### 1. Money /Capital Market of Pakistan
- Instruments and Ways of Working

### 2. Banking Sector of Pakistan
- The role of State Bank, functions performed
- Role of commercial banks, challenges faced, ways to overcome
- Evaluation, nationalization and privatization of Banks

### 3. Resource Mobilization
- Government resource mobilization
- Strategy followed
- How to increase rate of capital formation
- Foreign aid and its forms
- Magnitude and sources of Pakistan’s debts.

### 4. Budget
- Sector wise allocation of funds
- Comparison with that of previous budget

### 5. Pakistan’s Fiscal Deficit
- The Fiscal Deficit,(Should the budget always be balanced, the problems of measuring the deficit, fiscal deficits, inter temporal equity, and distribution, macro economic implications
- Government sources of Revenues and Expenditure
- Taxation system of Pakistan
- Critical concerns regarding Pakistan’s fiscal deficit,(The IMF, World bank view of Pakistan’s fiscal deficit, re examine the fiscal concerns.)

### 6. Monetary policy, savings and inflation
- Monetary policy and monetary management in Pakistan, Money supply and monetary expansion, inflation and its causes, the low saving rates.
- Pakistan Current going MP statement.

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**Recommended Text:**
4. Economics Survey of Pakistan (Latest Issues), Economic Advisor’s Wing, Ministry of Finance, Government of Pakistan

**Further Readings:**
2. World Bank Reports on the suggested areas of study.
3. Quarterly and Annual Reports issued by the State Bank of Pakistan.
4. Website sources :
   - http://www.paksearch.com
   - http://www.sbp.org.pk
   - http://kse.org.pk