

Industry

1. Introduction:

- Pakistan is not developed in this sector.
- Agricultural country mainly.
- At the time of partition only 5% income was contributed by this sector

2. Historical perspectives:

- British rule ---British policy of gaining just raw material.
- Industrial revolution of Europe---huge industries in Europe and neglect of cottage industry of Sub continent.
- British manufactured things were cheaper
- Territories of Pakistan were lacked in Minerals.
- At time of partition less industries in Pakistan---India--921 factories, Pakistan—34
- Employment in these industries—India, 11,37,150 persons daily, Pakistan, 26,400 daily.

3. Present Scenario:

- Far behind in this sector.
- Part in GDP—
- Privatization

4. Industrial problems:

- Narrow export base.
- Import oriented industries—50% of total amount is spent on imports.
- Consumption oriented society---population increase
- Low quality of labor.
- Low quality of products
- Less new techniques and machinery.
- Political unrest
- Terrorism, extremism---lawless society
- Devaluation and inflation tendencies—prices of industrial raw material rises.
- No industrial guidance
- No research for improvement
- Low capital.
- Faulty infrastructure for industries.
- Power crisis.

5. Measures for the betterment of industrial performance:

- Increase exports.
- Produce import substitutions.
- Improve quality of product.
- Improve quality of labor.
- Establish industrial consultancy firms.
- Increase capital by—redirection of capital from defense---retiring foreign debt on priority basis.
- Establish basic infrastructure for industry-----roads, communication, power supply
- New universities and institutions for guidance.
- Provide realistic and up to date data and statistics to the sector.

6. Privatization:

- Negative points of Privatization of many Industries
 - Abnormal haste— in disposing off the units
 - Weak assessment criteria--- availability of funds in domestic market
 - Nepotism
 - Manipulation---lack of transparency
 - Accumulation of wealth---in hands of privileged ones
 - Contradictory disinvestments
 - Absence of regulatory mechanism

- Recommendations
 - Logistics
 - Productivity
 - Consensus management
 - Literacy
 - Utilization of proceeds of assets
 - Employment
 - Economic development
 - Social Justice

7. Conclusion: