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“What will be the future of Pakistan with Chinese trade”



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What will be the future of Pakistan with Chinese trade

Certificate

This is to certify that this project “what will be the future of Pakistan with Chinese trade” prepared by Bushra (01-112161-006) & Iqra Khalid (01-112161-040) has been approved for submission during the academic year of 2019.

Project supervisor

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Abstract

China Pakistan economic corridor (CPEC), is a plan of china Belt Road Initiatives (BRI), which are currently under construction throughout Pakistan. CPEC includes, Infrastructure, Energy, and Gwadar projects. Data have been gathered through different research article, different reports, and through different websites; such as CPEC official website, State bank of Pakistan, IMF, World bank data. The main aim of this study is to examines the impact of CPEC investment on GDP, to estimate the number of employment generated through different projects under CPEC, and how Pakistan will repay the lan and how the loan will be repaid. The results shows a positive relation between investment under CPEC and GDP growth rate of Pakistan. CPEC investment is taken is independent variable and GDP is take as dependent variable. The results also indicates that CPEC investment will be providing around 12 million jobs to domestic workers by the end of 2030. The repayment of loan will be starting from 2022 and Pakistan will have to pay this loan in 20 years. A report by IMF, Pakistan have to pay around \$3.5 billion per annum to return the loan to China. Looking it a current scenario the repayment of loan on time seems difficult.

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Abbreviation

GDP	Gross Domestic Product
BRI	Belt Road Initiative
CPEC	China Pakistan Economic Corridor
BOI	Board of investment
KKH	Karakorum Highway
GCL	Government Concessional Loan
ECNEC	Executive Committee of National Economic Council
FDI	Foreign Direct Investment
SLPA	Sri Lanka Port Authority
CMPHCL	Chinese Holding Company Limited
ILO	International Labor Organization
AJKJ	Azad Jammu Kashmir Government
PPIB	Private Power And Infrastructure Board
GB	Gilgit Baltistan
EPIA	European Photovoltaic Industry Association
CIM	Construction Installation Manufacturing
O & M	Operation And Maintenance
KPK	Khyber Pakhton Khwa
DI Khan	Deraa Ismail khan
CDB	China Development Bank
ICBC	Industrial And Commercial Bank Of China
CEB	China Exim Bank
IMF	International Monetary Fund
HEI	Higher Education Institutes
USSR	Union Of Soviet Socialist Republics

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UEP United Energy Pakistan

EWEA European Wind Energy Association