

## ABSTRACT

Dependency is a condition which reduces freedom and sovereignty of a state to the level of a parasite. The state is either trapped or gradually falls in the vicious scenario. Pakistan, within a span of 50 years, has plunged into this quagmire. Pakistan is sinking down, consequently it is being exploited and used for the interest of donors.

There have been various causes that push states into that whirlpool. In this thesis only four have been considered the most significant ones, i.e.

1. Foreign Aid
2. Investments
3. Role of the Decision-Makers
4. Role of MNCs.

No doubt: alliances politics, economic linkage; wrong policies of the decision-makers, absence of economic nationalism and the politico-economic strategies of other countries etc; have been contributing towards dependence. Since Pakistan has become a victim of it, she has not been able to sustain easily. There have been system shocks and breakdowns, which resulted in military takeover. The decision-makers have not learnt from the repercussions. They are still caught and perhaps they would not be able to come out of this web. Their adhocism is focused on not to be labeled as a default state or a failed state.

No concerted efforts are being made to come out of it. The political elites rhetorically declare that they have launched a campaign to reduce the burden and save the country, but they feel proud to receive more loans from various countries.

It has also been established that dependency, not only, over burdens, but it also keeps the country underdeveloped. Now the economic-resources are neither productive, nor sustainable, poverty is rampant, corruption is common and misuse of resources is an acceptable feature. Pakistan has been fraught with all these and related problems. This has led IMF and WB to pressurize Pakistan to formulate policies by which it should be able to come out of the fear of being declared as a default state. Their policies, adopted and followed by Pakistan government are choking the economy of the country and adding to the sufferings of the people. It is obvious that the successive governments have to take revolutionary steps to wriggle out of the condition of dependency.