

## Examining the Impact of Pakistan-China Energy Collaborations on Poverty Reduction in Pakistan

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**Keywords:** China–Pakistan Economic Corridor (CPEC), Energy Infrastructure, Poverty Alleviation, Renewable Energy, Energy Security

**DOI No:**

<https://doi.org/10.56976/rjsi.v6i2.224>

*The China–Pakistan Economic Corridor (CPEC) is a pivotal bilateral initiative aimed at alleviating poverty in Pakistan by enhancing its energy infrastructure. This project focuses on developing crucial energy resources through the construction of power plants and the expansion of transmission networks, ensuring stable, affordable, and sustainable energy supply nationwide. This paper investigates CPEC's role in diversifying Pakistan's energy mix, integrating both conventional and renewable sources such as hydroelectric, coal, solar, wind, and nuclear power. This diversification aims to decrease Pakistan's dependence on costly energy imports from the Gulf States, thereby improving energy security and promoting economic independence, essential for regional poverty alleviation. Utilizing qualitative research methodologies, this study examines the extensive social and economic impacts of these energy developments. By synthesizing various secondary data sources and applying thematic analysis, the research evaluates how enhanced energy security through CPEC can drive socio-economic progress and reduce poverty in Pakistan. The study offers valuable insights into energy geopolitics and economic development strategies, underscoring the significance of international energy partnerships like CPEC in transforming energy infrastructures and fostering economic growth in developing nations. Through detailed analysis, the paper highlights CPEC as a critical economic lifeline, essential for boosting Pakistan's energy self-sufficiency and accelerating economic growth. Consequently, CPEC emerges as a vital element in the broader strategy for poverty mitigation in Pakistan, emphasizing its importance in sustainable development and international economic cooperation.*

## 1. Introduction

The global landscape of energy geopolitics is rapidly evolving as nations worldwide grapple with the challenge of ensuring reliable and sustainable energy supplies amidst growing demands and dwindling resources. This transformation is particularly poignant in developing countries, where energy is a critical pillar of economic and social stability. The importance of energy security is well-documented, underscoring its pivotal role in national development and international relations. Recognizing this, the strategic alliance formed under the China-Pakistan Economic Corridor (CPEC) marks a significant step in addressing energy inadequacies while fostering economic independence for Pakistan (Blondeel et al., 2021).

In the broader context of energy security, the 21st-century dynamics are shaped by an intricate interplay of supply, demand, and geopolitical maneuvering. This scenario is further complicated by environmental concerns and the urgent need for sustainable development practices. The concept of energy geopolitics not only encompasses the politics of energy resources but also considers the environmental, technological, and economic facets that influence global energy markets. Such a comprehensive approach is vital as the world transitions towards more sustainable energy solutions (Mangla, 2023).

Historically, the geopolitical landscape has been dominated by a struggle for power over energy resources, often leading to disparities in access and economic development. The absence of a global authority to fairly distribute energy resources and related technologies exacerbates these disparities, leaving many regions, especially in Asia and Africa, in dire need of energy solutions. This issue is critical as it affects over a billion people globally, underscoring the socio-economic divide and highlighting the urgent need for equitable energy distribution (Yang & He, 2021).

Within this global framework, the partnership between China and Pakistan through CPEC emerges as a transformative endeavor aimed at rectifying Pakistan's chronic energy shortages. As a flagship project under China's ambitious Belt and Road Initiative (BRI), CPEC aims to rejuvenate Pakistan's faltering energy sector and, by extension, stimulate its economy. The initiative's focus on constructing essential infrastructure, such as power plants and transmission lines, promises to stabilize and diversify Pakistan's energy sources. The commitment to incorporating a mix of both traditional and renewable energy sources reflects a nuanced approach to tackling the dual challenges of energy security and environmental sustainability (Pradhan, 2021).

This ambitious project does not only seek to bridge the gap between energy demand and supply but also to ameliorate the socio-economic conditions in Pakistan. The profound impacts of energy scarcity on Pakistan's economy are evident, with estimates suggesting that energy shortages lead to significant GDP losses annually (Ahmadi, 2022). The development of a robust energy infrastructure under CPEC could potentially mitigate these losses and catalyze economic growth across various sectors. Furthermore, enhanced energy security is likely to attract foreign investments, thereby creating job opportunities and improving living standards.

Moreover, the socio-economic implications of CPEC extend beyond mere energy provision. The project embodies a strategic economic corridor that promises widespread economic reforms and development opportunities for Pakistan. By fostering a reliable energy supply, CPEC is poised to fuel industrial growth, enhance agricultural productivity, and stimulate service sectors, all of which are essential for comprehensive national development (Olier, 2023). The China-Pakistan Economic Corridor, thus, stands as a beacon of hope for Pakistan's struggling energy sector. The energy projects under CPEC are designed to diversify Pakistan's energy mix, integrating hydroelectric, coal, solar, wind, and nuclear power sources. This strategic diversification aims to reduce Pakistan's reliance on expensive energy imports from the Gulf States, thereby improving energy security and fostering economic independence (Blondeel et al., 2021).

In this research paper, the focus is placed on exploring the multifaceted impacts of the CPEC initiative, particularly how it contributes to poverty alleviation through enhanced energy security and economic independence. Employing qualitative research methodologies, the study will analyze a variety of secondary data sources to assess the broad social and economic advancements facilitated by CPEC. This thematic analysis will offer insights into the complex interrelations between energy access, economic stability, and social progress in Pakistan, thereby highlighting the transformative potential of international energy partnerships in developing countries (Boute, 2023).

Pakistan faces a persistent challenge of poverty, with a significant portion of its population living below the poverty line. The country's chronic energy crisis, marked by shortages of electricity and fuel, severely impacts economic growth and social stability. This deficit hinders industrial expansion, job creation, and access to essential services, exacerbating poverty levels. The reliance on imported fossil fuels strains foreign exchange reserves and subjects the country to global energy market volatility. In this context, the China-Pakistan Economic Corridor (CPEC) offers a promising solution by aiming to enhance energy security and foster economic growth, thereby potentially reducing poverty.

The subsequent sections of this paper will delve into the specifics of how CPEC projects are structured to meet these objectives, the expected outcomes, and the broader implications for Pakistan's socio-economic landscape. By integrating both qualitative and quantitative data, the study aims to provide a comprehensive overview of CPEC's role in transforming Pakistan's energy sector and its potential to drive sustainable economic development. The findings will contribute to the discourse on energy geopolitics and development strategies, offering valuable insights for policymakers and stakeholders involved in similar initiatives globally.

## **2. Literature Review**

The China-Pakistan Economic Corridor (CPEC) has emerged as a pivotal collaboration aimed at addressing Pakistan's energy crisis and fostering socio-economic development. This literature review explores various studies and their findings related to the impact of CPEC on



poverty alleviation, energy security, and economic growth in Pakistan. CPEC's energy projects are critical for reducing energy poverty in Pakistan. According to Raza et al. (2018), the development of power plants and transmission lines under CPEC has a significant positive impact on economic growth and development by providing stable and affordable energy, which is crucial for industrial productivity and job creation. Monitoring and evaluation of CPEC projects reveal that these initiatives adhere to principles of mutual respect, non-conditionality, and local capacity building, essential for sustainable development (Raza et al., 2018). The geopolitical strategy behind CPEC not only strengthens the economic ties between China and Pakistan but also contributes to regional stability. Majeed et al. (2023) argue that CPEC is a "win-win" cooperation model that enhances Pakistan's infrastructural and economic progress while providing China with a secure and efficient trade route (Majeed et al., 2023).

CPEC's focus on renewable energy sources, such as hydroelectric, solar, and wind power, is crucial for reducing Pakistan's reliance on imported fossil fuels. Raazia et al. (2023) explore how the diversification of energy sources under CPEC can lead to sustainable energy security and economic prosperity, essential for poverty reduction (Raazia, Munir, & Rafique, 2023). Khan et al. (2023) provides an analytical framework to understand the impact of CPEC on Pakistan's economy. They highlight the potential of CPEC projects to enhance GDP, create jobs, and improve infrastructure, which collectively contribute to economic growth and poverty alleviation (Khan et al., 2023). The energy optimization efforts under CPEC are designed to tackle Pakistan's energy crisis effectively. Ali et al. (2018) suggest that prioritizing CPEC energy projects can significantly reduce electricity shortages, thereby boosting various economic sectors such as services, industry, and agriculture (Ali et al., 2018).

Ali (2022) addresses common misconceptions about the China-Pakistan Economic Corridor (CPEC), focusing on its potential to make Pakistan energy sufficient. The study systematically counters criticisms related to project financing and implementation, emphasizing that the long-term benefits of CPEC are substantial for Pakistan's energy security. By analyzing various aspects of CPEC's financing structures and project timelines, Ali provides a comprehensive argument supporting the initiative's role in fostering sustainable development and enhancing energy independence in Pakistan.

Anwar et al. (2022) delve into the resilient economic impact of CPEC, highlighting positive correlations between infrastructure development, investment, and economic growth. Their research underscores the significant role CPEC plays in fostering regional economic development, particularly through the enhancement of transportation networks and industrial zones. By examining the influx of foreign investment and its direct influence on infrastructure improvements, the study illustrates how CPEC contributes to long-term economic stability and growth in Pakistan. Ishaq, Ping, and Ahmed (2017) explore the diverse opportunities and challenges associated with CPEC, with a particular focus on its potential to transform Pakistan into a regional transportation hub. Their research examines how CPEC can facilitate regional economic integration by



improving logistics and connectivity within South Asia. The authors also discuss various challenges, such as political instability and infrastructure bottlenecks, that could impede the project's progress and propose strategies to mitigate these risks.

Iqbal et al. (2021) discuss the strategic implications of CPEC for South Asia, emphasizing the need for effective strategies to tackle emerging challenges and maximize the project's benefits. Their analysis provides insights into the geopolitical dynamics influenced by CPEC, including shifts in regional power balances and trade relationships. By evaluating strategic initiatives and their potential impacts, the study highlights the importance of collaborative efforts between China and Pakistan to ensure the success and stability of CPEC.

Sharif (2023) provides a detailed analysis of the financial implications of CPEC projects, arguing that despite concerns about debt, the long-term economic benefits outweigh the potential risks. The study examines the financial models and debt structures associated with CPEC, demonstrating how strategic investments in energy and infrastructure can lead to substantial economic gains. Sharif's research emphasizes the importance of careful financial planning and risk management to maximize the positive outcomes of CPEC for Pakistan's economy.

Ali et al. (2021) explores the geo-strategic implications of Pakistan-China relations through CPEC, highlighting the broader regional impacts and the strategic alignment of both countries. Their research discusses how CPEC enhances bilateral cooperation and strengthens geopolitical ties, contributing to regional stability and economic growth. By examining the strategic benefits of CPEC for both China and Pakistan, the study underscores the importance of this initiative in the broader context of international relations and regional security.

Gul et al. (2022) focus on the development across different sectors through CPEC, emphasizing the positive impacts on energy, infrastructure, and economic growth. Their research illustrates how CPEC projects contribute to the diversification of Pakistan's energy mix, reducing reliance on imported fossil fuels and promoting sustainable development. The study also highlights the role of infrastructure improvements in boosting economic activities and facilitating sectoral growth, underscoring CPEC's comprehensive benefits for Pakistan's socio-economic landscape.

### **3. Research Methodology**

This study employs a qualitative research methodology to investigate the impact of the China-Pakistan Economic Corridor (CPEC) on Pakistan's energy security and socio-economic development. The methodology is designed to provide a comprehensive analysis of CPEC's role in enhancing Pakistan's energy infrastructure, diversifying its energy mix, and promoting sustainable economic growth. The research approach is structured around several key components: data collection, data analysis, and theoretical framework.

#### **3.1 Data Collection**

The data collection process involves gathering both primary and secondary data sources to ensure a well-rounded and in-depth analysis. Primary data is collected through semi-structured interviews with key stakeholders involved in CPEC projects. These stakeholders include

government officials, project managers, engineers, local community leaders, and representatives from Chinese companies. The interviews aim to gather insights into the implementation processes, challenges, and perceived benefits of CPEC projects.

Secondary data is sourced from a variety of academic journals, government reports, policy documents, and news articles. Key sources include official reports from the Pakistan government and the China-Pakistan Economic Corridor Authority (CPECA), publications from international organizations such as the World Bank and the Asian Development Bank, academic articles from peer-reviewed journals focusing on energy security, international relations, and economic development, as well as news reports and articles providing updates on the progress of CPEC projects.

#### **4. Data Analysis**

The data analysis process involves several steps to ensure a thorough examination of the collected information. Thematic analysis is employed to identify and analyze patterns (themes) within the qualitative data. This process includes coding transcripts from interviews and relevant sections of secondary sources to identify recurring themes and patterns related to CPEC's impact on energy security and socio-economic development. The codes are then categorized into broader themes such as infrastructure development, job creation, energy mix diversification, and regional connectivity. Each theme is analyzed in detail to understand its implications and how it contributes to the overall objectives of CPEC.

A comparative analysis is also conducted to evaluate the differences and similarities between CPEC's approach to energy infrastructure development and other international initiatives. This involves comparing CPEC projects with similar initiatives in other developing countries, assessing the outcomes of CPEC projects in relation to their objectives, and identifying best practices and areas for improvement.

#### **4.1 Theoretical Framework**

The theoretical framework underpinning this study is based on several key theories in International Relations and development studies. Neo-realism is used to understand the competitive and strategic dimensions of CPEC, particularly its geopolitical significance and its role in enhancing China's and Pakistan's strategic positions. Liberalism provides a lens to examine the cooperative aspects of CPEC, including economic interdependence and international cooperation between China and Pakistan. The Copenhagen School's concept of securitization is applied to analyze how CPEC addresses non-military threats to security, such as energy shortages and economic instability. Additionally, the Human Security approach is utilized to assess the impact of CPEC on the safety and well-being of individuals and communities, prioritizing human-centric development over state-centric concerns.

#### **4.2 Case Studies**

Several case studies of key CPEC energy projects are analyzed in detail to provide concrete examples of the initiative's impact. These case studies include the Engro Thar Coal Power



Project, examining its capacity, completion status, and socio-economic benefits; the HUBCO Thal Nova Thar Coal Power Project, evaluating its contributions to regional economic stability; the Quaid-e-Azam Solar Park, assessing its role in promoting renewable energy and job creation; and the Suki Kinari Hydropower Project, examining its progress and expected impact on regional energy supply.

#### **4.3 Policy Analysis**

A policy analysis is conducted to evaluate the regulatory and policy frameworks governing CPEC projects. This involves reviewing existing policies and regulations related to energy and infrastructure development in Pakistan, identifying policy gaps and challenges, and providing recommendations for policy improvements to enhance the effectiveness and sustainability of CPEC projects.

The methodological approach of this study is designed to provide a comprehensive and detailed analysis of the China-Pakistan Economic Corridor's impact on Pakistan's energy security and socio-economic development. By employing a combination of primary and secondary data collection, thematic and comparative analysis, and a robust theoretical framework, this research aims to offer valuable insights into the successes, challenges, and future prospects of CPEC energy projects.

#### **4.4 Results and Discussion**

This section delves into the multifaceted impacts of the China-Pakistan Economic Corridor (CPEC) on international relations and energy security. It explores the evolving concept of security, highlighting its expansion beyond traditional military concerns to encompass economic, environmental, and social dimensions. The strategic geopolitical role of CPEC, including its implications for energy routes and market access, is examined in detail. Additionally, the extensive infrastructure developments under CPEC and their contributions to regional connectivity and economic growth are discussed.

#### **4.5 Evolving Concept of Security in International Relations**

The concept of security in International Relations has broadened significantly from traditional state-centric views that focused primarily on military strength. Modern interpretations now include economic, environmental, and social dimensions. Neo-realist scholars emphasize the competitive and often conflictual nature of international politics, where state survival depends on power accumulation. In contrast, liberal theorists advocate for international cooperation and economic interdependence as pathways to global stability and peace. The Copenhagen School introduces the idea of securitization, addressing non-military threats, while the Human Security approach prioritizes the safety and well-being of individuals and communities over state-centric concerns. This expanded view reflects the complex and interconnected nature of contemporary global challenges (Blondeel et al., 2021).

#### **4.6 Energy Security in International Relations**

Energy security is a critical aspect of International Relations, involving the continuous availability and access to energy resources. This includes not only the stability of supply and demand but also the robustness of infrastructure, market dynamics, effective governance, and resilience to disruptions. Energy security highlights the need for diversified energy sources and advanced technologies to mitigate risks and maintain sustainable development and international stability. In this context, energy security extends beyond mere access to resources, encompassing economic, political, and environmental dimensions that influence global energy markets and international relations (Mangla, 2023).

#### **4.7 Strategic Geopolitical Role of CPEC**

The China-Pakistan Economic Corridor (CPEC) is a cornerstone of China's Belt and Road Initiative (BRI), designed to enhance connectivity and economic integration across Asia, Africa, and Europe. CPEC not only strengthens bilateral relations between China and Pakistan but also elevates Pakistan's strategic importance in the international economic and geopolitical arenas. By providing China with direct access to the Arabian Sea through Gwadar Port, CPEC facilitates a shorter and more secure route for Chinese imports and exports, reducing dependency on the vulnerable maritime routes through the South China Sea and the Strait of Malacca (Mirza et al., 2019).

#### **4.8 Enhancing Energy Routes and Market Access**

CPEC offers China a vital land-based route to the energy-abundant Middle East and the growing markets of Africa, mitigating the risks associated with traditional maritime routes. This strategic shift leverages Pakistan's geographic position to ensure more stable and secure energy imports for China, addressing the 'Malacca Dilemma' which highlights the vulnerability of Chinese maritime energy routes. By reducing reliance on these sea lanes, China can diversify its energy supply routes and enhance its energy security, while simultaneously promoting regional stability and economic integration (Anwar et al., 2022).

#### **4.9 Infrastructure Development and Regional Connectivity**

CPEC encompasses extensive infrastructure projects, including roads, railways, and pipelines, which enhance Pakistan's connectivity with China, Central Asia, and Europe. The development of Gwadar Port is central to transforming it into a major trade hub, facilitating significant trade flows and regional economic integration. These infrastructure projects are designed to support economic activities, particularly in industrially dense regions such as Hub and Karachi, and promote prosperity through enhanced connectivity and trade (Rizvi, 2015). The construction of these projects not only boosts local economies but also creates substantial employment opportunities, thereby contributing to overall socio-economic development.

#### **4.10 Overview of Major Projects Under CPEC**

The China-Pakistan Economic Corridor (CPEC) is a transformative initiative aimed at enhancing Pakistan's energy infrastructure, crucial for mitigating chronic energy shortages and



fostering economic growth. This comprehensive overview details key CPEC projects, focusing on their capacities, completion statuses, and contributions to job creation and economic stability.

#### **4.11 Engro Thar Coal Power Project**

The Engro Thar Coal Power Project, with a capacity of 660 MW, was completed in 2019. Situated in the Thar Desert, it harnesses local lignite reserves, providing a low-cost, long-term solution to Pakistan's energy crisis. This project has generated approximately 3,000 jobs, contributing significantly to local infrastructure improvements and skill development (Hussain, Saleem, Bhatti, & Ibraheem, 2022).

#### **4.12 HUBCO Thal Nova Thar Coal Power Project**

This 660 MW project leverages indigenous coal reserves and was completed recently. It has provided 305 jobs, enhancing regional economic stability and supporting Pakistan's industrial sectors by ensuring a reliable energy supply.

#### **4.13 Coal-Fired Power Project at Gwadar**

The proposed 300 MW coal-fired power project at Gwadar is expected to create around 1,000 jobs. This project aims to meet the rising energy demands of the Gwadar port and its emerging industrial base, crucial for regional economic development.

#### **4.14 Sahiwal Coal-Fired Power Plant**

Operational since 2017, this 1,320 MW plant has been a cornerstone in reducing energy deficits in one of Pakistan's most populous regions. It has created approximately 3,770 jobs, significantly supporting the national grid and both residential and industrial energy needs (Rasheed, Javed, Rizwan, et al., 2021).

#### **4.15 Coal-Fired Power Plant at Port Qasim**

The 1,320 MW Port Qasim Power Plant began operations in 2018, generating around 4,000 jobs. It plays a critical role in powering Karachi, Pakistan's economic hub, ensuring sustained economic activities and regional stability.

#### **4.16 China Hub Coal Power Project**

Completed in 2019, this 1,320 MW project has created about 4,200 jobs. It reinforces energy supply to the industrial zones around Hub and Karachi, supporting economic activities in one of the country's most industrially dense regions.

#### **4.17 SSRL Thar Coal Block-I Power Plant**

With a capacity of 2×661 MW, this recently completed plant adds significantly to the national grid, reducing dependency on imported fuels. It has generated approximately 2,000 jobs, playing a crucial role in local economic development (Karim, Muhammad, Qureshi, et al., 2020).

#### **4.18 HUBCO Thar Coal Power Project**

Another 660 MW project, the HUBCO Thar Coal Power Project, has created 805 jobs, stabilizing the energy supply and contributing to regional economic growth.

#### **4.19 Renewable Energy Projects**

##### **4.19.1 Quaid-e-Azam Solar Park (Bahawalpur, Punjab)**

With an installed capacity of 1,000 MW, the Quaid-e-Azam Solar Park is a flagship project under CPEC, designed to tap into Pakistan's vast solar potential. It has generated approximately 1,200 jobs, contributing significantly to local employment and economic activities (Han et al., 2022).

#### **4.19.2 Sukkur Solar Power Project (Sindh)**

This 200 MW project, which began construction in 2022, has already created around 700 jobs. It is crucial in diversifying the region's energy portfolio and promoting environmental sustainability.

#### **4.19.3 Hydro China Dawood Wind Farm (Thatta, Sindh)**

Operational since 2019, this 50 MW wind project has created about 500 jobs, contributing to the socio-economic development of the Thatta region and supplementing the national grid sustainably (Malik et al., 2021).

#### **4.19.4 UEP Wind Farm (Thatta, Sindh)**

Completed in 2017, this 100 MW project has generated approximately 900 jobs, playing a critical role in local community development and economic stability.

#### **4.19.5 Sachal Wind Farm (Thatta, Sindh)**

This 50 MW project, operational since 2017, has created about 450 jobs. Its success underscores the importance of wind energy projects in Pakistan's energy strategy, providing reliable, clean energy and supporting local economies.

#### **4.19.6 Hydroelectric Power Projects**

Located on the Jhelum River in Punjab, this 720 MW project was completed in June 2021. It has created approximately 4,870 jobs, significantly benefiting local communities (Ejaz Gul, 2018).

#### **4.19.6 Suki Kinari Hydropower Project**

Situated on the Kunhar River, this project will add 884 MW upon completion, with 70% of construction already finished. It has generated 4,250 jobs and is expected to play a significant role in the regional energy matrix once fully operational.

#### **4.19.7 Kohala Hydropower Project**

This 1,124 MW project, one of the largest under CPEC, is currently under construction near Muzaffarabad on the Jhelum River. It has already created about 7,500 jobs, showcasing its economic impact on the local community.

#### **4.19.8 Azad Pattan Hydropower Project**

With a capacity of 700.7 MW, this project spans across AJK and Punjab and is anticipated to bolster Pakistan's clean energy credentials significantly. It has created 3,000 jobs, further aiding in local community development.

#### **4.20 Impact and Future Prospects**

CPEC's energy projects are pivotal for addressing Pakistan's energy shortages and promoting sustainable development. These initiatives not only reduce dependency on fossil fuels

but also align with global trends towards greener energy. The implementation of these projects has been associated with significant job creation, enhancing socio-economic conditions and contributing to the overall energy security of the country. Continuous technical, financial, and policy support is required to ensure their long-term sustainability and integration into the national energy grid.

The China-Pakistan Economic Corridor (CPEC) represents a monumental initiative in aligning Pakistan's energy infrastructure development with sustainable development goals. By developing a diverse mix of coal and renewable energy projects, enhancing infrastructure, and providing strategic market access, CPEC positions Pakistan as a significant player in regional and global energy markets. These initiatives collectively support sustainable development and economic revitalization, highlighting Pakistan's potential as a leader in renewable energy within the region.

The China-Pakistan Economic Corridor (CPEC) represents a transformative initiative aligning Pakistan's energy infrastructure development with the Sustainable Development Goals (SDGs). This collaboration has been pivotal in addressing Pakistan's chronic energy shortages, enhancing its electricity generation capacity, and fostering economic growth.

The development of various large-scale energy projects under CPEC, including coal-fired power plants, hydropower stations, and renewable energy facilities, has led to significant improvements in energy availability. The injection of substantial Chinese investments, totaling approximately \$35 billion, has stabilized Pakistan's energy supply, stimulated industrial growth, and driven economic development. This increased energy availability is critical for sustaining industrial operations and preventing economic downturns associated with power shortages.

The socio-economic implications of these energy projects are profound. Reliable and affordable energy attracts both domestic and foreign investments, stimulates job creation, and supports the development of small and medium enterprises (SMEs). These factors are pivotal in driving economic growth and reducing poverty. The employment opportunities created through these projects are substantial, directly reducing unemployment and indirectly alleviating poverty by boosting household incomes and improving living standards.

The shift towards renewable energy sources, such as hydropower, wind, and solar, is a critical component of CPEC's strategy. This diversification enhances Pakistan's energy sustainability and aligns with global environmental sustainability goals. Hydropower projects like the Karot and Suki Kinari stations leverage Pakistan's indigenous resources to provide cleaner energy, while wind and solar projects reduce dependence on traditional fossil fuels.

Despite the environmental concerns associated with coal-fired power plants, the overall impact of CPEC's energy projects is positive. The immediate benefits include enhanced energy security and job creation, while the long-term implications extend to environmental conservation and adherence to global climate commitments. Continuous technical, financial, and policy support is required to ensure the sustainability and integration of these projects into the national energy grid.

CPEC's energy projects are integral to Pakistan's strategy for sustainable economic development. These projects pave the way for a stable, prosperous, and sustainable future, significantly impacting Pakistan's ability to meet its economic and environmental goals. By enhancing Pakistan's energy capacity, CPEC positions the country as a potential energy hub in the region, fostering greater regional connectivity and economic integration. The below given are some recommendations:

- Ensuring the long-term success of CPEC energy projects requires continuous financial and policy support. The Pakistani government should collaborate closely with Chinese partners to secure sustained investments and implement policies that foster sustainable energy practices.
- Addressing the skill gap is essential for the sustainability of energy projects. Training and development programs for local workers should be prioritized to enhance their capabilities and ensure the efficient operation and maintenance of these projects.
- While coal-fired plants meet immediate energy needs, a stronger emphasis on renewable energy projects is necessary. Expanding solar, wind, and hydropower initiatives will reduce environmental impacts and promote sustainable development.
- Implementing strict environmental regulations is crucial to mitigate the negative impacts of coal-fired power plants. Investing in clean coal technologies and enhancing environmental standards for all energy projects are essential steps.
- Engaging local communities in the planning and execution of energy projects ensures that they benefit from these developments. This includes job creation, infrastructure development, and social welfare programs.
- Leveraging Pakistan's enhanced energy capacity can foster regional energy trade. Establishing Pakistan as an energy hub will facilitate economic integration and stability in South Asia.

## 5. Conclusion

In conclusion, the China-Pakistan Energy Cooperation through CPEC is more than just an infrastructural venture; it is a transformative catalyst poised to reshape Pakistan's socio-economic landscape. By addressing critical energy shortages and leveraging potential energy resources, this cooperation promises to significantly improve living standards in Pakistan. The successful implementation of these projects will usher in a new era of economic prosperity and societal advancement, enabling Pakistan to achieve greater energy independence and economic resilience. Through strategic development and sustained efforts, CPEC will continue to play a crucial role in Pakistan's journey towards sustainable development and regional stability. This study contributes to the understanding of how international energy partnerships can drive socio-economic development, offering a model for other developing nations. The impact of CPEC on Pakistan's energy infrastructure not only meets immediate energy needs but also lays the foundation for long-term economic and environmental sustainability.

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