



Economic Stability in Pakistan: Exploring Prophetic Guidance for Sustainable Development and Socioeconomic

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Article Info	Abstract
Article history: Received March 10, 2026 Revised April 13, 2026 Accepted June 27, 2026 Available online August 15, 2026 *Corresponding author email: hm0744241@gmail.com Keywords: Economic Stability, Prophetic Teaching, Social Justice, Socioeconomic Resilience, Trade Ethics.	Introduction/Main Objectives: This study explores Prophetic guidance as an intellectual and practical framework for strengthening economic stability, sustainable development, and socioeconomic resilience in Pakistan. Research Methods: The study employs an analytical qualitative approach based on an extensive literature review, systematic data collection, and critical examination of primary and secondary sources. Finding/Results: The findings indicate that social justice, productive economic and business activities, honesty, ethical trade, and social responsibility are fundamental principles for promoting economic stability. These Prophetic principles provide practical guidance for policymakers and stakeholders in developing a transparent, equitable, and sustainable economic system. Conclusion: Integrating Prophetic teachings, ethical values, economic justice, and social responsibility into public policy and institutional practices can strengthen Pakistan's economic resilience and support long-term sustainable development.
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INTRODUCTION

For the guidance and development of humanity, the creator of the universe has, throughout history sent his chosen servant, known as prophets and messenger, to convey the divine message to mankind. Alongside them, he revealed heavenly scriptures and sacred text to provide moral, spiritual, and practical guidance for human life. The isn't of all previous revolution was ultimately in the Holy Quran which was designated as a final and universal source of guidance for humanity until the Day of Judgment. Allah almighty has himself guaranteed its preservation for all generation. Furthermore, the holy Prophet Muhammad ﷺ was commissioned to explain, interpret, and practical demonstrate the teaching and commandments of the Quran through him, Islam was perfected as the complete and comprehensive way of life, and Institution of prophet hood and reached its culmination and completion. The prosperity, continuity, and strength of any state of society are closely linked to the stability of its economic system. An economy becomes resilient and productive when fiscal and monetary policies are guided by Foresight, prudence, and sustainability, when society and joy peace and social harmony, and when justice, accountability and responsibility are upheld as fundamental principle. These are the essential factors that enable Nations to achieve sustainable growth, dignity and long-term stability.

There exist a direct and profound relationship between stage ability and economic stability. a strong economy not only enhances states and revenues through taxation, fees, and other source of income but also enable governments to allocate resources effectively towards critical sector such as education, Healthcare, infrastructure development, and national security, consequently, citizen experience improved living standard, increased employment opportunities, and reduced poverty and unemployment. Moreover economics, stability strength and the confidence of both domestic and foreign investors, there by stimulating industrially and commercial activities and accelerating economic growth. However, the sustainability of this process is largely dependent upon political stability, as political Cohesion and social harmony Reduce uncertainty mistrust and instability creating and environment conducive to economic development and institutional resilience. Through his exemplary character teaching and guidance, the holy Prophet Muhammad ﷺ illuminated every sphere of human life with principal capable of addressing both individuals and collective challenges. In light of these prophetic Guidance the present study, titled economic stability in Pakistan exploring prophetic guidance for sustainable development and socioeconomics resilience seeks to examine how the teaching of the prophet Mohammed can contribute to the formulation of a comprehensive strategy for achieving economic stability, growth and prosperity Pakistan. The study explores the concept of the economic stability review Reviews the historical evolution of Pakistan economy analyzes its contemporary economic challenges and proposes a Framework for sustainable economic development based on the principle derived from the profit tradition.

Concept of Economic Stability

Economics stability refers to a sustainable and balanced condition of an economy in which economic growth employment opportunities and price level are maintained and consistent and describe the levels over time. It is widely regarded as a fundamental objective of any economics system because it provides individuals with economics security create favorable investment operation for business and enable governments to formulateactiv Policies and long-term development plans. Consequently, economics stability not only strengthens the national economy but also placed up Pivotal role in promoting social welfare and ensuring States stability.

In the 9th addition of macroeconomics, with Richard T. froyen define economic stability as: "The ability of an economy to avoid or minimize fluctuations in output employment and prices." Froyen (2017, p. 67)

According to froyen, economic stability enables economic agents to engage in long term planning and make investment to decision within a predictable and reliable environment. He further argues that economic stability is one of the fundamental objectives of modern economies because it enhances consumer and business confidence, thereby ensuring the continuity of Sustainable and broad-based economic growth. Froyen (2017, p. 67) Similarly, and N-Gregory in the 7th edition of principals of microeconomic states: "Economic stability is macroeconomic gold that is achieve throw the management of inflation unemployment and economic growth."(Mankiw, 2014, p. 57) this definition highlight that economic stability is a core macroeconomic objective that can be attained through the effective management of inflation unemployment and our all-economic performance, according to Mankiw stable and economic growth not only contributes to the creation of employment opportunities and increase in national income but also plays significant role in Poverty reduction and improvements in living standard. Furthermore, he Emphasis the price stabilities achieved throw affective control of inflation preserve is the value of money and enhances economic protective ability. Such stability provider a strong and sustainable foundation for economic activity and long-term development. (Mankiw, 2014, p. 57) In light of the above definition, it can be concluded that economic stability is an indispensable Objective for every economy. It creates a conducive environment for businesses individuals and governments to Undertaker long term planning and investment decision. The attainment of economic stability required the balanced systematic and sustainable management of inflation unemployment and economic growth. Such equilibrium is essential for ensuring economic progress prosperity and sustainable development in any nation.

Historical background of Pakistan Economy

Since its independence in 1947 Pakistan economy has under gone a series of significant transformation policy shift and structural experiment. Today Pakistan is classified as a developing country with its economy primarily relying or the agriculture sector and the textile industry. however the past several decades the countries the economic performance has been shaped by

wide range of the domestic and external factor resulting in recurring fluctuations and persistent challenges that have substantially influenced its overall growth trajectory during the 1960 Pakistan experience of rapid economic growth prevenient LED industrialization policies initially generated impressive economic progress the growth proved unsustainable and eventually contribute to a balance of payment crisis during the 1970. (Ghulam, 2017, pp. 101–102) in the 1980, Pakistan received substantial foreign financial assistance as a consequence of the United States let Alliance during the soviet Afghan war while is external assistance Temporary stabilize the national economy prolonged depend on foreign and significantly increase external Independent and placed Pakistan on a long-term path of Reliance on external financial resources.

The consequences of which became increasingly evident in subsequent decades. (Ali & Malik, 2018, p. 46) the 1990 is witnessed the adoption of economic liberalization Policies aim at reducing state intervention promoting private sector participation and enhancing marking competitiveness. Although these Reform introduce several positive structure changes within the economy, they also contributed to rising income inequality and increasing unemployment. (Khan, 2019, p. 1) During the 2000 Pakistan experience considerable expansion in the service sector particular in telecommunication and financial services which contributed significantly to economic growth. Nerveless the global financial crisis of 2008 this Momentum and expose the economy to a new set of structure and fiscal challenge. (Malik, 2018, p. 13) Over the past one and a half decade Pakistan has continued to confront persistent economic challenges that have hindered its Pursuit of sustainable development. Among the most pressing issues are high inflation a widening trade defect and the growing burden of unsustainable public debt. These structure weaknesses were further aggravated by the covid-19 pandemic which pushed the national economy into an unprecedented crisis during 2020, resulting in a significant decline in economic growth and increased microeconomic and stability. (World Bank, 2021)

An examination of Pakistan 78-year economic history reveals that particular during the last decade and especially over the past 5 year the country has experienced considerable political social and economic instability According to the state bank of Pakistan the country's total public debt increase from PKR 58 599 billion in April 2022 to PKR 63505 Billion in April 2023 representing an increase of approximately PKR 4906 billion within a single year. during the same period external debt Rose by approximately PKR 2550 billion while domestic depth increased by PKR 3202 billion bring in the total domestic debt to PKR 55299 billion. This figures clearly illustrate the stability of Pakistan fiscal and microeconomics challenges and underscored the urgent need for comprehensive economic reforms. (Ahmed, 2023) Overall Pakistan's economy has experienced substantial structural transformation over the past several decades reflecting the combined influence of domestic policy choices and external economic development. Although the country has witness periods of notable economic progress it continuous to face a range of complex economic challenges that remain significant obstacles to achieving sustainable and inclusive economic development.

Pakistan's contemporary economic landscape

Pakistan contemporary economic landscape is highly Complex and multidimensional characterized by the converges of several interrelated structure and macroeconomics challenges. this include persistently high influential a whitening current account deficit limited foreign exchange reserves and sustainable burden of external and domestic Debt, and sluggish economy growth at the core of these challenges life balance between export and import. Pakistan remain heavily dependent on the import of Petroleum product industrial machinery and other essential committed to meet its domestic Economic requirements While its export base continuous to relay predominantly on textile Agriculture product. This presence imbalance has resulted in an expanding current account defect exerting considerable pressure on the country's foreign exchange reserve and contributing to the depression of the national currency. Consequently the situation forces a serious threat not only to short term macroeconomics stability but also to the realization of long term development objective. one of the most presentation structural weakness of Pakistan's company economy it is indicate tax revenue generation the country continuous to maintain one of the lowest tax to GDP ratios in the region significant restricting the government fiscal capacity to finance development initiative and public welfare program.

This Limited fiscal space constraint investment in critical sector such as infrastructure development education health care and human capital formation. For the more Pakistan section system continues to suffer from inefficiencies a lake of transparency and administrative short coming. These differentials wide spread taxation corruption and revenue leakage their by weakling the formal economy while expending the informal factor. as a result fiscal Defect continue to widen undermining macroeconomics stability and reducing the state ability to achieve sustainable economic growth. The challenges confronting Pakistan economy or not confined to domestic structure weakness alone political instability security concern governance deficiency and installation and certainty have collectively exotic a significant adverse impact on the country's economic performance. As demonstrated in numerous empirical studies political uncertainty and economic instability discourage both domestic and foreign investment by weakling investor confidence and increasing perceive investment risks consequently Pakistan has Experience a persistent decline in foreign direct investment despite it critical importance for technology called advancement Employment generation industrial expansion and sustainable economic growth. Addressing these multifaceted challenges required the Government of

Pakistan to a drop the comprehensive and Coherent Reform agenda. Aim at restoring macroeconomics stability and strengthening long term economic resilience. such as a agenda should priorities comprehensive text form to broaden the text place and improve the venue collection implement effective strategies for reducing the current account defect introduce sound monetary and fiscal measure to control inflation and promote export diversification by encouraging value added manufacturing technological Innovation and industrial competitive. Simultaneously strengthening institution an governance insurance political stability and

enhancing transparency and improving the our investment climate are is essential prerequisite is for achieving sustainable economic development. A coordinated implementation of these forms would not only enhance economic resilience but also establishes stronger foundation for inclusive equitable and long term National prosperity.

Economic Policy And Economic Stability In The Light Of Islamic Values And Principle

Islam is a comprehensive and universal way of life that provide gaudiness not only in individual collective model and spiritual matters but also in economic social and societal affairs. Islamic teaching direct individual families and community toward economic development and sustainable stability based on the principles of justice equity honesty and social responsibility. The ultimate objective is to establish a balanced and fair economic system that promotes Prosperity while safeguarding the Welfare of society as a whole. One of the fundamental pillars of the Islamic economic Framework is a (Zakat) which serves as both are financial act of worship and a mechanism for social welfare. It is obligatory upon financial capable Muslims and is designed to ensure the equitable distribution of wealth with in society. Zakat plays a significant role in elevating poverty reducing economic disparities social Cohesion and fostering a sense of collective responsibility. The Holy Quran emphasizes importance of the Zakat in the following verse.

وَأَقِيمُوا الصَّلَاةَ وَآتُوا الزَّكَاةَ وَمَا تُقَدِّمُوا لِأَنفُسِكُمْ مِنْ خَيْرٍ تَجِدُوهُ عِنْدَ اللَّهِ إِنَّ اللَّهَ بِمَا تَعْمَلُونَ بَصِيرٌ-

“Establish prayers and give Zakat and whatever good you put forward for yourselves you will find it with a Allah is all seeing of what you do.” (Qur'an 110:2)

Prophet Mohammed ﷺ repeatedly encouraged Muslim to practice generosity and charitable giving he stated:

أَنَّ رَسُولَ اللَّهِ صَلَّى اللَّهُ عَلَيْهِ وَسَلَّمَ قَالَ مَا نَقَصَتْ صَدَقَةٌ مِنْ مَالٍ، وَمَا زَادَ اللَّهُ-

“Charity does not decrease wealth.” (Al-Tirmidhi, 1975, Hadith No. 2029)

This prophetic teaching highlights that charitable giving not only brings blessing to and individual well but also facilitate a more equitable distribution of resources, there by contributing to social harmony and economic will being Islamic teaching also place significant impasses on the development of human capital through the acquisition of knowledge and skills which are essential for economic growth and stability. The Quran instruct:

وَقُلْ رَبِّ زِدْنِي عِلْمًا-

“And say my lord increase me in knowledge.” (Qur'an 20:114)

Similarly the prophet Muhammad ﷺ is declared:

قَالَ رَسُولُ اللَّهِ صَلَّى اللَّهُ عَلَيْهِ وَسَلَّمَ طَلَبُ الْعِلْمِ فَرِيضَةٌ عَلَى كُلِّ مُسْلِمٍ-

Seeking knowledge is obligatory upon every Muslim.” (Ibn Majah, n.d., Hadith No. 224)

These teaching demonstrate that education and intellectual development are indispensable for individual empowerment and societal progress. A well educated population enhances productivity promote innovation supports social justice and contributes to sustainable economic

development. Islam further encourages trade and entrepreneurial activity as vital component of economic prosperity. The Quran state:

يَا أَيُّهَا الَّذِينَ آمَنُوا لَا تَأْكُلُوا أَمْوَالَكُمْ بَيْنَكُمْ بِالْبَاطِلِ إِلَّا أَنْ تَكُونَ تِجَارَةً عَنْ تَرَاضٍ مِنْكُمْ.

“Do you hope believe do not consume one another wealth in justly but only throw the throw the trade contacted by mutual consent.” (Qur'an 4:29)

This verse underscores the importance of transparency fairness and mutual agreement in commercial transaction. The prophet Mohammed ﷺ himself was a successful merchant and his first wife Khadija (RA), was are renowned businesswoman. (Siyoharvi, 2011, p. 72) Their example demonstrate the positive role of trade and entrepreneurship with in the Islamic economic Framework. The prophet also emphasized ethical conduct in business when he said:

عَنِ النَّبِيِّ صَلَّى اللَّهُ عَلَيْهِ وَسَلَّمَ قَالَ التَّاجِرُ الصَّدُوقُ الْأَمِينُ مَعَ النَّبِيِّينَ وَالصِّدِّيقِينَ وَالشُّهَدَاءِ.

The truthful and trustworthy merchant will be the prophet the truthful and the Martyrs is on the days of resurrection. (Al-Darimi, 2000, Hadith No. 2581)

This narration illustrate that honesty and trustworthiness in commercial dealing or not merely ethical virtues but essential Foundation economic growth social trust and long term stability. (Ibn Kathir, 1409 AH, p. 41) Islam also recognize the importance of economic activity even during act of warship during the era of pilgrimage some Muslims believed that engaging in trade during Hajj was an appropriate. In response the Quran clarified:

لَيْسَ عَلَيْكُمْ جُنَاحٌ أَنْ تَبْتَغُوا فَضْلًا مِنْ رَبِّكُمْ.

“There is no blame upon you for seeking the bounty for your Lord.” (Qur'an 2:198)

This verse confirmers that law full economy activity and religious devotion are not contradictory but complementary. It reflect Islam balanced approach which integrates spiritual obligations with legitimate economic pursuits another important aspect of the Islamic economic system is Islamic finance which is founded upon principal of justice transparency risk sharing and ethical Investment this principle contribute to economic development and long term financial stability.

A central feature of Islamic finance is the prohibition of Riba (interest or usury). The prophet Mohammed ﷺ stated:

هُم سَوَاءٌ - عَنْ جَابِرٍ، قَالَ لَعَنَ رَسُولُ اللَّهِ صَلَّى اللَّهُ عَلَيْهِ وَسَلَّمَ آكِلَ الرِّبَا، وَمُؤْكِلَهُ، وَكَاتِبَهُ، وَشَاهِدَيْهِ، وَقَالَ

The Messenger of Allah cursed one who consume interest the one who pays it the one who record it the end the two who witness it and he said they are all equal.” (Muslim, n.d., Hadith No. 1598)

This Hadith highlight seriousness of interest base transaction and emphasize the need for a financial system Grounded in fairness ethical responsibility and Social Justice. By discouraging exploitive financial practices Islamic finance each to create a mode inclusive and active and economic environment. Furthermore Islam discourage the concentration of wealth in the hand of a few and promote it circulation throat society the Quran states:

وَفِي أَمْوَالِهِمْ حَقٌّ لِّلسَّائِلِ وَالْمَحْرُومِ.

“And in their well there is recognized right for the bigger and the deprived.” (Qur'an 51:19)

This principles the concept of strengthens the concept of social welfare and direct economic resources toward valuable and disadvantages segment of society there by reducing inequality and enhancing social stability. Taken together Islamic economic principal including Zakat and voluntary Charity the promotion of trade and Entrepreneurship ethical investment practices. The prohibition of interest and the equitable distribution of wealth provide a comprehensive Framework for sustainable development and economic stability the kindness found in the Quran and the Sunnah offers Muslim societies a holistically model capable of simulateunesly promoting Social Justice economic equity and long term prosperity. Consequently these principle remains highly relevant for contemporary policy formulation and can serve as valuable foundation for achieving sustainable stability in Pakistan.

The Relationship Between Economics Stability And The Prophet Teaching

The study of the prophetic teaching is of great significance for understanding the formulation of an economic system and its practical and ethical dimensions as it present a clear picture of the just economic Framework established in the early Muslim society which was founded open the principal of Social justice equality and collective welfare. The central pillar of the system was Zakat, which was made obligatory open those possessing sufficient financial means to ensure the equitable distribution of wealth alleviate poverty, and promote social welfare. the prophetic teaching not only emphasize honesty transparency and accountability in financial and commercial transaction but also regard education vocational skills and the development of human capital as fundamental means of achieving Economics stability. That teaching of the prophet Mohammed ﷺ straight that sustainable economic is founded open ethical principle the equitable distribution of resources, and the intellectual and professional development of individual. These guiding principle continue to provide a comprehensive sustainable and ethically grounded economic model for dressing contemporary economic challenges. (Ibn Ishaq, 2004, p. 98)

Framework for dressing economic in stability in the light of the prophetic teaching

The blessed life and teachings of the prophet Mohammed ﷺ serve not only as a source of spiritual and moral guidance for Muslim throughout the world but also provide a comprehensive model for establishing the principal of an economic and financial system the guidance of the prophet ﷺ played of fundamental rule in promoting economic stability, justice and the development of a fire economic structure there by laying the theoretical foundation of Islamic economic thought. Contemporary economic research also sports the view that economics stability is closely linked with justice and equality principal that constitute Central future of the prophetic model. The prophet ﷺ emphasized equal and just treatment for every individual regardless of social or financial status and demonstrated through practical example the principle of transparency honesty and mutual consent in trade and financial Transaction Islamic economic thought, firmly rooted in the prophetic teachings, regards the establishment of Social Justice

equitable distribution of wealth and the complete elimination of the interest based system as the foundation of a sustainable economy. (Shafi, n.d., p. 21)

The Encouragement off Sadqah (voluntary Charity) and charitable giving occupies a fundamental position in the prophetic teaching. Its service not only as a means of individual spiritual development but also as an effective strategy of promoting economic stability and alleviating poverty. The prophet ﷺ emphasized the care and sport of the poor vulnerable and the underprivileged, and cleared sadqah Zakat and other welfare measures to be essential component of collective social welfare. This concept of social welfare plays a key role in the theoretical framework of the Islamic economic system. In the context Islamic financial institution guided by the prophetic teaching provide various social services including interest-free loans the effective distribution of zakat and sport for the poor and the needy. Furthermore to ensure continues circulation of wealth through its equitable distribution purpose the Islamic economic system proposes to fundamental mechanisms. The measures not only ensure the fair circulation of wealth within the economy but also promote social cohesion and sustainable economic development. (Qadri, 2007, p. 786)

Policy Framework For Addressing Economic In Stability In Pakistan

Ensuring economic stability has become a fundamental National priority of Pakistan's policy makers. Achieving this objective requires the adoption effective integrated and sustainable policy Measures which are outlined as follows.

Reforming the revenue system

Ensuring economic stability is of fundamental national priority of Pakistan is policy makers achieving this objective requires the implementation integrated and sustainable system is of primary importance. Compared with other countries in the region, Pakistanis text-to-GDP ratio remains considerably low, indicating sustainable untapped potential for increasing National revenues. According to the World Bank, Pakistan can significantly strengthen then its revenue based through efficient tax administration the elimination of unnecessary tax exemptions and the Expansion of the text base, all of which are in disciplinable for achieving sustainable economic stability. (Arshad, 2012, p. 9)

Policy measures for promoting foreign direct investment

Foreign direct investment (FDI) can serve as a major driver of Sustainable economic growth in Pakistan of Technology and skills and creating quality employment opportunities that FDI not only increases our all investment but also improve competitiveness and corporate governance standards with in domestic institution to achieve these objective government policies should focus on improving the as of doing business and In ensuring policy consistently so that investors are not discouraged by regular tree on certainly. The International Monetary Fund (IMF) like waves exercises the need to improve the business environment by reducing barriers to investment practically in the areas of licensing producer text Administration and cross border trade r regulation. (International Monetary Fund, 2020)

Measures to reduce the trade defect

Over past several years Pakistan has continued to experience pass substantial trade defect, placing significant pressure on the country's foreign exchange receiver. According to the state bank of Pakistan, this imbalance can be mitigated by promoting exports, encouraging import substitution, and improving the inflow of workers, remittances, thereby contributing to greater external sector stability.

Development of energy infrastructure

Pakistanis energy sector continuous to face persistent challenges, including electricity shortages and high energy costs, largely due to inadequate infrastructure. According to the Asian development Bank, these challenges can be addressed through the construction of new power generation facilities and the upgrading of Transmission and distribution network, thereby reducing energy shortages and improving our all economic performance.

Enhancing agriculture productive and capacity

Agriculture remains one of the most important sector of Pakistan's economy, providing sustainable Sport to national income and a significant proportion of the labor force. to enhance agriculture productivity, the government irrigation system insurance to agriculture credit and promoting significant farming techniques and modern cavitation practices according to the Food and Agriculture Organization of the United Nation increased investment in agriculture can substantial improve agriculture output while also contributing to poverty declaration rural economic development and sustainable food security.

A Framework for economic stability in the light of prophetic teachings

Following the introductory discussions in accordance with the central theme of this article, the subsequent section delineates a series of practical measures whose sincere and systematic implementation may set the nation on a trajectory of Genuine economic stability.

Fiscal discipline and sound economic management

Islamic teachings regard financial discipline as the bedrock of both societal and economic stability. In the light of Quran and the prophetic Sunnah and unnecessary expenditure and firmly prohibited, because such behavior is harmful not merely at the individual level but engenders disorder and imbalance within the economy as a whole. Islam has made it unambiguously clear that even wealth legitimately earned through personal effort and lawful means must not to be squandered without restraint the prophet Muhammad ﷺ declared:

“Three things are dislike you for you ideal talk excessive questioning and the wasting of wealth.”
(Muslim, n.d., Hadith No. 1715)

This Hadith conveys that the dissipation of wealth is not a purely private matter. Those who expand public resources are state funds on unnecessary purposes are guilty of the most reprehensible conduct both morally economically. It is there for incumbent open rulers and administrator to deploy public resources excursively in areas of genuine need and maximum

Benefit any: deviation from this principle constitutes a squandering of national assets the prophet further declared:

Moderation in spending to be a guarantor of a successful life moderation in expenditure is half of livelihood. (Al-Bayhaqi, 2003, Hadith No. 87)

It is for this reason that Islam designates extravagance as blameworthy and frugality as a source of blessing. The Quran states:

إِنَّ الْمُبَذِّرِينَ كَانُوا إِخْوَانَ الشَّيَاطِينِ-

“Verily, the wasteful are the brothers of devils. (Qur'an 17:27)

The consequences of economic distress or equally Grave. The prophet ﷺ warned:

There will come a time when poverty will drive a man to disbelieve. (Al-Tabarani, n.d., Hadith No. 1048)

This Hadith elucidates that economic hardship does not afflict material life alone it may equally become a conduit for spiritual and moral gradation. From in Islamic perspective fiscal discipline is not merely an instrument of individual success but constitutes the very foundation of societal and national prosperity. When both the individual and the state adopt at every level the principles of moderation adherence to priorities and the correct and utilization of resources the construction of Sustainable and resilient economy becomes a genuine possibility.

The Eradication of Economics Corruption

The survival and progress of any economic system is contingent upon integrity and trustworthiness when malice and corruption take root within state institution te equitable distribution of wealth arrested national resources and surrounded to private interests and economic and social instability inevitably follows

Islam has enshrined honesty in financial affairs as a foundational principal the prophet declared: Unequivocally that any ruler who betrays the right of those under his care shall find paradise forbidden to him. (Muslim, n.d. Hadith No. 142)

Elaborating to upon this tradition to imam bin taymiyyah (may Allah have mercy upon him) writes that state officials and the custodians of the public treasury are merely trustiness not properties. It is therefore obligatory upon them to refrain from deploying national resources for personal desires or private gain and to expend them instead in accordance with the needs of the people and the collective interest. (Ibn Taymiyyah, n.d., p. 193). This principle establishes that public officials are not owners of the national treasury but its guidance they are accordingly bound to utilize resources in a just and equitable manner.

Economic justice and Institutional Transparency

The most fundamental principal underlying the guanine progress and enduring stability of nation in justice. Justice is an all-encompassing value that not only secures the rights of the oppressed and retrains the oppressor but equally safeguards social orders public trust and state stability. Justice is the very foundations upon which the basic rights of individuals within society

are guaranteed and through which the protection of their lives property and honor become possible. When justice prevails within a state an atmosphere of peace tranquility and collective prosperity flourishes and it's precisely this prosperity that forms the basis of a strong developed economy. It is for this reasons that Islam has accorded justice a position of extraordinary importance.

In the holy Quran the prophet Muhammad ﷺ was directly commanded to justice among the people in accordance with the ordinances of Allah. (Qur'an 5:48) The life of the prophet ﷺ furnishes numerous example that continues to serve as guiding principles for the worlds legal and judicial systems to this day a particularly illustrative case is that of Sakhr ibn Wadaah may Allah be pleased with him a chieftain of the Arabs who was also counted among the supporters of the Islamic state of Madinah his services to the stability of the state were conspicuous nevertheless when Mughirah ibn Shubah and the tribe of Banu Sulaym brought complaints against him before the prophet the judgments were delivered against Sakhr in both cases the demands of justice required precisely this that the verdict be based solely upon truth and right even if it stood against a chieftain or a loyal benefactor of the government notably despite both rulings being issued against him Sakhr accepted them wholeheartedly and without objection a disposition that prompted a gentle blush upon the face of the prophet as through he reflected upon the gravity of ruling against one who had rendered exceptional service to the state of Madinah yet the principles of the Shariah left no room for any discrimination. (Al-Bayhaqi, 2003, Vol. 9, p. 192, Hadith No. 18264). This incident stands as a mirror of Islam elevated standard of justice a standard Islam has established as a perpetual norm Sakhr himself refused to allow his social standing to override the judgment of the Shariah accepting the verdict with complete faith and convocations conduct befitting his perfect faith and lofty moral awareness In truth when justice prevails within a society a mutual atmosphere of peace and trust flourishes conversely where justice is absent anxiety and mistrust in state institutions take root ultimately leading to economic and social decline it is for this reasons that Islam has designated justice not merely as a legal requirements but as the very foundations of societal and economic advancement.

The Elimination of Bribery

In the view of Islam both the giving and receiving of bribes are counted among the gravest of sins although bribery is prohibited in every domain of life its infiltration into economic and financial affairs is particularly reunions for the societal and state system those who derive illicit advantage through bribery in financial and judicial matters do not merely corrupt their own hereafter they also pave the way for a culture of mistrust injustice and corruption in society at large as a consequence the balance of justice is disturbed and people losing faith in the judicial and administrative system resort to acts of vengeance thereby generating social disorder and destruction the mercy to all worlds clarifying the gravity of bribery declared:

May the curse of Allah be upon the one who gives a bribe the one who receives it and the one who acts as an intermediary between them? (Ibn abi Shaybah, 1409 AH, Vol. 4, p. 444, Hadith No. 21965)

The Prevention of Fraudulent and Frivolous Legal Claims

Vexatious litigation is a lethal position for the peace tranquility and economic stability of society using false claims to cause harm to others and to misappropriate their wealth is not merely an act of oppression it generates collective insecurity and economic imbalance Islam has condemned such conduct in the strongest term it is reported form:

Abdullah ibn Umar, may Allah be pleased with him that the prophet was heard to say whoever obstruct the enforcement of any divine ordinance is in opposition to ALLAH whoever knowingly pursues a wrongful legal claim remains under the wrath of ALLAH until he desists and whoever levels against a believer an accusation that does not exist within him ALLAH shall place him in the filth that flows from the inhabitants of hell until he retracts his words. (Ibn Hanbal, 2001, Vol. 9, p. 283, Hadith No. 5385)

The Equitable Distribution of Resources and Civic Equality

For the establishment of enduring economic stability the implementation of justice and equality in the allocation of state positions and responsibilities is of paramount importance providing equal opportunities to all communicates and groups is indispensable for personal interests regional bias and communal favoritism give rise to social tensions and mistrust ultimately weakening the economy. The prophet ﷺ gave this principle concrete expression in the governance of Madinah: When a companion from among the Muhajirun was appointed to a position a companion from among the Ansar would simultaneously be assigned to a comparable post so that no one might feel deprived or marginalized-(Al-Bukhari, 1442 AH Vol. 1, p. 21, Hadith No. 59) This practice not only strengthened the state of system but fortified the very foundations of economic stability.

The Abolition of Unnecessary Privileges in the Administration

The greatest burden upon the national economy is constituted by the privileges and perquisites accorded to senior government officials which inflict serve damage upon the public treasury an ordinary citizen bears all the costs of his basic needs independently whereas officials receives numerous fundamental amenities free of charges amenities that are frequently consumed with profligacy an recklessness causing harm to the national economy it is essential that these unnecessary privileges be abolished or curtailed to the minimum possible level and that moderation observed in the management of the public treasury the prophet declared:

Moderation in expenditure is half of livelihood. (Al-Bayhaqi, n.d., Vol. 1, p. 128, Hadith No. 87)

And in another tradition:

One who practices moderation shall never be in want. (Al-Shashi, 1410 AH, Vol. 2, p. 162, Hadith No. 714)

In like manner, the elimination of luxurious official vehicles free fuel, and tax exemptions granted to the elite could yield savings of well over two hundred billion rupees practical measures against feudal landlord's capitalists and illicit profiteers could equally bring stability of the prices of basic commodities.

Economic Moderation to the Provision of Benevolent Credit Qard Hassan

A fundamental dimensions of the economic policies of the prophet of mercy eradication of the usurious system and interest-based lending from society and the establishment in their places of the concept of benevolent credit qard hasan the prophet declared: Whoever grants respite to a debtor in straitened circumstances or reduces a portion of burden Allah has shall grant him shelter beneath the shade of his throne on the day of resurrections when there shall be no shade save his. (Al-Tirmidhi, 1975, Vol. p. 367, Hadith No. 2029) For the improvement of economic stability in the country, it is essential that citizen be provided access to interest free benevolent credit on easy terms and conditions should any persons be unable to afford food or pay rent he thought to be able to avail himself of government provided qard hasan rather than resorting to suicide begging or accepting onerous usurious conditions so that he may be spared hardship and psychological distress.

The promotion and expansion of Islamic Banking

Interest free banking also termed Islamic banking plays a fundamental role in achieving economic stability in the light of Islamic teachings its foundation rest upon the explicit injunctions of the Holy Quran (Qur'an 2:275) and the teachings of the honored prophet which declared Riba (usury and interest) categorically unlawful. (Al-Dhahabi, n.d., Vol. 1. p. 64). The structure of Islamic banking is erected upon the avoidance of interest based transactions in their stead, it promotes partnership arrangements profit and loss sharing, ethical investment and financial activities grounded in real tangible assets this systems not only enables the equitable distribution of financial resources but equally ensures the effective and responsible utilization of capital. Islamic banking employs principles such as quards Hassan benevolent credit, mudrabah silent partnership musharakah joint venture ijrah leasing, and Murabaha cost plus financing ,instruments that ensures a sustained connection with the real economy and a steadfast avoidance of factious or speculative transactions consequently, this system fosters sustainable development ,economic justice, social equality, and the promotion of societal welfare. Interest free banking is therefore not merely a financial architecture it is an economic philosophy that, in the light of Islamic principles, provided humanity with guidance towards economic stability, justice, and enduring prosperity.

CONCLUSION

The findings of this study clearly demonstrate that guidance derived from the prophetic teachings is indispensable for achieving economic stability and sustainable development in the current economic context of Pakistan. The economic policies and reforms introduced by the

prophet Muhammad not only restored a distressed economy but also pleased it on a path toward sustainable growth and long-term economic stability. By eliminating distractive practices such as usury (Riba), reading, and unlawful profiteering the prophet established an economic framework founded open trade justice equality and social welfare. Consequently, a society emerged in which trust, transparency and equity became the defining characteristics of economic life, ensuring the fulfillment of individual needs while simultaneously promoting economic stability at the state level. It may therefore be concluded that its Pakistan reforms its economics system in accordance with the prophetic teachings, it can effectively overcome its exacting economic challenges and move towards becoming a strong self-reliant and purpose state. One of the most Distinctive characteristics of the economy during the Prophetic era was its strong ethical Foundation. Foundation all economic activities were governed by the principles of Trustworthiness, honesty, transparency, justice, and fairness. The prophet Mohammed prohibited every economic practice based on fraud, deception and unethical counted. The implementation of this principle gave rise to an economic system that fostered mutual trust Social Justice and Sustainable economic stability.

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