Economy of Qatar

Qatar’s economy is one of the richest in the world, having one of the lowest unemployment rates in the world with still decreasing. Also one of the highest GDP per capita Qatar has really done well with its economy. Qatar’s economy hit a low when the blockade happen considering that the blockading countries were our only source living which will be mentioned below.

## Contents

1. Economic Factors
   a. Unemployment
   b. Inflation
   c. Economic Growth
2. Solution
3. Cited Work
Economic Factors

Unemployment

Qatar is going through massive development and construction project to support the upcoming FIFA World Cup. That is one of the reasons that helped Qatar decrease its unemployment from 3.1% in 2013 to 0.1% in 2017. The second reason is the improvement in education and skill levels of the Qatari population. At this point, Qatari government is spending a lot of money to provide world-class education for its citizens as a result the graduates have more job opportunities.
Qatar's inflation rate is stable because of the government policies. The policies help the economy maintain a stable rate because it makes the economy have no shortage of goods and services. The government of Qatar is playing a proactive role to control the price levels of inflation. The way that a person can tell that the government is playing a proactive role is after a month or two after the blockade the inflation became deflation from 0.8% at June 2017 to -0.5 at August 2017. The reason this is mentioned is because after about a month the Qatari government played a proactive role in the economy to stabilize its inflation rate.
Economic Growth

The economic growth rate in Qatar has been decreasing along the several years. In 2015 the economic growth rate was 3.9% then in 2016 it has fallen to 1.7%. The rate of economic growth in Qatar has fallen because of fall in oil prices. Which caused decrease in market activity and investor confidence. The fallen rate keeps decreasing because of the fall of oil prices world wide. Qatar has been affected by the blockade by the countries surrounding Qatar which also affected the economic growth rate.
Solution for Economic Growth

The reason that I picked Economic growth is because all the other economic factors will be affected in a good way. If economic growth increases, it would create more jobs which would also help control the inflation of the country. Keeping in view the fall in economic growth rate, Qatar needs to take the following measures. Which are increase in actual output by using more physical and human capital to make the best use of its natural resources. For example, farming and livestock businesses should be established on an emergency basis and the reasons for that is it will reduce the dependency on other countries. They could solve or prioritize the farming businesses and help them to get a better use of technology. As a result, imports in Qatar will also decrease, so a decrease in imports means improvement in balance of trade. In the long run, real GDP will increase and unemployment will fall, which might cause an increase in per capita income of Qatar.
Works Cited


