



# Policy Paths of CPEC: A Threat to Environmental Degradation in Pakistan

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## HIGHLIGHTS

The China-Pakistan Economic Corridor (CPEC), a \$60+ billion initiative under China's Belt and Road Initiative, promises enhanced regional connectivity, economic growth, and strategic positioning for global trade.

While fostering industrialization and infrastructure expansion, CPEC poses significant environmental risks, including deforestation, greenhouse gas emissions, biodiversity loss, and resource depletion.



## What's the Issue?

The China-Pakistan Economic Corridor (CPEC), a flagship project under China's Belt and Road Initiative, has been celebrated for its transformative potential to drive economic growth and development in both China and Pakistan. Envisioned as a \$60+ billion initiative, CPEC encompasses a vast range of infrastructure projects, including highways, railways, power plants, industrial zones, and port expansions, aiming to enhance regional connectivity and economic integration. These developments promise to boost trade, energy security, and employment opportunities, positioning Pakistan as a strategic hub for global commerce. However, while the economic opportunities are immense, the environmental implications of this massive project are equally significant and increasingly alarming.

The rapid industrialization and infrastructure development under CPEC threaten to exacerbate Pakistan's environmental challenges, posing severe long-term consequences if not properly mitigated. The project's environmental footprint is vast, involving large-scale deforestation, land degradation, and the depletion of natural resources. These activities are expected to increase greenhouse gas emissions, contribute to air and water pollution, and lead to a significant loss of biodiversity. Ecosystems are at risk of disruption, with cascading effects on water availability, soil fertility, and the livelihoods of vulnerable communities who depend on natural resources for their sustenance.

Without sustainable management and policy interventions, the environmental degradation linked to CPEC could result in irreversible damage. A closer examination reveals a spectrum of interconnected issues: deforestation driven by construction activities; water contamination from industrial discharge; soil erosion and agricultural productivity loss due to land clearing; and escalating greenhouse gas emissions from energy projects, including coal-fired power plants. Biodiversity hotspots along CPEC routes are also under threat, with habitat destruction endangering species and destabilizing ecosystems. Furthermore, local communities face risks of displacement, resource scarcity, and health challenges, compounding the social and economic costs of environmental neglect.

A comprehensive evaluation of CPEC's policy framework highlights an urgent need for sustainable strategies to address these environmental challenges. Integrating green technologies, enforcing strict environmental regulations, promoting renewable energy sources, and implementing reforestation initiatives could help mitigate the environmental risks. Failure to adopt such measures will not only exacerbate ecological damage but also undermine the economic sustainability of CPEC, ultimately hindering its long-term success. Balancing economic growth with environmental preservation is, therefore, crucial to ensure that the benefits of CPEC are both inclusive and enduring.

## **Greenhouse Gas Emissions**

One of the most pressing environmental challenges associated with the China-Pakistan Economic Corridor (CPEC) is the projected surge in greenhouse gas (GHG) emissions. By 2030, Pakistan's GHG emissions are anticipated to rise by an estimated 10-20%, driven primarily by the energy demands of CPEC projects. A significant portion of these energy requirements is being met through coal-fired power plants, which are central to CPEC's energy portfolio. While these plants aim to address Pakistan's energy deficit and boost industrial productivity, their environmental cost is immense. Coal is among the most carbon-intensive fossil fuels, emitting not only large volumes of carbon dioxide (CO<sub>2</sub>) but also other harmful pollutants such as sulfur dioxide (SO<sub>2</sub>), nitrogen oxides (NO<sub>x</sub>), and particulate matter, all of which contribute to global warming, air pollution, and public health risks.

The reliance on coal for energy generation presents a dual threat: on a global scale, it accelerates climate change by increasing Pakistan's carbon footprint; locally, it exacerbates environmental degradation and poses severe health hazards for nearby communities. These emissions lead to a range of adverse effects, including rising temperatures, extreme weather events, and disruptions in agricultural productivity. Moreover, pollutants from coal combustion are linked to respiratory diseases, cardiovascular problems, and other health complications, disproportionately affecting vulnerable populations living near power plants.

The long-term implications of this reliance on fossil fuels are dire, not only for Pakistan but also for global climate commitments. Despite Pakistan's relatively low contribution to global emissions, the increase driven by CPEC projects undermines its ability to meet its Nationally Determined Contributions (NDCs) under the Paris Agreement. To mitigate these challenges, it is imperative for Pakistan to transition toward cleaner energy sources within the CPEC framework. Promoting renewable energy projects such as solar, wind, and hydropower, along with improving energy efficiency and adopting carbon capture technologies, could help offset the environmental costs while ensuring sustainable energy development. Without decisive action, the anticipated rise in GHG emissions from CPEC threatens to overshadow its economic gains, jeopardizing both environmental and public health outcomes.

## **Water Contamination and Scarcity**

CPEC's expansive construction activities and industrial developments pose significant threats to Pakistan's already fragile water resources. Large-scale infrastructure projects, including dams, reservoirs, and power plants, disrupt natural water flows, causing waterlogging and salinization of soil. These alterations degrade soil quality, reduce agricultural productivity, and exacerbate water scarcity in a country that is already classified as water-stressed. Pakistan's heavy dependence on agriculture,

which contributes significantly to its economy, makes these impacts particularly concerning, as they threaten food security and the livelihoods of millions of people.

The immense demand for water required for irrigation, construction, and industrial operations under CPEC could further strain the country's dwindling water resources. Pakistan's rivers and streams are at heightened risk of contamination from industrial runoff, construction waste, and sedimentation caused by dam building and other infrastructure projects. Pollutants such as heavy metals, chemicals, and construction debris can infiltrate water systems, degrading water quality and harming aquatic ecosystems. The contamination of water bodies also has serious implications for human health, as millions rely on these sources for drinking water and daily needs. Reduced water quality can lead to the spread of waterborne diseases, while the loss of aquatic biodiversity disrupts ecological balance and fisheries.

Additionally, the over-extraction of water for CPEC-related activities threatens to create an imbalance between supply and demand, intensifying Pakistan's water crisis. The depletion of groundwater reserves, coupled with declining river flows, could result in severe water shortages for both urban and rural communities. Climate change further compounds these challenges by altering rainfall patterns and increasing the frequency of droughts, making water resources even scarcer and less predictable.

The combined effects of water contamination and scarcity highlight the urgent need for sustainable water management strategies within the CPEC framework. Measures such as implementing stricter regulations on industrial discharge, promoting water recycling technologies, and designing infrastructure projects with minimal ecological disruption are essential to mitigate these risks. Additionally, public awareness campaigns and community engagement can help promote water conservation practices at local levels. Without proactive interventions, the imbalance created by large-scale water use and contamination under CPEC could deepen Pakistan's water crisis, jeopardizing the nation's environmental and socio-economic stability.

## **Deforestation and Biodiversity Loss**

The large-scale construction of highways, railways, power plants, and industrial zones under the China-Pakistan Economic Corridor (CPEC) is expected to result in extensive deforestation across Pakistan. Forests, which serve as critical carbon sinks by absorbing CO<sub>2</sub> from the atmosphere, play a vital role in mitigating climate change. Their removal not only releases vast amounts of stored carbon back into the atmosphere, intensifying global warming, but also reduces the planet's capacity to absorb future emissions. This dual impact makes deforestation a significant contributor to climate change, amplifying Pakistan's vulnerability to rising temperatures, erratic weather patterns, and natural disasters such as floods and droughts.

Beyond its impact on climate regulation, deforestation poses a severe threat to Pakistan's biodiversity. The destruction of forests results in the loss of natural habitats for countless plant and animal species, some of which are already endangered. This habitat loss disrupts food chains, migration patterns, and breeding grounds, leading to population declines and, in extreme cases, species extinction. Forest ecosystems are home to diverse flora and fauna that perform essential ecological functions, such as pollination, seed dispersal, and pest control. Their destruction not only threatens wildlife but also undermines ecosystem services that are crucial for agriculture, water regulation, and human well-being.

The ecological repercussions of deforestation extend to soil health and water systems. Forests protect against soil erosion by stabilizing the land with their root systems, while their canopy reduces the impact of heavy rainfall. When forests are cleared, soil becomes more prone to erosion, leading to sedimentation in rivers and streams. This process can disrupt aquatic ecosystems and reduce water quality, further threatening biodiversity and human access to clean water. Additionally, the loss of vegetation increases the risk of desertification, particularly in arid and semi-arid regions of Pakistan, compounding the country's environmental challenges.

The social and economic consequences of deforestation are equally concerning. Many rural communities depend on forests for their livelihoods, relying on resources such as fuelwood, medicinal plants, and non-timber forest products. The destruction of these ecosystems jeopardizes the income and well-being of these communities, increasing their vulnerability to poverty and displacement. Furthermore, the degradation of forested landscapes reduces their ability to act as buffers against natural disasters, leaving nearby populations more exposed to climate risks.

To address the deforestation and biodiversity loss associated with CPEC, it is imperative to integrate environmental sustainability into the project's planning and execution. Strategies such as reforestation programs, habitat restoration, and the establishment of wildlife corridors can help mitigate the ecological damage. Additionally, adopting sustainable construction practices, enforcing strict regulations on land use, and conducting comprehensive environmental impact assessments are critical for minimizing deforestation and protecting biodiversity. Failure to take these steps risks not only exacerbating environmental degradation but also undermining the long-term sustainability and socio-economic benefits of CPEC.

## Land Degradation

Land degradation, encompassing issues like soil erosion, loss of soil fertility, and desertification, is a critical environmental concern linked to the large-scale infrastructure development under the China-Pakistan Economic Corridor (CPEC). The construction of roads, railways, power plants, and industrial zones often involves extensive land clearing, excavation, and the improper disposal of construction waste, all of which contribute to the deterioration of arable land. This degradation threatens agricultural productivity in Pakistan, a country where agriculture is a cornerstone of the economy and a primary source of livelihood for a significant portion of the population. Reduced soil fertility and the loss of productive land can exacerbate food insecurity and weaken rural economies, particularly in areas where farming is the dominant livelihood.

Improper land use and the disruption of ecosystems caused by CPEC's projects amplify the risks of soil erosion. Without vegetation to anchor the soil, it becomes more vulnerable to wind and water erosion, leading to sedimentation in rivers, streams, and reservoirs. This sedimentation not only reduces the capacity of water bodies but also impacts water quality and aquatic ecosystems. Moreover, construction activities that strip land of its natural cover can result in compaction and reduced water infiltration, further degrading the soil and diminishing its ability to support vegetation. In the long term, these processes can turn once-productive lands into barren, uninhabitable landscapes, exacerbating the problem of desertification.

The impacts of land degradation are further intensified by climate change, creating a vicious cycle. Degraded land is less resilient to extreme weather conditions, such as floods, droughts, and heatwaves, which are becoming more frequent and severe in Pakistan due to global warming. For instance, degraded soil struggles to retain water during droughts, leading to crop failures, while during floods, it offers little resistance to water flow, increasing the risk of flash floods and soil loss. This lack of resilience not only undermines agricultural productivity but also threatens infrastructure stability, as eroded or unstable land can compromise the safety and functionality of roads, bridges, and other structures built under CPEC.

Land degradation also has significant ecological consequences, disrupting ecosystems and reducing biodiversity. The loss of vegetation and natural habitats impacts wildlife, leading to the decline of species that depend on these areas for food and shelter. Additionally, degraded lands often emit more carbon dioxide and other greenhouse gases, contributing to climate change, as their capacity to store carbon diminishes with the loss of organic matter and vegetation.

Addressing land degradation within the framework of CPEC requires the implementation of sustainable land management practices. Reforestation, the restoration of degraded lands, and the use of erosion-control techniques, such as terracing and buffer zones, can help mitigate the impacts. Conducting detailed environmental impact assessments and incorporating land rehabilitation plans into infrastructure projects are essential steps to minimize the long-term consequences of development. Furthermore, promoting sustainable agricultural practices and encouraging the use of environmentally friendly construction methods can reduce the pressure on land resources. By prioritizing land conservation, CPEC can balance its developmental goals with the need to protect Pakistan's natural environment and ensure the sustainability of its agricultural and economic systems.

## **Social and Economic Consequences**

The environmental degradation caused by the China-Pakistan Economic Corridor (CPEC) is not only an ecological issue but also a profound social and economic challenge. One of the most immediate and visible social consequences is the displacement of local populations, often due to large-scale land acquisitions for infrastructure projects. These displacements disrupt communities, forcing people to abandon their homes, farmlands, and livelihoods. For example, the construction of the Diamer-Bhasha Dam alone is projected to displace over 30,000 people, primarily from indigenous and rural communities. Such displacement results in significant socio-economic disruptions, including the loss of income sources, fragmentation of social networks, and a decline in overall living standards.

Displaced populations face a host of challenges. Many are forced to relocate to urban areas or other unfamiliar environments where they may struggle to integrate socially and economically. Access to essential services such as healthcare, education, and clean water is often compromised, particularly for vulnerable groups such as women, children, and the elderly. Additionally, the loss of ancestral lands and cultural heritage erodes the identity and traditional practices of affected communities, creating psychological stress and social unrest. Inadequate compensation for displacement and land acquisition often exacerbates these challenges, leaving many families in prolonged financial insecurity.

The socio-economic consequences of environmental degradation are not limited to displacement. CPEC's projects can disrupt traditional livelihoods, particularly in sectors such as agriculture, fishing, and forestry, which depend heavily on natural resources. Land degradation, deforestation, and water contamination reduce agricultural productivity, directly impacting the incomes of farming communities. Similarly, pollution and habitat destruction threaten fisheries and aquatic ecosystems, undermining the livelihoods of those who rely on these resources. These economic losses disproportionately affect rural and marginalized communities, deepening existing inequalities and increasing poverty levels. Furthermore, environmental degradation can contribute to public health crises, which carry both social and economic costs. Air and water pollution from CPEC projects, such as coal-fired power plants and industrial waste, increase the prevalence of respiratory illnesses, waterborne diseases, and other health issues among local populations. The burden of these health impacts not only reduces the quality of life but also imposes significant economic costs on families and the healthcare system. Communities often lack the resources to address these challenges, leading to a cycle of poverty and vulnerability.

The environmental and social changes associated with CPEC also risk creating tensions between local communities and the authorities or developers. Perceived injustices, such as insufficient consultation, lack of transparency, or inadequate compensation, can lead to protests, legal disputes, and even conflict. Such tensions can delay projects, increase costs, and undermine the overall effectiveness of CPEC initiatives.

To mitigate the social and economic consequences of CPEC's environmental impact, it is essential to adopt a more inclusive and sustainable approach to development. Comprehensive environmental and social impact assessments must be conducted before project implementation to identify and address



potential risks. Compensation for displaced communities should be fair, timely, and include opportunities for resettlement and livelihood restoration. Furthermore, policies promoting community participation in decision-making processes can help build trust and ensure that development projects benefit local populations. Investing in education, healthcare, and skill development for affected communities can also help them adapt to new circumstances and access alternative economic opportunities. Balancing economic growth with social equity and environmental sustainability is crucial to ensuring that CPEC delivers long-term benefits for all stakeholders.

## **Why Is This Important?**

Addressing CPEC's environmental impacts is crucial not only for the health of Pakistan's ecosystems but also for its long-term economic sustainability. The degradation of natural resources, loss of biodiversity, and pollution could undermine the very economic gains CPEC aims to bring. Policymakers must recognize that without environmental safeguards, the costs of environmental damage will far outweigh the short-term economic benefits.

## **What Should Policymakers Do?**

To mitigate CPEC's environmental risks, policymakers must implement a range of strategies that balance development with environmental conservation. Key recommendations include:

### **Conduct Comprehensive Environmental Impact Assessments (EIAs)**

Every CPEC project must undergo rigorous EIAs to identify and mitigate potential environmental risks. A thorough assessment should ensure that development projects are sustainable and minimize harm to ecosystems.

### **Promote Clean and Renewable Energy**

CPEC should prioritize investments in clean energy sources such as solar, wind, and hydropower, rather than relying on fossil fuels. This shift would not only reduce greenhouse gas emissions but also promote long-term sustainability.

### **Restore and Rehabilitate the Environment**

Following construction, efforts should be made to restore ecosystems by replanting trees, improving water quality, and reducing air pollution. Reforestation initiatives could help restore lost carbon sinks, while water treatment facilities could address contamination.

### **Establish an Environmental Fund**

China and Pakistan should create a joint fund to address environmental damage caused by CPEC projects. This fund could finance restoration efforts and promote the development of green infrastructure.

### **Engage Local Communities**

Local communities must be engaged in the planning and execution of CPEC projects to ensure their concerns are addressed. Their participation is crucial for maintaining the social and environmental balance needed for sustainable development.

### **Collaborate with International Organizations**

Both China and Pakistan should collaborate with international organizations to share knowledge,

expertise, and best practices for environmental conservation.

### **Invest in Energy Efficiency**

Implement energy-saving technologies to reduce emissions and promote sustainability. Encouraging the use of energy-efficient construction methods and materials can minimize environmental impacts.

## **Conclusion**

The policy paths of the China-Pakistan Economic Corridor (CPEC) bring immense opportunities for economic growth and regional development but also pose significant environmental challenges that cannot be overlooked. From rising greenhouse gas emissions and widespread deforestation to water contamination, biodiversity loss, and land degradation, the environmental consequences of CPEC are far-reaching and potentially irreversible if not managed responsibly. These issues not only threaten Pakistan's natural ecosystems but also have profound social and economic repercussions, including the displacement of communities, loss of livelihoods, and exacerbation of health and resource crises.

However, the risks associated with CPEC are not insurmountable. With proactive planning and the implementation of sustainable development strategies, Pakistan and China can work together to mitigate these environmental threats while still achieving the ambitious economic objectives of the project. Key measures include adopting renewable energy technologies, enforcing strict environmental regulations, promoting reforestation programs, and integrating ecological considerations into the design and execution of infrastructure projects. Conducting comprehensive environmental and social impact assessments before the initiation of projects can help identify risks early and ensure that mitigation strategies are in place.

Moreover, collaboration between governments, environmental organizations, local communities, and international stakeholders is crucial for ensuring accountability and the effective implementation of sustainable practices. Both Pakistan and China must commit to aligning CPEC's development goals with global climate commitments, such as the Paris Agreement, by prioritizing green energy projects and reducing dependency on fossil fuels. Investment in innovative technologies, such as carbon capture and storage and water recycling systems, can also play a pivotal role in balancing development with ecological preservation.

Striking a balance between economic growth and environmental protection is not just an option but a necessity. Ensuring that CPEC contributes to long-term sustainability requires a holistic approach that values ecological integrity as much as economic progress. By making sustainability an integral part of CPEC's vision, Pakistan and China have the opportunity to transform this flagship project into a model of sustainable development for the region. This approach will not only safeguard the environment but also enhance the quality of life for future generations, ensuring that the benefits of CPEC are shared equitably and sustainably by all stakeholders.

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