

Effect of Pandemic Towards Economy

Nur Izzati Mohd Radzi

Faculty of Information Management
Universiti Teknologi MARA (UiTM)
Selangor, Malaysia

Received Date: 21 August 2021

Accepted Date: 4 October 2021

Published Date: 1 December 2021

Abstract.

The pandemic effect towards economy because of COVID-19 has shown that people around the world are not ready with that. This is because it is unexpected disaster that happened in the world. Many people loss their income, job also their life become more worst because of the outbreak. Not only that, about our health also important to take care of because the outbreak can just spread without warning. The cases from the day one, until now shows the increasing day by day. Many countries that push their energy and effort to make sure their countries are safe from the outbreak. From the aspects of taking care the cases, some of them are doing a good job and some of them are not. Specifically, this paper is to find what are the possible effect that happen towards this pandemic COVID-19. It is to know on the part that gives impacts for the countries, organization and also people around the world. Based on the research from the article, it states some point of view towards pandemic COVID-19. It gives a clear explanation about certain point to shows the effect after the outbreak happened around the world.

Keywords: COVID-19, Disaster, Economy, Effects, Industry, Pandemic

Introduction

In the early of 2020, the World Health Organization (WHO) declared that there is new virus that's happening and spreading in Wuhan City, Hubei Province, China. But, before it was being informed about the virus, the organization already doing their job to inspect about the virus. It happened on 12 December 2019 which is from the China Seafood Market. From there, the virus shows that 96.3% has the same with the genetic of a Yunnan bat. After that virus is confirmed, it become a cause towards epidemic outbreak that happen in the world. This is because this virus can be easier to affect to everyone without precautions. For examples of the countries that involve

with COVID-19 are South Korea, Taiwan, Thailand, Singapore, Japan, Italy, Iran, Spain, USA, UK and Malaysia. According to WHO, on 17 April 2020, there are 2,230,439 of COVID-19 total cases that happened. In addition, from all of the countries that affected with COVID-19, USA is the highest cases which is 686,431 cases on that time (WHO, 2020).

Based on the research, the common symptoms of COVID-19 which is from two to 14 days after exposure, it will appear with the sign also symptoms. It can be including of fever, cough and tiredness but also the person can loss their sense of smell and taste. At the same time, it can be worse especially if the older people or people who has chronic diseases. For example, cancer, chronic kidney disease or weakened immune system from solid organ transplants (Mayo Clinic, 2020). However, there are some ways to prevent from spreading the virus COVID-19. According to U.S. Centers for Disease Control and Prevention (CDC), there are three ways which is important to follow as it wants to slow the spreading of virus. For example, can wear a mask when going out, about social distancing, people can stand at least 6 feet (about two arm lengths) from people also no need to go crowded places and lastly, need to wash hands with soap for 20 seconds or also can use hand sanitizer to keep clean (CDC, 2020).

The outbreak of pandemic COVID-19 gives many effects towards the world. It is like unexpected disaster for people around the world. Many people facing through hardships when it's happening. It is because of the many effect of the pandemic COVID-19. Some of people struggling with their job, business, health, education also economy. Among of that, the affected which is economy gives a big impact for people, organization and life too. A global pandemic would have a serious supply-side effect which is particularly on international travel, manufacturing and investment (Economics Help, 2020). This is also making people need to find other ways to strive for their life.

Literature Review

Negative of Pandemic Towards Economic

Tourism Industry

After virus COVID-19 happened around the world, it gives negative impacts towards economy. For example, it is involving of tourism industry. From the researcher, it said that The Visit Malaysia 2020 (VM2020) campaign need to be canceled because crisis of COVID-19. This is because tourism industry is more than half of the export trade-in that happen in Malaysia (Shakeel S, Ahmed Hassali MA, Abbas Naqvi A., 2020). Also, before COVID-19, the estimated target from the campaign of VM2020 can be total up to RM 100 billion. This is because, the populations of the tourist mostly come from China which is the total of tourist will be 30 million. But, with the crisis of COVID-19, it shows the decrease level of tourist also give impacts towards the tourism industry in Malaysia. Therefore, the travel circulation will be taking part in quarter and half of year which is nine months just to

rolling back with the service in the tourism industry (International Air Transport Association, 2020). The researcher also mentioning about the domestic spending that can affected to the tourism. This is because Malaysia is hoping the source of economy from tourism industry (Shakeel S, Ahmed Hassali MA, Abbas Naqvi A., 2020). As mention also with the impact, tourism sector that hit very hard which is involving with many industry (SMH Kabir, 2020). The example shows that the most affected with high loss is the hotel industry. It is because they need to struggle so hard to maintain with the economy that gives income.

Financial Development

Based from the impacts towards economy, COVID-19 also making the financial developments in many countries will be negatively for example, Malaysia (The Bank Negara Malaysia, 2020). It is stating that on 2019, the financial development being lowest growth rate in 10 years which is 3.6%. That is making more worse than other year because of the outbreak COVID-19. In addition, at the same time it involving with family groups, organization, monetary foundations and markets (SMH Kabir, 2020). It reflecting to the monetary because of the unexpected outbreak of COVID-19. It making the financial development of every country in the world become fall down depending on the statistic of their financial. This also cut off with the market from other industry that involving with the aspect of economy.

The effects of financial developments also become global crisis but it states that China economic will be low because of the outbreak (Tauseef Ahmad et al., 2020). It strengthens the statement by mentioning about the airlines industry that cannot be run for the business. At the same time, the travel bans from a country to other country contributing to the financial among country that has many tourists in there.

E-Commerce

The creation of new business and also increasing of e-commerce business gives an opportunity for people to produce their own money. This is because the main of their supplier is from China. With this global pandemic that happen around the world, it makes some of e-commerce business facing their hard time because cannot get the sources. That industry that affected to the outbreak between seller and supplier is retail sectors (SMH Kabir, 2020). It said that since October 2019, this situation is the frail among other year. This is because mostly of this industrial producing in clothing apparel, equipment of transport and other products. E-commerce from Malaysia also rely on the products from the country in China that gives impacts to it (Mohammad Waliul Hasanat et al., 2020). This is because several of online business not having enough of goods and products to maintain with their business. It will affect towards customers satisfaction because of their demand especially for the products that people needed.

In addition, as one of the global suppliers for many countries, China's role as the manufacturer also exporter their products to many countries need to find brilliant way to cope with that (Unctad. (2020). Mostly of the e-commerce in Malaysia depending with china product, but this outbreak happened making some of their business down.

Therefore, E-commerce towards furniture industry making it hard because of the way on how to purchase it (Ratnasingam, 2015). When it comes to purchasing something that important, it needs to be more prepared as want it perfectly with our hands.

Manufacturing Industry

The industry of manufacturing is well-known for every country because it will be doing the process of the raw materials. The ready stock of the goods and products are mostly from the manufacturing industry depending on what types of industry that needed to be made. One of the manufacturing is in furniture industry in Malaysia. It mostly conquered by small manufacturers. On outbreak of COVID-19, it needs to stop down of the manufacturing towards wood products because of Movement Control Order (MCO) (MIDA, 2020). This is also involving with social and economic disruptions that relates with health towards society (Ratnasingam et al., 2020). Both of the statement shows that it affected towards furniture industry especially to the development on import and export into the market. This is also relating to the MCO because have restrictions towards the manufacturers especially for the small and medium-sized enterprises (SMEs). Therefore, in China also involving with manufacturing industry. As the main of manufacturing center for every business in globally (Mohammad Waliul Hasanat et al., 2020). All of the production with their products has their own seller towards the products. It is because Malaysia also one of the countries that take their products and making the business with it. However, it needs to be slowed down because of the pandemic that happened that affected to the industry.

Analysis Review

Based from the Table 1, it shows the list from compilation of negative effect of pandemic towards economy. The most negative effect of pandemic is E-commerce business. That also meaning of people are doing their best to stabilize their life but with COVID-19, it become worst. It also relating to the financial development from the pandemic effect. Everything now is connected to the financial aspect. In addition, it makes the financial is also important because without it, nothing can be continued. Therefore, manufacturing industry also get the effect as we know the starter of the product is from manufacturing. Lastly, even though it plays big role for economy but it shows the least effect for the pandemic COVID-19.

Table 1. Analysis of Review

Authors	Tourism Industry	Financial Development	E-Commerce Business	Manufacturing Industry
Shakeel, S., Hassali, M. A. A., & Naqvi, A. A. (2020).	√			
Ratnasingam, J... (Et Al) (2020).			√	√
Kabir, S. M. H., Haque, A., Rahman, M. M., & Abd, Z. S. (2020).	√	√	√	
Hasanat, M. W... (Et Al) (2020).			√	√
Ahmad, T., Haroon, M. B., & Hui, J. (2020).		√		
The Bank Negara Malaysia (2020)		√		
Unctad (2020)			√	
MIDA (2020)				√

From the studies, it explaining what are possible effects that can gives impacts towards the economy. Some of the negative effect of pandemic towards economy which is tourism industry, financial development, E-commerce business and manufacturing industry. It the components that being considered as independent variables. It is because it wants to see the changes from the components.

Based from the Figure 1, it shows the proposed research framework in order to be a guidance towards this research. All of the factors can be relating to the factor of negative effect of pandemic towards economy. Also, it can be any effects according to the framework so it can be more understanding about this research.

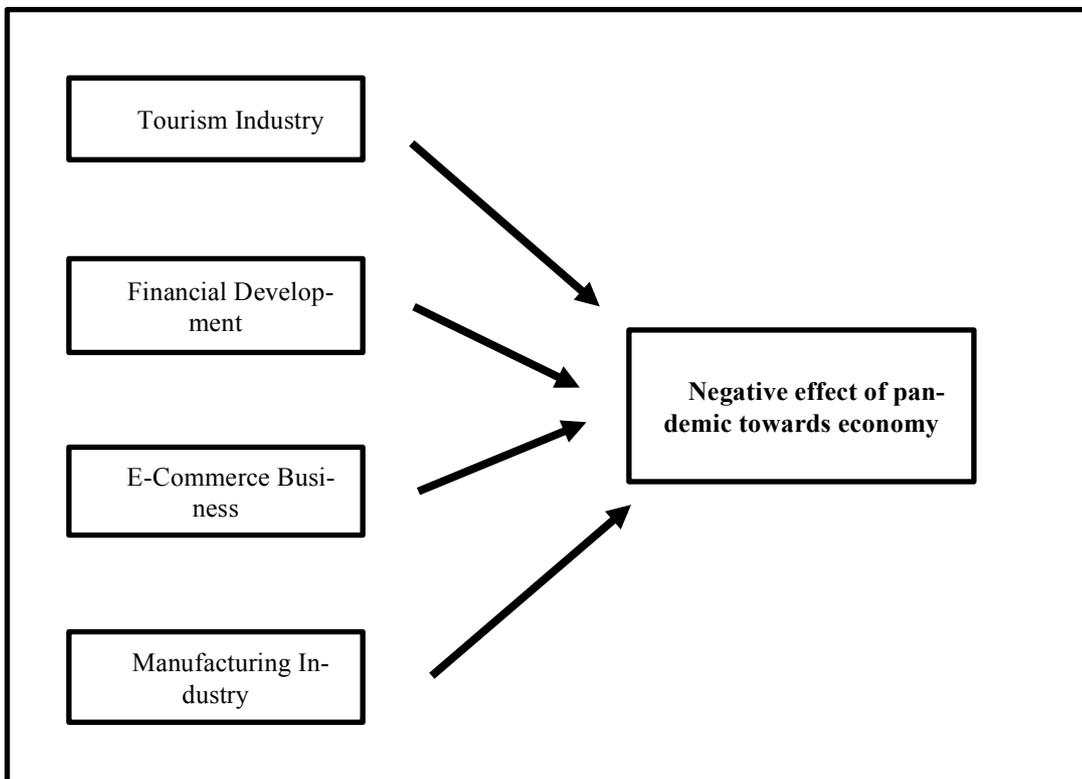


Fig 1. Research Framework.

Conclusion

In my conclusion, the outbreak of COVID-19 making people around the world feels miserable with their own life. Some of the people facing a hardship, and some of them find this opportunity to get back on the track of life. In addition, anything can become an effect towards pandemic COVID-19. Not only focusing on economy, but there are various types of industry that affected when unexpected outbreak or virus. The government needs to think smarter to cope up with this pandemic issue. This is because some of people are not getting enough money, couldn't find any vacancy job, cannot make a movement as they need to follow with restrictions. However, everyone around in the world needs to be brilliant person as we want to help ourselves to strive in our life. People cannot give up because of their weaknesses, it need to get up because it doesn't mean anything if we are not doing anything. The unexpected pandemic COVID-19 makes us learn that everything needs to be standby especially about their financial management. It is because of the restrictions of movement control order. Hoping that this pandemic COVID-19 can be over as we can live our life like before.

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