**Abstract**

This study investigates the impact of financial development and trade openness on GDP growth in Pakistan using annual data over the period 1980-2009. The analysis is based on the bound testing approach of co-integration advanced by Pesaran *et al* (2001). The empirical results confirm the validity of trade led growth and financial led growth hypothesis in Pakistan. A co-integrated relationship between economic growth, trade openness and financial development was noticed in both the long-run and short-runs. Further analysis showed that trade openness and financial development Granger-cause economic growth in the period of study.