1. Record Nr. UNINA9910817629103321

Autore	Alichi Ali
Titolo	An Alternative Explanation for the Resource Curse : : The Income Effect Channel / / Ali Alichi, Rabah Arezki
Pubbl/distr/stampa	Washington, D.C. : , : International Monetary Fund, , 2009
ISBN	1-4623-8907-4 1-4527-0567-4 9786612843273 1-4518-7259-3 1-282-84327-3
Edizione	[1st ed.]
Descrizione fisica	1 online resource (26 p.)
Collana	IMF Working Papers
Altri autori (Persone)	ArezkiRabah
Disciplina	332.1
Soggetti	Resource curse Economic development Aggregate Factor Income Distribution Agricultural and Natural Resource Economics Balance of payments Capital flows Capital movements Current spending Data Access Environment Environmental and Ecological Economics: General Environmental management Expenditure Expenditures, Public Exports and Imports Income International economics International Investment Long-term Capital Movements Macroeconomic Analyses of Economic Development Macroeconomics Methodology for Collecting, Estimating, and Organizing Macroeconomic Data National accounts National Government Expenditures and Related Policies: General Natural Resources

Natural resources
Nonrenewable Resources and Conservation: General
One, Two, and Multisector Growth Models
Public finance & taxation
Public Finance
Nigeria

Lingua di pubblicazione	Inglese
Formato	Materiale a stampa
Livello bibliografico	Monografia
Note generali	Description based upon print version of record.
Nota di bibliografia	Includes bibliographical references.
Nota di contenuto	Contents; I. Introduction; Tables; 1. Composition of Government Expenditures in Oil Exporting; II. A Simple Model; A. Closed Economy; Figures; 1. Non-Hydrocarbon GDP Growth and Government Current Spending; 2. Transition Paths; B. Openness and Resource Curse; C. Altruism and Resource Curse; III. Empirical Investigation; A. Empirical Methodology; 3. Resource Curse Channels; B. Results; 2. Growth Regressions; IV. Conclusion; 3. Growth Regressions using Restrictions on Trade and Capital Flows; References; Appendices; A. Data; Appendix Tables; 4. Data Description; 5. Descriptive Statistics 6. List of Countries Included in the Sample B. Testing for Whether a Higher Degree of Altruism Dampens the Adverse Effect of Government Current Spending on Non-Hydrocarbon GDP Growth; 7. Growth Regressions using Regional Dummies; C. Regional integration of two large open economies
Sommario/riassunto	The paper provides an alternative explanation for the "resource curse" based on the income effect resulting from high government current spending in resource rich economies. Using a simple life cycle framework, we show that private investment in the non-resource sector is adversely affected if private agents expect extra government current spending financed through resource sector revenues in the future. This income channel of the resource curse is stronger for countries with lower degrees of openness and forward altruism. We empirically validate these findings by estimating non-hydrocarbon sector growth regressions using a panel of 25 oil-exporting countries over 1992-2005.