

Research Project

An empirical investigation of the determinants of democracy: trade, aid and the neighbor effect

Project funded by own resources

Project title An empirical investigation of the determinants of democracy: trade, aid and the neighbor effect

Principal Investigator(s) [Krysiak, Frank Christian](#) ;

Project Members [Ludwig, Markus](#) ;

Organisation / Research unit

Departement Wirtschaftswissenschaften / Umweltökonomie (Krysiak)

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Status Completed

We empirically investigate the determinants of democracy by estimating dynamic panel data models. We find a strong neighbor effect, which means that the geographic region matters for the evolution of democratic rights and freedoms in developing countries. Foreign aid has a stabilizing effect on democracy, but does not induce democratization processes in countries that lack a basis of democratic institutions. Controlling for the neighbor and aid effects, neither income nor openness to trade matter.

Keywords Democracy, Trade

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Add publication

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Specify cooperation partners

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461387	Krysiak, Frank Christian	Csordas, Stefan	World Bank	01.01.2010	01.10.2010