

THEORETICAL FRAMEWORK OF THE CAUSES OF NATION'S FAILURE

Kalio Nissi Linda

Research Scholar, Rivers State University, Nigeria

Received: 09 Oct 2018

Accepted: 20 Oct 2018

Published: 30 Oct 2018

ABSTRACT

Advanced countries are wealthy because of the presence of a viable economic advancement in combination of extractive and inclusive economic institutions' basically a combination of state and free market system in which the state creates incentives for people to invest and innovate – (through guaranteeing private property rights and enforcing contract law). The state enables investment and growth through providing education and infrastructure, which the private business uses, and the state is controlled by its citizens, rather than being monopolised by a small circle of elite. Crucially, there needs to be a democratic principle at work in which people in politics establish institutions and laws which work for the majority of people, rather than just working to make them rich.

KEYWORDS: *Multidimensional, Dynamic, Relational, Active and Contextual*