EFFECT OF CORRUPTION ON NIGERIA’S ECONOMY

First I need to explain some keywords number 1 Corruption

We define corruption as the abuse of entrusted power for private gain. Corruption erodes trust, weakens democracy, hampers economic development and further worsens inequality, poverty, social division and the environmental crisis.

Number 2. Economy. An economy is a system of inter-related production and consumption activities that ultimately determine the allocation of resources within a group. The production and consumption of goods and services as a whole fulfill the needs of those living and operating within it.

Today many of Nigeria’s leader are engaging in the act of corruption. Some of the effects of corruption on Nigeria’s economy are;

1. In effect, corruption slows growth, leads to inefficient investments in public projects, and slows down foreign investments
2. Corruption creates negative national image and loss of much needed revenue.
3. Corruption prevents natural laws of the economy from functioning freely.
4. Corruption increases income inequality and poverty through lower economic growth; biased tax systems favoring the rich and well-connected
5. Corruption diverts talent and resources, including human resources, towards “lucrative” rent-seeking activities, such as defence, rather than productive activities. business, ultimately raising production costs and reducing the profitability of investments.

SOME OF THE CAUSES OF CORRUPTION ARE

1. Country size
2. Country age
3. Political instability
4. Failure of governance
5. Poverty

I WISH TO SEE A DAY WITHOUT CORRUPTION, IN NIGERIA AND THE WORLD.

THANK YOU.

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