

	Welfare spending			Military spending	
	(1)	(2)	(3)	(4)	(5)
Dummy 25 battle deaths (low)	−0.077 (0.298)			0.195*** (0.075)	
Dummy 1000 battle deaths (low)		−0.472 (0.389)			
Insurgency			−0.769* (0.424)		0.215** (0.105)
ln GDP p.c.	−0.831*** (0.296)	−0.827*** (0.296)	−0.905*** (0.299)	0.684*** (0.217)	0.689*** (0.220)
Democracy dummy	2.191*** (0.375)	2.169*** (0.377)	2.171*** (0.376)	−0.364** (0.154)	−0.375** (0.154)
GDP Growth	−0.007 (0.007)	−0.008 (0.007)	−0.009 (0.007)	0.001 (0.002)	0.0003 (0.002)
N	3,902	3,902	3,902	3,784	3,784
Adjusted R ²	0.041	0.042	0.043	0.062	0.061

*p < .1; **p < .05; ***p < .01. Two-way linear fixed effects with heteroskedasticity and serial correlation consistent covariance estimates are computed using the `plm` function in R.