Local Capital Markets as a Solution to Poverty

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Abstract

It can be a solution to reducing poverty when local capital markets are developed. When capital markets develop, it will also provide significant contributions and benefits to the development of poor countries. The functioning of capital markets is important for the country's economy. The better the capital markets, the better the investment. Investment quality also increases. Local capital markets can also be a measure for developed indicators of countries. It will be liberalized when the local capital markets develop. This will lead to an increase in foreign direct investment. Increased foreign investment can lead to increased technology transfer. In addition, productivity may increase. This article tries to explain how local capital markets can contribute to the reduction of poverty when it is developed.

Key Words: poverty reduction, local capital markets, capital market development

JEL Classification: G15, G18, G20

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1 This study has been expanded from the graduate thesis of Kocaeli University Social Sciences Institute, The Role of Capital Markets With Poverty Struggle: Turkey Example.