# IS MODERNIZATION THE ENGINE OF POLITICAL INSTABILITY? A POOLED CROSS-SECTIONAL TIME-SERIES TEST OF CAUSALITY 

## DISSERTATION

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Traditional studies of the modernization-instability thesis have neglected the simultaneous influence of time and place on the relationship between modernization (social mobilization and political participation) and political instability, and the possible causal linkage between the two concepts. Empirical support for modernization-instability hypothesis will be obtained if and only if there is a strong positive correlation between modernization and political instability and the former causes the latter unidirectionally. Only then can one assert that modernization is exogenous, and that a policy geared toward restricting modernization is a proper anti-instability policy.

This work attempts to address the question of correlation and causality through a pooled time-series cross-sectional data design and the use of Granger-causality tests. Particular attention is paid to the error structure of the models.

Using pooled regression, a model of political instability is estimated for a total of 35 countries for the
period 1960-1982. Granger tests are performed on twelve separate countries randomly selected from the 35 .

The results indicate that there is the expected positive relationship between modernization and political instability. Further, political institutionalization and economic well-being have strong negative influence on political instability. With regard to causality, the results vary by country. Some countries experience no causality between modernization and political instability, while some witness bidirectional causality. Further, some nations experience unidirectional causality running from modernization to political instability, while some depict a reverse causation.

The main results suggest that modernization and political instability are positively related, and that political instability can have causal influence on modernization, just as modernization can exert causal influence on political instability.

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## CHAPTER I

IS MODERNIZATION THE ENGINE OF POLITICAL INSTABILITY? A POOLED CROSS-SECTIONAL TIME-SERIES TEST OF CAUSALITY

## Introduction

The relationship between the rate of modernization and political instability has received much attention in comparative political research since the 1950 as the new nations of Asia, Africa and Latin America gained their political independence (see, for example, Deutsch 1961; Pye 1962; Eisenstadt 1964; Apter 1965, 1970; Black 1966; Huntington 1965, 1968; Friedland 1969; Lewis 1969; Landsberger and McDaniel 1976; Hudson 1977; Bill and Leiden 1979). These scholars generally contend that modernization is the engine of political instability, especially in the modernizing nations of Asia, Africa and Latin America. For instance, Huntington argues that political instability is mainly a function of rapid social change and rapid mobilization of new groups into politics $(1968,4)$.

The general assumption is that the traditional governments emerging from the colonial period are too weak to meet the teeming demands generated by the process of modernization; this leads to political instability. Simply
stated, the rate of modernization is the engine of political instability given a low rate of economic development and political institutionalization or strength of the state (Deutsch 1961; Huntington 1968; Feierabend, Feierabend and Nesvold 1966). In this study, this proposition is termed the "modernization-instability" thesis. It is the purpose of this study to provide further empirical evidence on the modernization-instability thesis. In so doing, it makes a conscious effort not only to look for a significant statistical association between modernization and political instability, which is the norm adopted by the previous studies on this topic, but also to capture the causal relationship between the two concepts, which previous studies have assumed to run from modernization to political instability.

Before laying out the framework for analysis, the term modernizing nations needs to be clarified. While all nations are constantly modernizing, at least by definition, modernizing nations, as discussed here, are those nations that are often referred to as "transitional" nations (LaPalombara 1966). For LaPalombara, societies can be ideally categorized into three major types--"traditional," "transitional" and "modern." In traditional societies, politics is considered to be functionally diffused, lacking structural differentiation and specialized structures for dealing with political decisions. Recruitment into the political system is mainly a function of ascription (e.g. race, sex,
religion) rather than merit or achievement (LaPalombara 1966,76 ). In such societies there is political stability because the rules of the game are accepted with general consensus. For instance, the king's right to rule is generally accepted in traditional societies.

At the other extreme is the modern society. Here, political roles and functions are very organized and specific and political decisions are based on universalistic criteria. Authority is exercised based on written documents and the society is guided by the rule of law. The output of the system does not penalize persons because of race or sex and does not reward them because of kinship or friendship (LaPalombara 1966, 77). Additionally, modernity includes "the aspiration and capacity in a society to produce and consume a wide range and quantity of goods and services. It includes high development in science, technology and education, and high attainment in scores of specialized skills" (Feierabend and Feierabend 1966, 257). Similarly, Parsons (1971, Chapter 3) presents the following "pattern variable" dichotomies showing the contrasting tendencies of ideal modern and traditional societies:

MODERN
Universalism Achievement Specificity Collective-orientation

TRADITIONAL
Particularism
Ascription
Diffusion
Self-orientation

According to the above variables, social systems will be amenable to modernity if their goals substantially reflect general standards and criteria rather than particular cases; if they judge and reward actors based on their performances rather than particular kinship, caste, or class; if they operate on rationally defined, differentiated and changeable laws as opposed to diffused and traditionally handed down canons; and if they are committed to collective interest instead of self-interest (Parsons 1967, 101-112). Parsons also believes that all these orientations and the institutions they create interact in a way as to give rise to an integrated, equilibrated and consensual social system --and hence stability.

Between the two extremes--traditional and modern--lie transitional or modernizing societies. Transitional/modernizing societies are characterized by the coexistence of traditional and modern orientations (LaPalombara 1966; Pye 1962, 54-55). This is mainly because modern affluent nations, with their complexity of economic, political and social systems, serve as models of modernity to nations emerging from traditional society (Feierabend and Feierabend 1966, 257). Transitional society is also a place where there is a presence of low government capacity to cope with the problems attendant on modernization (Huntington 1968).

It is at this transitional stage of development, the stage where there is an absence of strong and adaptable
political institutions, that the process of modernization is said to induce political instability. In this line of reasoning, modernity and traditionality are presumed to mean stability and modernization instability (Huntington 1968, 47). For Huntington, "a purely traditional society would be ignorant, poor and stable" $(1968,41)$. In transitional societies, on the other hand, there is the arousal of a modernizing society to awareness of complex modern patterns of behavior and organization that brings with it a desire to emulate and achieve the same high level of satisfaction. However, there is an inevitable lag between aspiration and achievement which varies in length with the specific condition of the country (Feierabend, Feierabend and Nesvold 1966, 257).

Despite these arguments, a reverse causation running from political instability to modernization may be equally likely. That is, while it is postulated by the modernization theorists that the social mobilization that accompanies modernization can induce political instability, nations lacking in social mobilization can equally use political instability to increase it. The rationale behind this feedback effect will be presented in Chapter II.

To explore the modernization-instability thesis then, this present work focuses on two broad questions: (1) Is modernization the engine of political instability, and (2) Does modernization causally precede political instability?

From the arguments of modernization theorists (to be explored in Chapter II), the general conclusion is that modernization and political instability are strongly associated and that the former induces the latter unidirectionally.

The importance of the alleged link between modernization and political instability calls for a discriminating test of the modernization-instability hypothesis that will focus not on mere correlations (e.g., regressing political instability on modernization indicators), but instead on the direction of causation between modernization and political instability. The genesis of this study, therefore, lies in my desire to rethink the nature of the relationship between modernization and political instability.

To test the modernization-instability thesis, two estimation procedures are adopted: pooled time-series cross-sectional analysis as specified by Parks (1967) and the test of causality suggested by Granger (1969). From the modernization-instability thesis, we expect a positive relationship between modernization and political instability, while a negative relationship is expected between economic development and the strength of government (political institutionalization) and political instability. Before dealing with the above questions, let me first highlight the inadequacies of previous works on this and related topics, and, hence, the significance and the purpose of this study.

> Inadequacies in Previous Analysis of the Modernization-Instability Thesis and Significance of the Study

One of the most widely investigated relationships in comparative political research in recent years is the role modernization, principally the changes resulting from social mobilization and political participation, plays in the determination of political instability (see, Putnam 1967; Schneider and Schneider 1971; Duvall and Welfling 1973a, 1973b; Hibbs 1973; Ruhl 1975; Yough and Sigelman 1976; Jackman 1978). But while there have been numerous theoretical and empirical studies made, several important issues remain conspicuously unaddressed. It is the aim of this study to address some of the issues not adequately dealt with in previous works and correct some methodological flaws in them so that we can further understand, empirically, the nature of the relationship between modernization and political instability.

First, there has been no pooled cross-sectional time-series study on this topic in spite of the numerous advantages of the design over the traditional cross-national and time-series research designs (see, for example, Maddala 1977; Zuk and Thompson 1982; Dillon and Goldstein 1984; Levenbach and Cleary 1984; Stimson 1985). A pooled model includes observations for N cross-sections over T times; it has these characteristics and advantages, especially as
compared to separate time-series or cross-sectional regressions:

1. A pooled model "contrasts cross-sections of nations on one dimension as well as points of time for each nation on another" (Zuk and Thompson 1982, 63). With a pooled model, one can simultaneously examine the relationship between modernization and political instability across nations (in space) and historically (in time).
2. Pooling is considered to be a robust research design. According to Stimson (1985, 916)
pooling data gathered across both units and time points can be an extraordinarily robust research design, allowing the study of causal dynamics across multiple cases where the potential cause may even appear at different times in different cases.
3. Pooling minimizes the chances of running out of cases. Because $N$ becomes relatively large ( $n x$ time periods) as we pool, pooling increases the degrees of freedom relative to computing two or more separate regressions. As degrees of freedom are increased, the standard errors become small and, subsequently, one improves the relative precision of the estimated parameters (Dillon and Goldstein 1984, 246).
4. Since cross-section variation is usually greater than time-series variation, the estimates for a pooled model "may be based on a wider range of variation in a potential independent variable than will exist for time series models" (Levenbach and Cleary 1984, 355).

Second, most of the previous works on moderniza-tion-instability and related topics have been based on cross-national aggregate data analysis (see, inter alia, Feierabend and Feierabend 1966; Bwy, 1968a, 1968b; Schneider and Schneider 1971; Hibbs 1973; Ruhl 1975; Jackman, 1978; McGowan and Johnson 1984). There are some inherent limitations with cross-national design:

1. The use of a cross-national design restricts the analysis to very general and long-term developments without taking into account important differentiations within societies that occur over time (Ravenhill 1980, 100). Rates of modernization and political instability fluctuate from time to time and their indicators are collected periodically. Given the differing and increasing rates of modernization within and between nations, it is very difficult to delineate the true dynamic relationship between modernization and political instability via cross-national design alone.
2. Relatedly, a cross-national design masks the economic and political effects of structural and institutional changes that some nations have gone through. These changes can affect the nature of the relationship between modernization and political instability over time. The process of modernization and its destabilizing effects, if any, cannot be adequately captured without incorporating time-series procedures (and hence variations due to time) in the research design.
3. One cannot place full confidence in the relationships between the variables in question in the traditional cross-national aggregate data analysis because the time periods for both the dependent and the independent variables may not be matched in a real sense (Ravenhill 1980, 101). Often, cross-national studies estimate variables at different times. For example, in Jackman's (1978) study, the data for the dependent variable (coups, a measure of political instability) covered the time period 1960-1975 while the independent variable, social mobilization (an aspect of modernization), was measured in 1965 and 1966.

Countering these difficulties, cross-national design has one major advantage over the traditional time-series design. Hibbs (1973) argues that cross-national analyses
are superior to those estimated against time-series data, since typical time-series, especially those available to social scientists, are of relatively short duration. Short-duration time-series simply cannot pick up the effects of such variables as regime type, levels of institutionalization, cultural differentiation, and democratization. These variables, which have important effects on levels of mass political violence, do not change much in the short run; and without variance, estimation precision and causal inferences are not feasible (1973, 201).

Hibbs's defense of cross-national design is valid for many important variables and would be more cogent for time series (only) than for pooled time-series designs. However, there are some variables that vary in the short run, namely, political event variables such as deaths resulting from
political violence, protest demonstrations and riots, (Sanders 1981, 41).

Similarly, the indicators of social mobilization (e.g., increases in urbanization, literacy, education) change over time; it has been suggested and empirically demonstrated that social mobilization indicators are quite amenable to time-series analysis (Zapf and Flora 1971). Accepting Hibbs' justification ignores such variations, and thus may result in "full advantage not being taken of those data which are available" (Sanders 1981, 4I). With pooled timeseries design, this study capitalizes on the variations displayed by such political event variables as deaths from political violence and by social mobilization indicators, as well as those due to cross-national differences.

Third, previous empirical inquiries into the moderniza-tion-instability thesis have generally derived their findings from correlational analyses (e.g., Putnam 1967) or regression analyses (e.g., Schneider and Schneider 1971; Ruhl 1975; Jackman 1978) with the direction of causality assumed. Analyses through correlation and regression can reveal the presence (or lack) of statistical correlation between the two variables, but have little to say about the causal link between the variables. Yet, a question commonly posed concerns the causal priority of economic development and political actions. Similarly, one can ask a logical question about the causal relationship or ordering between
modernization and political instability, especially when one realizes that the relationship between modernization and political instability may be very complex (see Chapter II). How can one be certain that modernization precedes political unrest causally? Thus another major contribution of this study will be to provide further empirical evidence, not just on the relationship between modernization and political instability, but on their causal linkage. In attempting to do so, a test of causality, namely, Granger-causality (1969), is employed.

Briefly stated (details are given in Chapter III), causality, in the Granger sense, is defined by stating that a time series $M$ causes a time series $X$ if the present value of $X$ can be better predicted using past values of $M$ in addition to its own past value. The definition of Granger causality can be expressed "in terms of either the moving average or autoregressive form of the (covariance stationary, purely nondeterministic) bivariate system" (Freeman 1983, 330). The autoregressive form is used here to assess Granger causality in the modernization-instability hypothesis.

Empirical research must be based on a theory or a hunch that must be tested to contribute to theory building (Shamir 1983; Freeman, Williams and Lin 1989). However, in most disciplines of social science we lack theory that stipulates clearly the types of constraints to impose in our models:

The problem is that in most fields of political science we lack theory that might indicate what restrictions to use. Thus, the theoretical foundations of the models are weak, as are their statistical assumptions. This in turn should raise suspicions about those models and their results since incorrect assumptions very often invalidate the whole analysis (Shamir 1983, 171-172).

In view of this, Shamir recommends the use of Grangercausality procedures (Granger 1969), because they avoid restrictions based on "supposed a priori knowledge." That is, the procedure is not based on an over-arching theory in specifying the model.

To use Granger-causality in this analysis then, there are two major concerns: (1) a theoretical concern, which is to identify a model derived from the modernization-instability hunch, and (2) to determine the direction of causality within the model, i.e., does causality run from political instability to modernization or the other way around, an ordering derived from conventional wisdom (to be discussed in Chapter II). Note that the Granger tests also reveal whether the relationship involves feedback (modernization <---> political instability) or independent (modernization <--/--> political instability) causality.

If the results of the Granger-causality tests show that modernization and political instability exhibit dual causality, then we know that the relationship between them is that of the chicken and the egg (where the chicken and the egg are jointly determined). Given such feedback effects and dual causality, modernization and political instability
should be studied through a system of simultaneous equations where political instability has an effect on at least one of the modernization variables in addition to the effect that modernization variables have on political instability.

Fourth, this study uses better measures of both modernization and political instability than many previous studies. Some previous studies of modernization-instability and related topics express the indicators of social mobilization as "levels" only. For instance, Ruhl (1975) has rightly been attacked (Yough and sigelman 1976, 224) for expressing social mobilization indicators only in terms of "levels" instead of "rates" as supposed by Deutsch (1961). For Deutsch, social mobilization indicators should be expressed not in terms of the total percentage of a population sharing some sociodemographic characteristic (e.g., level of education), but rather in terms of the average annual percentage of the total population added to or subtracted from the total share of the population in that category over a period of years (e.g., change in education rate) (Deutsch 1961, 502). This point is also emphasized by Coulter (1975, 11). "Rates" of change in modernization are considered to be more powerful predictors of political instability than the actual "levels" (Huntington 1968, 46, 49-50). Thus, in this study, the variables are expressed in terms of annual percentage changes (rates).

Fifth, this study extends the analysis of moderniza-tion-instability far beyond the dominant focus on "coups." Previous studies on modernization-instability and related topics have dwelt heavily on one major indicator of political instability, namely, coups or elite instability (see, for instance, Putnam 1967, 1970; Hoadley 1973; Jackman 1978; McGowan and Johnson 1984). Very little work has been done in the case of mass political instability (e.g., deaths from political violence). For instance, very few studies (Gurr 1968; Duvall and Welfling 1973a; Ruhl 1975) could be found that tested the impact of economic development and/or social mobilization on collective political violence in modernizing nations.

While coups may be a valid measure of political instability, they occur at the elite level of the society which constitutes a very small segment of the population (Ake 1974, 590). Ake's remark on this point is highly instructive:

Contemporary African and Latin American politics are usually said to be highly unstable mainly because they often have coups d'etat, changes of the executive. . . These phenomena are forms of political interactions associated with elites. Elites constitute only a small proportion of the political population; we cannot say anything conclusive about the level of political stability by concentrating on elite interactions (1974, 590).

Similarly, Morrison and Stevenson (1972) argue that elite instability is
characterized by a low intensity of violence, and by a relative stability in relations of authority, Only a small number of people is directly involved in the "action," and there is no major reorganization of power and the ruling class (p. 908).

Moreover, it has been argued (Finer 1962; Afrifa 1966; Nordlinger 1977) and empirically demonstrated (Thompson 1973) that coups are a function of the "military corporate self-interest." Military coup makers are more concerned with maintaining and increasing the status of both the military and, perhaps, the middle class (from which the officer corps is drawn) even at the expense of the society's desires.

Given the small size of the elite and the corporate self-interests of the military, it becomes more compelling to look at the relationship between modernization and political instability beyond the dominant focus on the elite level of instability. This study, therefore, improves on this overemphasis on coups by considering and examining the nature of the relationship between modernization and political instability at the level of mass instability, proxied here as deaths from political violence.

Sixth, previous studies on this topic have suffered from a narrow focus. Most confined their studies to only Africa (Duvall and Welfling 1973a, 1973b; Jackman 1978), Latin America (Putnam 1967; Bwy 1968a, 1968b; Ruhl 1975), Asia (Weiner and Hoselitz 1961; Hoan 1972; Hoadley 1973) or Western European nations (Schneider and Schneider 1971), and
from these area studies made some general statement about modernization-instability.

To be sure, such a limited scope does have its own merit, given the fact that the nations in some regions tend to share a common historical background and similar ethnic/cultural patterns (Ravenhill 1980, 105). The problem is that systemic factors (common historical background or similar cultural patterns) cannot be the principal mediating variable that explains the relationship between modernization and political instability. Instead, the mediating variable that explains the relationship between modernization and political instability is a lack (or presence) of a strong or adaptable political system (government capacity) to better meet the problems attendant on modernization.

To correct the myopia associated with such area studies and to remain within the framework of the moderniza-tion-instability thesis, this study adopts the strategy of the "most different systems" design (Przeworski and Teune 1970, 32-35): including both "modern" and "modernizing" nations in one analysis (by discounting such irrelevant systemic factors as similar cultural patterns or historical background) and later selecting, at random, twelve nations on which to do separate causality tests.

According to Przeworski and Teune (1970), the "most different system" design eradicates, to a large extent, irrelevant systemic factors. Hence,

If rates of suicide are the same among zuni, the Swedes, and the Russians, those factors that distinguish these three societies are irrelevant for the explanation of suicide. If education is positively related to attitudes of internationalism in India, Ireland, and Italy, the differences among these countries are unimportant in explaining internationalist attitudes . . . . The "most different systems" design centers on eliminating irrelevant systemic factors (Przeworski and Teune 1970, 35).

Similarly, if a researcher draws samples from Nigeria and the United States and discovers that the relationship between rioting and education is the same in both samples, it goes without saying that the explanation of rioting is not a function of a systemic factor (e.g., culture).

Further, modernization, as a multifaceted concept, involves continuous changes in all areas of human thought and activity (Huntington 1968,32 ). This statement is true in all nations regardless of the level of development-politically and economically. All nations are, by definition, constantly modernizing and consequently face the problem of modernization.

It will be recalled also that the major thesis of the modernization-instability school is that modernization leads to instability if and only if the rate of political institutionalization/capacity of government lags behind the rate of modernization. Huntington's emphasis on this point is worth repeating here:

Huntington is concerned with the relationship between political participation and political institutionalization. The source of the former is ultimately in the process of modernization. . . . The problem of balanc-
ing political participation and institutionalization, moreover, is one which occurs in societies at all levels of development (Huntington 1971, 315).

For instance, the disruptions that occurred when black Americans rioted in the United States in the late 1960s, according to Huntington, "could be profitably analyzed from this framework" $(1971,315)$. Thus, modernization can lead to instability in either "modern" or "modernizing" nations given a lower rate of institutionalization. This relationship can be expressed symbolically as

MOD/POI -------------> PINS
where MOD, POI and PINS are modernization, political institutionalization/capacity of the government and political instability, respectively. A plus (+) or minus ( - ) over any variable represents relative leads and lags.

Seventh, some previous works on this topic or related topics suffer from small statistical samples. For example, Schneider and Schneider (1971) used only twenty nations to test Huntington's idea of political institutionalization. This work provides adequate sample size ( $N=805$ ) via pooled cross-sectional time-series procedures.

Finally, this study goes further than previous works by extending its analysis into the most recent available data on the dependent variable--deaths from domestic political violence. This adds greater variability so that the effect
of modernization can better be addressed both in space and time.

In this study, the political instability equation is first estimated using yearly pooled cross-sectional and time-series data over the 1960-1982 period for a sample of thirty-five nations, and later estimated for twelve separate nations via Granger-causality tests (see Chapter IV). See Appendix A for a list of the countries in the analysis.

The above designs will also help in theory-building. While this study is not an attempt to build a theory of political instability, since it uses the most recent data and employs better statistical procedures, it will contribute to our understanding of the modernization-instability thesis, thereby proving very useful to students of comparative political development in particular and to students of social science in general.

Summary
In this chapter, I have outlined the significance of the study and identified the major limitations attendant on the methodological procedures/approaches adopted by the previous works on modernization-instability and related topics. I undertook a systematic critique of the more recent approaches and attempted to show how current research methods--most of which are statistical--could not take us far enough in understanding the more complex and dynamic
relationships between modernization and political instability.

I have also attempted to introduce, very briefly, the major focus of this study. I have defined the concepts of "modernity," "traditionality" and "modernizing/transitional," as widely used in the literature of social science.

While "modern" nations are defined as societies with strong and adaptable political institutions capable of handling the demands attendant on modernization, and "modernizing" nations are regarded as weak and incapable of meeting the needs coming from modernization, it is my contention that any society (irrespective of the level or the rate of economic or political development) is not immune to political instability, given high rates of modernization relative to the rates of economic development and political institutionalization. Thus, the study of modernization and political instability should be better tackled with the most different systems design.

In the next chapter, I will present a theoretical overview of the modernization-instability thesis. Chapter III presents and describes the definitions and measurements of the two basic concepts in this study-modernization and political instability. It also describes the statistical procedures adopted in this study, the problems with such procedures, and the methods for correcting them. Chapter IV reports the empirical findings derived from both the pooling
procedure and the Granger-causality tests. Chapter V concludes the study.

MODERNIZATION AND POLITICAL INSTABILITY

This chapter delineates exactly what is referred to here as the modernization-instability thesis. It establishes the position of modernization theorists, namely, modernization is the engine of political instability.

There are basically two lines of argument in support of the modernization-instability thesis. They have to do with (1) anomie, role conflict and group consciousness; and (2) social mobilization, political participation, economic development and political institutionalization.

Anomie, Role Conflict, Group Consciousness and Political Instability

One of the often cited arguments in support of the modernization-instability hypothesis is rooted in psychology. Its major thesis is that modernization involves changes in norms, values, roles and group consciousness. These changes invariably cause upheavals and disorientations within the society. The upheavals and disorientations, in turn, weaken the solidarity that hitherto has tied the society together, incapacitating the controlling mechanisms of the state. Psychological stress emerges and this stress leads to political instability (see, for example, Merton

1957; Pye 1962; Black 1966; Huntington 1965, 1968; Lewis 1969).

Pye maintains that modernization brings changes in norms and values which render society unstable:

First, there is the problem of certainty or predictability: people in transitional societies can take nothing for granted; they are plagued on all sides by uncertainty and every kind of unpredictable behavior. In their erratically changing world, every relationship rests upon uncertain foundations. . . . Second there is a related problem of lack of trust in human relationships. Above all, the individual cannot be sure of the actions of others because he cannot be sure about himself (Pye 1962, 54-55).
Pye's major point is that there is a breakdown of associational sentiments as a result of disorientations and uncertainty about behavior expectations which are associated with modernization. To Pye, associational sentiments make it possible for members of a society to have "considerable conflict without destroying the stability of the system" (1962, 55). The breakdown of associational sentiments is a function of the fragmentary nature of the socialization process within a transitional society. For example, primary socialization imparts values which are more or less incongruent with the values from secondary socialization (Pye 1962, 54-55). The consequence of such an uneasy marriage between primary socialization and secondary socialization is incoherence within attitudinal orientations which leaves associational sentiments in shambles. When the
associational sentiments are weakened, conflicts become more intense and difficult to control.

Modernization has been associated with the growth of nuclear families. Nuclear families, in turn, have been linked to political instability (Huntington 1968; Black 1966). In many traditional societies the most important social unit was the extended family, which often constituted a small civil society performing political, economic, welfare, security, religious and other social functions. Under the impact of modernization, the extended family begins to disintegrate and is replaced by the nuclear family which is too small, too isolated and too weak to perform these functions (Huntington 1968 , 37). As the family becomes nuclear, it begins to stress freedom in the choice of the partner, leading to a reluctance to accept parental control of everyday activities. A separate household is created upon marriage, independent of, and away from, the family. Also the increasing economic freedom of women brought about by the extension of education and equalization of occupational opportunities and their engagement outside the household, in skilled, professional and unskilled jobs has led to disruption of traditional family stability (Black 1966, 22).

Black presents four phases of modernization as watersheds that contain critical problems that all modernizing nations must face. They are:

1. the challenge of modernity--the initial confrontation of a society within its traditional framework of knowledge with modern ideas and institutions and the emergence of advocates of modernity;
2. the consolidation of modernizing leadership--the transfer of power from traditional to modernizing leaders in the course of a normally bitter revolutionary struggle often lasting several generations;
3. economic and social transformation--the development of economic growth and social change to a point where a society is transformed from a predominantly rural and agrarian way of life to one predominantly urban and industrial; and
4. the integration of society--the phase in which economic and social transformation produces a fundamental reorganization of the social structure throughout the society (Black 1966, 67-68).

These four phases are not easily experienced by modernizing nations because they are fraught with problems that often culminate in violence. If individuals think of modernization as the integration of societies on the basis of new principles and new standards, Black argues, they must also think of it as disintegration of traditional values that hold society together (1966, 27). In a reasonably well-integrated society, and hence in modern nations, institutions work effectively, a larger proportion of the
people generally agree on ends and means and violence and disorders are largely controlled. However, when a significant and rapid change is introduced, no two groups welcome it simultaneously and this disagreement might lead to disorder or outright violence, even in such a well-integrated society.

Black also maintains that in transitional societies, eternal truths (generally enshrined in religious dogmas), come to be questioned and discarded as old-fashioned because they are expressed in a way regarded as outdated (1966, 28). Consequently, conflict arises between the fanatic, dogmatic religious elements and less orthodox ones. The desire to be modern has led to frequent and complete rejection of the fundamental norms and values which once held the society together.

An inherent contradiction in the process of modernization, as argued by Black, is produced by urbanization (1966, 31-33). Urbanization brings atomization (a situation where individuals are not directly related to one another through a network of multiple independent associations) which alters the extended family structure and traditional cultural heritage. Under these circumstances, the individual is much freer, yet less certain as to his purpose. This isolation, inherent in atomization, is what Black calls "alienation" (1966, 32). To Black, alienation has a relationship to
violence, though its relationship to violence is not very clear-cut.

Apter describes modernization as a process characterized by industrialization--the emergence of industrial roles in nonindustrial societies. In his words, modernization is the "spread of roles originating in societies with an industrial infrastructure, serving functional purposes in the industrial process, to systems lacking an industrial infrastructure" (1970, 158-159). Apter also focuses on the structural problems emanating from modernization. Modernization produces multiple roles in a complex form which need to be managed. For instance, as modernization takes place, the norms which once held the society together begin to weaken and consequently broaden the area of public meaning and reduce the area of prescriptive values. There exists more ambitiousness and less predictability in social actions. This gives rise to "greater uncertainty by individuals both of themselves and of the anticipated responses of others" (Apter 1970, 159).

The effects of modernization on political stability are expressed more clearly in Apter's (1965) earlier work. In this work he asserts that the source of political problems, and the conflicts resulting from modernization, is the lack of fit or incompatibility between roles (Apter 1965, 123-124). Societies in the process of modernization are said to have three basic roles: traditional,
accommodationist (semi-new roles) and industrial (new roles). Modernizing politics is the result of the conflict between these roles. Simply stated,

> The substance of modernizing politics is in large measure the result of incompatibilities between these three types of roles. The effort to adjust and modify them is particularly difficult in the absence of an impersonal dynamic mechanism such as exists in industrialized countries. . . The claims put forward by competing political groups, each representing some portion of the total stratification system, are the means by which role malintegration is transformed into political conflict (Apter $1965,123-124$ ).

Not only do the roles become incompatible, but new groups emerge and make different claims on the political systems which result in conflict as the capacity of government lags behind those claims (Apter 1965, 124).

As modernization breaks up traditional institutions, Huntington (1968) maintains, it also creates new types of group consciousness such as tribalism or regionalism. The word "tribalism" was almost unknown in African nations until the advent and advancement of modernization forces from the Western world. For instance, in southern Nigeria, "Yoruba Consciousness" was first used by Anglican missionaries in the nineteenth century (Huntington 1968,38 ). One of the goals of modernizing nations has been to achieve national integration. But in most, if not all, modernizing nations, nation-building or regional integration is very difficult to achieve because of tribal/regional divisiveness. Consequently, the effort to achieve national integration leads to
conflict or outright civil war as a result of tribalism/regionalism.

Group consciousness also generates group prejudices which, in turn, leads to group conflict. Such conflict might be intensified if tribalism/regionalism has destroyed the effectiveness of the political institutions. Ethnic groups which once maintained a peaceful coexistence in traditional society become aroused to violent conflict as a result of the interaction, the tensions and the inequalities created by social and economic modernization (Huntington 1968, 39). The new elites with their acquired modern education come into conflict with the traditional elites whose authority rests on ascribed status. These conflicts often find their expressions in outright violence. Modernization, therefore, enhances conflict among traditional groups as well as between traditional groups and modern ones.

The Nigerian civil war (1967-1970), according to Nordlinger, is an example of a war generated by communal divisiveness and prejudices, especially within the officer corps (1977, 41-42). The issue of tribal and regional representation generated mutual resentments and fears within the army and eventually led to civil war. The Hausa-Fulani tribes in the North favored the use of a quota system as the standard for promotion within the army. The Ibo tribe favored the use of a merit system. As a result of this
disagreement, the Ibo tribe carried out a military coup d'etat that ousted the previous civilian government. The Hausa and the Fulani tribes in the North and the Yoruba tribe in the West quickly took vengeance. Ibos were massacred by the tens of thousands and their futile attempts to secede from Nigeria, under the name Biafra, were overcome by military force.

The point made by Huntington and Nordinger is that the civil war in Nigeria, was to a large extent, a function of the processes of modernization (e.g., quota system versus merit system) and exacerbated by local patriotism. similarly, Zolberg (1966) and Barrows (1976) have pointed out that deep-rooted ethnic and linguistic divisions inevitably pose considerable problems both for political integration and for the creation and maintenance of a stable political order, especially when formal political organizations develop along the lines of the ethnic-linguistic cleavage. In sum, it is the position of the modernization theorists that anomie, role conflict and group consciousness resulting from modernization lead to political instability in the modernizing nations of Asia, Africa and Latin America. At the psychological level, modernization means a shift in fundamental values, attitudes and expectations. Thus, modernization produces alienation and anomie, i.e., normlessness generated by the conflict of old values and new ones, as in the biblical phrase which says that if one "puts
new wine into old wineskins, the wine will burst the skins, and the wine is lost."

> Modernization, Social Mobilization, Political
> Participation, Economic Development, Political Institutionalization, and Political Instability

The major arguments of modernization-instability theorists, and thus the major relationship to be tested here, have to do with the links between social mobilization, political participation, economic development, political institutionalization, and instability. First, the individual (separate) effects of social mobilization, political participation, economic development and political institutionalization on political instability will be presented and discussed. In this study, this is referred to as the "additive model." Second, the complex relationship between the above concepts of modernization and political instability, called the "gap hypothesis," will be presented. This is regarded as the "nonadditive" or "ratio structure" in this study.

Modernization-Instability: Additive Model
Produced by such developments as urbanization, industrialization, eđucational expansion, increase in literacy, media exposure, economic development, social mobilization (Deutsch 1961, 494) is "the process in which major clusters of old social, economic and psychological commitments are
eroded or broken and people become available for new patterns of socialization and behavior." These indicators contribute to breaking down the traditional values and increasing the options available to an individual about his roles and jobs in the society to which he belongs. A rapid rate of change in social mobilization indicators means that the above changes are occurring very fast. Simply put, social mobilization is a process by which traditional attitudes are eroded and replaced by more modern ones.

For Deutsch, social mobilization occurs in two stages: first, the stage of uprooting from the old habits, customs and commitments, and second, the stage of induction of the mobilized people into new patterns of commitments and lifestyles. This process of social mobilization, according to Deutsch $(1961,493)$ is what happens to a people undergoing modernization. As the number of the mobilized population increases, so also does the number of their needs. The individuals now begin to need such provisions as housing and employment, social security against illness and old age and medical care against health hazards resulting from, say, crowded new dwellings. The expanding number of the mobilized population and the greater urgency of their needs for political decisions tend to translate themselves into increased political participation, especially in such unconventional ways as "crowds, riots, meetings, demonstrations, strikes and uprisings. . . ." (Deutsch 1961,
499). These extreme political activities place serious stress on the political system and, consequently, lead to outright violence or civil war.

Following Deutsch's (1961) lead, Huntington (1968, 1971) maintains that the relationship between social mobilization and political instability is direct because all the indicators of social mobilization (e.g., urbanization, increases in education, exposure to mass media) lead to increased aspirations and expectations "which, if unsatisfied, galvanize individuals and groups into politics. In the absence of strong and adaptable political institutions such increases in participation mean instability and violence" (Huntington 1968, 47).

Further, social mobilization, according to Huntington (1968, 57), stimulates political instability in the face of unequal distribution of income. Unequal distribution of wealth, which was generally accepted as a normal part of life in the traditional period, now becomes questionable in the modernizing era. This is because social mobilization increases the awareness of the inequality and the resentment of it. Growth in education and literacy (associated with social mobilization) calls into question the legitimacy surrounding the old method of income distribution and subsequently suggests more equitable distribution. And, because it often happens that those "who command income usually command government," social mobilization "turns the
traditional economic inequality into a stimulus to rebellion" (Huntington 1968, 57).

While modernization produces social mobilization, it also produces an increase in political participation (Huntington 1971, 315). Participation in politics by groups and individuals beyond villages and towns is a part of modernization (Huntington 1968,36 ). Depending on who participates, political participation can induce political instability: "Literates and semiliterates may furnish recruits for extremist movements generating instability" (Huntington 1968, 49). The rationale is that the literates generally have higher aspirations and, consequently, make greater demands on government. In this light, political participation, especially in an unconventional way, has a direct positive impact on political instability.

Bill and Leiden (1979) equally contend that one of the causes of violence in the Middle East is "the growing gap between modernization on the one hand, and political development on the other" (p. 402). As modernization races far ahead of the rate of political development, the potential for political violence and other social upheavals increases significantly: "New demands, sharpened and heightened by modernization and petroleum wealth, inundate political leaders who are less and less able to meet them on traditional patrimonial terms" (Bill and Leiden 1979, 402-403).

Economic development is another aspect of modernization that has an impact on political instability (Huntington 1968, 33). Economic development is the "growth in the total economic activity and output of a society" and can be measured by the gross national product per capita, or the level of individual welfare, e.g., life expectancy, calorie intake, supply of hospitals (Huntington 1968, 33-34). While social mobilization increases the aspirations and expectations of individuals, groups and societies, Huntington (1968, 1971) argues, economic development increases the capacity of a society to meet those aspirations and rising expectations and thus "should tend to reduce social frustration and the consequent political instability" (1968, 49).

Note that while Deutsch (1961) includes economic development as a part of social mobilization, Huntington (1968) keeps the two analytically separate. Following Huntington (1968), economic development is kept analytically distinct from social mobilization in this work. Thus, as social mobilization increases the aspirations and expectations of a nation, economic development involves changes in the capacity of the nation to meet those aspirations. In this line of reasoning, it then follows that there is a direct negative relationship between economic development and political instability.

Political institutionalization is another factor affecting political instability (Huntington 1968, 1971). According to Huntington, political institutionalization is defined by "adaptability" and "complexity" (1968, 13, 17). Adaptability is characterized by the ability of an organization or political system to adjust to changes (e.g., alterations in personnel) and survive. For any organization to acquire such adaptability it must be flexible, yet this flexibility is what young organizations lack (Huntington 1968, 13). Complexity, on the other hand, involves multiplication of organizational subunits, hierarchically and functionally organized. This enables the political system to permeate the society. Therefore, the more complex an organization, the greater the number of its subunits and "the greater the ability of that organization to secure and maintain the loyalties of its members" (1968, 18). Thus, political institutionalization should have a negative impact on political instability.

From the foregoing discussions, the general nature of the direct links between social mobilization, political participation, economic development, political institutionalization and political instability becomes discernible. Modernization produces social mobilization and political participation. The demands created by social mobilization and political participation produce stress on the political system and, to survive, the demands must be met. If there
is economic development and adaptable political institutions, the demands are likely to be well-managed and political order is maintained. Thus, social mobilization and political participation should increase political instability, while economic development and political institutionalization should decrease political instability. Modern nations that are presumed to have highly institutionalized political organizations are better prepared to handle high demands generated by the processes of modernization: "all have strong, adaptable, coherent political institutions - . . for regulating succession, and controlling political conflict" (Huntington 1968 , 1).

Modernization-Instability: Nonadditive Model
In addition to the individual impacts that modernization has on political instability, Huntington (1968) presents a more dynamic relationship between modernization and political instability in what he calls the "gap hypothesis" ( 1968 , 53-56). He implies that the real strength of the relationship between social mobilization and political instability is a function of two mediating variables-economic development and political institutionalization. The "gap hypothesis" is expressed as:

(Adapted from Huntington 1968, 55; Ruhl, 1975, 7) where SOM, ECD, UPP, POI and PINS are social mobilization, economic development, political participation potential, political institutionalization and political instability respectively.

From the above ratio structure, the impact of social mobilization on political instability is mediated by economic development. That is, if the rate of economic development (ECD) lags behind social mobilization (SOM), the result becomes unconventional political participation (UPP) or stress on the political system, which in turn leads to political instability. That is, a high ratio means that the demands generated by social mobilization are not met by increased resources furnished by economic development and, as a result, political instability occurs. If the society is well off, as indicated by a low ratio between social mobilization and economic development, the demands generated by social mobilization will be met by the resources produced by economic development and political order is maintained (Huntington 1968, 1971; Schneider and Schneider 1971; Ruhl 1975) •

Another ratio constructed from the gap hypothesis is that of social mobilization and political institutionalization. From the above hypothesis, a high ratio between social mobilization and political institutionalization, portends political instability. That is, if the rate of social mobilization outruns the rate of political institutionalization, political disorder occurs. However, if a low ratio obtains between social mobilization and political institutionalization, political order prevails (see Huntington 1968, 55 and 1971, 315; Schneider and Schneider 1971, 73-74; Ruhl 1975, 7).

The complex relationships between modernization, economic development, political institutionalization and political instability can best be pictured graphically as demonstrated in Figures 1, 2 and 3. Figure 1 is an illustration of the interdependence between supply of economic development (ECD) and demand for social mobilization (SOM). This graph puts a society's supply (ECD) and demand (SOM) curves on the same graph. The horizontal axis reflects both the society demand (i.e., QdSOM) and the society supply (i.e., QsECD). An examination of this graph indicates that at any stability level equal to or greater than "a" (i.e., QSECD $\geq$ QdSOM), our hypothetical society experiences stability. Conversely, at any stability level below "a" (i.e., QSECD < QdSOM), our hypothetical society will experience political instability.


Source: By the author

Figure 1: Implicit model to show the nature of the interdependence between the demand, social mobilization (SOM) and the supply, economic development (ECD).


Source: By the author

Figure 2: Implicit model to show the nature of the interdependence between the demand, social mobilization (SOM) and the supply, political institutionalization (POI).


Source: By the author

Figure 3: Implicit model to show the nature of the interdependence between the demand, social mobilization (SOM) and the supplies, economic development/political institutionalization (ECD/POI).

From the above illustration, "a" (i.e., stability level) can be estimated as a function of the relationship between QdSOM and QsECD. Symbolically,

$$
a=F(S O M / E C D)
$$

Figure 2 illustrates the interdependence between supply of political institutionalization (POI) and the demand for social mobilization (SOM). The horizontal axis reflects both the society demand (i.e., QdSOM) and the society supply (i.e., QsPOI). This figure indicates that at any stability level equal to or greater than "b" (i.e., QsPOI $\geq$ QdSOM), political stability is maintained. Conversely, at any stability level below "b" (i.e., QsPOI < QdSOM), political instability occurs.

From Figure 2, "b" (i.e., stability level) can be estimated as a function of the relationship between QdSOM and QsPOI. Symbolically,

$$
\mathrm{b}=\mathrm{F}(\mathrm{SOM} / \mathrm{POI})
$$

Figure 3 is a combination of figures 1 and 2: an overall illustration of the interdependence between supply of economic development and political institutionalization (ECD/POI), and the demand for social mobilization (SOM).

Figure 3 puts a society's supply (ECD/POI) and demand (SOM) curves on the same graph. The horizontal axis now reflects both the society demand (i.e., QdSOM) and the society supply (i.e., QsECD/POI). At any stability level equal to or greater than "c" (i.e., QsECD/POI $\geq$ QdSOM), our
hypothetical society experiences stability, while at any stability level below "c" (i.e., QsECD/POI < QdSOM) the society experiences political instability.

From Figure 3, "c" (i.e., stability level) can be estimated as a function of the relationship between social mobilization and economic development (SOM/ECD), on one hand, and social mobilization and political institutionalization (SOM/POI), on the other. Symbolically,

$$
c=F(S O M / E C D, S O M / P O I)
$$

From the "gap hypothesis," Huntington (1968) theoretically presents how political participation (stress) could be derived, namely, SOM/ECD (see also, Schneider and Schneider 1971; Ruhl 1975). Additionally, political strikes and protest demonstrations (both peaceful) constitute another measure of political participation in this study. How political strikes and protest demonstrations are measured and used are described in detail in Chapter III. However, it is worth mentioning that the measures of political participation employed here produce more stress on the political system than the mere act of voting (Ruhl 1975; Janda, Berry and Goldman 1989; Conway 1987). Following Huntington's hypothesis, the following ratios will be tested:

where PQLI is physical quality of life index (a measure of economic development/well-being) and the rest of the notations remain as previously defined.

In essence, there are two alternative paths for a political system to respond to the demands generated by modernization, namely, political institutionalization or political decay. Briefly stated, "The system either provides for this participation in ways harmonious with the continued existence of the system or alienates the group from the system and produces overt or covert civil strife and secession" (Huntington 1968, 140). Political decay or declining political order in the nations of Africa, Asia and Latin America occurs because (1) the rate of economic development is low vis-a-vis the rate of social mobilization, and (2) political institutions are not complex and flexible enough to handle or manage aspirations and expectations generated by the processes of social mobilization:

The rates of social mobilization and expansion of political participation are high [in modernizing nations of Asia, Africa and Latin America]; the rates of political organization and political institutions are low. The result is political instability and disorder. The primary problem of politics is the lag in the development of political institutions behind social and economic change (Huntington 1968, 5).

Selected Hypotheses
From the foregoing discussions, emerge the hypotheses to be tested here:
$H_{1}$ : The higher the rate of change of social mobilization (SOM) the higher the level of political instability.
$H_{2}$ : The higher the rate of unconventional political participation (UPPI) the higher the level of political instability (PINS).
$H_{3}$ : The higher the rate of economic development (ECD) the lower the level of political instability.
$H_{4}$ : The higher the rate of political institutionalization (POI) the lower the level of political instability.
$\mathrm{H}_{5}$ : The higher the ratio between the rates of social mobilization and economic development (SOM/ECD), potential political participation (stress), the higher the level of political instability.
$H_{6}$ : The higher the ratio between the rates of social mobilization and political institutionalization (SOM/POI) the higher the level of political instability.

The above hypotheses need some clarifications. The first four $\left(H_{1}, H_{2}, H_{3}\right.$ and $H_{4}$ ) consider the direct individual impacts of social mobilization, political participation, economic development and political institutionalization on political instability. The last two ( $\mathrm{H}_{5}$ and $\mathrm{H}_{6}$ ), on the other hand, consider Huntington's "gap hypothesis." This is because the gap hypothesis suggests the following: (1) a high (positive) ratio between social mobilization and economic development portends political instability, and
(2) a high (positive) ratio between social mobilization and political institutionalization leads to political instability. Therefore, $\mathrm{H}_{5}$ assesses the effects of the ratio of social mobilization with economic development (social frustration) on political instability and $H_{6}$ addresses the ratio of social mobilization with political institutionalization on political instability.

The above hypotheses are designed to reveal which model is better specified and consequently lends support to the modernization-instability thesis. That is, does the ratio structure, Huntington's nonadditive complex model of modern-ization-instability (expressed in $\mathrm{H}_{5}$ and $\mathrm{H}_{6}$ ), represent a better specification that estimates instability, or does the additive model (expressed in $H_{1}, H_{2}, H_{3}$ and $H_{4}$ ) prove to be better specified?

To understand the causal ordering of the relationship between modernization and political instability, a number of additional hypotheses are formulated. Recall that the major position of the modernization theorists is that modernization induces political instability unidirectionally. But while it may seem obvious from the modernization-instability thesis that modernization induces political instability, it is equally plausible that a people lacking modernization can, as well, use political instability to increase it or bring it about. Simply stated, political instability can
explain some variations in the rate of modernization. Let us consider this argument in detail.

In the modernization-instability literature, there are two fundamental views of the causes of political stability/ instability. One view dwells on the demand side, emphasizing increased aspirations brought about by a high rate of modernization. Very few will deny that increases in social mobilization (e.g., mass education, communication) and mass participation have adverse effects on a nation's political system (whatever the level of development). The other view focuses on the supply side, stressing low rate of economic development and political institutionalization.

On the supply side then, an explanation of the much higher political instability rate is a high ratio between social mobilization and economic development/political institutionalization:


The above ratios deserve close examination. First, the ratios may be attributing much more importance to social mobilization than it deserves because of interdependence between causes on the supply side and causes on the demand side (refer to Figures 1-3). Thus, political instability may not be an independent supply side cause, but in large part an effect of the demand side factors. Empirically,
observing the nature of this relationship is not only desirable, but necessary. That is, to estimate the demand function without taking account of the supply equation may result in simultaneous equation bias.

In addition, modernization theorists argue that increasing social mobilization and political participation leads to political instability. This implies that restricting both factors leads to political stability. One should realize that during the colonial period (when the colonized demanded political rights and independence from the colonial masters), increasing social mobilization and political participation may have had the opposite effect: Huntington's ratio may have led to political stability. "Taxation without representation," the United States experience under the British, and apartheid rule in today's South Africa are cases in point. The above two examples illustrate that restricting (decreasing) social mobilization and political participation can, as well, lead to political instability just as increasing social mobilization and political participation can lead to political instability. Whereas restricting (decreasing) the rate of political participation may encourage political stability in today's nations, a reduction in social mobilization and political participation in the colonial period might have encouraged political instability.

By the same reasoning, it is surely appropriate today to ask whether the cause of the relatively higher political instability is high rates of social mobilization/political participation and low rates of political
institutionalization. Combining this question with its opposite, one may pose the following question on causation: Is the higher rate of political instability in some nations due to their high rate of modernization and low rate of political institutionalization, or is their high rate of modernization and low rate of political institutionalization due to their higher political instability? Symbolically,

```
SOM ----------> PINS
SOM <--------- PINS
UPP ---------> PINS
UPP <-------- PINS
```

Finally, it is possible that modernization can cause political instability and vice versa, and that they exhibit a feedback relationship. Hence,

```
SOM <--------> PINS
SOM <--------> PINS
UPP <-~------> PINS
UPP <-------->> PINS
```

Additional hypotheses are needed to explore these possibilities.
$H_{7}$ : Social mobilization causes political instability.
$\mathrm{H}_{8}$ : Political instability causes social mobilization.
$H_{9}$ : Political instability and social mobilization are causally reciprocal.
$\mathrm{H}_{10}$ : Political participation causes political instability.
$H_{11}$ : Political instability causes political participation.
$\mathrm{H}_{12}$ : Political instability and political participation are simultaneously determined.

The above causal ordering will be tested using Granger tests as will be described in Chapter III.

## Summary

In this chapter, I have attempted to review the major thesis of the modernization-instability school. Generally, I presented two classes of arguments that support the modernization theorists: (1) anomie politics, role conflict and group awareness/tribalism, and (2) social mobilization, political participation, economic development and political institutionalization, as all are parts of the modernization process that can affect political order. This chapter has shown that there is a widely shared belief that a paradoxical relationship exists between modernization and political instability, where modernity is presumed to produce stability and modernization instability.

I have outlined a number of testable hypotheses concerning the possible relationships between modernization and political instability which merit detailed statistical
investigation. I have, in fact, specified twelve hypotheses --some of them complementary--to be examined.

In the next chapter, I will discuss how modernization and political instability will be defined, identified and measured. Chapter III thus deals with the definitions of the concepts, operationalization of those concepts, research designs and the data sources.

CHAPTER III

DEFINITIONS, OPERATIONALIZATIONS, THE RESEARCH METHODS

Two of the biggest problems facing quantitative researchers, especially in social science, are how to bridge the gap between concepts and their operational indicators and how to select appropriate units of analysis. To ensure that the gap between concepts and operational indicators is narrowed, and that the proper units are included in the model, this study takes advantage of critical evaluations and recommendations directed at previous studies on modernization-instability and related topics. The problem of selecting the appropriate units of analysis and the criteria for selecting them have already been discussed in Chapter I. In this chapter, I specifically present the definitions and the measures of the two major concepts in this study, modernization and political instability. I also present the research design, data description and sources.

## Political Instability: Definition and Measurement

Political instability as used here refers mostly to violent aspects of instability involving governments, regimes and the political community in a polity (Sanders

1981, 59). Previously, political instability has been defined as the short duration of governments (Lipset 1960; Blondel 1968) or as the incidences of civil disorder and violence (Gurr 1968; Feierabend and Feierabend 1966). The definition of instability in terms of government duration has been severely challenged on the ground that not all changes in the political system are destabilizing (Ake 1974). Ake (1974) asserts that the above definitions often lead to different results and consequently undermine the chances of understanding the relationship between modernization and political instability (p. 584). Simply put, "when we build the notion of longevity into our concept of stability, we are already confusing political stability with the absence of political change" (Ake 1974, 589). Following Ake's recommendation, the definition of political instability does not dwell on the duration of the government. Instead, political instability, as defined here, can affect any political system irrespective of its age. To better measure this type of political instability, deaths from domestic political violence are used. There are other reasons why deaths from domestic political violence are used here. Deaths from domestic political violence occur at all levels of society. Other violent activities such as coups d'etat usually occur at the elite level of the society. In addition, the definition of deaths from domestic political violence is broader and more inclusive of
other violent activities. According to Taylor and Jodice, deaths from domestic political violence "are coded as an attribute of other events rather than as events in and of themselves" (1983b, 43). In fact, deaths from domestic political violence occur in conjunction with violent events such as riots, armed attacks and assassinations. The category also includes nationals who are victims of foreign attacks but excludes deaths by murder, deaths in international war, political executions, deaths in enemy prisons and deaths in border incidents with other nations. The data on deaths from political violence are taken from the extended computer data files accompanying the World Handbook of Political and Social. Indicators: Political Protests and Government Change (Taylor and Jodice 1983b). These and all other data used in this study were supplied by the International Consortium for Political and Social Research (ICPSR).

The dependent variable, deaths from domestic political violence, is expressed in natural logarithm form to help reduce the problem of its skewed distribution demonstrated in Figure 4. Logarithmic transformation "compresses the scales in which the variables are measured, thereby reducing a tenfold difference between two values to a twofold difference" (Gujarati 1978, 210.). Figure 5 clearly demonstrates the impact of the transformation.
Frequency of
Political Deaths 20000
20000
17500
15000
12500
10000
7500
5000
*
s
Frequency of
Log Transformed
Political Deaths

$$
\begin{aligned}
& 11 \\
& 10
\end{aligned}
$$

Modernization, Economic Development, Political Institutionalization: Definition and Measurement

Modernization, the independent variable, should be interpreted with caution since the term is still ambiguous and can be interpreted variously. Some scholars have narrowed their views of modernization to economic determinism. For instance, Bernstein (1977, 141-160) suggests that modernization is a total social process associated with economic development. Similarly, Rostow (1960, 4-16) argues that modernization is a watershed that marks the "take-off" into "self-sustained growth" of traditional economies. The "take-off" is, in turn, followed by a push towards industrial maturity, leading towards an era of high mass consumption made possible by high average income and resilience of the perfected industrial process.

However, some scholars want to divest modernization of its economic determinism and focus more on the very dynamic change that has been recognized as desirable by individuals and their societies for their own good. Lerner, for example, argues that modernization does not only comprise economic development. It is, rather, the generic nature of change and its concomitant attributes--rationality and positivism--that have come to be recognized as a potent force for producing economic, social as well as political changes for the emancipation of man (Lerner 1958, 45-46). Weiner equally stresses the idea of inherent change in
modernization. Modernization involves changes in social behavior, in individual attitudes, in economic as well as political dimensions (Weiner 1966, v). The idea of dynamism inherent in modernization is also emphasized by Black, when he states that modernization is
the process by which historically evolved institutions are adapted to the rapidly changing functions that reflect the unprecedented increase in man's knowledge, permitting control over his environment that accompanied the scientific revolution $(1966,7)$.

Huntington defines modernization as a "multifaceted process involving changes in all areas of human thought and activity" $(1968,32)$. He points out that there are two major aspects of modernization that are pertinent to political violence, namely, social mobilization (Huntington 1968, $33)$ and political participation (1971, 315). Social mobilization, according to Deutsch, is what happens to a people that are in the process of modernization (1961, 494).

Levy stresses the importance of industrialization and the technological aspects of modernization. For him, modernization should be measured in terms of the "use of inanimate sources of power and/or the use of tools to multiply the effects of their efforts" (Levy 1966, 9-16). Faced with these competing and complementary conceptualizations of the term "modernization," a student is confronted with difficulties in selecting a consistent and universally acceptable definition of modernization. Lacking guidance, the student must make a subjective choice from
among the various definitions. But, in fact, this study does not lack such guidance. While other definitions of modernization are generally accepted, the definition of modernization relevant to this study is the one offered by Huntington that ultimately narrows the definition to two specific indicators that have political significance. Specifically, modernization is defined as social mobilization (Huntington 1968,33 ) and political participation (Huntington 1971, 314-315).

Deutsch (1961) suggests several indicators measuring social mobilization: change in urbanization, change in education, change from agricultural occupations, change in literacy and change in communication, for example.

While the above indicators of social mobilization are generally accepted as valid, I was forced to delete such indicators as communication, urbanization, education and literacy rates since no indicators of those dimensions (measuring social mobilization) are readily available in time-series form for the period considered in this study, 1960-1982. As a result, social mobilization is measured here in terms of one indicator--percentage of labor force in agriculture. That not all indicators measuring social mobilization are utilized should not constitute a major problem in this study because "if the relationship between variables is strong, mere differences in preferred measures ought not to produce widely divergent findings" (Eckstein

1980, 156). The various measures are highly correlated (Putnam 1967, 93).

From the argument of modernization theorists, we expect a positive relationship between changes from agricultural occupations (one measure of social mobilization) and political instability. But in this study, change from agricultural occupations is replaced by the percentage of labor force in agriculture. Thus to be properly directed (i.e., for a positive relationship to be expected between social mobilization and political instability), the percentage of labor force in agriculture (our measure for social mobilization) is multiplied by -1.

Political participation is another modernization variable to be operationally measured. Many studies have ignored the relationship between political participation and political instability. However, Schneider and Schneider (1971) and Ruhl (1975) attempted to investigate the relationship between political participation and political instability. For Ruhl, "political participation is used here in the broadest sense of political involvement as opposed to mere voting participation" (1975, 6). Hibbs (1973), on the other hand, uses the conventional mode of political participation, the percentage of eligible voters voting. Using conventional political participation (e.g., percentage of eligible adult voter) is valid, but it has two major problems. First, political participation expressed
primarily in terms of voting is less stressful on the participants as well as the political system than other forms of participation. The comments by Janda, Berry and Goldman (1989) on this point are quite instructive:

Although most people think of political participation primarily in terms of voting, there are other forms of political participation [e.g., protest demonstration], and sometimes they are more effective than voting. . Unconventional participation is relatively uncommon behavior that challenges or defies government channels (and this is personally stressful to participants and their opponents) (1989, 225-227).

It should be remembered that the type of political participation referred to in the works of Deutsch (1961) and Huntington (1968) implies stress on the political system (or broader political activities or involvements). To better measure this type of political participation, this study, like Ruhl (1975), defines political participation broadly, namely, as those activities performed by the citizens to influence either the government personnel or its policies. While this definition acknowledges the validity of voting, it also recognizes the significance of other acts of participation such as peaceful protests and political strikes.

Following the stress argument, this study adopts two different measures of political participation. First, an index of political participation (UPP1) is created. UPP1 includes peaceful protest demonstrations and political strikes. The method used in the construction of the political participation index is discussed later in this chapter.

The data are taken from the expanded computer files accompanying the World Handbook of Political and Social Indicators (Taylor and Jodice 1983b).

The second measure of stressful political participation adopted here is an indirect one "potential stress from participation," derived from the original gap hypothesis (Huntington 1968, 55; 1971, 315). Symbolically, the second measure of political participation, here referred to as political participation potential, takes the following familiar form:
SOM/PQLI = UPP2
where SOM, PQLI remain as mentioned previously, UPP2 represents political participation potential (social frustration), and PQLI is a physical quality of life index representing economic development defined below.

The second reason why this study does not consider conventional political participation is that data on periodic elections, conventional political participation, in the modernizing nations are not readily available. Some modernizing nations do not hold pericdic elections; some are under military regimes. Thus, the better measures of political participation are the ones that consider broader political activities such as peaceful protest demonstrations and political strikes. A protest demonstration is defined as a nonviolent gathering of people organized for the sole
purpose of protesting against a regime or government--its policies, leaders or previous intended actions (Taylor and Jodice 1983b, 19). A political strike is defined as a nonviolent work stoppage by say, a body of workers, or a stoppage of normal academic life by students to protest a regime or government's policies or actions (Taylor and Jodice 1983b, 21).

Economic development has been traditionally measured by some variation of gross national product (GNP) per capita. For instance, Schneider and Schneider (1971) constructed an economic development index from two indicators: gross national product per capita and the energy consumption per capita in kilograms of coal equivalent. Ruhl (1975) used the gini index of income distribution. However, GNP per capita has come under severe attack and is been considered a crude measure of satisfaction or well-being (Zartman and Entelis 1971; Sewell 1977, 1980). According to Zartman and Entelis, GNP per capita is generally "inaccurate and specifically it is realistically inapplicable to the man in the street. A new oil well or iron mine may greatly enhance the gross national product with almost nothing reaching the man in the street" (1971, 298). Accordingly, "money measures do not in themselves indicate anything about the levels of physical well-being of individuals..." (Sewell 1977, 148).

Given these problems, the need for a better measure of economic progress and physical well-being becomes more compelling. An alternative measure, referred to as the Physical Quality Life Index (PQLI), has been suggested and used by Sewell (1977). As briefly mentioned in Chapter I, the PQLI includes life expectancy, literacy and infant mortality. The PQLI is based on the assumption that "the needs and desires of individuals initially and at the most basic level are for longer life expectancy, reduced illness, and greater opportunity" (Sewell 1977, 149). As in the case of percentage of labor force in agriculture, infant mortality rate was also multiplied by -1 before the PQLI was constructed in order to be properly directed.

In this study, however, a slight modification is made in the construction of the PQLI because time series data on literacy are not readily available for most of the nations used in the analysis. The literacy figure is replaced in this study with savings per capita. Just as the literacy variable indexes opportunity for an individual, so does savings per capita (Liu 1976, 55). Data on savings per capita are taken from the computer data files reported in the World Tables, 1988-89 Edition (World Bank 1989).

Political institutionalization (capacity/strength of the government) has been measured variously in previous works. This should not be a great surprise, since there are different and divergent views of the concept and how to
measure it accurately. For instance, Deutsch (1961) perceives it as the "capacity" of the government to meet the needs of the society, whereas Huntington (1968) views it as the emergence of strong and adaptable political institutions. Apter (1971) equates political development with an expansion in the range of political and economic choices available to an individual within a given political system; Pye (1962), like Deutsch (1961), equates political development with the capacity of the government.

Given these various views, we are confronted with different potential indicators measuring political institutionalization. Gurr (1968) measures political institutionalization in terms of the central government expenditure as a percentage of the gross domestic product (GDP). Hibbs (1973) constructs an additive index of political institutionalization which includes direct taxes as a percentage of general government revenue, age in decades of present national institutional form, union membership as a percentage of the nonagricultural work force, general government expenditure as a percentage of the gross domestic product, age of the largest political party divided by the number of parties, and the age of the largest political party.

Ruhl (1975) constructs a political institutionalization index from four indicators: legislative effectiveness, percentage of presidential votes going to parties active
prior to 1945, number of regular executive transfers minus the number of irregular transfers (1948-1959) and the number of full years during which a constitutionally elected and constitutionally achieved chief executive was in office.

Yough and sigelman (1976) constructed a political institutionalization index combining measures of administrative efficiency, legislative effectiveness and the age of national political institutions. Sanders relied on the capacity dimension, and therefore used national government revenue per capita because "it appears to offer the best indication of the extent to which the political system has penetrated the society and the economy" (1981, 125).

Rubinson (1976) and Rubinson and Quinlan (1977)
measured the strength of a government as the value of government revenue as a percentage of gross domestic product. Their rationale is that
government revenue is a measure of state strength, and the strength of the state is one of the most important causes of inter-country variations in class formation and inequality. State strength has this effect because the state is one of the primary mechanisms for controlling the world-economy to the advantage and disadvantage of various economic groups. (Rubinson and Quinlan 1976, 618).
Morrison and Stevenson used total government budgeted expenditures "in the expectation that this would closely approximate total government revenue, including all foreign aid" (1974, 253).

All these different measures capture political institutionalization or capacity of government in some logical way. To select measure(s) of political institutionalization, we need to pause for a moment and ask ourselves some important questions: (1) which measure(s) of political institutionalization applies adequately to the modernizing nations as well as the modern nations? and (2) Do we have indicators that readily and consistently measure such concepts as flexibility, complexity, autonomy and coherent political institutions in both modernizing nations and the modern nations?

Owing to the paucity of data, especially in the modernizing nations, it appears that the "best" indicator is the capacity of the government to meet the demands of the society. The measure adopted here to operationalize political institutionalization or the capacity of government is the one used by Rubinson (1976) and Rubinson and Quinlan (1977), government revenue as a percentage of gross domestic product. This measure not only provides a good indication of the extent to which political systems penetrate their societies and economies, it is also available for both modernizing and modern nations. The data on government revenue as a percentage of the gross domestic product is taken from the computer data files reported in the World Tables (World Bank 1989).

# The Sample, Missing Observations and the Data 

The sample analyzed in this work includes 35 nations which were politically independent as of 1960. The year 1960 was used as the beginning period for the analysis because most contemporary nations were recognized as national units in or before the end of 1960. The end year (1982) was chosen because it contains the most recent available data on the dependent variable (deaths from domestic political violence) used here (see Taylor and Jodice 1983b).

Although all the nations included in this analysis (see Appendix A) are politically independent, political independence was not the major selection criterion. The major selection criterion involved the availability of time-series data on the independent variables.

For some communist nations (e.g., the Soviet Union) there is no reported data on most of the relevant variables used here. Such nations were immediately dropped from the sample. Other nations had too many missing observations and, subsequently, were dropped from the analysis. For instance, data on government revenue was missing for Honduras from 1960-1980. I considered ten or more missing observations on the variables used in this study in ten consecutive years too many. I therefore, selected only
nations that had fewer than ten missing observations on any variable for the twenty-three year period considered here.

After eliminating those nations with too many missing observations, I still faced a problem of missing observations for the remaining nations, those that did not have missing values on as many as ten data points consecutively. For the dependent variable (deaths from domestic political violence) and one of the independent variables (the UPP1, political participation index), there were no missing observations. However, missing observations were a problem with regard to other component variables: social mobilization (change in agricultural occupations), political institutionalization (government revenue as a percentage of GDP) and economic development (life expectancy, infant mortality and savings per capita).

Given the seriousness of the problem of missing observations, a strategy is needed to replace the missing values. Since there is no "best" method for dealing with missing observations, the choice of a procedure to use "depends upon the nature of each particular regression model and the related data" (Pindyck and Rubinfeld 1976, 194). If it is a time-series problem and the pattern of missing observations is systematic (e.g., if missing observations are occurring more for low-income countries as is the case in this work), the analysis can be improved by regressing the known values of the variable, $x$, on time and replacing the missing
observations by the fitted values of the regression (Pindyck and Rubinfeld 1976 , 197). Since this work is dealing with time-series and the pattern of missing observations appears to be systematic for a lot of countries, this method is used, in general. Replacing missing observations by fitted values of regression has some advantages. This method improves time-series analysis because (1) "most time-series variables tend to undergo relatively predictable rates of growth," and (2) the "procedure is perhaps most useful because it suggests a more general approach to the systematic missing observations problem which also yields consistent parameter estimates" (Pindyck and Rubinfeld 1976, 197-198).

The sample (35) that resulted after eliminating some countries that had data problems is fairly a good representation of different regions of the world. By region, it includes twelve African nations (Benin, Ethiopia, Gambia, Mauritania, Morocco, Niger, Rwanda, Senegal, Serria Leone, Upper Volta, Zaire and Zambia); ten Latin American and Carribean nations (Barbados, Brazil, Dominican Republic, El Salvador, Jamaica, Mexico, Nicaragua, Peru, Uruguay, and Venezuela); three Asian countries (Burma, Japan and Syria); and ten European nations (Austria, Belgium, Federal Republic of Germany, France, Greece, Iceland, Italy, Norway, United Kingdom, and Yugoslavia). These countries are also
heterogeneous with regard to the level of economic development (see Table 1).

As can be seen from Table 1 , the 35 countries used in this study are generally similar by economic well-being as indicated by the indicators of physical quality of life (savings per capita, infant mortality rate and life expectancy). For instance, in Africa, the highest mean of life expectancy (1960-1982) achieved was 52 (Morocco), while the lowest mean of the same indicator was 34 (Sierra Leone). In Asia, Burma and Syria were similar with regard to the above indicators, while Japanese indicators were very similar to those of European nations.

In Europe, higher savings per capita, higher life expectancy and lower infant mortality were generally achieved compared to those of African and Latin American/ Caribbean countries. However, Yugoslavia achieved a similar physical quality of life as that experienced in most of the Latin American/ Caribbean countries.

In the main, this geographic and economic diversity should be sufficient to meet the requirements for a strong, most different systems analysis of the modernization-instability hypothesis.

Despite the fact that the resultant sample is a good representation of different regions of the world, it does not include communist nations (except Yugoslavia), and, surprisingly, North American nations (e.g., U.S.A. or

TABLE 1
PHYSICAL QUALITY OF LIFE INDICATORS
BY REGION AND COUNTRIES, 1960-1982 ( $\mathrm{N}=35$ )

| Savings Per <br> Capita (USS) | Infant Mortal- <br> ity Rate | Life Expect- <br> ancy at birth |  |  |  |
| :--- | :--- | :--- | :--- | :--- | :--- |
| Mean | STD* | Mean | STD | Mean | STD |

Africa
Benin
Ethiopia
Gambia
Mauritania Morocco
Niger
Rwanda
Senegal
Serria Leone
Upper Volta Zaire
Zambia

| .64 | 11.58 | 150 | 19.62 | 48 | 2.66 |
| ---: | ---: | ---: | ---: | ---: | ---: |
| 5.72 | 2.14 | 159 | 7.32 | 43 | .80 |
| 6.99 | 18.34 | 183 | 18.14 | 38 | 2.06 |
| 30.72 | 22.01 | 164 | 16.53 | 42 | 2.38 |
| 47.74 | 29.30 | 127 | 19.84 | 52 | 3.54 |
| 18.93 | 25.78 | 168 | 13.37 | 37 | 2.16 |
| 5.50 | 6.22 | 135 | 5.85 | 47 | 1.65 |
| 20.02 | 14.97 | 162 | 10.83 | 43 | 1.98 |
| 2.39 | 22.35 | 194 | 16.24 | 34 | 1.80 |
| -1.80 | 7.10 | 174 | 21.30 | 42 | 1.98 |
| 43.06 | 16.70 | 129 | 13.06 | 46 | 2.52 |
| 133.21 | 62.41 | 107 | 15.09 | 46 | 2.79 |

Asia

| Burma | 11.82 | 7.84 | 99 | 26.53 | 51 | 4.28 |
| :--- | ---: | ---: | ---: | ---: | ---: | ---: |
| Japan | 1239.61 | 1020.37 | 15 | 7.04 | 73 | 2.89 |
| Syria | 276.04 | 512.37 | 93 | 23.62 | 56 | 3.99 |

Europe

| Austria | 1041.30 | 792.60 | 24 | 7.04 | 71 | 1.31 |
| :--- | ---: | ---: | ---: | ---: | ---: | ---: |
| Belgium | 992.33 | 668.89 | 20 | 6.07 | 71 | .99 |
| Fed. Rep. of |  |  |  |  |  |  |
| $\quad$ Germany | 1306.28 | 868.75 | 21 | 6.20 | 71 | 1.18 |
| France | 1216.50 | 780.85 | 17 | 5.92 | 72 | 1.54 |
| Greece | 330.57 | 259.98 | 28 | 8.30 | 72 | 1.83 |
| Iceland | 1445.52 | 1132.85 | 12 | 3.45 | 75 | 1.31 |
| Italy | 737.30 | 532.44 | 28 | 9.81 | 72 | 1.80 |
| Norway | 1643.62 | 1449.98 | 13 | 3.57 | 74 | 1.03 |
| United |  |  |  |  |  |  |
| $\quad$ Kingdom | 696.33 | 491.10 | 17 | 3.59 | 72 | .98 |
| Yugoslavia | 421.24 | 347.07 | 53 | 19.24 | 67 | 1.90 |

## TABLE 1--continued

| Savings Per <br> Capita (USS)Infant Mortal- Rate <br> ity | Life Expect- <br> ancy at birth |
| :--- | :--- | :--- | :--- |
| Mean STD* Mean STD Mean STD |  |

Latin America/
Caribbean

| Barbados | 196.40 | 192.43 | 28 | 12.51 | 69 | 2.41 |
| :--- | ---: | ---: | ---: | ---: | ---: | ---: |
| Brazil | 182.31 | 146.04 | 92 | 13.38 | 59 | 2.60 |
| Dominican |  |  |  |  |  |  |
| $\quad$ Republic | 77.77 | 61.16 | 97 | 14.63 | 57 | 3.48 |
| El Salvador | 58.75 | 39.80 | 101 | 21.31 | 58 | 4.17 |
| Jamaica | 165.61 | 36.43 | 38 | 12.44 | 67 | 2.64 |
| Mexico | 251.99 | 234.45 | 71 | 11.80 | 62 | 2.55 |
| Nicaragua | 63.42 | 42.45 | 105 | 18.05 | 53 | 3.72 |
| Peru | 185.95 | 86.65 | 117 | 13.68 | 54 | 3.68 |
| Uruguay | 157.49 | 115.76 | 45 | 5.42 | 69 | 1.31 |
| Venezuela | 623.69 | 339.31 | 54 | 12.66 | 65 | 2.95 |
|  |  |  |  |  |  |  |

*STD is the standard deviation.

Canada). This is partly a problem of data availability on some variables previously discussed in this chapter.

Thirty-five nations in the framework of pooled regression yields a large sample for analysis, because overall sample size is $n$ (35) multiplied by time (t). Thus, the sample size becomes 805. However, we lost the 1960 year for the 35 nations as a result of expressing some variables as first differences, to compute growth rates. This brings the total sample to 770.

To summarize the data overall, Table 2 presents the means and standard deviations and Figure 6-12 are histograms
for the variables (government current revenue as a percentage of GDP, savings per capita, life expectancy at birth, infant mortality rate, percentage of labor force in agriculture, protest demonstrations and political strikes) used in the analysis prior to any standardizing, differencing or the computation of the indexes used in the time series analysis.

The intercorrelation coefficients among the variables are reported in Table 3. Table 3 reveals that multicollinearity, a violation of one of the classical regression assumptions that no independent variable is a perfect linear function of the other independent variable, is not a serious problem in the data. There are very high correlations between infant mortality, life expectancy and percentage of labor force in agriculture. However, the use of composite indexes in this study (to be described below) to combine some variables reduces these problems of multicollinearity (Berry and Feldman 1985, 43). Therefore, by combining infant mortality rates, life expectancy and saving per capita into the Physical Quality of Life Index, multicollinearity is greatly reduced. Also, because these indexes, discussed below, are based on the modernization-instability theory, they are composed of several variables and provide a good measures of the overall concepts of importance in this analysis.

TABLE 2

MEANS AND STANDARD DEVIATIONS
( $\mathrm{N}=805$ )

| Variable* | Mean | Standard Deviation |
| :--- | :---: | :---: |
| Political Deaths <br> (DTH) | 110.49 | 1094.32 |
| Political Strikes <br> (PST) | .84 | 3.39 |
| Protest Demonstrations <br> (PTD) | 3.11 | 10.20 |
| Savings per capita <br> (SAV) | 388.80 | 678.17 |
| Government Current <br> Revenue as a \% of GDP <br> (GCRGDP) <br> Infant Mortality Rate <br> (IMR) | 21.60 | 49.54 |
| Life Expectancy Rate | 86.94 | 60.07 |
| Labor Force in Agriculture <br> (LFA) | 57.90 | 12.84 |
|  | 29.09 |  |

Indexes
Having identified the operational measures of social mobilization and economic development, and having coped with the problem of missing observations, overall indexes of economic development (PQLI), social mobilization (SOM) and unconventional political participation can now be constructed. While there are several methods for composite index construction, the most widely used and the one adopted in this study is the "standardized additive method" (see, for example, Putnam 1967; Duval and Welfling 1973; Liu
Frequency of Govt Revenue
as a of GDP

$\qquad$
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*


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* * *
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Frequency of
Frequency Infant Mortality
Rate


Figure 9. Histogram of Infant Mortality Rates (per 1,000 infants), 1960-1982

Figure 10. Histogram of Percentage of Labor Force in Agriculture, 1.960-1982
Frequency of Protest
Demonstrations

Figure 1l. Histogram of Protest Demonstrations, 1960-1982
Frequency of
Political Strikes

TABLE 3

| INTERCORRELATION MATRIX ${ }^{\text {a }}$ |  |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Variable | PTD | PST | DTH | SAV | GCR | IMR | LEX | LFA | EDU |
| PTD | 1.000 |  |  |  |  |  |  |  |  |
| PST | . 668 | 1.000 |  |  |  |  |  |  |  |
| DTH | . 002 | . 002 | 1.000 |  |  |  |  |  |  |
| SAV | . 137 | . 030 | -. 052 | 1.000 |  |  |  |  |  |
| GCR | . 085 | . 013 | -. 030 | . 185 | 1.000 |  |  |  |  |
| IMR | -. 261 | -. 114 | . 083 | -. 578 | -. 275 | 1.000 |  |  |  |
| LEX | . 254 | . 121 | -. 082 | . 584 | . 264 | -. 984 | 1.000 |  |  |
| LFA | -. 279 | -. 144 | . 113 | -. 602 | -. 256 | . 931 | -. 941 | 1.000 |  |

[^0]1976). The standardized additive method entails the transformation of the data on separate variables into standardized scores, 2 -scores, which are in turn added to give the index. The major reason for the standardization is, of course, to eliminate the differing units of measurement among those variables so that they can be more validly combined into an additive index. All indexes are created as an unweighted average of the standardized scores of the variables composing them. The unweighted average is employed here because there is no compelling theoretical basis for using any weighting scheme and because the original PQLI was similarly constructed (Sewell 1980, 162). In this work, economic development is measured by a physical quality of life index (PQLI) composed of life expectancy, infant mortality, and savings per capita. similarly, the political participation index (UPP1) is constructed using the $z$-scores of number of peaceful demonstrations and political strikes.

## Measuring Change

As mentioned in Chapter $I$, all the independent variables used here are expressed as percentage changes (rates) as opposed to "levels" as suggested by Deutsch's theoretical discussion (1961). The method adopted here to measure change and, hence, to compute rates of growth, needs some discussion. Although there are other methods for
computing rates of growth (Van Meter 1974), the percentage change score, otherwise called relative change, is used in this study. It is calculated as

$$
\% \Delta X=\frac{X_{t}-X_{t-1}}{X_{t-1}} \quad 100
$$

where $X_{t}$ and $X_{t \cdot 1}$ are values of a particular variable taken at two consecutive points in time. While there is no simple answer with regard to the best measure of change or growth rate, Van Meter suggests that the best approach should be a function of situations, the nature of the data, and the purpose of one's research $(1974,135)$. In this study, theory suggests that we use relative changes in the rates of social mobilization, political participation and political institutionalization to operationalize the modernization-instability thesis. The dependent variable, however, is best measured as levels of political instability since modernization-instability thesis suggests that it is rate of change that produce amounts of instability.

## Statistical Procedures

I now describe, in greater detail, the statistical procedures to be used in this study, the problems associated with them and the remedies to those problems. As noted, there are two statistical procedures used in this study: pooled cross-sectional time-series regression and Grangercausality tests.

Pooled Cross-Sectional Time-Series Analysis
The political instability equation is estimated here using annual cross-sections and time-series data over 1960-1982 for a group of thirty-five nations listed in Appendix A and described above. The advantages and the strengths of a pooled cross-sectional and time-series design over a separate cross-sectional or time-series design have been presented in Chapter I. When one deals with cross-sectional and time-series data, one combines the assumptions that are usually made about cross-sectional and time-series data (Kmenta 1971; Zuk and Thompson 1982; Stimson 1985).

In time-series analysis it is usually suspected that the error terms are serially correlated, since the order of the observations has a meaning. Serial correlation (also called autocorrelation) implies that the error term from one time period depends in some systematic way on error terms from earlier time periods. When this is true, one of the underlying assumptions in classical linear regression, that different observations of the error term are independent of each other, is violated (Levenbach and Cleary 1984, 355).

With cross-sectional observations like nation-states, it is frequently true that the errors are mutually independent, but heteroscedastic (Kmenta 1971). Heteroscedasticity violates the classical regression assumption that the error terms are drawn from a distribution that has a constant
variance (homoscedasticity). Often, heteroscedasticity occurs in data sets in which there is wide disparity between the largest and smallest observed values, which is why it is common in cross-sectional models.

Serial correlation and heteroscedasticity do not cause bias in the coefficient estimates. However, since both increase the variances of the estimated coefficients, the tests of significance that we apply will be based on the wrong covariance matrix. Neither the $t$ statistic nor $F$ statistic can be relied on in the face of autocorrelation or heteroscedasticity. Therefore, in the presence of either/or (or both), the researcher might reject a null hypothesis that should not be rejected. Given the consequences of autocorrelation and heteroscedasticity, this study makes a conscious effort to investigate and remedy them.

There are basically three methods available for estimating pooled models.

1. Ordinary least squares (OLS) is considered best when it is "feasible to assume that the intercepts are fixed (not random) and equal for all cross-sections, that the coefficients of the independent variables are fixed and equal for all cross-sections, that autocorrelation and heteroscedasticity are not present" (Levenbach and Cleary 1984, 356). Simply stated, oLS is appropriate when there are no complications in the error structure. This assumption is certainly naive, because "the foregoing represent a
rather restrictive set of assumptions that will generally not be satisfied" (Levenbach and Cleary 1984, 356) for time-series observations from pooled cross-sections.
2. The analysis of covariance model, i.e., the oLS model incorporating either time-point or cross-section dummy variables (LSDV), assumes that the coefficients are constant, but the intercepts may differ. LSDV recognizes that pooling may lead to variable cross-section and time-series intercepts, and so uses the dummy variables to allow for different intercepts for each cross-section and for different time periods (Levenbach and Cleary 1984, 357). However, this method can consume substantial degrees of freedom and, consequently, reduces the statistical power of the model (Pindyck and Rubinfeld 1976, 205). In addition, this approach does not deal with situations in which the regression lines for variables shift over time and over cross-sections (Pindyck and Rubinfeld 1976, 205).
3. Another type of model is the "variance components" or "error components" model (Balestra and Nerlove 1966, 585-612; Fuller and Battese 1974). In this model, the intercepts are treated as random, instead of fixed variables, and are assumed to be independent of the residuals and mutually independent. Further, the residuals are assumed to display zero mean and common variance, to be serially independent, and independent across cross-sections.


#### Abstract

The error component model allows for different intercepts and also assumes a fairly sophisticated error structure. But it is often hard to assume that the intercepts are independent of the residuals and also mutually independent. In fact, sometimes it is very reasonable to treat intercepts as correlated with an explanatory variable X. For instance, in the study of modernization-instability, it is very conceivable that some features or patterns of modernization in some nations or regions may affect the rate of modernization in other nations similarly. Feierabend and Feierabend $(1966,257)$ have aptly argued that modern affluent nations (with their complex nature of economic and political systems) serve as models of modernity to nations emerging from a traditional society. It is also equally plausible to argue that some countries (irrespective of their level of modernization) emulate the modernization patterns of others. Japan is a good example of a country that many industrialized and nonindustrialized nations are trying to emulate. Often patterns copied by other nations may have some lingering effects in the modernization processes. The same argument can be made with regard to the effect of political participation. It is quite conceivable that some of the cross-section or time-series relevant variables may complicate the error structure and, consequently, cause what is referred to as "contemporaneous correlation between cross-sections" (Parks 1967, 1974).


The error component model fails to account for such complications in the error structure because it assumes homoscedasticity (i.e., that the error terms are drawn from a distribution with equal variance), implies that the contemporaneous correlation between the disturbances of two cross-section units is the same for every pair of countries and that the correlation between the disturbances of a given nation is constant over time and the same for every nation (Kmenta 1971; Levenbach and Cleary 1984; Pindyck and Rubinfeld 1976).
4. Given that some of the cross-section or time-series relevant variables (social mobilization and/or political participation) may lead to a contemporaneously correlated error structure, and since the data display autocorrelation and heteroscedasticity (see Tables 5 and 6 in Chapter IV), the deaths from domestic political instability equation is estimated here using a form of the generalized least squares (GLS) procedure that is based on the cross-sectionally correlated time-wise autoregressive model of the error structure (Kmenta 1971). This method is called the "autoregressive model" (Parks 1974), and is discussed in Chapter IV.

Causality Tests: Granger-Causality
Granger (1969) has suggested a notion of causality that is applicable in longitudinal analysis. The application of

Granger's idea of causation is widespread in economics and business, but less so in political science (but see Freeman 1983). The usefulness of this method has been presented in Chapter I. In the current chapter, an attempt is made to describe how it is applied in this study. The Granger-causality tests are applied to time-series data over the period 1960-1982 in the cases of twelve nations selected randomly from the thirty-five nations listed in Appendix A.

Before carrying out an empirical test for causality, a certain theoretical framework will be necessary as to the notion of causality that underlie this study. To define "cause" and, hence, "causality," is essentially a philosophical problem; various definitions have been given through the years (see Zellner 1979). The problem associated with the definition of "cause" and, hence, "causality," is equally noted by Granger.

It is doubtful that philosophers would completely
accept this definition [their definition], and possibly
cause is too strong a term, or one too emotionally
laden, to be used. A better term might be temporally
related, but since cause is such a simple term we shall
continue to use it (Granger and Newbold 1977, 225).
Therefore, the term "cause" (and hence "causality") is used here mainly in the sense of Granger. To test for Grangercausality, one examines whether lagged values of one series add statistically significant predictive power to another series' own lagged values for one-step ahead forecasts. If so, the first series is said to Granger-cause the second.

The estimation of Granger~causality is a two-step procedure. For example, to determine if there is causality running from social mobilization (SOM) to deaths from domestic political violence (DPV), DPV is first estimated as a function of past values of DPV (called the restricted equation) and then estimated as a function of its past values and past values of SOM (called the unrestricted equation). The two autoregressive equations are expressed as follows:

$$
\begin{aligned}
& D P V_{t}=a_{0}+\underset{j=1}{P} \mathrm{~m}_{\mathrm{j}} D P V_{\mathrm{t} \cdot \mathrm{j}} \quad \text { (Restricted) } \\
& D P V_{\mathrm{t}}=\mathrm{b}_{0}+\underset{j=1}{P} \mathrm{~b}_{\mathrm{j}} D P V_{\mathrm{t} \cdot \mathrm{j}}+\underset{\mathrm{k}=1}{\sum_{k} \mathrm{c}_{\mathrm{k}}} \mathrm{SOM}_{\mathrm{t}-\mathrm{k}} \quad \text { (Unrestricted) }
\end{aligned}
$$

where $p$ and $q$ are the number of lags of $D P V$ and $S O M$ respectively. There is causality, in the sense of Granger, from SOM to DPV if the inclusion of the past values of SOM significantly improved the prediction of DPV.

To implement the Granger test, one calculates the following F-statistic under a null hypothesis that all the coefficients of the lagged values of the independent variables are jointly insignificant:

$$
F=\frac{\left(\mathrm{RS}_{\mathrm{FH}}-\mathrm{RS}_{\mathrm{RM}}\right) /\left(\mathrm{DF}_{\mathrm{FM}}-D F_{\mathrm{RM}}\right)}{\left(1-R S_{\mathrm{FH}}\right) /\left(\mathrm{N}-\mathrm{DF} \mathrm{FH}_{\mathrm{FH}}\right)}
$$

where $N$ is the sample size, $R_{F M}$ is the square of the multiple correlation coefficient for the full model, $\mathrm{RS}_{\mathrm{RM}}$ is the square of the multiple correlation coefficient for the restricted model, $\mathrm{DF}_{\mathrm{FM}}$ is the degrees of freedom associated with the full model, that is, the number of parameters to be estimated in the full model, and $\mathrm{DF}_{\mathrm{RM}}$ is the degrees of freedom or number of parameters to be estimated in the restricted model.

We calculate the $F$-statistics under the null hypothesis that all the coefficients of the lagged values of SOM are jointly insignificant (all $c_{i}=0$ ). If we cannot reject the null hypothesis, then the conclusion is that SOM does not cause DPV. If we reject the null hypothesis, the conclusion is that SOM Granger causes DPV.

Since Granger-causality tests involve time-series data and the use of lagged variables, some decisions must be made before implementing them. First, the Granger tests require that the series be differenced (detrended) (Granger 1969, 1980; Brillembourg and Kham 1979; Darrat 1988). That means that the series' basic statistical properties (e.g., means, variance and covariance) should remain constant over time. This step is very important "to avoid problems of spurious correlation that could emerge with the series following a common trend as well as to remain within the Granger framework of causality" (Brillembourg and Khan 1979, 360). second, the tests require that maximum lag lengths of the
dependent variable (e.g., DPV) be used to produce white noise. These requirements must be met for meaningful results to be obtained.

First, let us consider the issue of detrending. To detrend the data and achieve mean and variance stationarity, all the variables are expressed in growth rates which is asymptotically equivalent to taking the log of the variables and applying the first-difference operator (Pierce 1977; Levenbach and Cleary 1984). However, to confirm that stationarity is achieved through the employment of growth rates, regressions of each of these variables on a constant and time were carried out for each country. The coefficient of time was insignificant at even the 10 percent level, while similar regressions of the raw variables displayed the presence of strong time trends.

The second issue is the choice of appropriate lag lengths in the specification of the model. This is a very important consideration because if the lag length of the dependent variable is not long enough to capture all nonzero coefficients, Granger tests may yield a spurious result of causality (Cassidy 1981; Kmenta 1971). This is because serial correlation in the residuals may exist if the lag lengths are too short in the Granger tests, invalidating the F-test. If the lag lengths are too long, the estimates will be unbiased, but inefficient.

Despite the fact that equations estimated using growth rates avoid the spurious correlation phenomenon common in regressions based on a level format estimation (Granger and Newbold 1974), potential problems of serial correlation in the estimation of equation (2) are eliminated because of inclusion of lagged dependent variables (Guilkey and Salemi 1982, 669). In this study, Granger tests were estimated with two past values of the dependent variable. Given the size of our sample (23) and to avoid running short of degrees of freedom (Gujarati 1978, 261), the unrestricted equations were estimated with one through seven past values of the independent variable. In addition, the two year lag length on the dependent variable was found to minimize autocorrelation accross all equations.

## Summary

In this chapter, I have argued that instability should be regarded as violent deviations from specific normality. Of course, there are different measures of such deviations, but the measure adopted here over all other measures of political instability is deaths resulting from domestic political violence. This measure has some major advantages over others in that it measures the immediate end-product of other violent activities such as armed attack, riots and demonstrations. Besides, it measures instability at the mass level, as opposed to counts of coups d'etat that
measure instability at the elite level. Elite instability is a common phenomenon in the modernizing nations. As such it could be considered culture/region bound, while deaths from political violence is a universal phenomenon that better fits the criteria of the most different system design.

I have also defined modernization and selected some indicators measuring it. Economic development is differently measured here to better account for the physical well-being of a society as opposed to using the conventional gross national product per capita. The index of economic development used is a variation of the Physical Quality of Life Index combining life expectancy, infant mortality rate and savings per capita.

All the measures of modernization and political instability are collected annually from 1960-1982 for the 35 nations. In the next chapter, I will begin the empirical analysis of the modernization-instability thesis for these nations.

## CHAPTER IV

## DATA ANALYSIS: POOLED REGRESSION <br> AND GRANGER-CAUSALITY RESULTS

The principal objective in this chapter is empirically to assess the extent to which modernization affects political instability. In the pooled regression analysis, the relationship between modernization and political instability over a twenty-three year period (1960-1982) is analyzed for the 35 nations discussed previously. In the Granger-causality tests, twelve nations were randomly selected from the group of 35 for individual time-series analysis. They include, alphabetically, Belgium, Burma, Ethiopia, Greece, Jamaica, Mexico, Morocco, Nicaragua, Peru, Syria, the United Kingdom, and Zaire.

To review, growth in social mobilization, is a part of what happens to a people in the process of modernization (Deutsch 1961, 493), as is political participation (Huntington 1971, 315). However, the impact of modernization on political instability may be mediated through the interaction between social mobilization, political participation, economic development and political institutionalization, according to the gap hypothesis (Huntington 1968, 1971).

To analyze this impact, I estimate two models. The first (the additive model) assesses the simple additive effects of social mobilization, political participation, economic development and political institutionalization on political instability. The second (the gap hypothesis model) examines the effects of the ratios of social mobilization to economic development and political institutionalization. Before reporting the findings, here is how the entire model for this study is specified.

Model Specification
The modernization-instability model is a complex one. Given this complexity, a complete model is needed. To truly determine which of the aforementioned hypotheses (presented in Chapter II) is valid, the entire model takes the following general form:

$$
\begin{aligned}
& \operatorname{LogDPV}_{i t}=F\left(\operatorname{SOM}_{i t} ; \operatorname{UPP}_{i t} ; P Q L I_{i t} ; P O I_{i t}\right) \\
& \mathrm{SOM}_{\mathrm{it}} \quad=\quad \mathrm{f}\left(\mathrm{LFA}_{\mathrm{it}}\right) \\
& U P P_{i t} \quad=f\left(U P P 1_{i t} \text { or } U P P 2_{i t}\right) \\
& \text { UPP1 }_{i t}=f\left(P_{i t}, P S T_{i t}\right) \\
& \text { UPP2 }_{i t} \quad=\quad \mathrm{f}\left(\mathrm{SOM}_{\mathrm{it}} / \mathrm{PQLI}_{\mathrm{it}}\right) \\
& \mathrm{PQLI}_{i t}=\mathrm{f}\left(\mathrm{LEX}_{\mathrm{it}}, \mathrm{IMR}_{\mathrm{it}}, \operatorname{SAV}_{\mathrm{it}}\right) \\
& \text { POI }_{\text {it }} \quad=\quad \mathrm{f}\left(\mathrm{GCRGDP}_{\mathrm{it}}\right)
\end{aligned}
$$

The above model simply states that deaths from domestic political violence (DPV), logged because its distribution is very skewed, in the ith country at time period, $t$, is
determined by modernization (MOD), including social mobilization (SOM) and political participation (UPP), economic development (PQLI), and political institutionalization (POI). Social mobilization (SOM) is, in turn, measured by the percentage of labor force in agriculture (LFA). Unconventional political participation (UPP) is measured in two ways. UPP1 is the political participation index formed from z-scores of protest demonstration (PTD) and political
strikes (PST). UPP2 is political participation potential measured by the ratio of social mobilization to physical quality of life index (SOM/PQLI). Economic development is the physical quality of life index (PQLI) constructed from the $Z$-scores of savings per capita, life expectancy at age one and infant mortality rate. Political institutionalization (POI) is measured by the central government current revenue as a percentage of the gross domestic product (GCRGDP) .

The additive version of the general model (la) assesses the individual effects of social mobilization, political participation, economic development and political institutionalization on deaths from domestic political violence:

$$
\begin{equation*}
\operatorname{logDPV} V_{t}=a_{0}+a_{1} \operatorname{SOM}_{t}+a_{2} \text { UPPI }_{t}+a_{3} \text { PQLI }_{t}+a_{4} \text { GCRGDP }_{t}+e_{t} \tag{1a}
\end{equation*}
$$

where SOM is the social mobilization index, UPPI is the political participation index, $P Q L I$ is the physical quality
of life index, GCRGDP is government revenue as a percentage of gross domestic product and $e$ is the error term.

The gap hypothesis version of the of the general model (1b) assesses the effects on deaths from political violence of the ratio of social mobilization with economic development and with political institutionalization.
$\operatorname{logDPV} V_{t}=b_{0}+b_{1} \operatorname{SOM}_{t} / \operatorname{PQLI}_{t}+b_{2} \operatorname{SOM}_{t} / \operatorname{GCRGDP}_{t}+u_{t}$
where all varibles are as defined previously, and $u$ is the estimation error term.

With respect to the signs of the coefficients, modernization theorists have argued that the greater the rates of social mobilization and political participation, the more deaths from domestic political violence (DPV), while the greater the rates of economic development and political institutionalization the lower the DPV. Similarly, they have contended that the ratio between social mobilization and economic development, and the ratio between social mobilization and political institutionalization the greater the rate of political instability. Thus $a_{1}, a_{2}, b_{1}, b_{2},>0$, while $a_{3}$ and $a_{4}<0$.

The rationale for developing these two separate models, to review, is to find out which model is better specified and consequently proves more useful in the analysis of the modernization-instability thesis. The next section examines
the results of the pooled regression analyses for these models.

## Pooled Regression Results

Equations la and lb were estimated by pooling annual time-series and cross-section data, for the period 1960 to 1982 for the thirty-five nations listed in the Appendix $B$. In order to estimate both equations, some assumptions were made about the estimation error term $e_{i t}$ in $1 a$ and $1 b$.

When pooling cross-sectional and time-series data, certain questions must be answered with regard to the structure of the error term. As mentioned in Chapter III, there are basically four methods of pooling cross-section time-series data, namely, Ordinary Least Squares (OLS), covariance model, i.e., OLS incorporating dummy variables (LSDV), error component model and autoregressive model. To use any of these methods depends on the nature of the data, and hence the error term.

First, the OLS model assumes that there is no complication in the error term, i.e., the intercepts are fixed, equal for all cross-section units, no autocorrelation and heteroskedasticity and no contemporaneous correlation among the residuals of the cross-section units. These assumptions are rather naive because they are very difficult to satisfy. However, in this study, it is used as a referent.

The second model, covariance model, recognizes that pooling may result in different cross-section and timeseries intercepts and adds dummy variables to characterize each cross-section unit and time period. However, this model consumes a large number of degrees of freedom and also fails to account for the sources of variable cross-section and time-series intercepts. Consequently, it is not used here.

The third model is the error component model (a hybrid of the OLS and LSDV models). In this method, the intercepts, $\alpha_{i}$, are treated as random, independent of residuals, $u_{i t}$, and also are mutually independent. Further, it assumes that the error term has zero mean, common variance and are serially independent and independent across cross-section units. The error component model is not used here because as will be shown later, the data reveal presence of (a) autocorrelation, (b) heteroskedasticity, and (c) the likelihood of contemporaneous correlation.

To account for such complexities in the data, the above models fail. Thus, it is more appropriate to use the autoregressive model (Parks 1967) that accounts for heteroskedasticity and both autocorrelation and contemporaneous correlation among disturbances. This preferred method is a variant of the generalized least squares method (to be discussed later). On the whole, two alternative approaches were used here--the OLS and autoregressive models.

First, I assumed that there were no complications in the estimation exror term $e_{i t}$, i.e., that the data do not suffer from heteroskedasticity, autocorrelation or contemporaneous correlation between cross sections. As a result, Ordinary Least Squares (OLS) was first applied to the data.

Secondly, I assumed that the error term $e_{i t}$ is heteroskedastic, contemporaneously correlated and autoregressive. This specification of the model was estimated by the method proposed by Parks (1967) (to be discussed later in this chapter).

The Ordinary Least Squares (OLS) Results
The estimated coefficients and their standard errors are displayed in Tables 4 and 5. The standard errors are given in parentheses beneath the estimated coefficients.

For model (la), the additive model, the regression coefficients for political participation (UPPI), social mobilization (SOM), economic development (PQLI), and political institutionalization (GCRGDP) are all consistent with the modernization-instability theory--with UPPI and SOM displaying a positive relationship with deaths from domestic political violence (DPV) and PQLI and GCRGDP showing a negative relationship with DPV (see Table 4). However, the standard errors indicate that the impacts of SOM and UPPI on DPV are not statistically significant (p > .22), while the
negative impacts of $P Q L I$ and GCRGDP on DPV are very significant ( $p<.001$ ).

TABLE 4
ADDITIVE MODEL: EFFECTS OF POLITICAL PARTICIPATION INDEX, SOCIAL MOBILIZATION, ECONOMIC DEVELOPMENT AND POLITICAL INSTITUTIONALIZATION

ON POLITICAL INSTABILITY 1960-1982 ( $\mathrm{N}=770$ )

ORDINARY LJEAST SQUARES ESTIMATES (OLS)

Independent Variables Dependent Variable: DPV

| Constant | $1.1523 *$ |
| :--- | :--- |
| $(.17405)$ |  |

Political Participation Index (UPP1)
.00003
(.00015)

Social Mobilization (SOM)
.000017
(.00002)

Economic Development (PQLI)
-. $00021 *$
(.00004)

Political Institutionalization (GCRGDP)
-. 00324 *
(.00073)
$\mathrm{R}^{2}=.06 \quad \mathrm{~F}=13.22 \quad \mathrm{P}=.0001 \quad \mathrm{SE}=1.66$
Main table entries are the parameter estimates and the numbers below them in parentheses are then standard errors. *Significant at or below the . 001 level.

As can be seen from Table 4, the statistical fit of the equation (la) is not very impressive: $\mathrm{R}^{2}$ is only . 06 . However, the $F$ value for the equation is statistically
significant ( $\mathrm{p}<.0001$ ), allowing one to reject the null hypothesis that all the right-hand side variables as a group except the constant term have zero coefficients. The $R^{2}$ of .06 is particularly small, despite the fact that two variables in the equation are statistically significant. This is common with equations estimated in growth rate format. Its low value should not be very discouraging because equations estimated in growth rates format avoid the spurious correlation phenomenon common in regressions based on a level format (Granger and Newbold 1974).

For model (1b) the nonadditive model, Table 5 reports the oLS estimates. The results indicate that gap hypothesis is not supported. Contrary to the gap argument, the ratios of social mobilization with economic development (SOM/PQLI) and political institutionalization (SOM/GCRGDP) displayed negative relationships with DPV. Furthermore, their coefficients are statistically insignificant even at the 10 percent level ( $p>.30$ ), as is the $F$ coefficient for the equation. Finally, as can be seen in Table 5, the fit of the equation (1b), as indicated by $R^{2}$ of . 004 , $F$ statistics of .139 , is less satisfactory than that of the additive model. These findings are clearly at odds with the gap hypothesis.

The Generalized Least Squares (GLS) Results
Despite the positive results displayed for the additive

OLS model in Table 4, the OLS results are generally suspect.
TABLE 5

GAP HYPOTHESIS MODEL: EFFECTS OF SOCIAL MOBILIZATION WHEN RATIOED WITH ECONOMIC DEVELOPMENT AND POLITICAL INSTITUTIONALIZATION

ON POLITICAL INSTABILITY
1960-1982
( $\mathrm{N}=770$ )
ORDINARY LEAST SQUARES ESTIMATES (OLS)

| Independent Variables | Dependent Variable: DPV |
| :--- | ---: |
| Constant | $.92790 *$ <br> $(.06190)$ |
| Ratio of Social Mobilization <br> to Economic Development (SOM/PQLI) | -.00043 <br> $(.00085)$ |
| Ratio of Social Mobilization to <br> Political Institutionalization <br> (SOM/GCRGDP) | -.00001 <br> $R^{2}=.004$ |

Note: See notes to Table 4.
*Significant at or below the . 001 level.

They most likely are plagued by serial correlation and heteroscedasticity in the data, since these are very common in pooled time-series data. Further inquiry into the distribution pattern of the regression residuals is necessary to determine whether these problems are actually present. When the residuals are grouped by country and
their behavior over time examined, positive autocorrelation emerges for most of the nations used in the analysis (Figure 13). Positive autocorrelation means that this time's observation of the error term tends to have the same sign as last time's observation of the error term, i.e. when the successive values of errors do not change sign frequently.

To formalize the graphical approach (since different individuals can interpret a graph differently), it is essential that one performs an alternative test for autocorrelation. In practice most classical econometric research assumes a first-order autoregressive scheme and regresses the residual ( $u$ ) on its one period lag without intercept (Koutsoyiannis 1977, 216).

First, the OLS is applied to the data and the residuals $u_{i t}$ are obtained. For the additive model, the equation is that estimated in Table 4:

$$
D P V_{t}=a_{0}+a_{1} S O M_{t}+a_{2} U P P I_{t}+a_{3} P Q L I_{t}+u_{t}
$$

The value of the residuals from the above equation were then regressed on several forms of their one period lagged values. The presence of autocorrelation is determined by the significance of the autocorrelation coefficient, rho ( $\rho$ ) . The standard tests of significance are the t-statistics (for the statistical significance of $\rho$ ) and $F$ statistic for the global significance of the regression.
Residuals
$(e i=Y i-Y i)$

Figure 13. Positive Autocorrelation

After the residual $u$ was obtained and regressed on its one period lag:

$$
u_{t}=\rho u_{t-1}+v_{t}
$$

where $u=$ the error term of the equation,
$\rho=$ the coefficient of the autocorrelation, and
$v_{t}=a$ random (non-serially correlated) error term,
the coefficient of the lagged value of residuals was statistically significant ( $\mathrm{p}<.001$ ) (Table 6).

## TABLE 6

AN ALTERNATIVE TEST FOR SERIAL CORRELATION, 1960-1982 ( $\mathrm{N}=805$ )

| Independent Variable | Dependent Variable: $u_{i t}$ |
| :--- | :---: |
| $u_{t-1}$ | $.45310 * *$ <br> $(.03145)$ |
| $R^{2}=.21$ | $F=202.01$ |

Note: Seen notes to Table 4 . **Significant at the . 0001 level.

To check for the presence of heteroscedasticity in the data, I used three methods.

1. Nature of the problem. According to Gujarati, often the nature of the problem under consideration indicates whether the data are heteroskedastic or not. For
instance, "in family budget studies, it was found that the residual variance around the regression of consumption on income increased with income" (Gujarati 1978, 200-201). Similarly, heteroskedasticity is expected in our data since we notice that deaths from domestic political violence are notably higher in some nations (those nations that fought Civil wars, (Ethiopia) or have high violent events (Rwanda) than in others (e.g., Belgium). As already hinted in Chapter III, figure 4 provides the evidence of the kinds of variation within the analyzed countries. Thus, it is logical to conclude that the residuals $e_{1}, e_{2}, \ldots e_{k}$ and, hence, the error terms $v_{1}, v_{2}, \ldots . v_{N}$, are likely to vary from nation to nation with regard to deaths from political violence even after DPV has been logged.

The thirty-five nations under study also differ markedly in size of population. As a result, in using such indicators of social mobilization and economic development, one is likely to encounter different magnitudes of errors. For instance, the errors in measuring savings per capita, life expectancy, infant mortality and the like for small countries are, ceteris paribus, smaller than for large countries. Thus, heteroskedasticity will be particularly prevalent when the data cover a large range of indicators of social mobilization and economic development, as in this analysis.
2. Graphic Method. Another method used in this analysis to test for heteroscedasticity is to examine the scatter diagram of residual plots (Frank 1978, 287-288). To use this method, one plots the residuals $\left(e_{i}\right)$ against any of the independent variables or against the predicted value of the dependent variable. If heteroscedasticity is present, there should be a fan-shaped pattern of residuals increasing with the increasing values of the independent variables or a funnel shaped pattern of residuals decreasing with the increasing values of the independent variables. If there is no heteroscedasticit:y we will observe a rectangular pattern of residuals which indicates that the residuals are relatively constant in absolute values as the values of the independent variable increase. Figure 14 demonstrates a fan-shaped pattern of residuals increasing with the increasing values of the social mobilization index.
3. Glejser test. Glejser $(1969,316-23)$ suggests using the absolute values of residuals, in a further test for heteroscedasticity. The test is performed as follows: (a) the regression equation is estimated by OLS and the residuals calculated; (b) the absolute values of residuals, $\left|e_{i}\right|$, are regressed on an explanatory variable, $x$, that is thought to be closely associated with the error variance; and (c) the slope coefficient for the regression in (b) is examined. If it is statistically significant, using the
Residuals
(ei = Yi-Yi)

t-test, this will indicate that the error variances increase proportionately with $X$. The advantage of this procedure is that it gives us information on the form of heteroscedasticity, that is, on the particular way in which the variance of the error term is connected to Xi .

The above procedure was followed by first regressing DPV on the SOM, PPP1 and GCRGDP as in Table 4. That is:

$$
\mathrm{DPV}_{t}=c_{0}+c_{1} \mathrm{SOM}_{t}+c_{2} \mathrm{UPP}_{t}+c_{3} \mathrm{PQLI}_{t}+c_{4} \operatorname{GCRGDP}_{t}+v_{t}
$$

The absolute values of the residuals from the above equation were then regressed on SOM. The results, presented in Table 7, indicate a strong positive relationship between $S O M$ and the absolute values of the residual. That is, the estimated coefficient of $S O M$ is significant below the . 001 level. From Table 7, then, it is quite evident that the variance of the error term is a function of SOM (i.e., SOM is related to the heteroscedasticity).

As demonstrated above, the data are beset with heteroscedasticity as well as autocorrelation. Another issue that is often overlooked by researchers is that there is a possibility of further complications in the error structure (due to influence of modernization patterns of some nations on the modernization processes of others and, consequently, forcing regression lines to shift). This is called "contemporaneous correlation" (Parks 1967, 1974). It is likely
present in these data because of the impact of modernization pattern of some nations on others.

TABLE 7

$$
\begin{gathered}
\text { GLEJSER FORMAL TEST FOR HETEROSCEDASTICITY } \\
\text { EFFECTS OF SOCIAL MOBILIZATION ON THE } \\
\text { ABSOLUTE NUMBER OF RESIDUALS, } \\
\left(\mathrm{e}_{\mathrm{i}}\right), 1960-1982 \\
(\mathrm{~N}=770)
\end{gathered}
$$

| Independent Variables | Dependent Variable: $\left\|e_{i}\right\|$ |
| :---: | :---: |
| Constant | $\begin{gathered} .82803 * \\ (.07654) \end{gathered}$ |
| Social Mobilization (SOM) | $\begin{gathered} .00714 * \\ (.00137) \end{gathered}$ |
| $\mathrm{R}_{2}=.03 \quad \mathrm{~F}=27.04$ | $\mathrm{P}=.0001$ |

Note: See notes to Table 4 . *Significant at or below the . 001 level.

Given the consequences of such complications in the error structure--autocorrelation, heteroscedasticity and contemporaneous correlation, the preferred analysis method becomes a generalized least squares (GLS) procedure (to be discussed below) that is based on the cross-sectionally correlated and time-wise autoregressive model of the exror structure (Kmenta 1971; Parks 1967, 1974; Pindyck and Rubinfeld 1981). This model assumes that, over time, disturbances are autoregressively related, heteroscedastic over cross-section units, and mutually correlated. Models
(1a) and (1b) were reestimated using this variant of the GLS procedure as developed by Parks (1974).

Parks (1974) considered the first-order autoregressive model in which the random errors

$$
u_{i j} \quad i=1,2, \ldots \ldots, N ; j=1,2, \ldots \ldots, T
$$

are heteroscedastic, contemporaneously correlated and autoregressive. Given such a complex nature of the disturbances, the covariance matrix, $v$, for the vector of random errors, $u$, is estimated by a two-stage procedure, leaving the regression estimates to be estimated via the usual generalized least squares.

First, each equation is estimated separately by the usual ordinary least Squares (OLS) to obtain the estimated residuals, $\hat{u}_{i t}$. From these estimated residuals, $\hat{u}_{i t}$, we calculate the estimate of the covariances of the disturbances, $\sigma_{i j}$.

$$
\sigma_{i j}=[1 /(T-K)] \Sigma \hat{u}_{i t} \hat{u}_{i t}
$$

where $K$ is the number of regression parameters estimated. After we estimate $\sigma_{i j}$, we then reestimate all the $N$ cross-sectional equations jointly, using GLS to estimate all the $\alpha_{\mathrm{s}}$ and $\beta_{\mathrm{s}}$ simultaneously.

GLS (the Aitken estimator) rids an equation of firstorder autocorrelation and, in doing so, restores the minimum variance property to its estimation. It begins with an equation that does not meet the classical assumptions (due in this case to autocorrelation) and transforms it into one
that does meet those assumptions. It is usually assumed that in practice the errors follow a first-order autoregressive scheme:

$$
U_{t}=\rho U_{t-1}+v_{t}
$$

where the absolute value of $|\rho|<1$ and $v_{t}$ follow the OLS assumptions of zero mean, constant variance and lack of serial correlation (Studenmund and Cassidy 1987, 227). The autocorrelation can satisfactorily be resolved if rho ${ }_{(p)}$, the first order autocorrelation coefficient, is known. In the SAS TSCSREG implementation of Parks' procedure, rho is calculated from the data.

To see how GLS corrects serial correlation consider these models.

$$
\begin{equation*}
Y_{t}=d_{0}+d_{1} X_{t}+u_{t} \tag{a}
\end{equation*}
$$

If the above model is true at time $t$, it is also true at time t-1. Thus,

$$
\begin{equation*}
y_{t-1}=d_{0}+d_{1} x_{t-1}+u_{t-1} \tag{b}
\end{equation*}
$$

Multiplying model (b) by rho, $\rho$, on both sides gives

$$
\begin{equation*}
\rho Y_{t-1}=\rho d_{0}+\rho d_{1} X_{t-1}+\rho U_{t-1} \tag{c}
\end{equation*}
$$

and subtracting model (c) from (a) gives

$$
\begin{equation*}
Y_{t}-\rho Y_{t-1}=d_{0}(1-\rho)+a_{1}\left(X_{t}-\rho X_{t-1}\right)+v_{t} \tag{d}
\end{equation*}
$$

Since $v_{t}$ satisfies the ols assumption of uncorrelated errors, one proceeds to apply ols to (d) to obtain estimates that have optimum properties. If rho is not given, one can derive it from Durbin Watson (DW) values printed in the
than the $R^{2}$ of .06 and . 004 for the OLS estimates in Tables 4 and 5. Willet and Singer's (1988) comments on such high values of $R^{2}$, when weighted least-squares is applied, is very instructive:

## TABLE 8

ADDITIVE MODEL: EFFECTS OF POLITICAL PARTICIPATION INDEX, SOCIAL MOBILIZATION, ECONOMIC DEVELOPMENT AND POLITICAL INSTITUTIONALIZATION ON POLITICAL INSTABILITY

1960-1982
( $\mathrm{N}=770$ )
GENERALIZED LEAST SQUARES ESTIMATES (GLS)

Independent Variables Dependent Variable: DPV

| Constant | $\begin{aligned} & 1.21464 * * \\ & (.04678) \end{aligned}$ |
| :---: | :---: |
| Political Participation Index (UPPI) | $\begin{gathered} .000015 \\ (.000023) \end{gathered}$ |
| Social Mobilization (SOM) | $\begin{gathered} .000013 \\ (.000009) \end{gathered}$ |
| Economic Development (PQLI) | $\begin{aligned} & -.000258 * * \\ & (.000017) \end{aligned}$ |
| Political Institutionalization (GCRGDP) | $\begin{aligned} & -.003348 * * \\ & (.000138) \end{aligned}$ |
| $\mathrm{R}^{2}=.99 \quad \mathrm{SE}=.79$ |  |

Note: See notes to Table 4. **Significant at or below the . 0001 level.

## TABLE 9

## GAP HYPOTHESIS MODEL: EFFECTS OF SOCIAL MOBILIZATION WHEN RATIOED WITH ECONOMIC DEVELOPMENT AND POLITICAL INSTITUTIONALIZATION ON POLITICAL INSTABILITY 1960-1982

( $\mathrm{N}=770$ )
GENERALIZED LEAST SQUARES (GLS)

Independent Variables Dependent Variable: DPV

Constant
. 89214 **
(.04806)

Ratio of Social Mobilization
to Economic Development
(SOM/PQLI) -.00068**
(.00004)

Ratio of Social Mobilization
to Political Institutionalization
(SOM/GCRGDP)
-. 000015 **
(.0000005)
$\mathrm{R}^{2}=.99 \quad \mathrm{SE}=.79$

Note: See notes to Table 4. **Significant at or below the . 0001 level.

Weighted least-squares (WLS) regression analysis minimized the sum of squared residuals (and therefore maximizes the coefficient of determination) with respect to the transformed variables, whereas OLS regression analysis minimizes the sum of squared residuals (and maximizes the coefficient of determination) with respect to the original variables. Providing that the weighting scheme has been chosen appropriately to counteract the heteroscedastic nature of the random errors, a better fit will be achieved by WLS in transformed world. Thus, the coefficient of determination obtained unthinkingly from a statistical computer package under WLS regression is frequently much larger than the value obtained under the corresponding oLS fit (p. 237).

Since the preliminary oLS results are strengthened, we proceed to discuss the implications of the findings. The results obtained from the additive model (la) are consistent with the modernization-instability hypothesis. However, the findings from the nonadditive model (1b) are at odds with the argument of modernization theorists. It is the conclusion of this study that while the gap hypothesis makes an intuitive sense, it is unnecessary for the following reasons.

Upon close examination, model (1b) is very similar to the import demand model in economics, which hypothesized that quantity of imports (M) depends on the price of imports in domestic currency (PM) as well as the price of domestically produced substitutes (PD) (Murray and Ginman 1976, 75). That is, the quantity of imports (M) is a function of relative price index (PM/PD). Symbolically,

$$
M_{t}=F(P M / P D)_{t}
$$

According to Murray and Ginman, this type of mathematical specification (i.e. $\mathrm{PM} / \mathrm{PD}$ ) is troublesome. This is because the specification, $M_{t}=F(P M / P D)_{t}$, "constrains the influence of the two price variables to be equal but opposite in sign" with respect to their coefficients (Murray and Ginman 1976, 75). The specification discounts other factors that might affect PM or PD (e.g., individual preferences). For instance, while some people might prefer foreign cars, others might prefer domestic cars. This preference
obviously influences the PD or PM. The constraints, according to Murray and Ginman, can be removed by simple modification of the import demand equation, namely,

$$
M_{t}=F\left(P M_{t}, P D_{t}\right)
$$

The traditional complex "nonadditive" model of moderni-zation-instability, namely,

$$
D P V_{t}=F\left(S O M_{t} / P Q L I_{t}, \quad S O M_{t} / G_{t R G D P}^{t}\right)
$$

is similar to the import demand model. Casual reference to Figure 3, presented in Chapter II, makes this point clearer. With respect to their coefficients, the model specification in the gap hypothesis constrains the influence of modernization variables--SOM and PQLI or SOM and GCRGDP--to be equal in magnitude but different in signs with respect to their coefficients. For any given nation, the magnitude of, say, SOM and GCRGDP (with respect to their coefficients) may not be equal as the specification forces them to be. The original specification of the gap hypothesis, as we know, implies that the level of political instability depends on the rate of social moblization as well as the economic development or the rate of social mobilization and political institutionalization. This specification constrains the influence of, say, social mobilization and economic development or social mobilization and political institutionalization to be equal but opposite in sign with respect to their coefficients. The specification discounts other factors that might affect these variables. This may explain why the
gap hypothesis is not better specified. Given this problem, I contend that the model should be disregarded.

Given the inaccuracy of the gap hypothesis model (1b), the instability equation is better estimated by considering the separate effects of social mobilization, political participation and political institutionalization on deaths from domestic political violence. From the work of Ruhl (1975) one also discovers that the gap hypothesis model is problematic. Ruhl concludes (albeit not from the same rationale) that Huntington's complex model is unnecessary.

Huntington's theory states that the impact of modernization depends on the institutionalization and satisfaction levels with which it is associated; these results suggest that non-additive assumptions, that is, the ratio structures, may be unnecessary . . . The ratio structure of variable interrelationship which is at the core of Huntington's theory is more complex than necessary. Simpler additive assumptions, of independent variable effects appear more useful (1975, 15-18).

The enquiry into the impact of modernization on political instability is of vital importance, and empirical studies on the subject have been carried out through the years (see, for instance, Schneider and Schneider 1971; Ruhl 1975; Jackman 1978). These studies generally conclude just as this work does from its pooled regression analysis that there is a positive relationship between modernization and political instability.

It should be emphasized, however, that the above works derived their results from regressing modernization on
political instability. Obviously, regressions like these only show the presence of statistical correlation between modernization and political instability, but have very little to say about the causal ordering between them. In the remaining section of this chapter, the causal question between modernization and political instability will be addressed. In doing so, this work utilizes a causality technique proposed by Granger (1969). In what follows, I will present the empirical results of the Granger causality tests.

## Granger-Causality

Having discarded the gap hypothesis, Granger-causality tests are applied using the additive model. The application of Granger tests in this analysis is bivariate in nature: Social mobilization and political instability equations are estimated separately from those of political participation (UPPI) and instability.

Recall that the Granger tests were estimated with two past values of the dependent variable because this resulted in fewer problems with serial correlation than shorter lag lengths. Recall also that the unrestricted equations were estimated with one through seven lags of the independent variables.

Reported in Tables 10 through 22 are the Granger results for lag distributions from one through seven, including degrees of freedom (DF) and the calculated F-sta-
tistics under the null hypothesis that the coefficients of the lagged independent variables are zero. Each table contains four panels of seven equations. The first panel reports the findings whether social mobilization (SOM) causes deaths from domestic political violence (DPV). The second panel reports the findings about the reverse. The third panel presents the findings about whether political participation (UPP1) causes DPV, while the last panel reports the findings about the reverse ordering.

Modernization-Instability Causality in Belgium
The results from Belgium reported in Table 10 do not support any of the hypotheses of causality. Social mobilization (SOM) and political participation (UPP1) do not cause political instability, nor does instability cause them.

In each of the four panels, the lagged values of the independent variables did not significantly help in predicting the future values of the dependent variables. It is obvious from Table 10 that in no case can one reject, at any reasonable significance level, the null hypotheses of no causality between modernization and political instability. Hence, we conclude that in Belgium modernization and political instability are causally independent, thus confirming none of hypotheses $H_{7}$ through $H_{12}$. Symbolically, the causal ordering in Belgium takes this form:

$$
\begin{aligned}
& \text { SOM <----/----> DPV } \\
& \text { UPP1 <---/----> DPV }
\end{aligned}
$$

TABLE 10

## RESULTS FROM GRANGER-CAUSALITY TESTS, 1960-1982: BELGIUM

| Dependent Variable (Lags) |  | epend <br> iable <br> gs) | F | D.F. | Implications |
| :---: | :---: | :---: | :---: | :---: | :---: |
| DPV (2) | SOM | (1) | . 19 | $(1,19)$ | SOM --/---> DPV |
| DPV (2) | SOM |  | . 24 | $(2,18)$ | SOM --/---> DPV |
| DPV (2) | SOM |  | . 36 | $(3,17)$ | SOM --/---> DPV |
| DPV (2) | SOM |  | . 59 | $(4,16)$ | SOM --/---> DPV |
| DPV (2) | SOM | (5) | . 59 | $(5,15)$ | SOM --/-‥- DPV |
| DPV (2) | SOM | (6) | . 50 | $(6,14)$ | SOM --/---> DPV |
| DPV (2) | SOM | (7) | . 48 | $(7,13)$ | SOM --/---> DPV |
| SOM (2) | DPV |  | . 65 | $(1,19)$ | DPV --/---> SOM |
| SOM (2) | DPV |  | . 64 | $(2,18)$ | DPV --/---> SOM |
| SOM (2) | DPV |  | . 62 | $(3,17)$ | DPV --/---> SOM |
| SOM (2) | DPV |  | . 44 | $(4,16)$ | DPV --/---> SOM |
| SOM (2) | DPV |  | . 33 | $(5,15)$ | DPV --/---> SOM |
| SOM (2) | DPV |  | . 25 | $(6,14)$ | DPV --/---> SOM |
| SOM (2) | DPV |  | . 20 | $(7,13)$ | DPV --/---> SOM |
| DPV (2) | UPP1 |  | . 19 | $(1,19)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 |  | . 18 | $(2,18)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 |  | . 17 | $(3,17)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 | (4) | .13 | $(4,16)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 | (5) | . 13 | $(5,15)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 | (6) | . 12 | $(6,14)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 | (7) | . 10 | $(7,13)$ | UPP1 --/---> DPV |
| UPP1 (2) |  |  | . 15 | $(1,19)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV |  | . 23 | $(2,18)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV |  | . 16 | $(3,17)$ | DPV --/---> UPP1 |
| UPP1 (2) |  |  | . 65 | $(4,16)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV |  | . 15 | $(5,15)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV |  | . 17 | $(6,14)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV |  | . 23 | $(7,13)$ | DPV --/---> UPP1 |

Modernization-Instability Causality in Burma
The results from Burma (Table 11) also lend no support to either the hypothesis of causality from social mobiliza-
tion (SOM) to political instability or that of unconventional political participation (UPP1) to DPV or the reverse causations.

As in Belgium, all the F-statistics indicate that the null hypothesis of no causality in either direction between modernization and political instability, should not be rejected, thus confirming none of hypotheses $H_{7}$ through $H_{12}$. Symbolically, the causal flow in Burma is:

$$
\begin{aligned}
& \text { SOM <----/----> DPV } \\
& \text { UPP1 <------>> DPV }
\end{aligned}
$$

Modernization-Instability Causality in Ethiopia
The Ethiopian results in Table 12 are similar to those of Belgium and Burma: There is no support for the hypothesis of causality from social mobilization (SOM) to political instability or that of unconventional political participation (UPP1) to DPV or the reverse.

In all the equations, the lagged values of the independent variables did not significantly help in predicting the future values of the dependent variables. None of the calculated $F$-statistics is significant at even the 10 percent level, indicating that the null hypotheses of no causality in either direction between modernization and political instability should not be rejected. As in Belgium and Burma, we conclude that modernization and political instability are causally independent in Ethiopia, supporting

## TABLE 11

RESULTS FROM GRANGER-CAUSALITY TESTS, 1960-1982: BURMA

| Dependent Variable (Lags) | Independent Variable (Lags) | F | D.F. | Implications |
| :---: | :---: | :---: | :---: | :---: |
| DPV (2) | SOM (1) | 2.13 | $(1,19)$ | SOM --/---> DPV |
| DPV (2) | SOM (2) | 1.01 | $(2,18)$ | SOM --/---> DPV |
| DPV (2) | SOM (3) | . 70 | $(3,17)$ | SOM --/---> DPV |
| DPV (2) | SOM (4) | . 50 | $(4,16)$ | SOM --/---> DPV |
| DPV (2) | SOM (5) | . 41 | $(5,15)$ | SOM --/---> DPV |
| DPV (2) | SOM (6) | . 32 | $(6,14)$ | SOM --/---> DPV |
| DPV (2) | SOM (7) | . 26 | $(7,13)$ | SOM --/---> DPV |
| SOM (2) | DPV (1) | . 02 | $(1,19)$ | DPV --/---> SOM |
| SOM (2) | DPV (2) | . 21 | $(2,18)$ | DPV --/---> SOM |
| SOM (2) | DPV (3) | . 13 | $(3,17)$ | DPV --/~--> SOM |
| SOM (2) | DPV (4) | . 14 | $(4,16)$ | DPV --/---> SOM |
| SOM (2) | DPV (5) | . 34 | $(5,15)$ | DPV --/---> SOM |
| SOM (2) | DPV (6) | . 78 | $(6,14)$ | DPV --/---> SOM |
| SOM (2) | DPV (7) | 1.86 | $(7,13)$ | DPV --/---> SOM |
| DPV (2) | UPP1 (1) | . 00 | $(1,19)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 (2) | . 00 | $(2,18)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 (3) | . 23 | $(3,17)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 (4) | . 21 | $(4,16)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 (5) | . 22 | $(5,15)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 (6) | . 45 | $(6,14)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 (7) | . 77 | $(7,13)$ | UPP1 --/---> DPV |
| UPP1 (2) | DPV (1) | 1.28 | $(1,19)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV (2) | . 61 | $(2,18)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV (3) | . 38 | $(3,17)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV (4) | . 30 | $(4,16)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV (5) | 1.75 | $(5,15)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV (6) | 1.36 | $(6,14)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV (7) | 1.13 | $(7,13)$ | DPV --/---> UPP1 |

TABLE 12
RESULTS FROM GRANGER-CAUSALITY TESTS, 1960-1982: ETHIOPIA

| Dependent Variable (Lags) | Independent Variable (Lags) | F | D.F. | Implications |
| :---: | :---: | :---: | :---: | :---: |
| DPV (2) | SOM (1) | . 84 | $(1,19)$ | SOM --/---> DPV |
| DPV (2) | SOM (2) | . 04 | $(2,18)$ | SOM --/---> DPV |
| DPV (2) | SOM (3) | . 26 | $(3,17)$ | SOM --/---> DPV |
| DPV (2) | SOM (4) | . 35 | $(4,16)$ | SOM --/---> DPV |
| DPV (2) | SOM (5) | . 31 | $(5,15)$ | SOM --/---> DPV |
| DPV (2) | SOM (6) | . 35 | $(6,14)$ | SOM --/---> DPV |
| DPV (2) | SOM (7) | . 37 | $(7,13)$ | SOM --/---> DPV |
| SOM (2) | DPV (1) | . 50 | $(1,19)$ | DPV --/---> SOM |
| SOM (2) | DPV (2) | . 74 | $(2,18)$ | DPV --/---> SOM |
| SOM (2) | DPV (3) | . 57 | $(3,17)$ | DPV --/---> SOM |
| SOM (2) | DPV (4) | . 84 | $(4,16)$ | DPV --/---> SOM |
| SOM (2) | DPV (5) | . 61 | $(5,15)$ | DPV --/---> SOM |
| SOM (2) | DPV (6) | . 73 | $(6,14)$ | DPV --/---> SOM |
| SOM (2) | DPV (7) | 1.19 | $(7,13)$ | DPV --/---> SOM |
| DPV (2) | UPP1 (1) | . 84 | $(1,19)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 (2) | . 40 | $(2,18)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 (3) | . 39 | $(3,17)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 (4) | . 48 | $(4,16)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 (5) | . 61 | $(5,15)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 (6) | . 55 | $(6,14)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 (7) | . 78 | $(7,13)$ | UPP1 --/---> DPV |
| UPP1 (2) | DPV (1) | . 00 | $(1,19)$ | DPV --/---> UPPI |
| UPP1 (2) | UPV (2) | . 00 | $(2,18)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV (3) | . 70 | $(3,17)$ | DPV --/---> UPPI |
| UPP1 (2) | DPV (4) | . 60 | $(4,16)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV (5) | . 49 | $(5,15)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV (6) | . 38 | $(6,14)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV (7) | 1.68 | $(7,13)$ | DPV --/---> UPP1 |

none of hypotheses $H_{7}$ through $H_{12}$. Symbolically:

```
SOM <----/----> DPV
UPP1 <---/---->> DPV
```

Modernization-Instability Causality in Greece
The experience of Greece presented in Table 13 also does not (as in the cases of Belgium, Burma and Ethiopia) support the hypothesis of causality in either direction between modernization and political instability. It is clear from Table 13 that in no equation can one accept causality between modernization and political instability. All F-statistics indicate that the null hypothesis, of no causality between modernization and political instability, should be retained. Thus, the same conclusion reached for Belgium, Burma and Ethiopia is maintained: modernization and political instability are causally independent. Symbolically, the causal flow is expressed as:

SOM <----/----> DPV
UPP1 <---/----> DPV

RESULTS FROM GRANGER-CAUSALITY TESTS,
1960-1982: GREECE

| Dependent Variable (Lags) | Independent Variable (Lags) | F | D.F. | Implications |
| :---: | :---: | :---: | :---: | :---: |
| DPV (2) | SOM (1) | 1.05 | $(1,19)$ | SOM --/---> DPV |
| DPV (2) | SOM (2) | . 72 | $(2,18)$ | SOM --/---> DPV |
| DPV (2) | SOM (3) | . 74 | $(3,17)$ | SOM --/---> DPV |
| DPV (2) | SOM (4) | . 52 | $(4,16)$ | SOM --/---> DPV |
| DPV (2) | SOM (5) | . 43 | $(5,15)$ | SOM --/---> DPV |
| DPV (2) | SOM (6) | . 37 | $(6,14)$ | SOM --/---> DPV |
| DPV (2) | SOM (7) | .35 | $(7,13)$ | SOM --/---> DPV |
| SOM (2) | DPV (1) | . 15 | $(1,19)$ | DPV --/---> SOM |
| SOM (2) | DPV (2) | . 36 | $(2,18)$ | DPV --/---> SOM |
| SOM (2) | DPV (3) | . 23 | $(3,17)$ | DPV --/---> SOM |
| SOM (2) | DPV (4) | . 33 | $(4,16)$ | DPV --/---> SOM |
| SOM (2) | DPV (5) | . 55 | $(5,15)$ | DPV --/---> SOM |
| SOM (2) | DPV (6) | 1.04 | $(6,14)$ | DPV --/---> SOM |
| SOM (2) | DPV (7) | 2.17 | $(7,13)$ | DPV --/---> SOM |
| DPV (2) | UPP1 (1) | . 20 | $(1,19)$ | UPP1 --/-->> DPV |
| DPV (2) | UPP1 (2) | . 60 | $(2,18)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 (3) | . 89 | $(3,17)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 (4) | . 74 | $(4,16)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 (5) | . 56 | $(5,15)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 (6) | . 53 | $(6,14)$ | UPP1 --/---> DPV |
| DPV (2) | UPPI (7) | . 43 | $(7,13)$ | UPP1 --/---> DPV |
| UPP1 (2) | DPV (1) | . 19 | $(1,19)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV (2) | 1.50 | $(2,18)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV (3) | 1.10 | $(3,17)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV (4) | . 78 | $(4,16)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV (5) | . 67 | $(5,15)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV (6) | . 53 | $(6,14)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV (7) | . 45 | $(7,13)$ | DPV --/---> UPP1 |

Modernization-Instability Causality in Jamaica
The Jamaican results (Table 14) differ from the previous ones (Tables 10 through 13). While there is no causality from social mobilization (SOM) to political instability or vice versa, deaths from domestic political violence (DPV) does Granger-cause unconventional political participation (UPP1) unidirectionally at lags three through seven, a finding that is at odds with the moderniza-tion-instability thesis. In the UPP1 and DPV equations (the fourth panel in the table) the calculated $F$-statistics are all statistically significant at or below the .05 level. As the number of lags in the independent variable (DPV) increases, generally so does its impact in predicting the future values of UPP1 growth. It is obvious from Table 14, fourth panel of the table, that one can reasonably reject the null hypothesis of no causality from DPV to UPP1 (p < .05) . Hence, we conclude that in Jamaica, it is DPV that Granger-causes UPP1 without feedback, thus confirming $H_{11}$. Symbolically, the causal ordering in Jamaica takes this form:

```
SOM <----/----> DPV
UPP1 <-------- DPV
```

Modernization-Instability Causality in Mexico
The results from Mexico reported in Table 15 support both the hypotheses of causality from social mobilization (SOM) to political instability (DPV) and the reverse.

TABLE 14
RESULTS FROM GRANGER-CAUSALITY TESTS, 1960-1982: JAMAICA

| Dependent Variable (Lags) | Independent Variable (Lags) |  | F | D.F. | Implications |
| :---: | :---: | :---: | :---: | :---: | :---: |
| DPV (2) | SOM |  | . 95 | $(1,19)$ | SOM --/---> DPV |
| DPV (2) | SOM |  | 1.06 | $(2,18)$ | SOM --/---> DPV |
| DPV (2) | SOM |  | . 97 | $(3,17)$ | SOM --/---> DPV |
| DPV (2) | SOM |  | 1.01 | $(4,16)$ | SOM --/---> DPV |
| DPV (2) | SOM |  | . 76 | $(5,15)$ | SOM --/---> DPV |
| DPV (2) | SOM |  | . 60 | $(6,14)$ | SOM --/---> DPV |
| DPV (2) | SOM | (7) | . 51 | $(7,13)$ | SOM --/---> DPV |
| SOM (2) | DPV |  | . 91 | $(1,19)$ | DPV --/---> SOM |
| SOM (2) | DPV |  | . 48 | $(2,18)$ | DPV --/---> SOM |
| SOM (2) | DPV |  | . 33 | $(3,17)$ | DPV --/---> SOM |
| SOM (2) | DPV |  | . 28 | $(4,16)$ | DPV --/---> SOM |
| SOM (2) | DPV |  | . 38 | $(5,15)$ | DPV --/---> SOM |
| SOM (2) | DPV |  | . 33 | $(6,14)$ | DPV --/---> SOM |
| SOM (2) | DPV | (7) | . 74 | $(7,13)$ | DPV --/---> SOM |
| DPV (2) | UPP1 |  | 1.76 | $(1,19)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 |  | . 95 | $(2,18)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 |  | . 60 | $(3,17)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 | (4) | . 59 | $(4,16)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 |  | 1.21 | $(5,15)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 | (6) | . 94 | $(6,14)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 |  | .79 | $(7,13)$ | UPP1 --/---> DPV |
| UPP1 (2) | DPV |  | . 71 | $(1,19)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV |  | . 96 | $(2,18)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV | (3) | 3.74*** | $(3,17)$ | DPV ------> UPP1 |
| UPP1 (2) | DPV | (4) | 3.55*** | $(4,16)$ | DPV ------> UPP1 |
| UPP1 (2) | DPV |  | 2.66*** | $(5,15)$ | DPV ------> UPP1 |
| UPP1 (2) | DPV | (6) | 9.77**** | $(6,14)$ | DPV ------> UPP1 |
| UPP1 (2) | DPV | (7) | 7.78**** | $(7,13)$ | DPV ------> UPP1 |

[^1]
## TABLE 15

RESULTS FROM GRANGER-CAUSALITY TESTS, 1960-1982: MEXICO

| Dependent <br> Variable <br> (Lags) | Independent <br> Variable <br> (Lags) | F | D.F. | Implications |
| :--- | :--- | :--- | :--- | :--- |



| SOM | (2) | DPV | (1) | 7.60**** | $(1,19)$ | DPV | SOM |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| SOM | (2) | DPV | (2) | 6.75**** | $(2,18)$ | DPV | SOM |
| SOM | (2) | DPV | (3) | 7.55**** | $(3,17)$ | DPV | SOM |
| SOM | (2) | DPV | (4) | 5.33**** | $(4,16)$ | DPV | SOM |
| SOM | (2) | DPV | (5) | 4.00**** | $(5,15)$ | DPV | SOM |
| SOM | (2) | DPV | (6) | 3.11*** | $(6,14)$ | DPV | SOM |
| SOM | (2) | DPV | (7) | 2.48***** | $(7,13)$ | DPV | SOM |



| UPP1 | (2) | DPV | (1) | . 21 | $(1,19)$ | DPV --/---> UPP1 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| UPP1 | (2) | DPV | (2) | . 20 | $(2,18)$ | D2V --/---> UPP1 |
| UPP1 | (2) | DPV | (3) | . 19 | $(3,17)$ | DPV --/---> UPP1 |
| UPP1 | (2) | DPV | (4) | . 14 | $(4,16)$ | DPV --/m--> UPP1 |
| UPP1 | (2) | DPV | (5) | . 33 | $(5,15)$ | DPV --/-->> UPP1 |
| UPP1 | (2) | DPV | (6) | 1.04 | $(6,14)$ | DPV --/---> UPP1 |
| UPP1 | (2) | DPV | (7) | . 83 | $(7,13)$ | DPV --/---> UPP1 |

***Significant at or below the . 05 level. ****Significant at or below the . 01 level. *****Significant at or below the . 10 level.

With causality running from SOM to DPV in the first panel of the table, the null hypothesis is clearly rejected at or below the 10 percent level. In the case of the reverse ordering in the second panel of the table, from DPV to SOM, the null hypothesis is also rejected below the 1 percent level. We conclude that $S O M$ and DPV are causally reciprocal, thus confirming hypothesis $H_{9}$.

Political participation (UPP1) and DPV, however, are causally independent. All the F-statistics indicate that the null hypothesis of no causality between UUP1 and DPV should not be rejected. The causal ordering in Mexico takes this form:

$$
\begin{aligned}
& \text { SOM <---------> DPV } \\
& \text { UPP1 <---/----> DPV }
\end{aligned}
$$

Modernization-Instability Causality in Morocco
For Morocco (Table 16) the results are similar to those of Mexico; the bidirectional causality from changes in social mobilization (SOM) to political instability as reported in the first two panels of the table confirms $H_{7}$. With regard to DPV and political participation (UPP1) causality, however, the null hypothesis of no causality should not be rejected even at the 10 percent level. SOM Granger causes DPV at lags three through seven; DPV Granger causes SOM at lag two. Thus, while there is feedback causality between changes in DPV and SOM, it is fair to conclude that SOM appears to exert greater impact in

RESULTS FROM GRANGER-CAUSALITY TESTS, 1960-1982: MOROCCO

| Dependent Variable (Lags) | Independen Variable (Lags) |  | F | D. F | Implication |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| DPV (2) | SOM |  | . 10 | $(1,19)$ | SOM --/--- | DPV |
| DPV (2) | SOM |  | . 08 | $(2,18)$ | SOM --/--- | DPV |
| DPV (2) | SOM |  | 14.97**** | $(3,17)$ | SOM ------ | DPV |
| DPV (2) | SOM |  | 10.70**** | $(4,16)$ | SOM ---- | DPV |
| DPV (2) | SOM |  | 8.60**** | $(5,15)$ | SOM ----- | DPV |
| DPV (2) | SOM |  | 7.89**** | $(6,14)$ | SOM ------- | DPV |
| DPV (2) | SOM |  | 6.37**** | $(7,13)$ | SOM ---- | DPV |
| SOM (2) | DPV |  | 1.67 | $(1,19)$ | DPV --/---> | SOM |
| SOM (2) | DPV |  | 2.70***** | $(2,18)$ | DPV ------ | SOM |
| SOM (2) | DPV |  | 2.00 | $(3,17)$ | DPV --/---> | SOM |
| SOM (2) | DPV |  | 2.42 | $(4,16)$ | DPV --/---> | SOM |
| SOM (2) | DPV |  | 1.75 | $(5,15)$ | DPV --/---> | SOM |
| SOM (2) | DPV |  | 1.50 | $(6,14)$ | DPV --/---> | SOM |
| SOM (2) | DPV |  | 1.31 | $(7,13)$ | DPV --/---> | SOM |
| DPV (2) | UPP1 |  | . 20 | $(1,19)$ | UPP1 --/---> | DPV |
| DPV (2) | UPP1 |  | . 40 | $(2,18)$ | UPP1 --/---> | DPV |
| DPV (2) | UPP1 |  | . 25 | $(3,17)$ | UPP1 --/---> | DPV |
| DPV (2) | UPP1 |  | .17 | $(4,16)$ | UPP1 --/---> | DPV |
| DPV (2) | UPP1 |  | . 31 | $(5,15)$ | UPP1 --/---> | DPV |
| DPV (2) | UPP1 |  | . 24 | $(6,14)$ | UPP1 --/---> | DPV |
| DPV (2) | UPP1 | (7) | . 27 | $(7,13)$ | UPP1 --/---> | DPV |
| UPPI (2) | DPV |  | 1.00 | $(1,19)$ | DPV --/---> | UPP1 |
| UPP1 (2) | DPV |  | . 47 | $(2,18)$ | DPV --/---> | UPP1 |
| UPP1 (2) | DPV |  | . 49 | $(3,17)$ | DPV --/---> | UPP1 |
| UPP1 (2) | DPV |  | . 35 | $(4,16)$ | DPV --/---> | UPP1 |
| UPP1 (2) | DPV |  | . 26 | $(5,15)$ | DPV --/---> | UPP1 |
| UPP1 (2) | DPV |  | . 23 | $(6,14)$ | DPV --/---> | UPP1 |
| UPP1 (2) | DPV | (7) | . 23 | $(7,13)$ | DPV --/---> | UPP1 |

[^2]predicting the future values of DPV. We conclude, as in Mexico, that SOM and DPV are causally bidirectional, thus confirming H9. Symbolically:


Modernization-Instability Causality in Nicaragua
The experience of Nicaragua (Table 17) is similar to that of Belgium, Burma, Ethiopia, and Greece. The results indicate no causality in either direction between modernization and political instability. From Table 17 it is obvious that in no equation can one accept causality between modernization and political instability. All the F-statistics are not significant even at the 10 percent level. Thus, the conclusion reached for Belgium, Burma, Ethiopia, and Greece is maintained: modernization and political instability are causally independent. Symbolically modernization-instability causality in Nicaragua takes this form:

$$
\begin{array}{ll}
\text { SOM <---/---> DPV } \\
\text { UPP1 <---/---> DPV }
\end{array}
$$

Modernization-Instability Causality in Peru
For Peru (Table 18) the results indicate unidirectional causality from changes in social mobilization (SOM) to political instability (DPV) at lags one and two. In the first panel, the null hypothesis of no causality from SOM to DPV is rejected at or below the 5 percent level, thus confirming $H_{7}$. However, the null hypothesis must be
retained for the reverse ordering (DPV —--> SOM).
TABLE 17
RESULTS FROM GRANGER-CAUSALITY TESTS, 1960-1982: NICARAGUA

| Dependent Variable (Lags) | Independent Variable (Lags) |  | F | D.F. | Implications |
| :---: | :---: | :---: | :---: | :---: | :---: |
| DPV (2) | SOM | (1) | . 40 | $(1,19)$ | SOM --/---> DPV |
| DPV (2) | SOM |  | . 23 | $(2,18)$ | SOM --/---> DPV |
| DPV (2) | SOM |  | . 16 | $(3,17)$ | SOM --/---> DPV |
| DPV (2) | SOM |  | . 14 | $(4,16)$ | SOM --/---> DPV |
| DPV (2) | SOM |  | . 13 | $(5,15)$ | SOM --/---> DPV |
| DPV (2) | SOM |  | .16 | $(6,14)$ | SOM --/---> DPV |
| DPV (2) | SOM |  | . 19 | $(7,13)$ | SOM --/---> DPV |
| SOM (2) | DPV |  | 1.55 | $(1,19)$ | DPV --/---> SOM |
| SOM (2) | DPV |  | . 73 | $(2,18)$ | DPV --/---> SOM |
| SOM (2) | DPV |  | . 46 | $(3,17)$ | DPV --/---> SOM |
| SOM (2) | DPV |  | . 33 | $(4,16)$ | DPV --/---> SOM |
| SOM (2) | DPV | (5) | . 38 | $(5,15)$ | DPV --/---> SOM |
| SOM (2) | DPV |  | . 30 | $(6,14)$ | DPV --/---> SOM |
| SOM (2) | DPV |  | . 28 | $(7,13)$ | DPV --/---> SOM |
| DPV (2) | UPP1 |  | 1.03 | $(1,19)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 | (2) | . 81 | $(2,18)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 | (3) | . 58 | $(3,17)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 |  | . 41 | $(4,16)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 |  | . 63 | $(5,15)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 |  | . 57 | $(6,14)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 |  | . 45 | $(7,13)$ | UPP1 --/---> DPV |
| UPP1 (2) | DPV |  | . 07 | $(1,19)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV |  | . 05 | $(2,18)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV |  | . 60 | $(3,17)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV |  | . 86 | $(4,16)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV |  | . 69 | $(5,15)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV |  | . 57 | $(6,14)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV |  | . 45 | $(7,13)$ | DPV --/---> UPP1 |

TABLE 18
RESULTS FROM GRANGER-CAUSALITY TESTS,
1960-1982: PERU

| Dependent Variable (Lags) | Independent Variable (Lags) |  | F | D.F. | Implications |
| :---: | :---: | :---: | :---: | :---: | :---: |
| DPV (2) | SOM | (1) | 3.66*** | $(1,19)$ | SOM ------> DPV |
| DPV (2) | SOM | (2) | 3.04***** | $(2,18)$ | SOM ------> DPV |
| DPV (2) | SOM | (3) | 1.91 | $(3,17)$ | SOM --/---> DPV |
| DPV (2) | SOM | (4) | 1.35 | $(4,16)$ | SOM --/---> DPV |
| DPV (2) | SOM | (5) | 1.56 | $(5,15)$ | SOM --/---> DPV |
| DPV (2) | SOM | (6) | 1.22 | $(6,14)$ | SOM --/---> DPV |
| DPV (2) | SOM | (7) | 1.05 | $(7,13)$ | SOM --/---> DPV |


| SOM (2) | DPV | (1) | 1.36 | $(1,19)$ | DPV --/---> SOM |
| :---: | :---: | :---: | :---: | :---: | :---: |
| SOM (2) | DPV | (2) | 1.00 | $(2,18)$ | DPV --/ ---> SOM |
| SOM (2) | DPV | (3) | . 70 | $(3,17)$ | DPV --/---> SOM |
| SOM (2) | DPV | (4) | . 55 | $(4,16)$ | DPV --/---> SOM |
| SOM (2) | DPV | (5) | . 65 | $(5,15)$ | DPV --/---> SOM |
| SOM (2) | DPV | (6) | . 80 | $(6,14)$ | DPV --/---> SOM |
| SOM (2) | DPV | (7) | 1.18 | $(7,13)$ | DPV --/---> SOM |


| DPV | (2) | UPP1 | (1) | . 19 | $(1,19)$ | UPP1 --/---> DPV |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| DPV | (2) | UPP1 | (2) | 19 | $(2,18)$ | UPP1 --/---> DPV |
| DPV | (2) | UPP1 | (3) | 30 | $(3,17)$ | UPP1 --/---> DPV |
| DPV | (2) | UPPI | (4) | . 77 | $(4,16)$ | UPP1 --/---> DPV |
| DPV | (2) | UPP1 |  | 1.56 | $(5,15)$ | UPP1 --/---> DPV |
| DPV | (2) | UPP1 | (6) | 1.27 | $(6,14)$ | UPPI --/---> DPV |
| DPV | (2) | UPP1 | (7) | 1.55 | $(7,13)$ | UPP1 --/---> DPV |


***Significant at or below the .05 level.
*****Significant at or below the . 10 level.

With regard to DPV and political participation (UPP1) causality, the null hypotheses of no causality in either direction should be maintained. All the F-statistics are not significant even at the 10 percent level. Symbolically:

```
SOM ---------> DPV 
```

Modernization-Instability Causality in Syria
The results from Syria reported in Table 19 lend support to the modernization-instability hypothesis and to the reverse ordering. The results indicate bidirectional causation between social mobilization (SOM) and political instability (DPV) (at lags two through seven for SOM --> DPV and lags four through six for DPV --> SOM) as experienced in Mexico and Morocco, thus confirming H9. Unlike Mexico and Morocco, Syria experiences unidirectional causation from unconventional political participation (UPP1) to DPV (at lags four through seven), and hence confirms Hlo. From Table 19 we conclude that there is a feedback causality between social mobilization and political instability, while political participation Granger causes political instability without feedback. In Syria, the causal ordering is expressed as:

TABLE 19
RESULTS FROM GRANGER-CAUSALITY TESTS, 1960-1982: SYRIA

| Variable |  |  |  |
| :--- | :--- | :--- | :--- |
| (Lags) | Variable <br> (Lags) | $F$ | D.F. |


| DPV (2) | SOM | (1) | 1.48 | $(1,19)$ | SOM | -/---> DPV |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| DPV (2) | SOM | (2) | 9.18**** | $(2,18)$ | SOM | DPV |
| DPV (2) | SOM | (3) | 5.78**** | $(3,17)$ | SOM | DPV |
| DPV (2) | SOM | (4) | 4.25*** | $(4,16)$ | SOM | DPV |
| DPV (2) | SOM | (5) | 3.33*** | $(5,15)$ | SOM | DPV |
| DPV (2) | SOM | (6) | 2.57***** | $(6,14)$ | SOM | DPV |
| DPV (2) | SOM | (7) | 5.07**** | $(7,13)$ | SOM | DPV |


| SOM (2) | DPV (1) | 2.11 | $(1,19)$ | DPV --/---> SOM |
| :---: | :---: | :---: | :---: | :---: |
| SOM (2) | DPV (2) | 2.25 | $(2,18)$ | DPV --/---> SOM |
| SOM (2) | DPV (3) | 2.43 | $(3,17)$ | DPV --/--> SOM |
| SOM (2) | DPV (4) | 2.67***** | $(4,16)$ | DPV ------> SOM |
| SOM (2) | DPV (5) | 3.00*** | $(5,15)$ | DPV ------> SOM |
| SOM (2) | DPV (6) | 2.33***** | $(6,14)$ | DPV ------> SOM |
| SOM (2) | DPV (7) | 1.86 | $(7,13)$ | DPV --/---> SOM |


| DPV (2) | UPP1 (1) | . 02 | $(1,19)$ | UPP1 --/---> DPV |
| :---: | :---: | :---: | :---: | :---: |
| DPV (2) | UPP1 (2) | . 19 | $(2,18)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 (3) | 2.19 | $(3,17)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 (4) | 2.36***** | $(4,16)$ | UPP1 ------> DPV |
| DPV (2) | UPP1 (5) | 4.09*** | $(5,15)$ | UPP1 ------> DPV |
| DPV (2) | UPP1 (6) | 3.63*** | $(6,14)$ | UPP1 ------> DPV |
| DPV (2) | UPP1 (7) | 2.88***** | $(7,13)$ | UPP1 ------> DPV |


| UPP1 (2) | DPV | (1) | . 27 | $(1,19)$ | DPV --/---> UPP1 |
| :---: | :---: | :---: | :---: | :---: | :---: |
| UPP1 (2) | DPV | (2) | 2.21 | $(2,18)$ | DPV --/ ---> UPP1 |
| UPP1 (2) | DPV | (3) | 1.52 | $(3,17)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV | (4) | 1.26 | $(4,16)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV | (5) | 1.73 | $(5,15)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV | (6) | 1.52 | $(6,14)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV | (7) | 1.28 | $(7,13)$ | DPV --/---> UPP1 |

***Significant at or below the .05 level.
****Significant at or below the . 01 level.
*****Significant at or below the . 10 level.

Modernization-Instability Causality in the United Kingdom The U.K experience presented in Table 20 is similar to that of Jamaica in that it is changes in deaths from domestic political violence (DPV) that Granger-causes unconventional political participation (UPP1) unidirectionally. Once again, this is at odds with the modernization-instability thesis. In the DPV and SOM equations, reported in the first two panels of the table, there is no causality in either direction. Hence, we conclude that in the United Kingdom, as in Jamaica, it is DPV that Granger-causes UPP1 without feedback, thus confirming $H_{11}$. Symbolically, the causal ordering in the U.K. takes this form:

```
SOM <----/-----> DPV
UPP1 <-------- DPV
```

Modernization-Instability Causality in Zaire
The results from Zaire reported in Table 21 are similar to those for Peru in that they depict a situation where changes in SOM Granger-cause changes in DPV without delay and without feedback.

Starting with the first lag of the independent variable (SOM), in the first panel of the table, the null hypothesis of no causality from SOM to DPV, can be rejected below the .025 level, a finding that is consistent with the argument of modernization theorists. From Table 21, it is clear that in no case can one reject, at any reasonable significance level, the null hypothesis that there is no causality

TABLE 20
RESULTS FROM GRANGER-CAUSALITY TESTS, 1960-1982: UK

| Dependent Variable (Lags) | Independen Variable (Lags) |  | F | D.F. | Implications |
| :---: | :---: | :---: | :---: | :---: | :---: |
| DPV (2) | SOM |  | . 22 | $(1,19)$ | SOM --/---> DPV |
| DPV (2) | SOM |  | . 32 | $(2,18)$ | SOM --/---> DPV |
| DPV (2) | SOM |  | . 35 | $(3,17)$ | SOM --/---> DPV |
| DPV (2) | SOM |  | . 35 | $(4,16)$ | SOM --/---> DPV |
| DPV (2) | SOM |  | . 31 | $(5,15)$ | SOM --/---> DPV |
| DPV (2) | SOM |  | . 27 | $(6,14)$ | SOM --/---> DPV |
| DPV (2) | SOM | (7) | . 24 | $(7,13)$ | SOM --/---> DPV |
| SOM (2) | DPV | (1) | 1.09 | $(1,19)$ | DPV --/---> SOM |
| SOM (2) | DPV | (2) | . 90 | $(2,18)$ | DPV --/---> SOM |
| SOM (2) | DPV |  | 1.66 | $(3,17)$ | DPV --/---> SOM |
| SOM (2) | DPV | (4) | 1.37 | $(4,16)$ | DPV --/---> SOM |
| SOM (2) | DPV | (5) | 1.71 | $(5,15)$ | DPV --/---> SOM |
| SOM (2) | DPV | (6) | 1.80 | $(6,14)$ | DPV --/---> SOM |
| SOM (2) | DPV | (7) | 1.93 | $(7,13)$ | DPV --/---> SOM |
| DPV (2) | UPP1 |  | . 93 | $(1,19)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 | (2) | . 56 | $(2,18)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 | (3) | . 43 | $(3,17)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 | (4) | . 78 | $(4,16)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 | (5) | . 85 | $(5,15)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 | (6) | . 80 | $(6,14)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 | (7) | . 64 | $(7,13)$ | UPP1 --/---> DPV |
| UPP1 (2) | DPV |  | 1.46 | $(1,19)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV |  | . 84 | $(2,18)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV | (3) | 2.43 | $(3,17)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV |  | 1.83 | $(4,16)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV |  | 4.00*** | $(5,15)$ | DPV ------> UPP1 |
| UPP1 (2) | DPV |  | 8.56**** | $(6,14)$ | DPV -------> UPPI |
| UPP1 (2) | DPV | (7) | 6.81**** | $(7,13)$ | DPV ------> UPP1 |

***Significant at or below the . 05 level.
****Significant at or below the . 01 level.

TABLE 21
RESULTS FROM GRANGER-CAUSALITY TESTS, 1960-1982: ZAIRE

| Dependent Variable (Lags) | Independ <br> Variable <br> (Lags) | F | D.F. | Implications |
| :---: | :---: | :---: | :---: | :---: |
| DPV (2) | SOM (1) | 13.91**** | $(1,19)$ | SOM ------> DPV |
| DPV (2) | SOM (2) | 7.47**** | $(2,18)$ | SOM ------> DPV |
| DPV (2) | SOM (3) | 4.70*** | $(3,17)$ | SOM ------> DPV |
| DPV (2) | SOM (4) | 3.46***** | $(4,16)$ | SOM ------> DPV |
| DPV (2) | SOM (5) | 2.70***** | $(5,15)$ | SOM ------> DPV |
| DPV (2) | SOM (6) | 2.19 | $(6,14)$ | SOM --/---> DPV |
| DPV (2) | SOM (7) | 1.75 | $(7,13)$ | SOM --/---> DPV |
| SOM (2) | DPV (1) | . 211 | $(1,19)$ | DPV --/---> SOM |
| SOM (2) | DPV (2) | 1.03 | $(2,18)$ | DPV --/---> SOM |
| SOM (2) | DPV (3) | . 87 | $(3,17)$ | DPV --/---> SOM |
| SOM (2) | DPV (4) | 1.05 | $(4,16)$ | DPV --/---> SOM |
| SOM (2) | DPV (5) | 1.01 | $(5,15)$ | DPV --/---> SOM |
| SOM (2) | DPV (6) | 1.39 | $(6,14)$ | DPV --/---> SOM |
| SOM (2) | DPV (7) | 1.98 | $(7,13)$ | DPV --/---> SOM |
| DPV (2) | UPP1 (1) | 1.47 | $(1,19)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 (2) | 1.15 | $(2,18)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 (3) | . 80 | $(3,17)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 (4) | . 67 | $(4,16)$ | UPP1 --/--> DPV |
| DPV (2) | UPP1 (5) | . 51 | $(5,15)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 (6) | . 39 | $(6,14)$ | UPP1 --/---> DPV |
| DPV (2) | UPP1 (7) | . 39 | $(7,13)$ | UPP1 --/---> DPV |
| UPP1 ( 2 ) | DPV (1) | . 64 | $(1,19)$ | DPV ------> UPP1 |
| UPP1 (2) | DPV (2) | 1.75 | $(2,18)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV (3) | 1.10 | $(3,17)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV (4) | . 90 | $(4,16)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV (5) | . 94 | $(5,15)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV (6) | . 91 | $(6,14)$ | DPV --/---> UPP1 |
| UPP1 (2) | DPV (7) | .77 | $(7,13)$ | DPV --/---> UPP1 |

***Significant at or below the . 05 level.
****Significant at or below the . 01 level.
*****Significant at or below the . 10 level.
between unconventional political participation and political instability (DPV). We conclude that in Zaire, as in Peru, social mobilization causes deaths from domestic political violence unidirectionally, thereby confirming H7. Symbolically, the causal flow in zaire is:

```
SOM ---------> DPV
UPP1 ----/----> DPV
```


## Summary of Granger-Causality Findings

The above findings on causality are summarized in Table 22. Table 22 depicts a number of similarities and differences among the nations with regard to the causal flow between modernization and political instability. For instance, the experiences of Belgium, Burma, Ethiopia, Greece, and Nicaragua are very similar in that they yield no support for either the modernization-instability argument or the reverse causation derived from conventional wisdom. The implication seems to be that modernization and political instability are causally unrelated. A possible explanation for this noncausal relationship in these five nations could be that the Granger causal tests applied here used a bivariate causality approach which may not avoid specification bias in these nations. Two variables can be highly correlated and yet depict causal independence if both are caused by other factors (Granger 1980). Thus, the bivariate causal approach adopted here could possibly omit important variables (in those five nations) that might causally have
influence on both modernization and political instability. If the models for the nations showing no apparent causal relationships in the Granger analyses are misspecified, what variables might have been omitted that would spuriously remove the causal links between modernization and instability? Two obvious candidates are economic development and political institutionalization, the variables that were strongly negatively related to instability in the pooled analysis. A cursory analysis of the economic development and institutionalization experiences of Belgium, Burma, Ethiopia, Greece, and Nicaragua does not suggest that they are extremely similar. Yet it is possible that their rates of growth on these variables could be similar enough to affect the causal relationship between modernization and instability. A promising lead may also come from considering the colonial experiences of these five nations. Among them, only Burma can be said to have had the kind of twentieth century colonial experience that in some circumstances may have prematurely initiated rapid modernization. of course one could speculate much further about these findings. Future research might well begin by concentrating on the speculations just offered, however.

The findings for Jamaica and the United Kingdom are similar in that deaths from domestic political violence Granger- causes unconventional political participation with some delay. The implication in the unique cases of Jamaica
and the United Kingdom is that the modernization-instability hypothesis will be rejected in favor of the alternative hypothesis (derived from the conventional wisdom). That is, a people deprived of the right to demonstrate peacefully against their government's policies or actions could possibly use violent means (e.g., assassinations) to bring about such political participation.

For Mexico, Morocco, and Syria we discover similar experiences depicting bidirectional causality between changes in social mobilization and changes in political instability. For Mexico and Morocco, unconventional political participation and deaths from political violence are causally unrelated, while in Syria it was unconventional

TABLE 22
SUMMARY OF OBSERVED CAUSALITY RELATIONSHIPS

Country Implications

political participation that causes deaths from political violence. This finding suggests that a study of the moder-nization-instability thesis in Mexico, Morocco, and Syria should be performed with a simultaneous equation model. That is, single equation estimates in Mexico, Morocco, and Syria in which either social mobilization or political instability is treated as an exogenous variable would be misleading due to the presence of simultaneous equation bias. The relationship between social mobilization and political instability in Mexico, Morocco and Syria is that of the chicken and the egg: they are jointly (simultaneously) determined. For Peru and Zaire social mobilization causes deaths from political violence unidirectionally as predicted by the modernization-instability hypothesis.

## Summary

This chapter investigated both the statistical relationships between modernization and political instability as well as the causal linkages between them. The investigation of the statistical relationships was accomplished through a pooled regression analysis while causal linkages were investigated through Granger-causality tests.

It is the conclusion of this empirical inquiry that modernization (social mobilization and mass political involvement) is to some extent the engine of political instability. The above conclusion is reached, not on the
basis of the complex gap hypothesis model as originally presented by Huntington (1968) and similarly used by Schneider and Schneider (1971) and Ruhl (1975). Rather, the conclusion is reached by considering the individual effects of social mobilization, political participation, economic well-being and political institutionalization on deaths resulting from domestic violence over the period 1960-1982. While unconventional political participation and social mobilization are positively related to the rate of political instability, their impacts are small. The effects of economic development and political institutionalization are clearly in support of modernization theorists and they have strong impacts in reducing political instability.

It is also the conclusion of this study that the ratio structure of the gap hypothesis presented by Huntington (1968) is unnecessary. The modernization-instability thesis is better studied through the additive model. The ratio structure, while it makes intuitive sense, is troublesome mathematically due to constraints it imposes on the variables, and unnecessary in an explanatory sense, since it fails to be confirmed by the analysis.

In the case of the causality tests, the argument of modernization theorists is supported (via Granger tests) in some countries, but the reverse causation is equally plausible in others. While social mobilization Granger-causes political instability, a country lacking in social mobiliza-
tion (e.g., possibly Mexico, Morocco and Syria) may be having increased social mobilization as a result of violent political instability. It was only in Syria that unconventional political participation Granger-caused political instability without feedback; the reverse causality was experienced in Jamaica and the United Kingdom.

The experiences of Mexico, Morocco, and Syria require special comment. The feedback relationship between social mobilization and political instability in those three nations implies that a more fruitful inquiry into the modernization-instability theory might be performed with a simultaneous-equation model, a clear and obvious topic for further research. A single-equation estimate, in which either social mobilization or political instability is treated as an exogenous variable, might lead to misleading results because the model suffers from simultaneous-equation bias. If DPV Granger-causes SOM and SOM Granger-causes DPV, inconsistent parameter estimates will be obtained in fitting one-way distributed lag models (Cassidy and Studenmund 1987).

In the next chapter, an attempt will be made to bring the pieces together. Chapter $v$ offers a conclusion of the study, as well as the implications and limitations of this study.

## CHAPTER V

## CONCLUSIONS AND PROSPECTS FOR

FUTURE RESEARCH

In this concluding chapter, I will review the major arguments developed here, summarize empirical findings, present the limitations of this study, and indicate prospects for future work in this line of inquiry. I will not elaborate on detailed substantive inferences drawn in this paper, since the conclusions have already been adumbrated in the "Summary" sections of each chapter.

Empirical Findings: An Overview
Throughout this dissertation I have been concerned with two principal research questions: (1) Is modernization the engine of political instability, and (2) Does political instability precede modernization? These questions formed the basis of this work because I discovered that none of the various studies of the modernization-instability thesis have turned to the available time-series data to find (1) the correlation between the two concepts where the potential cause may be a function of different times in different cases, and (2) what causal relationship, if any, exists between the two concepts.

To resolve the first question, the analysis was initially carried out via pooled regression across thirty-five nations over the years 1960-1982. To confront the second question, the data were subjected to Granger-causality tests on twelve separate nations randomly selected from the 35 .

In investigating the first question, I have found that it is a relatively high social mobilization and unconventional political participation rates that induce political instability, while high rates of changes in economic wellbeing and political institutionalization reduce political instability. These findings are consistent with the moder-nization-instability hypothesis. I also found that the impacts of social mobilization and political participation on deaths from political violence are not as great as those of economic development and political institutionalization. In the main, therefore, I conclude that the modernizationinstability thesis is supported in this analysis. However, the analysis revealed that the complex model of Huntington's gap hypothesis is unnecessary.

In investigating the second question, I found that social mobilization in two nations (Zaire and Peru), Granger causes political instability unidirectionally. In the case of these nations, social mobilization is exogenous and a restrictive social mobilization policy might be considered a proper anti-political instability policy.

In the unique case of Mexico, Morocco and Syria a policy implication is rather fuzzy, since both social mobilization and political instability are mutually causaltive. In the case of Syria, where unconventional political participation Granger-causes political instability unidirectionally, an appropriate anti-instability policy might be to restrict the rate of political participation.

For Jamaica and the United Kingdom, restricting deaths from poliltical violence is an appropriate anti-mass political participation policy. In the cases of Belgium, Burma, Ethiopia, Greece, and Nicaragua, modernization and political instability are not causally related, and any restrictive policy on any of them might play a passive role.

The empirical evidence from the causal analysis is, at best, conflictual. Different countries, irrespective of regions or the level of economic development experience similar causal flows while some countries experience different causal orderings. Thus, there is no uniform prescription for political order across the nations used in the causality tests.

Major Arguments Developed in This Study
One of the arguments developed here is that the "most different systems" design is more appropriate than the "most similar systems" design in studying modernization and
political instability (see Chapter 1). Except for Schneider and Schneider (1971), analysts have focused their analyses on either Africa or Asia or Latin America, thereby, explicitly or implicitly, adopting the "most similar systems" approach. Schneider and Schneider (1971), who investigated the relationship between modernization (i.e., social mobilization) and political instability in mainly West European nations, also used a most similar systems design.

It has been the argument of this study that the modern-ization-instability theory is not culture bound or region specific. Any nation (modern or modernizing) can be troubled by political instability if the rate of modernization outruns the rate of economic development and political institutionalization. As demonstrated here (see Chapter IV) a modernizing nation might be experiencing instability and yet the cause might not be modernization. For instance, Ethiopia is a nation experiencing deaths from domestic political violence (e.g., civil war) for the past twentyfive years, yet the causal link between modernization and political instability (in that nation) is null. This finding makes the experiences of Ethiopia and Belgium seem very similar with regard to the causal flow between modernization and political instability, despite their otherwise impressive differences.

Another argument developed here is that the moderniza-tion-instability thesis could be better studied by investi-
gating the relationship between modernization and mass political instability as measured by deaths from domestic political violence, as opposed to elite instability, e.g., coups d'etat. One of the compelling reasons for doing so, among others (see chapter I), is that elite instability happens not at the mass level of a society, but at the level of the national government. The results demonstrate the suitability of this choice of dependent variables.

Finally, one of the arguments and findings of this analysis was that the ratio structure of Huntington's nonadditive complex model

$$
\operatorname{DPV}_{t}=F\left(\text { SOM }_{t} / \text { POLI }_{t}, \quad \text { SOM }_{t} / \text { GCRGDP }_{t}\right)
$$

is unnecessary, indeed incorrect. With respect to their coefficients, the above model specification constrains the relative influence of $S O M$ and $P Q L I$ or $S O M$ and GCRGDP, to be equal in magnitude but opposite in sign. The alternative, the additive model:

$$
\mathrm{DPV}_{\mathrm{t}}=\mathrm{F}\left(\mathrm{SOM}_{\mathrm{t}}, \mathrm{PQLI}_{\mathrm{t}}, \operatorname{GCRGDP}_{\mathrm{t}}\right)
$$

is more appropriate because it fits the data and because the constraints are removed.

## Limitations of This Study

Three important methodological limitations of this work are (1) the use of bivariate causality tests, (2) the
use of common lag lengths in the Granger-causality tests, and (3) missing observations.

As pointed out by Granger (1980), two variables can be highly correlated and yet causally independent if both variables are caused by other factors. This is one of the limitations of bivariate causality tests: They omit variables that might causally have impact on both modernization and political instability. However, a bivariate analysis should not be discarded as a useless exercise for an applied social scientist. It has raised a number of interesting questions in this analysis.

In this study uniform lag lengths (two and seven for the dependent and the independent variables) were adopted for manageability. The use of a common lag length should not constitute a major problem in this study, since it uses annual data. Also, two lag lengths on the dependent variable was long enough to minimize serial correlation, and seven lag lengths on the independent variable was long enough (given our sample size) to significantly influence the dependent variable, assuming that there is a causal relationship between them.

Another limitation of this study is that many missing observations were encountered. But this problem is unavoidable and should not be considered too serious here since the method, OLS regression estimates, adopted to replace missing observations is appropriate given the nature of our data.

In view of the above limitations, some recommendations for future research are warranted.

Recommendations for Future Research
Three important recommendations are presented here to help students of comparative politics understand moderniza-tion-instability relationships better. They include: multicausal analysis, (2) use of the FPE criterion for selecting appropriate lag lengths, and (3) use of the twostage least squares (2SLS).

To avoid the problem attendant on bivariate causal analysis, a multivariate causality analysis (including additional variables that could have important effects on modernization and political instability) is recommended. One way of handling the choice of optimal lag length has been suggested by Hsiao (1981) on the basis of the "final prediction error" (FPE) criterion. The FPE criterion imposes no restrictions on the model and allows for different lag lengths for each variable in the equation. The FPE criterion allows more lags of a variable in the specification of an equation only if, after imposing a penalty for more regressions, the sum of squared errors (SSE) for the equation is reduced. For details see Akaike (1969a and 1969b) and Hsiao (1981).

With regard to causal analysis, the experiences of Mexico, Morocco and Syria merit a separate study that
utilizes a simultaneous equation model. In these three nations, the causal relationship between social mobilization and political instability is reciprocal. Utilizing such techniques as two-stage least squares (2SLS) in any future study of the modernization-instability theory in Mexico, Morocco and Syria would be more appropriate.

In conclusion, this study found support for the moder-nization-instability thesis. However, given some limitations inherent in this analysis, the results reported here should be considered suggestive and interpreted with caution. Future research efforts should endeavor to incorporate some procedures adopted here and also include some recommendations presented here. It is only in this way that a more complete understanding of the relationship between modernization and political instability can be accomplished.

## APPENDIX A

LIST OF COUNTRIES AND THEIR ABBREVIATIONS

```
Austria (AUST)*
Belgium (BLGM)
Benin (BNIN)
Barbados (BRBD)
Burma (BRMA)
Brazil (BRZL)
Dominican Republic (DMNR)
El Salvador (ELSL)
Ethiopia (ETHP)
Federal Republic of Germany (FRG)
France (FRNC)
Gambia (GMBA)
Greece (GRCE)
Iceland (ICLD)
Italy (ITLY)
Jamaica (JMCA)
Japan (JPAN)
Morocco (MRC0)
Mauritania (MRTN)
Mexico (MXCO)
Nicaragua (NCRG)
Niger (HGER)
Norway (NRWY)
Peru (PERU)
Rwanda (RWND)
Senegal (SNGL)
Serria leone (SRLE)
Syria (SYRA)
United Kingdom (UK)
Upper Volta (UPVL)
Uruguay (URGY)
Venezuela (VNZL)
Yugoslavia (YGSL)
Zaire (ZAIRE)
Zambia (ZMBA)
```

*In parentheses are country abbreviations.

## APPENDIX B

COUNTRIES AND DATA USED IN THE STUDY

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| OBS | = | Observation number |
| :---: | :---: | :---: |
| ABBRVWH | $=$ | Country abbreviation (see Appendix A for full names) |
| COUNTRY | = | Country code number |
| PTD | $=$ | Protest demonstration |
| PST | = | Political Strikes |
| DTH | $=$ | Deaths from domestic political violence |
| SAV | = | Savings per capita |
| GCR | $=$ | Government current revenue as a percentage of Gross Domestic Product (GDP) |
| IMR | = | Infant mortality rate (per 1,000 infants) |
| LEX | = | Life expectancy at birth (years) |
| POP | = | Population |
| LFA | = | Percentage of labor in agriculture |

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[^0]:    ${ }^{\text {a }}$ Rounded to three decimal places

[^1]:    ***Significant at or below the . 05 level.
    ****Significant at or below the . 01 level.

[^2]:    ****Significant at or below . 01 level
    *****Significant at or below . 10 level

