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Comparative Analysis of Income Inequality Between Regions of Turkey: Multivariate Logit Model Approach/ Türkiye’de Gelir Eşitsizliğinin Bölgeler Arası Karşılaştırmalı Analizi: Çok Durumlu Logit Model Yaklaşımı

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ABSTRACT

Regional income inequality is considered as one of the economic and social factors affecting development of a country. Not allocating income fairly between regions lead to many social problems. This situation affect negatively economic growth by decreasing investment opportunities. Therefore, implementing policies to correct income inequality is of importance. The aim of the study is to exhibit the factors affecting income inequality in Turkey and to compare so-called effect in terms of NUTS2 region classification. Differently from the existing literature, we investigated the mentioned factors in the way of micro perspective. For this purpose, we used Income and Living Conditions Survey in 2015 and utilized from multivariate logit model. We suggested regional economic policies to diminish income inequality between regions in Turkey.

KEYWORDS Income Inequality; Regional Economy; Multivariate Logit Model

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