
The co integrated relationship between Nigeria and South African Economy

Ahmad Bello

Department of Accounting
Ahmadu Bello University, Zaria, Nigeria

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Abstract

Investors look for diversified investments opportunities to reduce risk. In quest for risk reduction, investors look for diversified investment opportunities. It's a common practice for hedge managers look out for securities that do not correlate. Diversification, however hedge for systemic risk mostly. Unsystematic risks or country risks could only be hedged through offshore diversification strategy. The integration of world commerce, trade and ease in cross border investments triggered by ICT revolution has improved offshore diversification strategy. As argued by Mohammed (2013) ICT facilitates world market integration.
