



**SDI FINAL EVALUATION FORM 1.1**

**PART 1:**

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| Journal Name:            | <a href="#">British Journal of Economics, Management &amp; Trade</a>           |
| Manuscript Number:       | Ms_BJEMT_26967                                                                 |
| Title of the Manuscript: | ECONOMETRIC MODELING OF INCOME-CONSUMPTION RELATIONSHIP: EVIDENCE FROM NIGERIA |

**PART 2:**

| FINAL EVALUATOR'S comments on revised paper (if any)                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | Authors' response to final evaluator's comments                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
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| <p><b>Lines 57-58 (from the original) were not corrected yet (section four appears twice):</b></p> <p>"section four is the theoretical framework and empirical analysis. Section four is the conclusion and policy recommendations."</p> <p><b>Corrected response to point 5:</b></p> <p>"The results of the ADF unit root test in Table 3 shows that the variables are integrated of the same order. Likewise the result of the PP unit root test did not deviate from the ADF. (see Appendix 1). This implies that the condition for cointegration using the Johannsen method was met by the series."</p> <p><b>Again, it does not implies, since we can find conflicting results for these different tests, as follows a few lines below:</b></p> <p>"As a trial test Johannsen method of cointegration test was conducted, the result is presented in Appendix 3. The result shows that there is a weak cointegration relationship between the two variables, as only the trace test report the presence of one cointegrating equation."</p> | <p><b>Corrected.</b></p> <p>The major objective of our study is to analyze both the long run and the short run dynamic relationship between the two variables via the ARDL (Damodar, N and S. Gujarati, 2007 ) The Bound test cointegration approach developed by Peseran, Shin and Smith (2001) was used along with the Johanssen technique (as suggested by the first evaluator's comment) , to test the long-run equilibrium relationship between the variables. The result of the Johanssen technique is presented in Appendix 2 where only the trace test reports the presence of on cointegrating equation. The result of the Bound Test also shows there is cointegration at 10% level. That was why we call it a weak long-run relationship.</p> |