

Instruction: Answer the following questions both here and in your evaluation note

Questions: Discuss a reason why there seems to be many private enterprises more than public enterprises in your country.

Answer

1. **Type of economic system and favorable legal environment:** The type of system adopted by the government determines the nature of economic activities that will take place in that country. For instance, Nigeria has a free economy in which private individuals are allowed to participate in economic activities i. e(Construction, production and distribution). This also results to a favorable legal environment. In a sense that, the enabling laws which govern the setting up of private enterprises which were passed as a result of the economic system are quite favorable. This makes it easy and interesting for many entrepreneurs to go into private businesses.