



UNIVERSITI TEKNOLOGI MARA

**FACTORS AFFECTING FOREIGN DIRECT
INVESTMENT ON DEVELOPING COUNTRIES**

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**Final Year Project Paper submitted in fulfilment
of the requirements for the degree of
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AUTHOR'S DECLARATION

I declare that the work in this final year project paper was carried out in accordance with the regulations of Universiti Teknologi MARA. It is original and is the results of my own work, unless otherwise indicated or acknowledged as referenced work. This thesis has not been submitted to any other academic institution or non-academic institution for any degree or qualification.

I, hereby, acknowledge that I have been supplied with the Academic Rules and Regulations for Undergraduate, Universiti Teknologi MARA, regulating the conduct of my study and research.

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ABSTRACT

The main objective of this research is to examine the factors affecting Foreign Direct Investment (FDI) on developing countries. In this report, secondary data was obtained from the Malaysia Department of Statistics, the World Bank, and Trading Economics. These studies are based on a balanced panel dataset from 1990 to 2017 in developing countries like Brazil, Pakistan, China, Indonesia, and Malaysia. The regression shows that the foreign direct investment (FDI) has major effects on the gross domestic product (GDP) and trade openness.

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