



**THE IMPACT OF AGRICULTURE SECTOR, MANUFACTURING
SECTOR AND SERVICES SECTOR TOWARDS GROSS
DOMESTIC PRODUCT IN SELECTED DEVELOPING COUNTRIES**

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ABSTRACT

Gross domestic product (GDP) always been a treated as a current issue by many researcher. This is because gross domestic product give a big impact to economic growth. Inconsistency GDP will lead to economic problem. Such as, inflation, poverty and economic turndown. This study is to investigate the impact of agriculture sector, manufacturing sector and services sector as also called as economic sectors towards gross domestic product is selected developing countries. Since, economic sector is one of the big contributors to the economic growth than can impact the import and export of countries and increase the efficiency of productivity of countries. This studies using a panel data from 2008 to 2016 with 9 years range. The data was collected from World Bank data. The result shows that only manufacturing sector and services sector have a strong relationship and significant impact towards GDP while agriculture is the only sector that not significant and negative relationship with the GDP. Which is mean agriculture is not the major factor that contribute to the economic growth because of several factor. While, manufacturing and services sectors is the major sector that contribute to the economic growth.

Keywords : *Agriculture Sector, Manufacturing Sector, Services Sector, Gross domestic product (GDP), Economic Sector, Economic Growth.*

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1.0 INTRODUCTION

The purpose of this research is to determine the impact of agriculture, manufacturing and service sector within developing countries.

1.1 BACKGROUND OF STUDY

1.1.1 AGRICULTURE SECTOR

Agriculture is one of the biggest contributor to economic growth. Agriculture can contribute to economic growth in numerous alternative. Such as, agriculture contribute in food, next is agriculture can be the exchange good for foreign scare and lastly agriculture also can be the market of industrial good that indirectly will contribute to the economic growth (A.R Nazish, A. Iqbal, M. Ramzan, 2013). Agriculture include mining, fishing and hunting. Where these three activities will give a massive impact to secondary and tertiary sector.

In India, agriculture sector is the mainstay of Indian economic where agriculture sector can lessen the unemployment rate in India since the agriculture sector come up with more job opportunities in India. In Malaysia, agriculture sector became the second largest sectors that contribute to economic growth (Sh. Umar, 2015). Agriculture is mostly used in developing countries since its can contribute more in economic growth.