



**FOREIGN DIRECT INVESTMENT AND ECONOMIC
GROWTH IN INDIA**

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AUTHOR'S DECLARATION

I declare that the work in this thesis was carried out in accordance with the regulations of Universiti Teknologi MARA, Johor Branch, Segamat Campus. 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.

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ABSTRACT

This research objectives is to study the link and influence between the economic growth and foreign direct investment (FDI) in India and also to define the element factors of foreign direct investment that stimulate the economic growth in India. This research will be conducted by using time series analysis and multiple regression models. This research also will using the quarterly data on foreign direct investment and economic growth in India that taken from periods of 1996 until 2017 which is 22 years. The data were taken from a certain database that is Data Stream and the information also is taken from the past journals and websites that are correlated with this study as a references. To know whether the variables is positively or negatively significant to each other, the EVIEWS (Econometric View) software from 8.0 version will be use to examine and analyze the data to get the result. The dependent variable for this research is Foreign Direct Investment (FDI) representing FDI inwards and the particular macroeconomics variables such as the Gross Domestic Product, Export and Import are use as the independent variables representing economic growth. The outcomes of this research shows that GDP have positive connection with the FDI in India while exports and imports have no significant connection with the FDI in India.

TABLE OF CONTENTS

		Page
AUTHOR'S DECLARATION		i
ABSTRACT		ii
ACKNOWLEDGEMENT		iii
TABLE OF CONTENTS		iv
CHAPTER		
1	CHAPTER ONE INTRODUCTION	
	1.1 Introduction	1
	1.2 Research Background	3
	1.3 Problem Statement	4
	1.4 Research Question	5
	1.5 Research Objective	5
	1.6 Significance of the Study	6
	1.7 Scope of the Study	7
	1.8 Summary	7
2	CHAPTER TWO LITERATURE REVIEW	
	2.1 Introduction	8
	2.2 Economic Growth And Foreign Direct Investment	8
	2.3 Relationship Between Gross Domestic Product And Foreign Direct Investment	10
	2.4 Relationship Between Export And Foreign Direct Investment	12
	2.5 Relationship Between Import And Foreign Direct Investment	13
	2.6 Theoretical Framework	15
	2.7 Summary	15
3	CHAPTER THREE RESEARCH METHODOLOGY	
	3.1 Introduction	16
	3.2 Data Collection	16
	3.2.1 Secondary Data	16

3.3	Sources Of Data	17
3.3.1	Data Stream	17
3.3.2	World Data Bank	18
3.3.3	Economist Intelligence Unit Country Data	18
3.4	Sampling Frame	18
3.5	Variables	18
3.5.1	Dependent Variables	19
3.5.2	Independent Variables	19
3.6	Research Design	19
3.6.1	Type of Investigation	19
3.6.2	Purpose of the Study	20
3.6.3	Unit Analysis	20
3.6.4	Time Horizon	20
3.7	Hypothesis	21
3.7.1	Hypothesis 1	21
3.7.2	Hypothesis 2	21
3.7.3	Hypothesis 3	21
3.8	Statistic And Econometric Method	21
3.8.1	Descriptive Analysis	21
3.8.2	Stationary Test	22
3.8.3	Normality Test	22
3.8.4	Correlation Coefficient	22
3.8.5	Multiple Regressions	23
3.8.5.1	T-Statistic (T-Stat)	23
3.8.5.2	F-Statistic	24
3.8.5.3	Coefficient Of Determination	24
3.8.6	Test on Assumption	25
3.8.6.1	Normality Test	25
3.8.6.2	Durbin Watson ($D - W$)	25
3.8.6.3	Heteroskedasticity	25
3.8.6.4	Multicollinearity	26
3.9	Summary	26
4	CHAPTER FOUR RESULT AND DISCUSSION	
4.1	Introduction	27
4.2	Descriptive Analysis	27
4.3	Unit Root Test	29
4.4	Normality Test	30