



Indian Journal of Economics



» Home

» About The Journal

» Executive Committee

» Editorial Board

» Subscriptions

» Contact Info

Instructions to Authors

Quarterly Publication

July, October, January, April.

In Press

Issue No. 393 - (October, 2018)

Latest Publication

Issue No. 392 - July, 2018

2018

- » July 2018
- » April 2018
- » January 2018

2017

- » October 2017
- » July 2017
- » April 2017
- » January 2017

2016

- » **October 2016**
- » July 2016
- » April 2016
- » January 2016

2015

- » October 2015
- » July 2015
- » April 2015
- » January 2015

2014

- » October 2014
- » April 2014
- » July 2014

2013



Special Centennial Issue

No. 385

October 2016

Vol. XCVII

ISSN 0019-5170

Contents

- Dr. Prakash Anant Salvi & Davinder Kaur Suri : TRANSMISSION MECHANISM OF MONETARY POLICY : CASE STUDY OF CREDIT CHANNEL IN INDIA
- Khursheed Hussain Dar, R.L. Bhat & Shahid Raina : DYNAMICS OF PUBLIC HEALTH SPENDING ACROSS INDIAN STATES — SOME EVIDENCES FROM PANEL DATA ANALYSIS
- Neha Jindall & Naresh Singla : FACTORS AFFECTING SIZE AND GROWTH OF MIDDLE CLASS IN INDIA.
- Dr. P. Abdulkareem & Dr. T.J. Joseph : EMERGING TRENDS AND DETERMINANTS OF OUTWARD FOREIGN DIRECT INVESTMENT FROM INDIA.
- Pabitra Kumar Jena & D.S. Hegde : FOREIGN DIRECT INVESTMENT (FDI) INFLOWS IN MULTI BRAND RETAILING: A CASE STUDY OF NEW DELHI AND MUMBAI CITY
- A. Kannan : PRIVATIZATION OF COMMON PROPERTY RESOURCES (CPRS): MACRO-LEVEL EVIDENCE FROM THENI DISTRICT OF TAMIL NADU
- Shri Prakash, Sudhi Sharma & Gautam Negi: INFLATION, INVESTMENT AND GROWTH OF INDIAN ECONOMY ANALYSIS OF INTERRELATIONS AND DETERMINANTS
- Guobadia Sam, Arodoye, N.L. & Iyoha : FISCAL POLICY AND INCLUSIVE GROWTH IN NIGERIA
- Dr. Humayun Rasheed Khan & Dr. Falak Butool : LIBERTARIANS, CAPITALIST CULTURE & FAITH IN PUBLIC SQUARE
- Dr. Bishnu Prasad Mishra : CASE FOR A NON-BANK RETAIL PAYMENT SYSTEM IN INDIA
- Feler Bose & Timothy Sipka : BELIEF SYSTEMS AND WEALTH OUTCOMES: A STUDY OF THREE VILLAGES IN SOUTH INDIA
- Hilal Ahmad, Akanksha Singhi & Gyan Prakash : ASSESSMENT OF APPLE PRODUCTION AND INPUT-OUTPUT RELATIONS WITH SPECIAL REFERENCE TO SHOPIAN (J & K)

EMERGING TRENDS AND DETERMINANTS OF OUTWARD FOREIGN DIRECT INVESTMENT FROM INDIA

Dr. P. ABDULKAREEM¹ & Dr. T.J, JOSEPH²

The outward FDI sector in India is fastly emerging in recent periods. The trend analysis shows that the total outward FDI witnessed tremendous increase during recent years. The analysis of the pattern of outward FDI also reveals that India has attained very high diversification in terms of country-wise and sector-wise outward FDI. The estimation of determinants of outward FDI reveals interesting results. Firstly, the Augmented Dickey Fuller test statistics reveals that the model is stationary. The estimation of co-integration tests confirms the long run equilibrium relationship. Since the model variables are co integrated, we have estimated the determinants of outward FDI using the Fully Modified Ordinary Least Squares (FMOLS) Method. The results of the estimation reveals that there is a positive and significant relationship between inward FDI and outward FDI. This clearly shows the emerging role of FDI sector in India. Thus, we may draw the inference that for the attainment of fast and sustained growth of Indian economy, we have develop coherent policies in the FDI sector. This is very important because Indian economy is basically scarce in the matter of capital. Next, our results also reveal that there is a negative and insignificant relationship between industrial production and outward FDI in India. This shows that when the domestic industrial production increases, outward FDI decreases. Much of the industrial production is to the domestic sector. So, we may draw the inference that the domestic industrial production in the country is gaining importance and many industrialists may not prefer to operate outside the country. The relationship is positive between trade openness and outward FDI. This result shows the importance of outward orientation in the Indian economy. This reflects that the Indian economy is becoming highly globalized and the degree of openness is increasing over the years. However, we may have to be cautious regarding the check and balance of open economic policies, as evidenced by the statistically insignificant co efficient of relationship between trade openness and outward FDI.

1. Associate Professor, Department of Economics, Central University of Kerala, Kasaragod, Kerala-671 316 E-mail : drabdukareem83@yahoo.co.in
2. Assistant Professor, Department of Economics, Central University of Kerala, Kasaragod, Kerala-671 316 E-Mail : tiioseph@gmail.com