CONTENTS

			Page No.
CERTIFICATE	i		
ACKNOWLEDGEMEN	ii -		
LIST OF ANNEXTUR	IV		
LIST OF TABLES	vi ´		
LIST OF ABBREVIAT	ix		
CHAPTER ONE	:	INTRODUCTION	1 to 15
	**	The Problem and Objective of the	3
		Present study Hypotheses of the Study Sources of Data and Methodology Used	4 5
	-	Time Period of the Study Limitation of the Study	5 6
	-	Definitions Organisation of the Study	7 12
		Notes and References	14
CHAPTER TWO	:	PRIVATE FOREIGN INVESTMENT : REVIEW OF LITERATURE	16 to 36
	~	Studies Relating to Private Foreign Investment and India's BOPs	16
	-	Studies Relating to Private Foreign Investment and Acceleration in Domestic Investment and National Income	24
	-	Studies Relating to Foreign Technology and Local Research and Development	28
	-	Justification for the Present Study Notes and References	31 34

CHAPTER THREE	:	THE THEORY OF PRIVATE FOREIGN INVESTMENT	37 to 62
	-	The Rationale Behind Private Foreign Investment	37
		Classical theory of Capital Movement and PFI	37
		 The theory of firm and PFI The firm specific advantages and PFI 	38 41
		4. The advantages of PFI over exports5. The advantages of PFI over licensing	47 49
		The pattern of PFI and monopolist advantage	50
	-	Evaluation of Impact of Private Foreign Investment	51
		1 Benefits of PFI 2. Cost of PFI Conclusion Notes & References	52 55 56 58
CHAPTER FOUR	:	PRIVATE FOREIGN INVESTMENT IN INDIA: EVOLUTION OF GOVERNMENT POLICY AND A PROFILE OF GROWTH	63 to112
	-	Indian Government's Policy towards Private Foreign Investment	63
		The Phase of gradual liberalization (1948-68)	64
		The Selective and Restrictive phase (1969-80)	66
		3. The Liberal Phase - 1980 onwards	69
	-	Growth Profile of Private Foreign Investment in India	77
		A) Growth profile (1948-93) B) Growth profile (1991 onwards)	78 94
		Conclusions Notes and References	105 108

-

CHAPTER FIVE	:		THE BALANCE OF PAYMENT IMPACT OF PRIVATE FOREIGN INVESTMENT ON THE INDIAN ECONOMY	113 to 145
		-	The Procedure for Estimating the Balance of Payment Effect and Sources of Data	115
			Direct BOP effects	115
			2 Overall BOP effects	116
			The Findings Reasons for Adverse balance of	118 129
		-	payments impact of Private Foreign Investment in India	129
		_	Conclusion	140
		-	Notes and References	142
CHAPTER SIX	:		THE IMPACT OF FOREIGN INVESTMENT ON NATIONAL INCOME, CORPORATE INVESTMENT AND ON RESEARCH AND DEVELOPMENT	146 to 171
		-	Impact of Private Foreign Investment on National Income in India	146
			Data and Methodology	147
			2. The Findings	149
			The Factors Affecting Private Foreign Investment in India	150
13		-	The Effect of Private Foreign Investment on Corporate Investment in India	155
			1. Data & Methodology	156
			2. The Findings	157
		-	The Import of Technology and its Effect on Local Research and Development in India	160
			 Data and Methodology 	162
			2 The Findings	164
-		-	Conclusion Notes & References	166 168
CHAPTER SEVEN	:		SUMMARY AND CONCLUSIONS	172 to 176
BIBLIOGRAPHY				177 to 183
ANNEXURES			•	184 to 209

,