

**Course title:** Foreign Direct investment and development

**Semester:** 2

**Duration:** 15h

**Instructor :** Samuel Guérineau, Assistant Professor-PhD supervisor, Université d'Auvergne- CERDI

**Course objectives:**

- Analyze the mechanisms through which Foreign Direct Investment may affect development
- Understand the heterogeneity of these effects according to FDI types, and recipient and origin country characteristics.
- Analyze the means to increase inward FDI flows and its gains.

**Outline**

1. FDI and development. The context. What FDI? Structure and trends of FDI.
2. The impact of FDI. Expected effects of FDI flows on firms and consumers.
3. FDI and other international financing. Financial stability, independence and tax revenues.
4. FDI origin: does it matter? The role of Multinational Corporations and of emerging economies.
5. FDI promotion. How to attract FDI? Tax policy versus other policies

**Prerequisites:** No

**Bibliography :** (to be completed)

Todaro, M. P., Smith, S. C., 2009, *Economic Development*, Addison-Wesley – Pearson

OECD, 2002, *Foreign Direct Investment for Development*, OECD.