

## **AN ANALYTICAL STUDY ON FOREIGN DIRECT INVESTMENT IN INDIA: IT'S PROS & CONS**

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### **ABSTRACT**

Over half-a-decade, Indian economy is facing severe financial crisis which becomes a bottleneck for the overall progress of the nation. Now-a-days still it is in hard time, the rupee value was declined drastically. The solution to overcome this financial crisis is to liberalize its economic policies to widen its operations globally. Hence Since 1991 the Government of India has focused on liberalization of policies to welcome Foreign Direct Investments (FDI) as it has been a key driver for accelerating the economic growth through technology transfer, employment generation, and improved access to managerial expertise, global capital, product markets and distribution network. FDI also enables financial stability, growth and development to sustain and compete in the global economy. Many foreign investors are interested to invest in India to grab the opportunities in Indian economy. Both foreign investors and host country is benefitted by FDI flows. On the above backdrop, the present study is undertaken to analyze the impact of FDI on the growth and development of the Indian economy. Its' main focus is on the FDI trends and consequences during the last decade across various sectors in India and future projections of FDI within India and its effects on Indian economy.

**KEYWORD:** FDI, GDP, Growth & Development, Indian Economy.

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