|  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|

|  |
| --- |
| Code:**JOKG462\_\_0** |
| Name:**Motivation and Impacts of Foreign Direct Investments** |
| Original subject name: |
| Credit:**6** |
| Requirement type:**Report (three-scale)** |
| Notes: |
| Responsible lecturer:**Dr. Katona Klára** |
| Organizational unit:JÁK Heller Farkas Közgazdaság-tudományi Intézet |
| Classes per week**Practical: 2** |
| Classes per term**Practical: 2** |

 |

|  |
| --- |
|  |

 |

|  |  |  |
| --- | --- | --- |
| Final requirement: |  |  |
| Preliminary requirement: |  |  |
| Description: |  |  |

**In the 90s, foreign direct investment played a determinant role in world economic development. However, in Central-Eastern Europe and especially in Hungary it was an integral part of the economic transition as well. The role and importance of FDI (foreign direct investment) has a special characteristic in the transition countries, it is because without foreign capital the market economy could not have evolved in Central-Eastern Europe.**

**In the first part of the course using the results of the scientific researches concerning the determinants of FDI, I analyse how Hungary could attract investors into the country, and what the main determinant factors of FDI were in Hungary. In the second part I tried to reveal the microeconomic effects of the FDI on Hungarian economy during the period 1993-2003, namely, productivity and competitiveness.**

**Course material:**

* **Klára Katona: Foreign Direct Investment and Productivity of the Manufacturing Industry in Hungary. In International Competitiveness and Public Economics. Budapest: Tarsoly, 2007.**
* **Klára Katona: Real Determinants of Foreign Direct Investment: The Case of Hungary. Transformation in Business & Economics, scholarly papers, Vol. 4, No 1 (7), Vilnius University, 2005.**
* **Klára Katona: The Impact of the Taxation System on the FDI in Hungary. In: Business and Economic Development in Central and Eastern Europe in the Period of Joining to the European Uninon (11th Annual International Conference, September 5–6, 2003.), Brno, University of Technology**