TITLE: FOREIGN DIRECT INVESTMENT VERSUS DOMESTIC INVESTMENT: AN INPUT-OUTPUT APPROACH

AUTHORS: PEROBELLI, FERNANDO SALGUEIRO ; RIBEIRO, ESTEFANIA

EMAIL: estefaniars@gmail.com

COUNTRY: BRAZIL

KEYWORDS: FOREIGN DIRECT INVESTMENT ; DOMESTIC INVESTMENT ; INPUT-OUTPUT

PAPER CONFERENCE CODE: 96

FULL PAPER IN CD?: YES

ABSTRACT:

In the past years the Brazilian economy assumed a remarkable position as a host of foreign direct investment. Because of this, it arise an important question: which investment structure is more efficient for the production and employment, domestic or foreign? This paper has as a principal aim the analysis of sectorial structure of foreign direct investment and domestic investment and its impact upon production and employment. To accomplish that, we use the input-output matrices for the Brazilian economy of 2000 e 2005 and data from Census of foreign capitals of the Brazilian Central Bank. In order to capture the impact upon the production and employment we will open the investment component of final demand into domestic and foreign investment. The analysis of foreign direct investment will be made by four economic regions.