

**DOMESTIC INVESTMENT POTENTIAL: A NEW DIMENSION
OF A NATION'S ECONOMIC POWER**

Sherali Mukimov*

*Ph.D. Student of Tashkent Institute of Finance,

UZBEKISTAN

Email id: mukimov750@gmail.com

DOI: 10.5958/2249-7137.2021.02446.0

ABSTRACT

In macroeconomics textbooks and research papers, authors traditionally try to cover the role of investments in economic growth, especially through econometric modeling FDI, GDP, exports, unemployment, etc. An overwhelming majority of relevant studies have shown that investments, whether they are foreign or not, have a significant impact on the growth of GDP. Consequently, these findings are now serving as a toolkit for policymakers while conducting national investment policy. However, according to Marxist theory investment policy is merely a superstructure constructed on the base – sources of investments and investment relations. This paper aims to investigate those sources under the new category “domestic investment potential”. Our findings indicate that domestic investment potential is a quantitative economic indicator that should play a role in the process of investment policymaking.

KEYWORDS: *Investment Potential, Resource-Based Approach, Investment Resources, Investment Opportunity, Investment Climate, Investment Attractiveness.*

REFERENCES

1. Sarwar S, Chen W, Waheed R. Electricity consumption, oil price and economic growth: Global prespective. *Renewable and Sustainable Energy Reviews*. 2017;76: 9–18.
 2. Choi C, Yi MH. The internet, R&D expenditure and economic growth. *Applied Economics Letters*. 2017;25(4);:264-267.
 3. Tiwari AK, Murascu M. Economic growth and FDI in Asia: A Panel –Data Approach, *Economic Analysis and Policy*, 2011;41(2):173-187.
 4. Anwar S, Cooray A. Financial flows and per capita income in developing countries, *International Review of Economics & Finance*, 2015;35:304-314.
 5. Li X., Liu X. Foreign Direct Investment and economic growth: Anincreasingly endogenous relationship. *World Development*, 2005;3(3): 393- 407.
 6. Samargandi N, Fidrmuc J, Ghosh S. Is the Relationship Between Financial Development and Economic Growth Monotonic? Evidence from a Sample of Middle Income Countries, *World Development*, 2015;68:66-81.
 7. teVelde DW, Xenogiani T. Foreign direct investment and international skill inequality. *Oxford Development Studies*, 2007;35 (1): 83 – 104.
-

8. Fereidouni HG. Foreign direct investments in real estate sector and CO₂emission: Evidence from emerging economies, *Management of Environmental Quality*. 2013;24(4):463-476.
9. Lautier M, Moreau F. (2012). An empirical criticism of the “FDI development” convention *Revista de Economia Contemporânea*, Rio de Janeiro, 2012;16(3):393-414.
10. Ndikumana L, Verick S. The linkages between FDI and domestic investment: unravelling the developmental impact of foreign investment in Sub-Saharan Africa. *Development Policy Review*. 2008;26(6).
11. Lakhmetkina NI. Investment potential - a fundamental concept of the investment process. *Financial analytics: problems and solutions*, 2011;4 (46).
12. Golaido M.I. Investment potential of the region. *Innovations and investments*, 2008;17 (74).
13. Tumusov FS. *Economic development management*. M.: Economics. 2000. p.25.
14. Katasonov VYu. Investment potential of the economy: mechanisms of formation and use. M.: "Ankil". 2005. p.11.
15. Beznos DS. Resource and project approaches to determining the essence of the investment potential of the region. *Scientific Bulletin of the Belgorod State University*. - No. 8 2014;179(4):43.
16. Asaul AN. *Modernization of the economy based on technological innovation*. SPb: ANO IPEV, 2008. pp.248-249.
17. Vahobov AV, Khajibakiev Sh.Kh., Muminov NG. *Foreign investments*. Tashkent: "Finance". 2010. p. 346
18. Litvinova VV. Investment attractiveness and investment climate of the region: on the question of definitions and assessment. *Finance: Theory and Practice*. 2014;(1):139-152.
19. Bozorov RH. Ensuring the wide participation of Uzbekistan in global indices is an important factor in increasing the attractiveness of the investment climate. *Scientific electronic journal "International Finance and Accounting"*. 2018;(4-5).
20. Dvoretzkaya AE. Investment potential of the Russian economy. *Finance and credit*, 2007;16 (256).