

To Study the Role of FDI to Promote Economic

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Abstract: *The impact of foreign direct investments (FDIs) on Indian economic growth is the foundation of this study. There are some factors that affect foreign direct investments. It consists of the country's political stability, trade openness, inflation rate, economic stability, investment policies, rules and regulations imposed, exchange rates, and foreign reserves. Additionally, foreign direct investments both increase trade and provide financial aid. Foreign direct investments have helped the Indian economy's balance of payment issues. This paper's main goal is to examine how foreign direct investment affects the expansion of the Indian economy. Gross Domestic Product and Net Foreign Direct Investment Inflows are used as the study's variables. The methods of simple regression and Pearson's correlation are employed*

Keywords: Foreign Direct Investments (FDI), Gross domestic Product (GDP), Balance of Payments, Economic Growth

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