

Development Centre Studies

# FDI from Developing Countries

A VECTOR FOR TRADE  
AND DEVELOPMENT

*by*

Byung-Hwa Lee

OECD

DEVELOPMENT CENTRE OF THE ORGANISATION  
FOR ECONOMIC CO-OPERATION AND DEVELOPMENT

# Table of Contents

Preface.....	7
Chapter 1 Introduction.....	9

## PART ONE

### THE FDI DYNAMIC IN THE GLOBALISATION OF DEVELOPING COUNTRY FIRMS

Chapter 2 Major Segments of the Value Chain and Their Spatial Deployment.....	17
Chapter 3 The Impact of Restrictive Trade Policy on the Spatial Deployment of the Value Chain.....	27
Chapter 4 Changing Production Technology and Global Deployment of the Value Chain.....	41
Chapter 5 Investment Modes for the Globalisation of Developing Country Firms. . . .	51

## PART TWO

### THE DETERMINANTS OF FDI BY DEVELOPING COUNTRY FIRMS: EMPIRICAL ANALYSES

Chapter 6 A Dynamic Framework for Investment Decision Making by Developing Country Firms.....	63
Chapter 7 Data and Analyses.....	71
Chapter 8 The Determinants of <b>FDI</b> for the Globalisation of Corporate Activities. . . .	81

## PART THREE

### THE IMPACT OF FDI ON EXPORTS

Chapter 9 Causality between FDI and Exports.....	101
Chapter 10 Analytical Framework.....	111
Chapter 11 FDI and Export Effects: Empirical Results.....	121
Chapter 12 Conclusions.....	131
Bibliography.....	137