

## FOREIGN Direct Investment

Susan M. Collins EDITOR

BROOKINGS INSTITUTION PRESS *Washington*, D.C.

## BROOKINGS TRADE FORUM

## Foreign Direct Investment

Editor's Summary	ix
THEODORE H. MORAN How to Investigate the Impact of Foreign Direct Investment on Development and Use the Results to Guide Policy	1
Comments by Laura Alfaro and Beata Smarzynska Javorcik 40 Discussion 51	
JOHN WHALLEY AND XIAN XIN	
China and Foreign Direct Investment Comments by Nicholas R. Lardy and Wing Thye Woo 87 Discussion 98	61
ASSAF RAZIN AND EFRAIM SADKA	
Productivity and Taxes as Drivers of Foreign Direct Investment Comments by Mihir A. Desai and Deborah Swenson 137 Discussion 143	105
Margaret McMillan and Andrew R. Waxman	
Profit Sharing between Governments and Multinationals in Natural Resource Extraction: Evidence from a Firm-Level Panel	149
Comment by Shang-Jin Wei 169 Discussion 172	
BARRY BOSWORTH, SUSAN M. COLLINS, AND GABRIEL CHODOROW-F	REICH
Returns on Foreign Direct Investment:	177
Does the United States Really Do Better?	
Comment by Cédric Tille 201 Discussion 207	