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Impact of Foreign Direct Investment (FDI) in the Economic Development of the Country

Abstract: The true natural resources for economic development is an important factor but there are many other conditions that can be considered even more important. Experience shows that large weathered the economic development are factors of social and political nature as capital. Capital is among the most important factors for economic development, especially in developing countries and countries mortars where lack of capital is a very big problem in the development.

Considering the importance and complexity of this issue, the main goal in this research will be to construct a model by which expectations for basic macroeconomic indicators could turn into a decision to invest in efficient portfolios composed of shares of companies that enter the stock exchange index MBI-10 , taking into account historical links and the benefits of diversification between them.

Our hypothesis of this paper is: value of MBI -10 is affected by the macroeconomic indicators such as inflation, interest rates, industrial production or GDP money supply.

To achieve our goal, or to achieve our results we have use methods that are characteristic of the social sciences: Induction and deduction, analysis and synthesis and comparison.

Keywords: Capital market, Macedonian exchange market of the Macedonian Stock Exchange, the price action.



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