

CONTENTS

	PAGE
ABSTACT.....	(1)
ACKNOWLEDGEMENT.....	(3)
CONTENTS.....	(5)
LIST OF TABLES	(7)
LIST OF FIGURES	(8)
 CHAPTER	
1. INTRODUCTION.....	1
1.1 Statement of the problem	1
1.2 Objectives of the study.....	4
1.3 Scope of the study	4
1.4 Organization of the study	4
 2. LITERATURE REVIEW AND RESEARCH METHODOLOGY	5
2.1 Literature review	5
2.2 Theoretical model.....	13
2.3 Research methodology	19
 3. AN ANALYSIS OF THE SAMPLE DATA	30

3.1 Manufactures in the sample	30
3.2 Foreign direct investment (FDI) and the role of foreign firms ...	32
3.3 Manufacturing exports and imported content	38
3.4 Markups of manufacturing industries	44
3.5 Industries' characteristics.....	47
4. EMPIRICAL RESULTS.....	54
4.1 The channel of exposure and the role of price-cost markup	56
4.2 The effect of exchange rates on firm's investment: industry-level analysis.....	61
4.3 The effect of exchange rates on firm's investment: the form of ownership and firm's size	65
4.4 Discussion on the empirical results.....	70
5. CONCLUSION	73
5.1 Summary of the study	73
5.2 Policy implication	75
5.3 Limitation and suggestion.....	76
APPENDICES.....	78
A: Solving equation (2.9)	79
B: Solving equation (2.11)	81
BIBLIOGRAPHY	83