

THE IMPORTANCE OF INTERNATIONAL INVESTMENTS IN THE DEVELOPMENT OF THE COUNTRY'S ECONOMY.

Babadjanov Baxodir Baxtiyorovich

Student of Tashkent State University of Economics

Sabirova Lola Shavkatovna

Associate Professor of the Department of Assessment and Investments

Annotation: *The main purpose of this study is to determine how foreign investment affects a country's economic growth. The purpose of the study is to study the processes and consequences of foreign investment for foreign trade, employment, economic growth and inventive development. The World Bank, the International Monetary Fund and many national statistical offices are among the data sources used in this study..*

Key words: *International investments, Investor, investment, global economy, foreign capital, investment policy.*

Investing resources in the economies of other countries with the intention of profiting from them is known as international investment. Investing, unlike charity, is always driven by profit. The investor hopes to increase his own funds and reimburse costs through investment income. Thanks to foreign investments, money is invested in the economy of another country in an attempt to improve the financial situation of both countries.

All parties benefit from such investments. In order to prevent their depreciation and make a profit, the investor chooses a viable course of action with respect to his money or other assets. Financial assistance is provided to investor countries in order to increase production, upgrade technologies and increase the quantity and quality of goods produced. Consequently, conditions are being created for the expansion of international trade with the partner state, which also benefits the investor's country.

How and why international investments are important for a government's economic growth?

International investments are crucial for the growth of the global economy as a whole. The movement of money exclusively within the state limits economic growth and, ultimately, hinders progress. By entering the foreign investment sector, you can increase your chances of making huge profits from your investments, which you can then use to finance your country. Improving the investment climate is beneficial to states for many reasons: supporting the economy through external investments. Their influence will be especially significant in times of crisis. Active modernization of production, introduction of new scientific and technical achievements. Foreign capital can be invested in the purchase of new equipment and technology improvements, which will have a positive impact on the development of the enterprise in the future. Improvement of the socio-economic situation in the country. Investments in local

enterprises create new jobs and, as a result, increase the general well-being of the population. Conversely, the closure of a foreign enterprise can lead to a sharp increase in unemployment, an outflow of the able-bodied population from the region and other negative social consequences. An opportunity to support the most resource-intensive industries that initially need large investments. Without attracting foreign capital, many projects would be extremely difficult to implement. Creating a favorable political environment. Investments contribute to the improvement of business ties between the two participating countries, which facilitates cooperation in other areas.

Global financial institutions also play an important role in the field of international investments. The roles of the World Bank and the International Monetary Fund can be considered as one of the main ones. The World Bank, for example, consisting of the International Bank for Reconstruction and Development (IBRD) and the International Development Association (IDA), aims to provide financial and technical resources to low- and middle-income countries to implement projects that contribute to their economic development and improve living conditions. The World Bank finances various projects, including infrastructure construction, educational programs, health and energy projects. These investments help improve economic prospects in developing countries, thereby creating a more stable and prosperous global economy. Although the direct role of the World Bank and the IMF in international investment may not be as obvious as that of direct investors or private equity, their activities create conditions conducive to increasing international investment. Stabilization of the economies of the countries, improvement of the investment climate through reforms and infrastructure development attract foreign direct investment. In addition, these organizations contribute to the development of international standards and norms, which facilitates international investment and trade.

The main responsibility of the State is to facilitate and manage the inflow of foreign money. It is necessary to avoid a bias between stimulating the national economy and the complete destruction of local producers. While the goal of a national investment strategy should be to promote international investment, we also need to take into account the needs of domestic small and large companies.

LIST OF REFERENCES:

- 1) International investments: a short course of lectures for bachelors in the field of training 38.03.02 "Management" / Comp.: L.V. Kazakova // Saratov State Agrarian University.- Saratov, 2016
- 2) Vlasenko R. D., Stroganova A.V. Foreign direct investment as a growth factor of the Russian economy // Young Scientist. — 2017
- 3) investments of Bindasov N.A., Poghosyan V.V. Textbook / Pyatigorsk, 2017 (2nd edition, revised and supplemented)

4) Investments of Bindasova N.A., Poghosyan V.V. Textbook /Pyatigorsk,
2017 (2nd edition, revised and expanded)