## Factors affecting demand for labor by the moderator of foreign direct investment in ed countries

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The labor market is a major market in economics which, due to human factor, is distinguished other markets such as money market, capital market, and commodity market. The present study investigates effects of factors on labor demand and determines the role of direct foreign investment in promoting labor demand. Thus, data 10 emerging economies 2000-2014 were collected and analyzed. To avoid false regression, stability and cointegration of regression data were examined and proved to be stable. Data were also proved to be cointegrated, having long-term balanced relationship with each other. The model was estimated using fixed effects and the results indicated that all independent variables were compatible with economic theories. It was found that (potential) fitted investment, domestic production, and wages had positive and significant relationship with labor demands. Moreover, real interest rate had negative and significant relationship with labor demands.

Keywords: Keywords: labor demands, direct foreign investment, real interest rate, wages, gross domestic production

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