An Econometric modeling for India's Export and Economic Growth during the Post Globalization Era

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Abstract

This article examines the long run relationship between economic growth and exports using annual data for the period from 1981 to 2015 and the unit root results indicate that data are non stationary in their level and stationary at first differences, i.e., they are integrated order of $I(1)$. The cointegration results show there is a positive long run relationship between the variables. The results of an error correction model and Granger Causality suggest that there is short run equilibrium between these two and also causality running from exports to economic growth in India.

Key words: Economic growth, Cointegration India
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