



Guarantees and Incentives of Investment in the Third World and Iraq

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Introduction

At present there is a wild race between many countries to attract a bigger share of investments, in a world of super-blocs that deny survival to any country that refuses to participate in such a race. Budgets in a majority of the developing countries in particular, and even some of those countries who have managed to get out of the developing countries' yardstick, have failed to cover all the major projects. This includes projects, which are infrastructure related or simply touch the life of people by providing them with basic necessities, in turn pushing their country towards development and technological advancement. This, in turn enables them to catch up and fall in line with the rest of the modern developed world.

Recently, the doors to opportunities in international investment have opened wider. Several countries have opened up to accommodate foreign investment by preparing specific laws and legislation and also by taking into consideration two main concerns about foreign investment, which are the legal and solid guarantees of and incentives for these investments. Hence ensuring that these laws help in attracting and convincing investors. Now these racing countries are competing to provide more and more concessions to investors in the areas of:

A- Investment Guarantees

B- Investment Incentives

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One of the important factors that encourages a foreign investor to risk investing his