

***THE CONTRIBUTION MADE BY PUBLIC  
DEBT TO THE PUBLIC INVESTMENT  
IN  
SRI LANKA AFTER 1977***

The report submitted to the Department Of Social Sciences in partial fulfillment of the requirements of BA (Special) social sciences specialized in

***ECONOMICS***

**Registration No 98/SL/122**

**Index No 757**

**98/99**

**Department Of Social Sciences  
Faculty of Social Sciences & Languages  
Sabaragamuwa University Of Sri Lanka  
Belihuloya 70140**

**THE CONTRIBUTION MADE BY PUBLIC DEBT TO THE  
PUBLIC INVESTMENT  
IN SRI LANKA AFTER 1977**

98/99

This is to certify that this report is submitted in partial fulfillment of BA Social Sciences (Special) Degree programme.

Signature of Head

.....

Date .....

This is to certify that this report or part of it has not been submitted to any other institution and I have given due references to all published materials used in this report.

Student's signature

.....

Date .....

Department of social sciences

*Dedicated*

*To*

*My Beloved*

*Father & Mother.*

## Acknowledgment

I wish to express my sincere gratitude and appreciation to Mr. A. Aruna Shantha, Lecturer In Economics, Department of Social Sciences, for his valuable guidance, encouragement and supervision throughout my project.

I specially express my hart full thanks to my parents, brothers and all my friends for their kind support and encouragement to complete this dissertation successfully.

# Contents

Dedication	
Acknowledgement	
Contents	
List of Tables	I
List of Figures	II
Chapter I	
1. Introduction	1-9
1.1 Introduction of the Study	
1.2 Importance of the Study	
1.3 Objective of the Study	
1.3.1 General objectives	
1.3.2 Specific objectives	
1.4 Hypothesis	
1.5 Methodologies	
1.5.1 Data Collection Method	
1.5.2 Data Analysis method	
1.6 Limitation	
1.7 Chapter outline	
Chapter II	10-25
2. Theories of public debt and investment	
2.1 Theories of public debt	
2.1.1 Meanings of public debt	
2.1.2 Comparison of public debt and private debt	
2.1.3 Causes for public debt	
2.1.4 Classification of public debt	
2.1.5 Dangers of public debt	
2.1.6 Effect of public debt	
2.2 Theories of public investment	
2.2.1 Meaning of investment	
2.2.2 Types of investment	

Chapter III

26-33

3. Classification and Statistical Description  
of public debt and public investment  
in Sri Lanka after 1977.

3.1 Status of public debt in Sri Lanka

3.1.1 Domestic debt

3.1.2 Foreign Debt

3.2 Investment Trends

Chapter IV

34-46

4. Analysis method

4.1 Correlation coefficient analysis

4.2 Multiple regression analysis

4.3 Hypothesis test

4.3.1 ANOVA Table and 'F' Test

4.3.2 Regression coefficient and 't' test

Chapter V

47-49

5. Conclusion and recommendations

5.1 Conclusions

5.2 Recommendations