

## EASE OF DOING BUSINESS IN INDIA- A CASE STUDY

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**ABSTRACT**

The Ease of Doing Business is a ranking method given by the World Bank scaling from 1 to 190 on various parameters representing the ease with which a business can start, implement and exit from a worldwide. A country like India which is among the rapid developing countries in the world has a potential to surpass the leading countries in terms of business. India's performance in past years has been very much progressive and has boosted the confidence of the foreign and domestic investors to invest in India. There are 10 parameters for EoDB, they are Starting a Business, dealing with Construction permits, Getting Electricity, registering property, getting credit, Protecting Minority Investors, Paying Taxes, trading across Borders, Enforcing Contracts and Resolving Insolvency.

In this research paper we analyzed the significance effect of each individual parameter on Overall ranking of EoDB in India using ANOVA and to know the most effected parameter on Overall ranking of Ease of Doing Business using Multiple Regression. This paper also forecasts the future ranks of EoDB of years 2019, 2020 and 2021 by using method of least squares. This study is based upon the secondary data published by World Bank, Govt. of India journals, Dipp website and Articles.

Keywords: EoDB, ANOVA, Multiple Regression, method of least squares

**INTRODUCTION**

Ease of Doing Business Index is discovered by Simeon Djankon at the World Bank Group. The Ease of Doing Business ranking is a comparison between one economy to other economy and it shows the relative change in the regulatory circumstances of economies. The ranks are calculated on the time taken and cost incurred by a company or government to complete the various legal formalities of the parameters. The countries having lengthy process to start a business, time taking, inefficient, expensive and more number of legal procedures will be given higher ranks. The smaller the ranks of the countries, the better the environment of the business. There are 10 parameters of Ease of Doing Business on which the Overall Ranking of EODB is given by the World Bank.

One of the important aspects of the economic reforms in India has been to reduce the regulatory role of the government in business clearances and approvals, and replacing it with a more facilitative role, thereby, the Ease of Doing Business rank as improved. India is looked with great respect as it is economic power house of the World and it is being among the fastest uplifting countries of the World in all the aspects and it is the result of various reforms launched by the government such as MADE IN INDIA Campaign, which is most important factor to promote entrepreneurs and to simplify cumbersome process for every day basic services. There is a radical shift in governance of the government of India in all the parameters of the Ease of Doing Business. As per the World Bank Report (DBR, 2019), India is ranked at 77<sup>th</sup> place of 190 countries of the World. This means a jump of 23 positions when compared to last year EoDB ranking. Government of India has increased its rank by 53 positions in last 2 years and 65 positions in 4years.

**India's EoDB rankings**

Year	2010	2011	2012	2013	2014	2015	2016	2017	2018
India's EoDB ranking	134	132	132	134	142	130	130	100	77

The following line graph represents India's EoDB

