

**T.C.  
PRIME MINISTRY  
UNDERSECRETARIAT OF TREASURY**

**INTERNATIONAL  
DIRECT INVESTMENT  
INFORMATION BULLETIN**

**July 2007  
GENERAL DIRECTORATE OF FOREIGN INVESTMENT**

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## INTERNATIONAL DIRECT INVESTMENT INFORMATION BULLETIN

### 1) International Direct Investment Inflow<sup>1</sup>

#### *Developments in May 2007*

The net international direct investment inflow has been \$ 994 million in May 2007 (Table-1).

**Table 1- Components of International Direct Investment Inflow, January-May 2007**

	(Million \$)				
	January	February	March	April	May
<b>International Direct Investment Total (Net)</b>	<b>6.310</b>	<b>1.609</b>	<b>1.234</b>	<b>870</b>	<b>994</b>
<b>International Direct Investment</b>	<b>5.948</b>	<b>1.328</b>	<b>896</b>	<b>595</b>	<b>704</b>
<i>Equity Investment (Net)</i>	<b>5.942</b>	<b>1.337</b>	<b>797</b>	<b>546</b>	<b>637</b>
<i>Inflows</i>	5.942	1.337	799	546	642
<i>Liquidation Outflows</i>	--	--	-2	--	-5
<b>Intra Company Loans*</b>	<b>6</b>	<b>-9</b>	<b>99</b>	<b>49</b>	<b>67</b>
<b>Real Estate (Net)</b>	<b>362</b>	<b>281</b>	<b>338</b>	<b>275</b>	<b>290</b>

\*Loans which companies with foreign capital take from foreign partners

Provisional Data

Source: Central Bank of the Republic of Turkey

<sup>1</sup>International direct investment inflow includes the net amount of transfers classified as “capital” and “other capital” in the balance of payment statistics of the Central Bank of Turkey, from abroad by the firms operating according to the “Foreign Direct Investment Law No.4875 and transfers for the real estate purchases of foreigners in Turkey.

The equity investment inflow, which represents the equity share transfers of international investors for their new or existing companies in Turkey, and for their participation into the existing domestic companies, has been \$ 642 million. \$ 405 million of this has been into electricity, gas and water supply sector (Table-2).

**Table 2- International Direct Investment Inflow, by Sector, January-May 2007**

Sectors	(Million \$)				
	January	February	March	April	May
Agriculture, hunting, fishing and forestry	--	--	--	--	--
Mining and quarrying	2	3	1	8	2
Manufacturing	138	1.245	153	132	90
<i>Manufacture of food products and beverages</i>	49	100	41	8	13
<i>Manufacture of textiles</i>	1	6	6	6	--
<i>Manufacture of chemicals and chemical products</i>	54	32	12	32	53
<i>Manufacture of machinery and equipment n.e.c.</i>	--	--	--	7	12
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	7	5	3	35	5
<i>Other Manufacturing</i>	27	1.102	91	44	7
Electricity, gas and water supply	--	--	1	2	405
Construction	43	23	118	10	--
Wholesale and retail trade	1	12	8	23	--
Hotels and restaurants	--	1	8	--	4
Transport, storage and communications	69	9	--	304	60
Financial intermediation	5.650	22	474	23	14
Real estate, renting and business activities	38	18	35	35	60
Other community, social and personal service activities	1	4	1	9	7
<b>Total</b>	<b>5.942</b>	<b>1.337</b>	<b>799</b>	<b>546</b>	<b>642</b>

Provisional Data

Source: Central Bank of the Republic of Turkey

\$ 533 million of the \$ 642 million equity investment has been exported by the EU countries (Table-3).

**Table 3- International Direct Investment Inflow, by Country, January-May 2007**

Countries	(Million \$)				
	January	February	March	April	May
European Union (25)	2.528	878	380	458	533
<i>Germany</i>	35	5	12	22	49
<i>The Netherlands</i>	24	8	141	359	100
<i>United Kingdom</i>	161	76	4	36	7
<i>Other European Countries</i>	2.306	783	223	41	377
Other European Countries (Excluding EU)	2	6	--	50	12
Africa	1	1	1	1	1
America	3.221	421	98	7	74
North America	3.221	17	21	5	73
U.S.A.	3.220	14	20	2	73
Canada	1	3	1	3	--
Central-South America And Caribbean	0	404	77	2	1
Asian	164	31	320	30	22
<i>Gulf Arabian Countries</i>	4	11	14	7	9
<i>Near And Middle Eastern Countries</i>	159	3	0	7	3
<i>Other Asian Countries</i>	1	17	306	16	10
Other Countries	26	--	--	--	--
<b>Toplam</b>	<b>5.942</b>	<b>1.337</b>	<b>799</b>	<b>546</b>	<b>642</b>

Provisional Data

Source: Central Bank of the Republic of Turkey

### *Developments in the 2007 January-May Period*

The net international direct investment inflow has been \$11.017 million in 2007 (Table-4).

Equity investment inflow component of the international direct investment inflows reached up to \$ 9.266 million in the January- May period in 2007 (Table-4).

**Table 4- Components of International Direct Investment Inflow, (2006-2007)**

	(Million \$)		% Change
	Jan.-May		
	2006	2007	
<b>International Direct Investment Total (Net)</b>	<b>8.521</b>	<b>11.017</b>	<b>29,3</b>
<b>International Direct Investment Capital</b>	<b>7.200</b>	<b>9.471</b>	<b>31,5</b>
<i>Equity Investment (Net)</i>	<i>7.237</i>	<i>9.259</i>	<i>27,9</i>
<i>Inflows</i>	<i>7.298</i>	<i>9.266</i>	<i>27,0</i>
<i>Liquidation Outflows</i>	<i>-61</i>	<i>-7</i>	<i>-88,5</i>
<i>Intra Company Loans*</i>	<i>-37</i>	<i>212</i>	<i>--</i>
<i>Real Estate (Net)</i>	<i>1.321</i>	<i>1.546</i>	<i>17,0</i>

\*Loans which companies with foreign capital take from foreign partners Provisional Data,

Source: Central Bank of the Republic of Turkey

\$ 6.183 million of the total \$ 9.266 million of the equity capital entry has been into financial intermediation sector (Table-5).

**Table 5- International Direct Investment Inflow, by sector, (2006-2007)**

Sectors	(Million \$)	
	January-May	
	2006	2007
Agriculture, hunting, fishing and forestry	--	--
Mining and quarrying	39	16
Manufacturing	705	1.758
<i>Manufacture of food products and beverages</i>	521	211
<i>Manufacture of textiles</i>	6	19
<i>Manufacture of chemicals and chemical products</i>	25	183
<i>Manufacture of machinery and equipment n.e.c.</i>	41	19
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	38	55
<i>Other Manufacturing</i>	74	1.271
Electricity, gas and water supply	55	408
Construction	118	194
Wholesale and retail trade	1.083	44
Hotels and restaurants	10	13
Transport, storage and communications	4.788	442
Financial intermediation	338	6.183
Real estate, renting and business activities	39	186
Other community, social and personal service activities	123	22
<b>Total</b>	<b>7.298</b>	<b>9.266</b>

Provisional Data

Source: Central Bank of the Republic of Turkey

During the January and May period in 2007, %51,5 of the equity capital entry is from EU and 35,9 % of the this capital is from the U.S.A (Table-6).

**Table 6- International Direct Investment Inflow, by Country, (2006-2007)**

(Million \$)

Countries	January-May	
	2006	2007
European Union (25)	<b>6.567</b>	<b>4.777</b>
<i>Germany</i>	32	123
<i>The Netherlands</i>	4.824	632
<i>United Kingdom</i>	176	284
<i>Other European Countries</i>	1.535	3.738
Other European Countries (Excluding EU)	<b>53</b>	<b>70</b>
Africa	<b>5</b>	<b>5</b>
U.S.A.	<b>400</b>	<b>3.329</b>
Canada	<b>96</b>	<b>8</b>
Central-South America And Caribbean	<b>19</b>	<b>484</b>
Asian	<b>151</b>	<b>567</b>
<i>Gulf Arabian Countries</i>	133	45
<i>Near And Middle Eastern Countries</i>	9	172
<i>Other Asian Countries</i>	9	350
Other Countries	<b>7</b>	<b>26</b>
<b>Toplam</b>	<b>7.298</b>	<b>9.266</b>

Provisional Data

Source: Central Bank of the Republic of Turkey



## 2) Number of Companies with International Capital

### *Developments in May 2007*

323 companies and branch offices with international capital have been established and 68 foreign capital participations to the existing domestic companies incurred in May 2007 (Table-7).

**Table 7- Breakdown of Companies with International Capital by Mode of Establishment, (2006-2007 Monthly)**

(Number of Companies)

	2006				2007				% Change
	Company Establishment	Participation	Branch Office	Total	Company Establishment	Participation	Branch Office	Total	
January	174	30	2	206	211	41	4	256	24,3
February	180	47	5	232	216	58	10	284	22,4
March	242	72	7	321	273	67	2	342	6,5
April	228	51	5	284	218	48	6	272	-4,2
May	241	58	5	304	316	68	7	391	28,6
June	248	70	6	324	--	--	--	--	--
July	220	46	4	270	--	--	--	--	--
August	217	50	10	277	--	--	--	--	--
September	239	45	4	288	--	--	--	--	--
October	208	65	6	279	--	--	--	--	--
November	249	55	6	310	--	--	--	--	--
December	191	62	2	255	--	--	--	--	--
<b>Total</b>	<b>2.637</b>	<b>651</b>	<b>62</b>	<b>3.350</b>	<b>1.234</b>	<b>282</b>	<b>29</b>	<b>1.545</b>	<b>--</b>

Provisional Data

Source: Undersecretariat of Treasury

### *Developments in the 2007 January-May period*

In the first five month of 2007, 1,263 companies and branch offices with international capital have been established and 282 international capital participations to the existing domestic companies incurred (Table-8).

**Table 8- Breakdown of Companies with International Capital by Mode of Establishment, (2006-2007)**

(Number of Companies)

	January-May		% Change
	2006	2007	
Company Establishment	1.059	1.234	16,5
Participation	261	282	8,0
Branch Office	26	29	11,5
<b>Total</b>	<b>1.346</b>	<b>1.545</b>	<b>14,8</b>

Provisional Data

Source: Undersecretariat of Treasury

In the January-May period in 2007, majority of the total 1.545 companies with international capital is in the real estate renting and business activities while, wholesale and retail trade and manufacturing sectors follow (Table-9). Chemicals-chemical products leads the manufacturing sector investments followed by textile goods production, machinery and equipment n.e.c sector.

Of these total 1.545, 130 have capital values higher than \$500.000. Among these, 31 companies operate in manufacturing, 24 companies operate in wholesale and retail trade sector and 23 companies operate in real estate renting and other business activities sectors (Table-9).

**Table 9- Breakdown of Companies with International Capital by Sector according to Size of Equity Capital, (2006-2007)**

(Number of Companies)

Sectors	2006					2007 (Jan.-May)				
	<50.000\$	50.000\$ - 200.000\$	200.000\$ - 500.000\$	>500.000\$	Total	<50.000\$	50.000\$ - 200.000\$	200.000\$ - 500.000\$	>500.000\$	Total
Agriculture, hunting, fishing and forestry	19	12	3	5	39	14	6	2	3	25
Mining and quarrying	20	14	3	6	43	13	14	2	5	34
Manufacturing	251	124	31	53	459	103	69	22	31	225
<i>Manufacture of food products and beverages</i>	21	10	2	7	40	6	5	2	3	16
<i>Manufacture of textiles</i>	33	13	5	2	53	12	6	2	4	24
<i>Manufacture of chemicals and chemical products</i>	22	11	4	8	45	16	10	3	3	32
<i>Manufacture of machinery and equipment n.e.c.</i>	28	14	3	2	47	7	7	1	2	17
<i>Manufacture of motor vehicles, trailers, semi-trailers</i>	6	4	1	3	14	4	1	1	1	7
<i>Other Manufacturing</i>	141	72	16	31	260	58	40	13	18	129
Electricity, gas and water supply	26	9	4	6	45	12	4	1	1	18
Construction	235	122	45	32	434	106	56	19	16	197
Wholesale and retail trade	528	238	56	40	862	204	103	21	24	352
Hotels and restaurants	138	68	12	8	226	58	16	4	2	80
Transport, storage and communications	165	85	27	8	285	77	44	9	11	141
Real estate, renting and business activities	496	171	35	22	724	257	81	14	23	375
Other community, social and personal service activities	141	46	19	27	233	66	16	2	14	98
<b>Total</b>	<b>2.019</b>	<b>889</b>	<b>235</b>	<b>207</b>	<b>3.350</b>	<b>910</b>	<b>409</b>	<b>96</b>	<b>130</b>	<b>1.545</b>

921 of the total 1.545 companies are of EU origin, 205 companies are of Near and Middle Eastern Countries and 198 companies are of other EU countries (Table-10).

Table 10- Breakdown of Companies with International Capital by Country according to Size of Equity Capital (2006-2007)

(Number of Companies)

Countries	2006					2007(Jan.-May)				
	<50.000\$	50.000\$ - 200.000\$	200.000\$- 500.000\$	>500.000\$	Total	<50.000\$	50.000\$ - 200.000\$	200.000\$- 500.000\$	>500.000\$	Total
European Union (25)	1.281	531	137	139	2.088	564	234	51	72	921
Germany	363	162	44	31	600	137	71	14	15	237
The Netherlands	172	58	21	25	276	70	24	5	14	113
United Kingdom	320	133	14	20	487	138	50	10	9	207
Other European Countries	426	178	58	63	725	219	89	22	34	364
Other European Countries (Excluding EU)	242	104	27	23	396	117	51	14	16	198
North Africa	18	5	1	--	24	4	2	--	--	6
Other African Countries	12	5	1	--	18	4	4	1	--	9
North America	91	31	12	10	144	39	13	3	7	62
U.S.A.	75	26	9	8	118	32	8	3	5	48
Canada	16	5	3	2	26	7	5	--	2	14
Central-South America And Caribbean	4	3	--	3	10	10	--	--	2	12
Near And Middle Eastern Countries	231	152	34	21	438	100	71	16	18	205
Azerbaijan	44	35	3	5	87	21	12	3	6	42
Iraq	35	34	5	4	78	19	21	3	1	44
Iran	68	39	5	--	112	27	14	5	3	49
Other	84	44	21	12	161	33	24	5	8	70
Other Asian Countries	106	46	19	9	180	63	30	10	15	118
Other Countries	34	12	1	5	52	9	4	1	--	14
<b>Total</b>	<b>2.019</b>	<b>889</b>	<b>235</b>	<b>207</b>	<b>3.350</b>	<b>910</b>	<b>409</b>	<b>96</b>	<b>130</b>	<b>1.545</b>

Provisional Data

Source: Undersecretariat of Treasury

### *Companies with international capital in Turkey*

Currently, a total of 16.500 companies with international capital are operating in Turkey. Among these, 13.549 companies and branch offices with international capital have been established and 2.951 foreign capital participations to the existing companies incurred (Table-11).

Table 11- Number of Companies with International Capital by Year according to Mode of Establishment

Year	Company Establishment	Participation	Branch Office	Total
1954-1999 (Cumulative)	3.492	504	145	4.141
2000	318	111	18	447
2001	327	120	30	477
2002	359	114	22	495
2003	871	200	34	1.105
2004	1.565	467	63	2.095
2005	2.285	502	58	2.845
2006	2.637	651	62	3.350
2007/May	1.234	282	29	1.545
<b>Total</b>	<b>13.088</b>	<b>2.951</b>	<b>461</b>	<b>16.500</b>

As of May 2007, Provisional Data

Source: Undersecretariat of Treasury

Majority of the total 16.500 companies with international capital is in the wholesale and retail trade sectors while manufacturing, real estate renting and other business activities follow. Textile goods production leads the manufacturing sector investments followed by chemicals and food beverage products (Table-12).

**Table 12- Breakdown of Companies with International Capital by Sector, (2006-2007)**

Sectors	January-May		(Number of Companies) (1954-2007/May)
	2006	2007	General Total
Agriculture, hunting, fishing and forestry	17	25	252
Mining and quarrying	18	34	267
Manufacturing	181	225	3.203
<i>Manufacture of food products and beverages</i>	18	16	322
<i>Manufacture of textiles</i>	19	24	420
<i>Manufacture of chemicals and chemical products</i>	13	32	367
<i>Manufacture of machinery and equipment n.e.c.</i>	18	17	242
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	13	7	202
<i>Other Manufacturing</i>	100	129	1.650
Electricity, gas and water supply	15	18	167
Construction	181	197	1.350
Wholesale and retail trade	365	352	5.293
Hotels and restaurants	97	80	1.232
Transport, storage and communications	112	141	1.418
Real estate, renting and business activities	267	375	2.317
Other community, social and personal service activities	93	98	1.001
<b>Total</b>	<b>1.346</b>	<b>1.545</b>	<b>16.500</b>

\*: As of May 2007, Provisional Data

Source: Undersecretariat of Treasury

When the distribution of the companies with international capital according to their country of origin is concerned, it is seen that 9.128 of the total 16.500 companies with foreign capital are of EU origin, in which Germany leads with 2.864 firms followed by the Netherlands (1.302 firms) and United Kingdom (1.627 firms) (Table-13).

**Table 13- Breakdown of Companies with International Capital by Country, (2006-2007)**

Countries	2006	2007	(Number of Companies)
			(1954-2007/May)
			Total
European Union (25)	<b>836</b>	<b>921</b>	<b>9.128</b>
<i>Germany</i>	238	237	2.864
<i>The Netherlands</i>	110	113	1.302
<i>United Kingdom</i>	172	207	1.627
<i>Other European Countries</i>	316	364	3.335
Other European Countries (Excluding EU)	<b>161</b>	<b>198</b>	<b>2.002</b>
African Countries	<b>21</b>	<b>15</b>	<b>279</b>
North America	<b>48</b>	<b>62</b>	<b>883</b>
<i>U.S.A.</i>	41	48	781
<i>Canada</i>	7	14	102
Central-South America And Caribbean	<b>5</b>	<b>12</b>	<b>102</b>
Near And Middle Eastern Countries	<b>187</b>	<b>205</b>	<b>2.801</b>
<i>Azerbaijan</i>	35	42	386
<i>Iraq</i>	28	44	448
<i>Iran</i>	60	49	856
<i>Other</i>	64	70	1.111
Other Asian Countries	<b>64</b>	<b>118</b>	<b>1.087</b>
<i>China</i>	8	23	289
<i>South Korea</i>	3	10	125
<i>Other</i>	53	85	673
Other Countries	<b>24</b>	<b>14</b>	<b>218</b>
<b>Total</b>	<b>1.346</b>	<b>1.545</b>	<b>16.500</b>

As of May 2007, Provisional Data  
Source: Undersecretariat of Treasury

When the investment location distribution of the 16.500 international capital companies are considered, it is seen that 9.085 of the total 16.500 are in Istanbul, which is followed by Antalya (1.983 firms), Ankara (1.127 firms) and Izmir (1.025 firms) (Table-14).

**Table 14- Breakdown of Companies with International Capital by Investment Location**

İl	Number of Companies (1954-2007/May)
İstanbul	9.085
Antalya	1.983
Ankara	1.127
İzmir	1.025
Muğla	952
Bursa	339
Mersin	302
Aydın	276
Kocaeli	198
Adana	131
Other City	1.082
<b>Total</b>	<b>16.500</b>

\*: As of May 2007, Provisional Data  
Source: Undersecretariat of Treasury

In Istanbul, the majority of the 9.085 companies with international capital is in the wholesale and retail trade sectors (3.445 firms) while they also operate in manufacturing (1.883 firms), real estate renting and other business activities (1.162 firms) (Table-15).

**Table 15- Breakdown of Companies with International Capital by Sector according to the Investment Location (1954-2007/May)**

Sectors	(Number of Companies)				
	Istanbul	Antalya	Ankara	Izmir	Muğla
Agriculture, hunting, fishing and forestry	62	55	17	29	14
Mining and quarrying	93	10	51	32	3
Manufacturing	1.883	139	173	279	23
<i>Manufacture of food products and beverages</i>	151	26	16	40	3
<i>Manufacture of textiles</i>	274	5	10	23	4
<i>Manufacture of chemicals and chemical products</i>	251	13	9	25	1
<i>Manufacture of machinery and equipment n.e.c.</i>	155	1	16	23	1
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	76	--	9	15	--
<i>Other Manufacturing</i>	976	94	113	153	14
Electricity, gas and water supply	82	11	42	11	1
Construction	416	385	125	70	163
Wholesale and retail trade	3.445	289	342	335	86
Hotels and restaurants	385	367	67	65	222
Transport, storage and communications	870	196	54	62	121
Real estate, renting and business activities	1.162	449	161	92	283
Other community, social and personal service activities	687	82	79	50	36
<b>Total</b>	<b>9.085</b>	<b>1.983</b>	<b>1.127</b>	<b>1.025</b>	<b>952</b>

As of May 2007, Provisional Data  
Source: Undersecretariat of Treasury

### 3) Investment Projects<sup>2</sup>

21 incentive certificates having a total investment value of \$ 191 million were issued by the Undersecretariat of Treasury in May 2007 for companies with international capital. Thus, In the first five month of 2007, the number of certificated investment projects reached up to 87, while their capital value reached to \$ 3,3 billion (Table-17). 43,2 % of this capital will be covered by the international partners (Table-16).

**Table 16: Investment Incentive Certificates Issued for Companies with International Capital -(Jan.-May 2007)**

	January	February	March	April	May
<b>Number of Incentive Certificates (Number)</b>	9	23	21	13	21
<b>Amount of Investment* (Million \$)</b>	1.558,4	1.049,0	301,5	195,1	191,0
<b>Equity Share of Foreign Direct Investor (%)</b>	54,4	12,9	74,0	53,5	59,9

\* Investment value is prescribed in the investment certificate which is issued for companies with foreign capital  
Source: Undersecretariat of Treasury

Out of the total 87 investment incentive certificates, 75 were issued for manufacturing, 1 for agriculture hunting and forestry, 3 for mining-quarrying and 8 for services sector.

<sup>2</sup> Investment projects of international investors, certified within the framework of foreign direct investment legislation and the incentives regime.

## ANNEXED TABLES



Table annex-1: International Direct Investment (Inflows)

(Million \$)

	2000	2001	2002	2003	2004	2005	2006	Jan.-May	
								2006	2007
<b>International Direct Investment Total (Net)</b>	<b>982</b>	<b>3.352</b>	<b>1.137</b>	<b>1.752</b>	<b>2.883</b>	<b>9.803</b>	<b>20.106</b>	<b>8.521</b>	<b>11.017</b>
<b>International Direct Investment</b>	<b>982</b>	<b>3.352</b>	<b>1.137</b>	<b>754</b>	<b>1.540</b>	<b>7.962</b>	<b>17.184</b>	<b>7.200</b>	<b>9.471</b>
<i>Equity Investment (Net)</i>	<b>982</b>	<b>3.352</b>	<b>617</b>	<b>737</b>	<b>1.191</b>	<b>8.200</b>	<b>17.098</b>	<b>7.237</b>	<b>9.259</b>
<i>Inflows</i>	1.707	3.374	622	745	1.291	8.536	17.755	7.298	9.266
<i>Liquidation Outflows</i>	-725	-22	-5	-8	-100	-336	-657	-61	-7
<b>Intra Company Loans*</b>	--	--	<b>520</b>	<b>17</b>	<b>349</b>	<b>-238</b>	<b>86</b>	<b>-37</b>	<b>212</b>
<b>Real Estate (Net)</b>	--	--	--	<b>998</b>	<b>1.343</b>	<b>1.841</b>	<b>2.922</b>	<b>1.321</b>	<b>1.546</b>

\*Loans which companies with foreign capital take from foreign partners

Provisional Data

Source: Central Bank of the Republic of Turkey

Table annex-2: International Direct Investment Inflow by Sector

Sectors	(Million \$)						
	2002	2003	2004	2005	2006	Jan.-May	
						2006	2007
Agriculture, hunting and forestry	--	1	4	5	5	--	--
Fishing	--	--	2	2	1	--	--
Mining and quarrying	2	14	75	40	125	39	16
Manufacturing	110	448	214	788	1.874	705	1.758
Manufacture of food products and beverages	14	249	78	68	605	521	211
<i>Manufacture of textiles</i>	10	8	14	183	24	6	19
<i>Manufacture of chemicals and chemical products</i>	9	9	39	174	600	25	183
<i>Manufacture of machinery and equipment n.e.c.</i>	13	17	8	13	56	41	19
<i>Office machinery and computers</i>	2	4	2	13	53	23	36
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	33	145	35	106	102	38	55
<i>Manufacture of furniture; manufacturing n.e.c.</i>	--	2	0	4	3	--	2
<i>Other Manufacturing</i>	19	14	38	227	431	51	1.203
Electricity, gas and water supply	68	86	69	4	112	55	408
Construction	3	8	23	80	302	118	194
Wholesale and retail trade	89	92	103	68	1.145	1.083	44
Hotels and restaurants	0	4	1	42	28	10	13
Transport, storage and communications	1	2	639	3.285	6.699	4.788	442
Financial intermediation	260	51	69	4.016	7.002	338	6.183
Real estate, renting and business activities	0	6	3	29	92	39	186
Education	0	0	0	17	--	--	--
Health and social work	5	23	53	74	264	59	15
Other community, social and personal service activities	84	10	36	86	106	64	7
<b>Total</b>	<b>622</b>	<b>745</b>	<b>1.291</b>	<b>8.536</b>	<b>17.755</b>	<b>7.298</b>	<b>9.266</b>

Provisional Data

Source: Central Bank of the Republic of Turkey

Table annex-3: International Direct Investment Inflow by Country

(Million \$)

Countries	2002	2003	2004	2005	2006	Jan.-May	
						2006	2007
European Union (25)	455	555	1.025	5.003	14.572	6.567	4.777
<i>Germany</i>	86	142	73	391	366	32	123
<i>France</i>	22	120	34	2.107	444	318	56
<i>Netherlands</i>	73	50	568	383	5.108	4.824	632
<i>United Kingdom</i>	8	141	126	165	635	176	284
<i>Italy</i>	241	1	15	692	209	29	39
<i>Other European Countries</i>	25	101	209	1.265	7.810	1.188	3.643
Other European Countries (Excluding EU)	64	70	109	1.650	84	53	70
Africa	0	0	--	3	32	5	5
U.S.A.	2	52	36	88	851	400	3.329
Canada	7	6	61	26	121	96	8
Central America And Caribbean	0	0	--	8	33	19	17
South America	0	0	--	--	1	--	467
Asian	70	60	60	1.756	1.946	151	567
<i>Gulf Arabian Countries</i>	5	0	--	1.675	1.791	133	45
<i>Near And Middle Eastern Countries</i>	0	1	54	3	124	9	172
Other Asian Countries	65	59	6	78	31	9	350
Australia	0	0	--	1	108	--	26
Unclassified	24	2	--	1	7	7	--
<b>Total</b>	<b>622</b>	<b>745</b>	<b>1.291</b>	<b>8.536</b>	<b>17.755</b>	<b>7.298</b>	<b>9.266</b>

Provisional Data

Source: Central Bank of the Republic of Turkey

Table annex-4: Breakdown of Companies with International Capital by Sector According to Mode of Establishment -(2006-2007)

(Number of Companies)

Sectors	2006				2007(Jan.-May)			
	Company Establishment	Participation	Branch Office	Total	Company Establishment	Participation	Branch Office	Total
Agriculture, hunting, fishing and forestry	27	11	1	39	19	6	--	25
Mining and quarrying	30	12	1	43	23	11	0	34
Manufacturing	331	117	11	459	176	43	6	225
<i>Manufacture of food products and beverages</i>	25	14	1	40	14	2	0	16
<i>Manufacture of textiles</i>	40	13	0	53	19	5	0	24
<i>Manufacture of chemicals and chemical products</i>	31	12	2	45	24	7	1	32
<i>Manufacture of machinery and equipment n.e.c.</i>	38	7	2	47	15	2	0	17
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	8	4	2	14	4	2	1	7
<i>Other Manufacturing</i>	189	67	4	260	100	25	4	129
Electricity, gas and water supply	35	8	2	45	12	6	0	18
Construction	367	57	10	434	161	33	3	197
Wholesale and retail trade	656	192	14	862	274	70	8	352
Hotels and restaurants	175	50	1	226	66	14	0	80
Transport, storage and communications	225	50	10	285	109	27	5	141
Real estate, renting and business activities	636	81	7	724	326	45	4	375
Other community, social and personal service activities	155	73	5	233	68	27	3	98
<b>Total</b>	<b>2.637</b>	<b>651</b>	<b>62</b>	<b>3.350</b>	<b>1.234</b>	<b>282</b>	<b>29</b>	<b>1.545</b>

Provisional Data

Source: Undersecretariat of Treasury

Table annex-5: Breakdown of Companies with International Capital by Sector

(Number of Companies)

Sectors	1954-1999	2000	2001	2002	2003	2004	2005	2006	Jan.-May		(1954-2007/May)
	(Cumulative)								2006	2007	Total
Agriculture, hunting, fishing and forestry	69	6	9	4	27	33	40	39	17	25	252
Mining and quarrying	64	8	7	18	11	32	50	43	18	34	267
Manufacturing	1.158	96	93	80	267	369	456	459	181	225	3.203
<i>Manufacture of food products and beverages</i>	129	8	7	8	20	51	43	40	18	16	322
<i>Manufacture of textiles</i>	116	4	12	12	63	58	78	53	19	24	420
<i>Manufacture of chemicals and chemical products</i>	145	10	10	6	29	50	40	45	13	32	367
<i>Manufacture of machinery and equipment n.e.c.</i>	84	8	5	7	19	25	30	47	18	17	242
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	96	13	11	6	16	18	21	14	13	7	202
<i>Other Manufacturing</i>	588	53	48	41	120	167	244	260	100	129	1.650
Electricity, gas and water supply	48	10	4	6	10	14	12	45	15	18	167
Construction	147	10	27	21	30	136	348	434	181	197	1.350
Wholesale and retail trade	1.443	150	165	207	434	888	792	862	365	352	5.293
Hotels and restaurants	474	38	53	43	60	78	180	226	97	80	1.232
Transport, storage and communications	281	44	49	44	95	219	260	285	112	141	1.418
Real estate, renting and business activities	241	56	43	38	90	230	520	724	267	375	2.317
Other community, social and personal service activities	216	29	27	34	81	96	187	233	93	98	1.001
<b>Total</b>	<b>4.141</b>	<b>447</b>	<b>477</b>	<b>495</b>	<b>1.105</b>	<b>2.095</b>	<b>2.845</b>	<b>3.350</b>	<b>1.346</b>	<b>1.545</b>	<b>16.500</b>

As of May 2007, Provisional Data

Source: Undersecretariat of Treasury

Table annex-6: Breakdown of Companies with International Capital by Country

Countries	(Number of Companies)										
	1954-1999	2000	2001	2002	2003	2004	2005	2006	Jan.-May		(1954-2007/May)
	(Cumulative)								2006	2007	Total
European Union (25)	<b>2.158</b>	<b>263</b>	<b>252</b>	<b>227</b>	<b>468</b>	<b>1.067</b>	<b>1.684</b>	<b>2.088</b>	<b>836</b>	<b>921</b>	<b>9.128</b>
<i>Germany</i>	775	78	65	64	153	383	509	600	238	237	2.864
<i>The Netherlands</i>	338	64	38	44	73	142	214	276	110	113	1.302
<i>United Kingdom</i>	272	31	42	36	67	144	341	487	172	207	1.627
<i>Other European Countries</i>	773	90	107	83	175	398	620	725	316	364	3.335
Other European Countries (Excluding EU)	<b>501</b>	<b>41</b>	<b>42</b>	<b>48</b>	<b>144</b>	<b>283</b>	<b>349</b>	<b>396</b>	<b>161</b>	<b>198</b>	<b>2.002</b>
Africa	<b>61</b>	<b>4</b>	<b>8</b>	<b>14</b>	<b>30</b>	<b>44</b>	<b>61</b>	<b>42</b>	<b>21</b>	<b>15</b>	<b>279</b>
North Amerika	<b>272</b>	<b>36</b>	<b>38</b>	<b>44</b>	<b>61</b>	<b>108</b>	<b>118</b>	<b>144</b>	<b>48</b>	<b>62</b>	<b>883</b>
U.S.A.	254	32	36	40	53	96	104	118	41	48	781
Canada	18	4	2	4	8	12	14	26	7	14	102
Central-South America And Caribbean	<b>33</b>	<b>5</b>	<b>6</b>	<b>2</b>	<b>5</b>	<b>12</b>	<b>17</b>	<b>10</b>	<b>5</b>	<b>12</b>	<b>102</b>
Near And Middle Eastern Countries	<b>842</b>	<b>65</b>	<b>74</b>	<b>112</b>	<b>270</b>	<b>380</b>	<b>415</b>	<b>438</b>	<b>187</b>	<b>205</b>	<b>2.801</b>
<i>Azerbaijan</i>	63	7	12	13	38	61	63	87	35	42	386
<i>Iraq</i>	119	10	13	26	40	54	64	78	28	44	448
<i>Iran</i>	269	15	19	26	109	131	126	112	60	49	856
<i>Other</i>	391	33	30	47	83	134	162	161	64	70	1.111
Other Asian Countries	<b>234</b>	<b>24</b>	<b>48</b>	<b>28</b>	<b>112</b>	<b>166</b>	<b>177</b>	<b>180</b>	<b>64</b>	<b>118</b>	<b>1.087</b>
<i>China</i>	61	10	17	13	46	58	34	27	8	23	289
<i>South Korea</i>	34	3	11	2	15	19	18	13	3	10	125
<i>Other</i>	139	11	20	13	51	89	125	140	53	85	673
Other Countries	<b>40</b>	<b>9</b>	<b>9</b>	<b>20</b>	<b>15</b>	<b>35</b>	<b>24</b>	<b>52</b>	<b>24</b>	<b>14</b>	<b>218</b>
<b>Total</b>	<b>4.141</b>	<b>447</b>	<b>477</b>	<b>495</b>	<b>1.105</b>	<b>2.095</b>	<b>2.845</b>	<b>3.350</b>	<b>1.346</b>	<b>1.545</b>	<b>16.500</b>

As of May 2007, Provisional Data  
Source: Undersecretariat of Treasury

**Table annex-7: Investment Incentive Certificates Issued for Companies with International Capital -(2002-2007)**

	2000	2001	2002	2003	2004	2005	2006	2007 (Jan.-May)
<b>Number of Incentive Certificates (Number)</b>	217	169	208	211	231	206	151	87
<b>Amount of Investment* (Million \$)</b>	11.728,2	2.517,8	1.408,8	1.729,5	3.834,2	3.484,7	1.802,8	3.295,0
<b>Equity Share of Foreign Direct Investor (%)</b>	49,4	48,6	51,0	71,8	41,7	51,7	36,1	43,2

\* Investment value is prescribed in the investment certificate which is issued for companies with foreign capital  
Source: Undersecretariat of Treasury