

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

**INTERNATIONAL  
DIRECT INVESTMENT  
INFORMATION BULLETIN**

**September 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 July 2007*

The net international direct investment inflow has been \$1.131 million in July 2007 (Table-1).

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

	(Million \$)					
	January	February	March	April	May	June
<b>International Direct Investment Total (Net)</b>	6.306	1.605	1.230	866	830	1.131
<b>International Direct Investment</b>	5.944	1.324	892	591	715	1.007
<i>Equity Investment (Net)</i>	5.938	1.333	793	542	648	1.000
<i>Inflows</i>	5.938	1.333	795	542	653	1.027
<i>Liquidation Outflows</i>	--	--	-2	--	-5	-27
<b>Intra Company Loans*</b>	6	-9	99	49	67	7
<b>Real Estate (Net)</b>	362	281	338	275	115	124

\*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 \$ 708 million. \$ 356 million of this has been into financial intermediation sector (Table-2).

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

(Million \$)							
Sectors	January	February	March	April	May	June	July
Agriculture, hunting, fishing and forestry	--	--	1	--	--	--	1
Mining and quarrying	2	3	1	8	1	201	1
Manufacturing	136	1.244	151	130	98	43	112
<i>Manufacture of food products and beverages</i>	50	100	41	9	13	13	16
<i>Manufacture of textiles</i>	1	6	6	5	--	6	3
<i>Manufacture of chemicals and chemical products</i>	54	32	12	32	59	1	41
<i>Manufacture of machinery and equipment n.e.c.</i>	--	--	--	7	12	--	4
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	3	2	--	32	5	5	6
<i>Other Manufacturing</i>	28	1.104	92	45	9	18	42
Electricity, gas and water supply	--	--	1	2	405	2	124
Construction	43	22	118	10	5	12	9
Wholesale and retail trade	2	14	10	25	2	13	2
Hotels and restaurants	--	1	8	--	3	--	--
Transport, storage and communications	69	9	--	303	61	--	--
Financial intermediation	5.647	17	470	19	3	747	356
Real estate, renting and business activities	38	19	34	35	45	99	100
Other community, social and personal service activities	1	4	1	9	7	3	3
<b>Total</b>	<b>5.938</b>	<b>1.333</b>	<b>795</b>	<b>541</b>	<b>630</b>	<b>1.120</b>	<b>708</b>

Provisional Data

Source: Central Bank of the Republic of Turkey

\$ 627 million of the \$ 708 million equity investment has been exported by the EU countries (Table-3).

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

Countries	(Million \$)						
	January	February	March	April	May	June	July
European Union (25)	2.525	876	377	457	543	843	627
<i>Germany</i>	36	4	11	21	49	99	177
<i>The Netherlands</i>	26	11	143	362	103	653	74
<i>United Kingdom</i>	161	76	4	35	7	2	193
<i>Other European Countries</i>	2.302	785	219	39	384	89	183
Other European Countries (Excluding EU)	3	6	--	50	13	7	14
Africa	--	--	--	--	--	1	2
America	3.221	420	98	6	54	206	57
North America	3.221	16	21	4	54	205	57
U.S.A.	3.220	13	20	1	54	205	57
Canada	1	3	1	3	--	--	--
Central-South America And Caribbean	0	404	77	2	--	1	--
Asian	164	30	319	28	20	63	8
<i>Gulf Arabian Countries</i>	4	11	14	6	8	49	7
<i>Near And Middle Eastern Countries</i>	159	3	0	7	4	1	--
<i>Other Asian Countries</i>	1	16	305	15	8	13	1
Other Countries	26	--	--	--	--	--	--
<b>Toplam</b>	<b>5.938</b>	<b>1.333</b>	<b>795</b>	<b>541</b>	<b>630</b>	<b>1.120</b>	<b>708</b>

Provisional Data

Source: Central Bank of the Republic of Turkey

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

The net international direct investment inflow has been \$12.731 million in 2007 (Table-4).

Equity investment inflow component of the international direct investment inflows reached up to \$ 11.065 million in the January- July period in 2007 (Table-4).

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

	(Million \$)		% Change
	January-July		
	2006	2007	
<b>International Direct Investment Total (Net)</b>	<b>9.407</b>	<b>12.731</b>	<b>35,3</b>
<b>International Direct Investment Capital</b>	<b>7.603</b>	<b>11.282</b>	<b>48,4</b>
<i>Equity Investment (Net)</i>	<b>7.716</b>	<b>11.031</b>	<b>43,0</b>
<i>Inflows</i>	7.778	11.065	42,3
<i>Liquidation Outflows</i>	-62	-34	45,2
<i>Intra Company Loans*</i>	-113	251	--
<i>Real Estate (Net)</i>	<b>1.804</b>	<b>1.449</b>	<b>-19,7</b>

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

Source: Central Bank of the Republic of Turkey

\$ 7.259 million of the total \$ 11.065 million of the equity capital entry has been into financial intermediation sector (Table-5).

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

(Million \$)

Sectors	January-July	
	2006	2007
Agriculture, hunting, fishing and forestry	--	2
Mining and quarrying	68	217
Manufacturing	924	1.914
<i>Manufacture of food products and beverages</i>	574	242
<i>Manufacture of textiles</i>	10	27
<i>Manufacture of chemicals and chemical products</i>	142	231
<i>Manufacture of machinery and equipment n.e.c.</i>	43	23
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	27	50
<i>Other Manufacturing</i>	128	1.341
Electricity, gas and water supply	59	534
Construction	148	219
Wholesale and retail trade	1.103	68
Hotels and restaurants	10	12
Transport, storage and communications	4.789	442
Financial intermediation	391	7.259
Real estate, renting and business activities	54	370
Other community, social and personal service activities	232	28
<b>Total</b>	<b>7.778</b>	<b>11.065</b>

Provisional Data

Source: Central Bank of the Republic of Turkey

During the January and July period in 2007, %56,5 of the equity capital entry is from EU (Table-6).

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

(Million \$)

Countries	January-July	
	2006	2007
European Union (25)	<b>6.933</b>	<b>6.250</b>
<i>Germany</i>	213	397
<i>The Netherlands</i>	4.864	1.372
<i>United Kingdom</i>	264	478
<i>Other European Countries</i>	1.592	4.003
Other European Countries (Excluding EU)	<b>62</b>	<b>93</b>
Africa	<b>14</b>	<b>3</b>
U.S.A.	<b>440</b>	<b>3.570</b>
Canada	<b>115</b>	<b>8</b>
Central-South America And Caribbean	<b>22</b>	<b>484</b>
Asian	<b>185</b>	<b>631</b>
<i>Gulf Arabian Countries</i>	163	98
<i>Near And Middle Eastern Countries</i>	14	175
<i>Other Asian Countries</i>	8	358
Other Countries	<b>7</b>	<b>26</b>
<b>Toplam</b>	<b>7.778</b>	<b>11.065</b>

Provisional Data

Source: Central Bank of the Republic of Turkey



## 2) Number of Companies with International Capital

### *Developments in July 2007*

285 companies with international capital have been established and 49 foreign capital participations to the existing domestic companies incurred in July 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	212	40	4	256	24,3
February	180	47	5	232	218	59	10	287	23,7
March	242	72	7	321	271	65	2	338	5,3
April	228	51	5	284	218	48	6	272	-4,2
May	241	58	5	304	320	72	7	399	31,3
June	248	70	6	324	241	48	4	293	-9,6
July	220	46	4	270	285	49	--	334	23,7
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>1.765</b>	<b>381</b>	<b>33</b>	<b>2.179</b>	<b>--</b>

Provisional Data  
Source: Undersecretariat of Treasury

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

In the first seven month of 2007, 1.798 companies and branch offices with international capital have been established and 381 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-July		% Change
	2006	2007	
Company Establishment	1.515	1.765	16,5
Participation	381	381	0,0
Branch Office	36	33	-8,3
<b>Total</b>	<b>1.932</b>	<b>2.179</b>	<b>12,8</b>

Provisional Data  
Source: Undersecretariat of Treasury

In the January-July period in 2007, majority of the total 2.179 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 lead the manufacturing sector investments followed by Textile goods production, machinery and equipment n.e.c sector.

Of these total 2.179, 187 have capital values higher than \$500.000. Among these, 46 companies operate in manufacturing, 37 companies operate in wholesale and retail trade sector and 31 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 (January-July)				
	<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	18	10	3	5	36
Mining and quarrying	20	14	3	6	43	17	19	4	5	45
Manufacturing	251	124	31	53	459	148	88	28	46	310
<i>Manufacture of food products and beverages</i>	21	10	2	7	40	8	6	3	3	20
<i>Manufacture of textiles</i>	33	13	5	2	53	17	8	2	5	32
<i>Manufacture of chemicals and chemical products</i>	22	11	4	8	45	18	10	3	4	35
<i>Manufacture of machinery and equipment n.e.c.</i>	28	14	3	2	47	9	12	2	5	28
<i>Manufacture of motor vehicles, trailers, semi-trailers</i>	6	4	1	3	14	5	3	1	3	12
<i>Other Manufacturing</i>	141	72	16	31	260	91	49	17	26	137
Electricity, gas and water supply	26	9	4	6	45	18	6	1	2	27
Construction	235	122	45	32	434	147	93	34	22	296
Wholesale and retail trade	528	238	56	40	862	284	139	36	37	496
Hotels and restaurants	138	68	12	8	226	81	35	6	4	126
Transport, storage and communications	165	85	27	8	285	106	60	15	17	198
Real estate, renting and business activities	496	171	35	22	724	338	119	26	31	514
Other community, social and personal service activities	141	46	19	27	233	85	25	3	18	131
<b>Total</b>	<b>2.019</b>	<b>889</b>	<b>235</b>	<b>207</b>	<b>3.350</b>	<b>1.242</b>	<b>594</b>	<b>156</b>	<b>187</b>	<b>2.179</b>

Provisional Data

Source: Undersecretariat of Treasury

1.275 of the total 2.179 companies are of EU origin, 288 companies are of Near and Middle Eastern Countries and 291 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(January-July)				
	<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	752	334	78	111	1.275
<i>Germany</i>	363	162	44	31	600	185	102	26	24	337
<i>The Netherlands</i>	172	58	21	25	276	91	30	8	21	150
<i>United Kingdom</i>	320	133	14	20	487	169	79	15	13	276
<i>Other European Countries</i>	426	178	58	63	725	307	123	29	53	512
Other European Countries (Excluding EU)	242	104	27	23	396	163	80	29	19	291
North Africa	18	5	1	--	24	8	6	--	1	15
Other African Countries	12	5	1	--	18	5	5	1	--	11
North America	91	31	12	10	144	55	16	6	8	85
<i>U.S.A.</i>	75	26	9	8	118	45	10	6	6	67
<i>Canada</i>	16	5	3	2	26	10	6	--	2	18
<i>Central-South America And Caribbean</i>	4	3	--	3	10	10	--	--	2	12
Near And Middle Eastern Countries	231	152	34	21	438	141	101	24	22	288
<i>Azerbaijan</i>	44	35	3	5	87	26	23	3	6	58
<i>Iraq</i>	35	34	5	4	78	30	27	7	1	65
<i>Iran</i>	68	39	5	--	112	33	19	6	4	62
<i>Other</i>	84	44	21	12	161	52	32	8	11	103
Other Asian Countries	106	46	19	9	180	97	48	16	22	183
Other Countries	34	12	1	5	52	11	4	2	2	19
<b>Total</b>	<b>2.019</b>	<b>889</b>	<b>235</b>	<b>207</b>	<b>3.350</b>	<b>1.242</b>	<b>594</b>	<b>156</b>	<b>187</b>	<b>2.179</b>

Provisional Data

Source: Undersecretariat of Treasury

### *Companies with international capital in Turkey*

Currently, a total of 17.134 companies with international capital are operating in Turkey. Among these, 14.084 companies and branch offices with international capital have been established and 3.050 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/July	1.765	381	33	2.179
<b>Total</b>	<b>13.619</b>	<b>3.050</b>	<b>465</b>	<b>17.134</b>

As of July 2007, Provisional Data

Source: Undersecretariat of Treasury

Majority of the total 17,134 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	(Number of Companies)		
	January-July		(1954-2007/July)
	2006	2007	General Total
Agriculture, hunting, fishing and forestry	26	36	263
Mining and quarrying	25	45	278
Manufacturing	258	310	3,288
<i>Manufacture of food products and beverages</i>	25	20	326
<i>Manufacture of textiles</i>	28	32	428
<i>Manufacture of chemicals and chemical products</i>	25	35	370
<i>Manufacture of machinery and equipment n.e.c.</i>	28	28	253
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	9	12	207
<i>Other Manufacturing</i>	143	137	1,704
Electricity, gas and water supply	24	27	176
Construction	246	296	1,449
Wholesale and retail trade	504	496	5,437
Hotels and restaurants	136	126	1,278
Transport, storage and communications	172	198	1,475
Real estate, renting and business activities	405	514	2,456
Other community, social and personal service activities	136	131	1,034
<b>Total</b>	<b>1,932</b>	<b>2,179</b>	<b>17,134</b>

\*: As of July 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 9.482 of the total 17.134 companies with foreign capital are of EU origin, in which Germany leads with 2.964 firms followed by United Kingdom (1.696 firms) and the Netherlands (1.339 firms) (Table-13).

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

Countries	2006	2007	(Number of Companies)
			(1954-2007/July)
			<b>Total</b>
European Union (25)	<b>1.211</b>	<b>1.275</b>	<b>9.482</b>
<i>Germany</i>	338	337	2.964
<i>The Netherlands</i>	161	150	1.339
<i>United Kingdom</i>	262	276	1.696
<i>Other European Countries</i>	450	512	3.483
Other European Countries (Excluding EU)	<b>224</b>	<b>291</b>	<b>2.095</b>
African Countries	<b>29</b>	<b>26</b>	<b>290</b>
North America	<b>75</b>	<b>85</b>	<b>906</b>
<i>U.S.A.</i>	63	67	800
<i>Canada</i>	12	18	106
Central-South America And Caribbean	<b>8</b>	<b>12</b>	<b>102</b>
Near And Middle Eastern Countries	<b>251</b>	<b>288</b>	<b>2.884</b>
<i>Azerbaijan</i>	42	58	402
<i>Iraq</i>	42	65	469
<i>Iran</i>	74	62	869
<i>Other</i>	93	84	1.125
Other Asian Countries	<b>100</b>	<b>183</b>	<b>1.152</b>
<i>China</i>	10	33	299
<i>South Korea</i>	7	15	130
<i>Other</i>	83	135	723
Other Countries	<b>34</b>	<b>19</b>	<b>223</b>
<b>Total</b>	<b>1.932</b>	<b>2.179</b>	<b>17.134</b>

As of July 2007, Provisional Data

Source: Undersecretariat of Treasury

When the investment location distribution of the 17.134 international capital companies are considered, it is seen that 9.361 of the total 17.134 are in Istanbul, which is followed by Antalya (2.086 firms), Ankara (1.157 firms) and Izmir (1.043 firms) (Table-14).

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

İl	Number of Companies (1954-2007/July)
İstanbul	9.361
Antalya	2.086
Ankara	1.157
İzmir	1.043
Muğla	1.012
Bursa	352
Mersin	313
Aydın	297
Kocaeli	204
Adana	133
Other City	1.176
<b>Total</b>	<b>17.134</b>

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

In Istanbul, the majority of the 9.361 companies with international capital is in the wholesale and retail trade sectors (3.527 firms) while they also operate in manufacturing (1.933 firms), real estate renting and other business activities (1.212 firms) (Table-15).

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

Sectors	(Number of Companies)				
	Istanbul	Antalya	Ankara	Izmir	Muğla
Agriculture, hunting, fishing and forestry	65	59	17	31	13
Mining and quarrying	97	11	53	33	3
Manufacturing	1.933	131	179	283	25
<i>Manufacture of food products and beverages</i>	154	25	16	40	4
<i>Manufacture of textiles</i>	278	5	10	24	4
<i>Manufacture of chemicals and chemical products</i>	251	13	9	26	1
<i>Manufacture of machinery and equipment n.e.c.</i>	158	1	18	23	1
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	79	--	10	15	--
<i>Other Manufacturing</i>	1.013	87	116	155	15
Electricity, gas and water supply	86	11	43	13	1
Construction	439	422	127	73	173
Wholesale and retail trade	3.527	296	348	339	85
Hotels and restaurants	394	390	68	64	228
Transport, storage and communications	906	206	56	64	122
Real estate, renting and business activities	1.212	466	167	94	325
Other community, social and personal service activities	702	94	99	49	37
<b>Total</b>	<b>9.361</b>	<b>2.086</b>	<b>1.157</b>	<b>1.043</b>	<b>1.012</b>

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

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

16 incentive certificates having a total investment value of \$ 315,5 million were issued by the Undersecretariat of Treasury in July 2007 for companies with international capital. Thus, In the first seven month of 2007, the number of certificated investment projects reached up to 114, while their capital value reached to \$ 3,7 billion (Table-17). 40,8 % of this capital will be covered by the international partners (Table-16).

Table 16: Investment Incentive Certificates Issued for Companies with International Capital -(January-July 2007)

	January	February	March	April	May	June	July
<b>Number of Incentive Certificates (Number)</b>	9	23	21	13	21	11	16
<b>Amount of Investment* (Million \$)</b>	1.558,4	1.049,0	301,5	195,1	191,0	121,9	315,5
<b>Equity Share of Foreign Direct Investor (%)</b>	54,4	12,9	74,0	53,5	59,9	15,7	24,9

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

Out of the total 114 investment incentive certificates, 100 were issued for manufacturing, 1 for agriculture hunting and forestry, 3 for mining-quarrying and 10 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	January-July	
								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>9.738</b>	<b>20.070</b>	<b>9.407</b>	<b>12.731</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>7.897</b>	<b>17.148</b>	<b>7.603</b>	<b>11.282</b>
<i>Equity Investment (Net)</i>	<b>982</b>	<b>3.352</b>	<b>617</b>	<b>737</b>	<b>1.191</b>	<b>8.135</b>	<b>17.062</b>	<b>7.716</b>	<b>11.031</b>
<i>Inflows</i>	1.707	3.374	622	745	1.291	8.536	17.719	7.778	11.065
<i>Liquidation Outflows</i>	-725	-22	-5	-8	-100	-401	-657	-62	-34
<b>Intra Company Loans*</b>	--	--	<b>520</b>	<b>17</b>	<b>349</b>	<b>-238</b>	<b>86</b>	<b>-113</b>	<b>251</b>
<b>Real Estate (Net)</b>	--	--	--	<b>998</b>	<b>1.343</b>	<b>1.841</b>	<b>2.922</b>	<b>1.804</b>	<b>1.449</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

(Million \$)

Sectors	2002	2003	2004	2005	2006	January-July	
						2006	2007
Agriculture, hunting and forestry	--	1	4	5	5	--	--
Fishing	--	--	2	2	1	--	2
Mining and quarrying	2	14	75	40	122	68	217
Manufacturing	110	448	214	788	1.867	924	1.914
Manufacture of food products and beverages	14	249	78	68	607	574	242
<i>Manufacture of textiles</i>	10	8	14	183	27	10	27
<i>Manufacture of chemicals and chemical products</i>	9	9	39	174	602	142	231
<i>Manufacture of machinery and equipment n.e.c.</i>	13	17	8	13	54	43	23
<i>Office machinery and computers</i>	2	4	2	13	53	41	70
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	33	145	35	106	63	27	50
<i>Manufacture of furniture; manufacturing n.e.c.</i>	--	2	0	4	3	1	12
<i>Other Manufacturing</i>	19	14	38	227	458	86	1.259
Electricity, gas and water supply	68	86	69	4	112	59	534
Construction	3	8	23	80	303	148	219
Wholesale and retail trade	89	92	103	68	1.167	1.103	68
Hotels and restaurants	0	4	1	42	23	10	12
Transport, storage and communications	1	2	639	3.285	6.700	4.789	442
Financial intermediation	260	51	69	4.016	6.957	391	7.259
Real estate, renting and business activities	0	6	3	29	93	54	370
Education	0	0	0	17	--	--	--
Health and social work	5	23	53	74	265	156	17
Other community, social and personal service activities	84	10	36	86	104	76	11
<b>Total</b>	<b>622</b>	<b>745</b>	<b>1.291</b>	<b>8.536</b>	<b>17.719</b>	<b>7.778</b>	<b>11.065</b>

Provisional Data

Source: Central Bank of the Republic of Turkey

Table annex-3: International Direct Investment Inflow by Country

Countries	2002	2003	2004	2005	2006	(Million \$)	
						January-July	
						2006	2007
European Union (25)	455	555	1.025	5.003	14.586	6.933	6.250
<i>Germany</i>	86	142	73	391	366	213	397
<i>France</i>	22	120	34	2.107	444	335	56
<i>Netherlands</i>	73	50	568	383	5.122	4.864	1.372
<i>United Kingdom</i>	8	141	126	165	635	264	478
<i>Italy</i>	241	1	15	692	209	33	58
<i>Other European Countries</i>	25	101	209	1.265	7.810	1.224	3.889
Other European Countries (Excluding EU)	64	70	109	1.650	84	62	93
Africa	0	0	--	3	32	14	3
U.S.A.	2	52	36	88	851	440	3.570
Canada	7	6	61	26	121	115	8
Central America And Caribbean	0	0	--	8	33	21	17
South America	0	0	--	--	1	1	467
Asian	70	60	60	1.756	1.946	185	631
<i>Gulf Arabian Countries</i>	5	0	--	1.675	1.791	163	98
<i>Near And Middle Eastern Countries</i>	0	1	54	3	124	14	175
Other Asian Countries	65	59	6	78	31	8	358
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>17.769</b>	<b>7.778</b>	<b>11.065</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(January-July)			
	Company Establishment	Participation	Branch Office	Total	Company Establishment	Participation	Branch Office	Total
Agriculture, hunting, fishing and forestry	27	11	1	39	27	8	1	36
Mining and quarrying	30	12	1	43	30	15	0	45
Manufacturing	331	117	11	459	244	60	6	310
<i>Manufacture of food products and beverages</i>	25	14	1	40	17	3	0	20
<i>Manufacture of textiles</i>	40	13	0	53	24	8	0	32
<i>Manufacture of chemicals and chemical products</i>	31	12	2	45	27	7	1	35
<i>Manufacture of machinery and equipment n.e.c.</i>	38	7	2	47	26	2	0	28
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	8	4	2	14	9	2	1	12
<i>Other Manufacturing</i>	189	67	4	260	141	38	4	183
Electricity, gas and water supply	35	8	2	45	20	7	0	27
Construction	367	57	10	434	252	40	4	296
Wholesale and retail trade	656	192	14	862	384	102	10	496
Hotels and restaurants	175	50	1	226	107	19	0	126
Transport, storage and communications	225	50	10	285	152	41	5	198
Real estate, renting and business activities	636	81	7	724	456	54	4	514
Other community, social and personal service activities	155	73	5	233	93	35	3	131
<b>Total</b>	<b>2.637</b>	<b>651</b>	<b>62</b>	<b>3.350</b>	<b>1.765</b>	<b>381</b>	<b>33</b>	<b>2.179</b>

Provisional Data

Source: Undersecretariat of Treasury

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

Sectors	(Number of Companies)										
	1954-1999	2000	2001	2002	2003	2004	2005	2006	January-July		(1954-2007/July)
	(Cumulative)								2006	2007	Total
Agriculture, hunting, fishing and forestry	69	6	9	4	27	33	40	39	26	36	263
Mining and quarrying	64	8	7	18	11	32	50	43	25	45	278
Manufacturing	1.158	96	93	80	267	369	456	459	258	310	3.288
<i>Manufacture of food products and beverages</i>	129	8	7	8	20	51	43	40	25	20	326
<i>Manufacture of textiles</i>	116	4	12	12	63	58	78	53	28	32	428
<i>Manufacture of chemicals and chemical products</i>	145	10	10	6	29	50	40	45	25	35	370
<i>Manufacture of machinery and equipment n.e.c.</i>	84	8	5	7	19	25	30	47	28	28	253
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	96	13	11	6	16	18	21	14	9	12	207
<i>Other Manufacturing</i>	588	53	48	41	120	167	244	260	143	183	1.704
Electricity, gas and water supply	48	10	4	6	10	14	12	45	24	27	176
Construction	147	10	27	21	30	136	348	434	246	296	1.449
Wholesale and retail trade	1.443	150	165	207	434	888	792	862	504	496	5.437
Hotels and restaurants	474	38	53	43	60	78	180	226	136	126	1.278
Transport, storage and communications	281	44	49	44	95	219	260	285	172	198	1.475
Real estate, renting and business activities	241	56	43	38	90	230	520	724	405	514	2.456
Other community, social and personal service activities	216	29	27	34	81	96	187	233	136	131	1.034
<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>1.932</b>	<b>2.179</b>	<b>17.134</b>

As of July 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	January-July		(1954-2007/July)
	(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>1.211</b>	<b>1.275</b>	<b>9.482</b>
<i>Germany</i>	775	78	65	64	153	383	509	600	338	337	2.964
<i>The Netherlands</i>	338	64	38	44	73	142	214	276	161	150	1.339
<i>United Kingdom</i>	272	31	42	36	67	144	341	487	262	276	1.696
<i>Other European Countries</i>	773	90	107	83	175	398	620	725	450	512	3.483
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>224</b>	<b>291</b>	<b>2.095</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>29</b>	<b>26</b>	<b>290</b>
North America	<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>75</b>	<b>85</b>	<b>906</b>
U.S.A.	254	32	36	40	53	96	104	118	63	67	800
Canada	18	4	2	4	8	12	14	26	12	18	106
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>8</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>251</b>	<b>288</b>	<b>2.884</b>
<i>Azerbaijan</i>	63	7	12	13	38	61	63	87	42	58	402
<i>Iraq</i>	119	10	13	26	40	54	64	78	42	65	469
<i>Iran</i>	269	15	19	26	109	131	126	112	74	62	869
<i>Other</i>	391	33	30	47	83	134	162	161	93	84	1.125
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>100</b>	<b>183</b>	<b>1.152</b>
<i>China</i>	61	10	17	13	46	58	34	27	10	33	299
<i>South Korea</i>	34	3	11	2	15	19	18	13	7	15	130
<i>Other</i>	139	11	20	13	51	89	125	140	83	135	723
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>34</b>	<b>19</b>	<b>223</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>1.932</b>	<b>2.179</b>	<b>17.134</b>

As of July 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.-July)
<b>Number of Incentive Certificates (Number)</b>	217	169	208	211	231	206	151	114
<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	3.732,5
<b>Equity Share of Foreign Direct Investor (%)</b>	49,4	48,6	51,0	71,8	41,7	51,7	36,1	40,8

\* Investment value is prescribed in the investment certificate which is issued for companies with foreign capital

Source: Undersecretariat of Treasury