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INTERNATIONAL DIRECT INVESTMENT INFORMATION BULLETIN

1) International Direct Investment Inflow¹

Developments in December 2006

According to the balance of payment statistics of the Central Bank of Turkey, the net inflow has been \$ 1.336 million in December 2006 (Table-1).

Table 1- Components of International Direct Investment Inflow, January-December 2006

(Million \$)

	January	February	March	April	May	June	July	August	September	October	November	December	Jan.-Oct.
International Direct Investment Total (Net)	463	367	362	580	6.822	580	327	3.420	332	2.934	2.274	1.336	19.797
International Direct Investment	141	156	99	329	6.548	284	140	3.136	91	2.712	2.089	1.150	16.875
<i>Equity Investment (Net)</i>	124	142	134	323	6.587	365	135	3.135	-30	2.712	2.088	1.074	16.789
<i>Inflows</i>	124	167	137	355	6.588	365	136	3.135	470	2.716	2.093	1.160	17.446
<i>Liquidation Outflows</i>	-	-25	-3	-32	-1	-	-1	-	-500	-4	-5	-86	-657
Intra Company Loans*	17	14	-35	6	-39	-81	5	1	121	-	1	76	86
Real Estate (Net)	322	211	263	251	274	296	187	284	241	222	185	186	2.922

*Loans which companies with foreign capital take from foreign partners

As of December 2006, Provisional Data

Source: Central Bank of the Republic of 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 \$ 1.160 million. \$ 791,8 million of this has been into financial intermediation sector (Table-2).

¹International 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.

Table 2- International Direct Investment Inflow, by Sector, January-December 2006

Sectors	(Million \$)												
	January	February	March	April	May	June	July	August	September	October	November	December	Jan.-Dec.
Agriculture, hunting, fishing and forestry	--	--	--	--	--	--	--	--	--	5	1	--	6
Mining and quarrying	6	6	7	6	14	18	12	2	6	8	9	26	120
Manufacturing	28	103	43	117	60	196	29	146	145	103	296	129	1,395
<i>Manufacture of food products and beverages</i>	6	16	21	96	29	50	1	1	3	16	6	6	251
<i>Manufacture of textiles</i>	--	3	2	--	1	--	4	4	--	--	9	1	24
<i>Manufacture of chemicals and chemical products</i>	--	--	10	7	7	115	1	108	55	--	248	49	600
<i>Manufacture of machinery and equipment n.e.c.</i>	5	31	1	3	1	3	--	8	1	1	1	--	55
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	7	16	5	4	6	5	8	21	4	4	16	6	102
<i>Other Manufacturing</i>	10	37	4	7	16	23	15	4	82	82	16	67	363
Electricity, gas and water supply	53	1	1	--	--	2	2	52	--	1	--	--	112
Construction	13	5	46	137	65	1	28	86	27	43	29	45	525
Wholesale and retail trade	1	2	5	4	1,423	3	3	19	13	6	11	6	1,496
Hotels and restaurants	1	5	1	2	1	1	2	3	11	--	--	1	28
Transport, storage and communications	--	4	11	1	4,699	1	--	12	1	50	1,503	21	6,303
Financial intermediation	17	32	7	7	275	37	43	2,799	240	2,490	222	833	7,002
Real estate, renting and business activities	--	3	6	13	17	--	15	9	1	6	6	13	89
Other community, social and personal service activities	5	6	10	68	34	106	2	7	26	4	16	86	370
Total	124	167	137	355	6,588	365	136	3,135	470	2,716	2,093	1,160	17,446

Provisional Data

Source: Central Bank of the Republic of Turkey

\$ 1.066 million of the \$1.160 million equity investment has been exported by the EU countries (Table-3).

Table 3- International Direct Investment Inflow, by Country, January-December 2006

Countries	(Million \$)												
	January	February	March	April	May	June	July	August	September	October	November	December	Jan.-Dec.
European Union (25)	95	101	106	204	6,132	279	82	3,017	412	2,625	382	1,066	14,501
<i>Germany</i>	9	5	10	4	4	147	38	58	47	11	11	21	365
<i>The Netherlands</i>	66	6	62	45	4,719	14	5	46	20	103	38	44	5,168
<i>United Kingdom</i>	3	28	2	104	39	84	9	114	69	13	39	125	629
<i>Other European Countries</i>	17	62	32	51	1,370	34	30	2,799	276	2,498	294	876	8,339
Other European Countries (Excluding EU)	2	6	--	3	44	2	11	11	6	1	5	4	69
Africa	1	1	1	1	1	11	4	1	7	1	1	2	32
America	17	51	17	70	360	61	5	10	7	74	99	76	847
North America	17	44	17	70	348	56	5	9	7	65	99	75	812
<i>U.S.A.</i>	11	38	12	4	335	38	4	9	7	59	99	74	690
<i>Canada</i>	6	6	5	66	13	18	1	--	--	6	--	1	122
<i>Central-South America And Caribbean</i>	--	7	--	--	12	4	--	1	--	9	--	1	34
Asian	9	8	6	77	51	12	34	96	20	15	1,606	12	1,946
<i>Gulf Arabian Countries</i>	2	3	3	76	49	3	32	84	18	5	1,508	8	1,791
<i>Near And Middle Eastern Countries</i>	5	4	--	--	--	3	--	10	1	3	95	3	124
<i>Other Asian Countries</i>	2	1	3	1	2	6	2	2	1	7	3	1	31
Other Countries	--	--	7	--	--	--	--	--	18	--	--	--	25
Toplam	124	167	137	355	6,588	365	136	3,135	470	2,716	2,093	1,160	17,446

Provisional Data

Source: Central Bank of the Republic of Turkey

Developments in the 2006 January-December Period

The net total international direct investment inflow has been \$ 19.797 million in 2006 (Table-4).

Equity investment inflow component of the international direct investment inflows reached up to \$ 17.782 million in the January- December period in 2006, representing a two-fold increase with respect to the same period in 2005, which was \$8.546 million (Table-4).

Table 4- Components of International Direct Investment Inflow, (2005-2006)

	(Million \$)		
	2005	2006	% Change
International Direct Investment Total (Net)	9.813	19.797	101,7
International Direct Investment Capital	7.972	16.875	111,7
<i>Equity Investment (Net)</i>	8.210	16.789	104,5
<i>Inflows</i>	8.546	17.446	104,1
<i>Liquidation Outflows</i>	-336	-657	95,5
<i>Intra Company Loans*</i>	-238	86	--
<i>Real Estate (Net)</i>	1.841	2.922	58,7

*Loans which companies with foreign capital take from foreign partners Provisional Data,
Source: Central Bank of the Republic of Turkey

The majority of the total \$ 17.446 million of the equity capital entry is mainly in the financial intermediation, while transport, storage and communications, wholesale and retail trade and manufacturing sectors follow (Table-5).

Table 5- International Direct Investment Inflow, by sector, (2005-2006)

(Million \$)

Sectors	2005	2006
Agriculture, hunting, fishing and forestry	5	6
Mining and quarrying	40	120
Manufacturing	788	1.395
<i>Manufacture of food products and beverages</i>	68	251
<i>Manufacture of textiles</i>	183	24
<i>Manufacture of chemicals and chemical products</i>	174	600
<i>Manufacture of machinery and equipment n.e.c.</i>	13	55
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	106	102
<i>Other Manufacturing</i>	244	363
Electricity, gas and water supply	4	112
Construction	92	525
Wholesale and retail trade	68	1.496
Hotels and restaurants	42	28
Transport, storage and communications	3.285	6.303
Financial intermediation	4.016	7.002
Real estate, renting and business activities	29	89
Other community, social and personal service activities	177	370
Total	8.546	17.446

Provisional Data

Source: Central Bank of the Republic of Turkey

During the January and December period in 2006, 83,1 % of the equity capital entry is from the EU countries, corresponding to 58,5 % for the same period in 2005 (Table-6).

Table 6- International Direct Investment Inflow, by Country, (2005-2006)

(Million \$)

Countries	2005	2006
European Union (25)	5.001	14.501
<i>Germany</i>	391	365
<i>The Netherlands</i>	393	5.168
<i>United Kingdom</i>	165	629
<i>Other European Countries</i>	4.052	8.339
Other European Countries (Excluding EU)	1.621	95
Africa	3	32
America	122	847
North America	114	812
<i>U.S.A.</i>	88	690
<i>Canada</i>	26	121
<i>Central-South America And Caribbean</i>	8	34
Asian	1.756	1.946
<i>Gulf Arabian Countries</i>	1.675	1.791
<i>Near And Middle Eastern Countries</i>	3	124
<i>Other Asian Countries</i>	78	31
Other Countries	2	25
Toplam	8.546	17.446

Provisional Data

Source: Central Bank of the Republic of Turkey

2) Number of Companies with International Capital

Developments in December 2006

187 companies and branch offices with international capital have been established and 55 foreign capital participations to the existing domestic companies incurred in December 2006 (Table-7).

Table 7- Breakdown of Companies with International Capital by Mode of Establishment, (2005-2006 Monthly)

(Number of Companies)

	2005				2006*				% Change
	Company Establishment	Participation	Branch Office	Total	Company Establishment	Participation	Branch Office	Total	
January	144	31	2	177	175	30	2	207	16,9
February	156	46	6	208	180	47	5	232	11,5
March	175	45	3	223	242	72	7	321	43,9
April	176	33	9	218	233	58	3	294	34,9
May	202	50	5	257	241	58	7	306	19,1
June	213	46	3	262	248	70	6	324	23,7
July	223	34	6	263	220	46	4	270	2,7
August	181	27	6	214	217	50	10	277	29,4
September	220	40	3	263	239	45	4	288	9,5
October	207	48	6	261	208	65	6	279	6,9
November	173	47	2	222	249	55	6	310	39,6
December	214	56	7	277	185	55	2	242	-12,6
Total	2.284	503	58	2.845	2.637	651	62	3.350	17,8

*: As of December 2006, Provisional Data
Source: Undersecretariat of Treasury

Developments in the 2006 January-December period

In 2006, 2.699 companies and branch offices with international capital have been established and 651 international capital participations to the existing domestic companies incurred (Table-8).

Table 8- Breakdown of Companies with International Capital by Mode of Establishment, (2005-2006)

(Number of Companies)

	January-December		
	2005*	2006*	% Change
Company Establishment	2.284	2.637	15,5
Participation	503	651	29,4
Branch Office	58	62	6,9
Total	2.845	3.350	17,8

*: As of December 2006, Provisional Data
Source: Undersecretariat of Treasury

In the January-December period in 2006, majority of the total 3.350 companies with international capital is in the wholesale and retail trade sectors while real estate renting, other business activities and manufacturing sectors follow (Table-9). Textile goods production leads the manufacturing sector investments followed by machinery - equipment, chemicals and chemical products.

Of these total 3.350, 207 have capital values higher than \$500.000. Among these, 53 companies operate in manufacturing, 40 companies operate in wholesale and retail trade sectors and 32 companies operate in construction sector. Number of companies with international capital, capital value of which is greater than \$500.000, was 125 in the same period in 2005 (Table-9).

Table 9- Breakdown of Companies with International Capital by Sector according to Size of Equity Capital, (2005-2006)

(Number of Companies)

Sectors	2005					2006*				
	<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	24	6	7	3	40	19	12	3	5	39
Mining and quarrying	31	7	7	5	50	20	14	3	6	43
Manufacturing	258	132	37	29	456	251	124	31	53	459
<i>Manufacture of food products and beverages</i>	20	14	5	4	43	21	10	2	7	40
<i>Manufacture of textiles</i>	42	25	3	8	78	33	13	5	2	53
<i>Manufacture of chemicals and chemical products</i>	23	9	5	3	40	22	11	4	8	45
<i>Manufacture of machinery and equipment n.e.c.</i>	18	9	2	1	30	28	14	3	2	47
<i>Manufacture of motor vehicles, trailers, semi-trailers</i>	12	6	1	2	21	6	4	1	3	14
<i>Other Manufacturing</i>	143	69	21	11	244	141	72	16	31	260
Electricity, gas and water supply	4	7	--	1	12	26	9	4	6	45
Construction	202	103	28	15	348	235	122	45	32	434
Wholesale and retail trade	518	209	36	29	792	528	238	56	40	862
Hotels and restaurants	115	45	11	9	180	138	68	12	8	226
Transport, storage and communications	177	63	14	6	260	165	85	27	8	285
Real estate, renting and business activities	373	118	17	12	520	496	171	35	22	724
Other community, social and personal service activities	136	30	5	16	187	141	46	19	27	233
Total	1.838	720	162	125	2.845	2.019	889	235	207	3.350

*: As of December 2006, Provisional Data

Source: Undersecretariat of Treasury

2.088 of the total 3.350 companies are of EU origin, 438 companies are of Near and Middle Eastern Countries and 396 companies are of other EU countries (Table-10).

Table 10- Breakdown of Companies with International Capital by Country according to Size of Equity Capital (2005-2006)

Countries	(Number of Companies)									
	2005					2006*				
	<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)	1.117	405	84	78	1.684	1.281	531	137	139	2.088
<i>Germany</i>	333	122	32	22	509	363	162	44	31	600
<i>The Netherlands</i>	140	54	10	10	214	172	58	21	25	276
<i>United Kingdom</i>	248	71	13	9	341	320	133	14	20	487
<i>Other European Countries</i>	396	158	29	37	620	426	178	58	63	725
Other European Countries (Excluding EU)	230	79	27	13	349	242	104	27	23	396
North Africa	28	12	2	--	42	18	5	1	--	24
Other African Countries	13	6	--	--	19	12	5	1	--	18
North America	75	28	9	6	118	91	31	12	10	144
<i>U.S.A.</i>	68	23	8	5	104	75	26	9	8	118
<i>Canada</i>	7	5	1	1	14	16	5	3	2	26
<i>Central-South America And Caribbean</i>	10	2	2	3	17	4	3	--	3	10
Near And Middle Eastern Countries	245	132	27	11	415	231	152	34	21	438
<i>Azerbaijan</i>	41	21	1	--	63	44	35	3	5	87
<i>Iraq</i>	32	25	5	2	64	35	34	5	4	78
<i>Iran</i>	71	45	7	3	126	68	39	5	--	112
<i>Other</i>	101	41	14	6	162	84	44	21	12	161
Other Asian Countries	111	48	8	10	177	106	46	19	9	180
Other Countries	9	8	3	4	24	34	12	1	5	52
Total	1.838	720	162	125	2.845	2.019	889	235	207	3.350

*: As of December 2006, Provisional Data
Source: Undersecretariat of Treasury

Companies with international capital in Turkey

Currently, a total of 14.955 companies with international capital are operating in Turkey. Among these, 12.286 companies and branch offices with international capital have been established and 2.669 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
Total	11.854	2669	432	14.955

*: As of December 2006, Provisional Data
Source: Undersecretariat of Treasury

Majority of the total 14,955 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, (2005-2006)

Sectors	(Number of Companies)		
	2005	2006	1954-2006* General Total
Agriculture, hunting, fishing and forestry	40	39	227
Mining and quarrying	50	43	233
Manufacturing	456	459	2.976
<i>Manufacture of food products and beverages</i>	43	40	304
<i>Manufacture of textiles</i>	78	53	396
<i>Manufacture of chemicals and chemical products</i>	40	45	335
<i>Manufacture of machinery and equipment n.e.c.</i>	30	47	225
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	21	14	195
<i>Other Manufacturing</i>	244	260	1.521
Electricity, gas and water supply	12	45	149
Construction	348	434	1.153
Wholesale and retail trade	792	862	4.940
Hotels and restaurants	180	226	1.152
Transport, storage and communications	260	285	1.277
Real estate, renting and business activities	520	724	1.941
Other community, social and personal service activities	187	233	907
Total	2.845	3.350	14.955

*: As of December 2006, 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 8.203 of the total 14.955 companies with foreign capital are of EU origin, in which Germany leads with 2.625 firms followed by United Kingdom (1.420 firms) and the Netherlands (1.189 firms) (Table-13).

Table 13- Breakdown of Companies with International Capital by Country, (2005-2006)

Countries	2005	2006	(Number of Companies)
			1954-2006*
			Total
European Union (25)	1.684	2.088	8.203
<i>Germany</i>	509	600	2.625
<i>The Netherlands</i>	214	276	1.189
<i>United Kingdom</i>	341	487	1.420
<i>Other European Countries</i>	620	725	2.969
Other European Countries (Excluding EU)	349	396	1.805
African Countries	61	42	264
North America	118	144	821
<i>U.S.A.</i>	104	118	733
<i>Canada</i>	14	26	88
Central-South America And Caribbean	17	10	90
Near And Middle Eastern Countries	415	438	2.596
<i>Azerbaijan</i>	63	87	344
<i>Iraq</i>	64	78	404
<i>Iran</i>	126	112	807
<i>Other</i>	162	161	1.041
Other Asian Countries	177	180	968
<i>China</i>	34	27	266
<i>South Korea</i>	18	13	115
<i>Other</i>	125	140	587
Other Countries	24	52	208
Total	2.845	3.350	14.955

*: As of December 2006, Provisional Data

Source: Undersecretariat of Treasury

When the investment location distribution of the 14.955 international capital companies are considered, it is seen that 8.334 of the total 14.955 are in Istanbul, which is followed by Antalya (1.764 firms), Ankara (1.039 firms) and Izmir (926 firms) (Table-14).

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

İl	Number of Companies (1954-2006*)
İstanbul	8.334
Antalya	1.764
Ankara	1.039
İzmir	926
Muğla	860
Bursa	307
Mersin	283
Aydın	227
Kocaeli	186
Adana	120
Other City	909
Total	14.955

*: As of December 2006, Provisional Data
Source: Undersecretariat of Treasury

In Istanbul, the majority of the 8.334 companies with international capital is in the wholesale and retail trade sectors (3.222 firms) while they also operate in manufacturing (1.781 firms), real estate renting and other business activities (976 firms) (Table-15).

Table 15- Breakdown of Companies with International Capital by Sector according to the Investment Location

Sectors	(Number of Companies)				
	Istanbul	Antalya	Ankara	Izmir	Muğla
Agriculture, hunting, fishing and forestry	58	50	17	25	15
Mining and quarrying	80	10	44	27	3
Manufacturing	1.781	107	162	270	19
<i>Manufacture of food products and beverages</i>	138	25	17	36	3
<i>Manufacture of textiles</i>	268	5	10	22	2
<i>Manufacture of chemicals and chemical products</i>	235	9	10	24	--
<i>Manufacture of machinery and equipment n.e.c.</i>	146	--	13	21	1
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	74	--	9	15	--
<i>Other Manufacturing</i>	920	68	103	142	13
Electricity, gas and water supply	71	10	39	9	1
Construction	353	338	111	54	143
Wholesale and retail trade	3.222	283	326	308	84
Hotels and restaurants	372	345	64	61	206
Transport, storage and communications	801	156	51	51	115
Real estate, renting and business activities	976	379	138	77	241
Other community, social and personal service activities	620	86	87	44	33
Total	8.334	1.764	1.039	926	860

*: As of October 2006, Provisional Data
Source: Undersecretariat of Treasury

3) Investment Projects²

17 incentive certificates having a total investment value of \$ 85,8 million were issued by the Undersecretariat of Treasury in December 2006 for companies with international capital. Thus, in 2006, the number of certificated investment projects reached up to 151, while their capital value reached to \$ 1,8 billion (Table-17). 36,1 % of this capital will be covered by the international partners (Table-16).

Table 16: Investment Incentive Certificates Issued for Companies with International Capital -January-December 2006

	January	February	March	April	May	June	July	August	September	October	November	December	Jan-Oct.
Number of Incentive Certificates (Number)	18	15	26	16	9	12	9	10	10	9	–	17	151
Amount of Investment (Million \$)	147,2	190,8	231,1	90,9	653,0	94,7	87,0	106,2	44,1	71,9	–	85,8	1.802,7
Equity Share of Foreign Direct Investor (%)	34,2	71,0	62,8	33,8	7,9	52,2	36,0	44,4	61,7	61,8	–	42,5	36,1

Source: Undersecretariat of Treasury

Out of the total 151 investment incentive certificates, 118 were issued for manufacturing, 3 for agriculture hunting and forestry, 5 for mining-quarrying and 25 for services sector.

² 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 \$)

	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004*	2005*	2006*
International Direct Investment Total (Net)	885	722	805	940	783	982	3.352	1.137	1.752	2.883	9.813	19.797
International Direct Investment	885	722	805	940	783	982	3.352	1.137	754	1.540	7.972	16.875
<i>Equity Investment (Net)</i>	885	722	805	940	783	982	3.352	617	737	1.191	8.210	16.789
<i>Inflows</i>	934	914	852	953	813	1.707	3.374	622	745	1.291	8.546	17.446
<i>Liquidation Outflows</i>	-49	-192	-47	-13	-30	-725	-22	-5	-8	-100	-336	-657
Intra Company Loans**	--	--	--	--	--	--	--	520	17	349	-238	86
Real Estate (Net)	--	--	--	--	--	--	--	--	998	1.343	1.841	2.922

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

As of December 2006, *Provisional Data

Source: Central Bank of the Republic of Turkey

Table annex-2: Foreign Direct Investment Inflow by Sector

(Million \$)

Sectors	2002	2003	2004*	2005*	2006*
Agriculture, hunting and forestry	--	1	4	5	5
Fishing	--	--	2	--	1
Mining and quarrying	2	14	75	40	120
Manufacturing	110	448	214	788	1.395
Manufacture of food products and beverages	14	249	78	68	251
<i>Manufacture of textiles</i>	10	8	14	183	24
<i>Manufacture of chemicals and chemical products</i>	9	9	39	174	600
<i>Manufacture of machinery and equipment n.e.c.</i>	13	17	8	13	55
<i>Office machinery and computers</i>	2	4	2	13	52
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	33	145	35	106	102
<i>Manufacture of furniture; manufacturing n.e.c.</i>	--	2	0	4	3
<i>Other Manufacturing</i>	19	14	38	227	308
Electricity, gas and water supply	68	86	69	4	112
Construction	3	8	23	92	525
Wholesale and retail trade	89	92	103	68	1.496
Hotels and restaurants	0	4	1	42	28
Transport, storage and communications	1	2	639	3.285	6.303
Financial intermediation	260	51	69	4.016	7.002
Real estate, renting and business activities	0	6	3	29	89
Public administration and defence; compulsory social security	--	--	--	--	--
Education	0	0	0	17	--
Health and social work	5	23	53	74	264
Other community, social and personal service activities	84	10	36	86	106
Private households with employed persons	--	--	--	--	--
Extra-territorial organizations and bodies	--	--	--	--	--
Total	622	745	1.291	8.546	17.446

* Provisional Data

Source: Central Bank of the Republic of Turkey

Table annex-3: Foreign Direct Investment Inflow by Country

(Million \$)

Countries	2002	2003	2004*	2005*	2006*
European Union (25)	455	555	1.025	5.001	14.501
<i>Germany</i>	86	142	73	391	365
<i>France</i>	22	120	34	2.107	443
<i>Netherlands</i>	72	50	568	393	5.168
<i>United Kingdom</i>	8	141	126	165	629
<i>Italy</i>	241	1	15	692	209
<i>Other European Countries</i>	26	101	209	1.253	7.687
Other European Countries (Excluding EU)	64	70	109	1.621	95
Africa	0	0	--	3	32
America	9	58	97	122	847
North America	9	58	97	114	812
<i>U.S.A.</i>	2	52	36	88	690
<i>Canada</i>	7	6	61	26	121
Central America And Caribbean	0	0	--	8	33
South America	0	0	--	--	1
Asian	70	60	60	1.756	1.946
<i>Gulf Arabian Countries</i>	5	0	--	1.675	1.791
<i>Near And Middle Eastern Countries</i>	0	1	54	3	124
Other Asian Countries	65	59	6	78	31
Australia	0	0	--	1	18
Unclassified	24	2	--	1	7
Total	622	745	1.291	8.546	17.446

* 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 -(2005-2006)

Sectors	(Number of Companies)							
	2005				2006*			
	Company Establishment	Participation	Branch Office	Total	Company Establishment	Participation	Branch Office	Total
Agriculture, hunting, fishing and forestry	25	13	2	40	27	11	1	39
Mining and quarrying	37	10	3	50	30	12	1	43
Manufacturing	348	94	12	456	331	117	11	459
<i>Manufacture of food products and beverages</i>	30	11	0	43	25	14	1	40
<i>Manufacture of textiles</i>	54	20	4	78	40	13	0	53
<i>Manufacture of chemicals and chemical products</i>	28	11	1	40	31	12	2	45
<i>Manufacture of machinery and equipment n.e.c.</i>	26	3	1	30	38	7	2	47
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	16	3	2	21	8	4	2	14
<i>Other Manufacturing</i>	194	46	4	244	189	67	4	260
Electricity, gas and water supply	6	6	0	12	35	8	2	45
Construction	295	47	6	348	367	57	10	434
Wholesale and retail trade	600	178	13	792	656	192	14	862
Hotels and restaurants	149	31	0	180	175	50	1	226
Transport, storage and communications	207	44	9	260	225	50	10	285
Real estate, renting and business activities	472	39	8	520	636	81	7	724
Other community, social and personal service activities	145	41	5	187	155	73	5	233
Total	2.284	503	58	2.845	2.637	651	62	3.350

*: As of December 2006, Provisional Data

Source: Undersecretariat of Treasury

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

Sectors	1954-1999	2000	2001	2002	2003	2004*	2005*	2006	(Number of Companies)
	(Cumulative)								1954-2006*
									Total
Agriculture, hunting, fishing and forestry	69	6	9	4	27	33	40	39	227
Mining and quarrying	64	8	7	18	11	32	50	43	233
Manufacturing	1.158	96	93	80	267	369	456	459	2.978
<i>Manufacture of food products and beverages</i>	129	8	7	8	20	51	43	40	306
<i>Manufacture of textiles</i>	116	4	12	12	63	58	78	53	396
<i>Manufacture of chemicals and chemical products</i>	145	10	10	6	29	50	40	45	335
<i>Manufacture of machinery and equipment n.e.c.</i>	84	8	5	7	19	25	30	47	225
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	96	13	11	6	16	18	21	14	195
<i>Other Manufacturing</i>	588	53	48	41	120	167	244	260	1.521
Electricity, gas and water supply	48	10	4	6	10	14	12	45	149
Construction	147	10	27	21	30	136	348	434	1.153
Wholesale and retail trade	1.443	150	165	207	434	888	792	862	4.941
Hotels and restaurants	474	38	53	43	60	78	180	226	1.152
Transport, storage and communications	281	44	49	44	95	219	260	285	1.277
Real estate, renting and business activities	241	56	43	38	90	230	520	724	1.942
Other community, social and personal service activities	216	29	27	34	81	96	187	233	903
Total	4.141	447	477	495	1.105	2.095	2.845	3.350	14.955

*: As of December 2006, Provisional Data

Source: Undersecretariat of Treasury

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

Countries	1954-1999	2000	2001	2002	2003	2004*	2005*	2006	(Number of Companies)
	(Cumulative)								1954-2006*
									Total
European Union (25)	2.158	263	252	227	468	1.067	1.684	2.088	8.207
<i>Germany</i>	775	78	65	64	153	383	509	600	2.627
<i>The Netherlands</i>	338	64	38	44	73	142	214	276	1.189
<i>United Kingdom</i>	272	31	42	36	67	144	341	487	1.420
<i>Other European Countries</i>	773	90	107	83	175	398	620	725	2.971
Other European Countries (Excluding EU)	501	41	42	48	144	283	349	396	1.804
African Countries	61	4	8	14	30	44	61	42	264
North America	272	36	38	44	61	108	118	144	821
<i>U.S.A.</i>	254	32	36	40	53	96	104	118	733
<i>Canada</i>	18	4	2	4	8	12	14	26	88
<i>Central-South America And Caribbean</i>	33	5	6	2	5	12	17	10	90
Near And Middle Eastern Countries	842	65	74	112	270	380	415	438	2.596
<i>Azerbaijan</i>	63	7	12	13	38	61	63	87	344
<i>Iraq</i>	119	10	13	26	40	54	64	78	404
<i>Iran</i>	269	15	19	26	109	131	126	112	807
<i>Other</i>	391	33	30	47	83	134	162	161	1.041
Other Asian Countries	234	24	48	28	112	166	177	180	969
<i>China</i>	61	10	17	13	46	58	34	27	266
<i>South Korea</i>	34	3	11	2	15	19	18	13	115
<i>Other</i>	139	11	20	13	51	89	125	140	588
Other Countries	40	9	9	20	15	35	24	52	204
Total	4.141	447	477	495	1.105	2.095	2.845	3.350	14.955

*: As of December 2006, Provisional Data
Source: Undersecretariat of Treasury

Table annex-7: Investment Incentive Certificates Issued for Companies with International Capital -(2002-2006)

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

Source: Undersecretariat of Treasury