

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

**INTERNATIONAL  
DIRECT INVESTMENT  
INFORMATION BULLETIN**

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# INTERNATIONAL DIRECT INVESTMENT INFORMATION BULLETIN

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

### *Developments in July 2008*

The net international direct investment inflow has been \$ 762 million in July 2008 (Table-1).

**Table 1- Components of International Direct Investment Inflow, 2008/July**

(Million \$)

	January	February	March	April	May	June	July
<b>International Direct Investment Total (Net)</b>	<b>1.254</b>	<b>693</b>	<b>2.526</b>	<b>1.037</b>	<b>841</b>	<b>2.245</b>	<b>762</b>
<b>International Direct Investment</b>	<b>975</b>	<b>454</b>	<b>2.224</b>	<b>829</b>	<b>626</b>	<b>2.015</b>	<b>515</b>
<i>Equity Investment (Net)</i>	<b>924</b>	<b>398</b>	<b>2.337</b>	<b>777</b>	<b>656</b>	<b>1.988</b>	<b>523</b>
<i>Inflows</i>	930	399	2.338	777	656	1.988	523
<i>Liquidation Outflows</i>	-6	-1	-1	--	--	--	--
<b>Intra Company Loans*</b>	<b>51</b>	<b>56</b>	<b>-113</b>	<b>52</b>	<b>-30</b>	<b>27</b>	<b>-8</b>
<b>Real Estate (Net)</b>	<b>279</b>	<b>239</b>	<b>302</b>	<b>208</b>	<b>215</b>	<b>230</b>	<b>247</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 \$ 523 million. \$ 150 million of this has been into electricity, gas and water supply sector (Table-2).

**Table 2- International Direct Investment Inflow, by Sector, 2008/July**

(Million \$)

Sectors	January	February	March	April	May	June	July
Agriculture, hunting, fishing and forestry	--	1	13	16	--	1	4
Mining and quarrying	1	7	2	73	3	1	5
Manufacturing	294	136	63	308	159	1.635	79
<i>Manufacture of food products, beverages and tobacco</i>	133	14	4	5	45	616	3
<i>Manufacture of textiles</i>	2	8	1	8	61	10	11
<i>Manufacture of chemicals and chemical products</i>	11	22	2	5	--	17	6
<i>Manufacture of machinery and equipment n.e.c.</i>	--	--	4	5	17	21	16
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	--	2	3	5	7	--	10
<i>Other Manufacturing</i>	148	90	49	280	29	971	33
Electricity, gas and water supply	4	20	76	57	12	12	150
Construction	1	48	83	101	138	64	56
Wholesale and retail trade	4	25	14	5	7	8	8
Hotels and restaurants	3	--	--	1	0	1	2
Transport, storage and communications	2	38	12	8	1	12	22
Financial intermediation	425	68	1.983	154	228	210	134
Real estate, renting and business activities	194	54	91	54	42	27	12
Other community, social and personal service activities	2	2	1	--	66	17	51
<b>Total</b>	<b>930</b>	<b>399</b>	<b>2.338</b>	<b>777</b>	<b>656</b>	<b>1.988</b>	<b>523</b>

Provisional Data, Source: Central Bank of the Republic of Turkey

\$ 427 million of the \$ 523 million equity investment has been exported by the EU countries (Table-3).

**Table 3- International Direct Investment Inflow, by Country, 2008/July**

(Million \$)

Countries	January	February	March	April	May	June	July
European Union (25)	555	268	1.122	460	437	1.913	427
<i>Germany</i>	1	116	39	74	19	47	26
<i>The Netherlands</i>	463	52	34	228	218	63	85
<i>United Kingdom</i>	43	6	14	34	27	1.576	56
<i>Other European Countries</i>	48	94	1.035	124	173	227	260
Other European Countries (Excluding EU)	2	7	55	--	9	30	7
Africa	8	--	--	71	3	--	--
<i>U.S.A.</i>	141	53	9	16	27	11	74
<i>Canada</i>	--	5	--	--	2	--	1
<i>Central-South America And Caribbean</i>	--	1	1	1	--	--	1
Asian	224	65	1.151	229	178	34	13
<i>Gulf Arabian Countries</i>	188	5	1.115	128	177	3	10
<i>Near And Middle Eastern Countries</i>	26	52	3	78	1	27	3
<i>Other Asian Countries</i>	10	8	33	23	--	4	--
Other Countries	--	--	--	--	--	--	--
<b>Toplam</b>	<b>930</b>	<b>399</b>	<b>2.338</b>	<b>777</b>	<b>633</b>	<b>1.988</b>	<b>523</b>

Provisional Data, Source: Central Bank of the Republic of Turkey

*Developments in 2008 January-July Period*

The net international direct investment inflow has been \$ 9.358 million January and July period in 2008 (Table-4).

Equity investment inflow component of the international direct investment inflows reached up to \$ 7.611 million January and July period in 2008 (Table-4).

**Table 4- Components of International Direct Investment Inflow, (2007-2008/July)**

(Million \$)

	January-July		% Change
	2007	2008	
<b>International Direct Investment Total (Net)</b>	<b>14.516</b>	<b>9.358</b>	<b>-35,5</b>
<b>International Direct Investment Capital</b>	<b>13.025</b>	<b>7.638</b>	<b>-41,4</b>
<i>Equity Investment (Net)</i>	<b>12.497</b>	<b>7.603</b>	<b>-39,2</b>
<i>Inflows</i>	12.531	7.611	<b>-39,3</b>
<i>Liquidation Outflows</i>	-34	-8	<b>-76,5</b>
<i>Intra Company Loans*</i>	<b>528</b>	<b>35</b>	<b>-93,4</b>
<i>Real Estate (Net)</i>	<b>1.491</b>	<b>1.720</b>	<b>15,4</b>

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

\$ 3.202 million of the total \$ 7.611 million of the equity capital entry has been into financial intermediation sector (Table-5).

**Table 5- International Direct Investment Inflow, by sector, (2007-2008/July)**

(Million \$)

Sectors	January- July	
	2007	2008
Agriculture, hunting, fishing and forestry	3	35
Mining and quarrying	320	92
Manufacturing	2.691	2.684
<i>Manufacture od food products, beverages and tobacco</i>	257	820
<i>Manufacture of textiles</i>	26	115
<i>Manufacture of chemicals and chemical products</i>	884	62
<i>Manufacture of machinery and equipment n.e.c.</i>	32	63
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	47	27
<i>Other Manufacturing</i>	1.445	1.597
Electricity, gas and water supply	547	333
Construction	207	625
Wholesale and retail trade	86	56
Hotels and restaurants	16	7
Transport, storage and communications	524	95
Financial intermediation	7.724	3.202
Real estate, renting and business activities	391	320
Other community, social and personal service activities	22	162
<b>Total</b>	<b>12.531</b>	<b>7.611</b>

Provisional Data, Source: Central Bank of the Republic of Turkey

During the January and July period in 2008, %68,1 of the equity capital entry is from EU (Table-6).

**Table 6- International Direct Investment Inflow, by Country, (2007-2008/July)**

(Million \$)

Countries	January- July	
	2007	2008
European Union (27)	7.482	5.182
<i>Germany</i>	520	322
<i>The Netherlands</i>	2.083	1.149
<i>United Kingdom</i>	502	1.750
<i>Other European Countries</i>	4.377	1.961
Other European Countries (Excluding EU)	193	110
Africa	3	82
<i>U.S.A.</i>	3.600	331
<i>Canada</i>	9	8
<i>Central-South America And Caribbean</i>	492	4
Asian	725	1.894
<i>Gulf Arabian Countries</i>	109	1.626
<i>Near And Middle Eastern Countries</i>	179	190
<i>Other Asian Countries</i>	437	78
Other Countries	27	--
<b>Toplam</b>	<b>12.531</b>	<b>7.611</b>

Provisional Data, Source: Central Bank of the Republic of Turkey

## 2) Number of Companies with International Capital

### *Developments in July 2008*

261 companies with international capital have been established and 50 foreign capital participations to the existing domestic companies incurred in July 2008 (Table-7).

**Table 7- Breakdown of Companies with International Capital by Mode of Establishment, (2007-2008 Monthly)**

(Number of Companies)

	2007				2008				% Change
	Company Establishment	Participation	Branch Office	Total	Company Establishment	Participation	Branch Office	Total	
January	205	38	5	248	240	64	9	313	26,2
February	212	59	11	282	235	54	7	296	5,0
March	261	61	2	324	267	50	5	322	-0,6
April	211	51	6	268	253	53	4	310	15,7
May	307	69	7	383	301	63	4	368	-3,9
June	237	58	4	299	233	57	3	293	-2,0
July	277	54	0	331	254	50	7	311	-6,0
August	259	55	8	322	--	--	--	--	--
September	282	48	7	337	--	--	--	--	--
October	271	59	3	333	--	--	--	--	--
November	284	71	4	359	--	--	--	--	--
December	185	28	3	216	--	--	--	--	--
<b>Total</b>	<b>2.991</b>	<b>651</b>	<b>60</b>	<b>3.702</b>	<b>1.783</b>	<b>391</b>	<b>39</b>	<b>2.213</b>	<b>--</b>

Provisional Data, Source: Undersecretariat of Treasury

### *Developments in the 2008 January-July period*

In the first seven month of 2008, 1.822 companies and branch offices with international capital have been established and 391 international capital participations to the existing domestic companies incurred (Table-8).

**Table 8- Breakdown of Companies with International Capital by Mode of Establishment, (2007-2008/July)**

(Number of Companies)

	January-July		% Change
	2007	2008	
Company Establishment	1.710	1.783	4,3
Participation	390	391	0,3
Branch Office	35	39	11,4
<b>Total</b>	<b>2.135</b>	<b>2.213</b>	<b>3,7</b>

Provisional Data, Source: Undersecretariat of Treasury



In the January-July period in 2008, majority of the total 2.213 companies with international capital is in the wholesale and retail trade sectors while real estate renting and business activities and manufacturing sectors follow (Table-9). Chemicals-chemical products lead the manufacturing sector investments followed by machinery and equipment n.e.c, food products and beverages sector.

Of these total 2.213, 231 have capital values higher than \$ 500.000. Among these, 47 companies operate in manufacturing, 37 companies operate in wholesale and retail trade sector and 28 companies operate in real estate, renting and business activities sectors (Table-9).

**Table 9- Breakdown of Companies with International Capital by Sector according to Size of Equity Capital, (2007-2008/July)**

(Number of Companies)

Sectors	2007					2008 (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	25	17	3	7	52	13	15	7	4	39
Mining and quarrying	38	25	9	10	82	18	16	7	12	53
Manufacturing	243	130	47	80	500	132	85	38	47	302
<i>Manufacture of food products and beverages</i>	19	6	4	5	34	7	6	2	3	18
<i>Manufacture of textiles</i>	25	15	4	5	49	6	5	2	2	15
<i>Manufacture of chemicals and chemical products</i>	25	12	6	11	54	15	8	2	5	30
<i>Manufacture of machinery and equipment n.e.c.</i>	20	15	5	8	48	13	8	2	4	27
<i>Manufacture of motor vehicles, trailers, semi-trailers</i>	8	5	1	5	19	5	2	1	3	11
<i>Other Manufacturing</i>	146	77	27	46	296	86	56	29	30	201
Electricity, gas and water supply	47	21	4	4	76	47	12	5	11	75
Construction	257	161	57	37	512	111	88	39	23	261
Wholesale and retail trade	464	243	59	62	828	245	177	51	37	510
Hotels and restaurants	142	63	12	7	224	82	42	6	14	144
Transport, storage and communications	178	81	23	27	309	95	46	26	25	192
Financial intermediation	8	8	1	24	41	11	3	2	17	33
Real estate, renting and business activities	566	215	51	59	891	251	142	37	28	458
Other community, social and personal service activities	124	46	9	8	187	94	30	9	13	146
<b>Total</b>	<b>2.092</b>	<b>1.010</b>	<b>275</b>	<b>325</b>	<b>3.702</b>	<b>1.099</b>	<b>656</b>	<b>227</b>	<b>231</b>	<b>2.213</b>

Provisional Data, Source: Undersecretariat of Treasury

1.151 of the total 2.213 companies are of EU origin, 361 companies are of other European countries and 342 companies are of Near and Middle Eastern Countries (Table-10).

**Table 10- Breakdown of Companies with International Capital by Country According to Size of Equity Capital (2007-2008/July)**  
(Number of Companies)

Countries	2007					2008 (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	1.300	558	142	193	2.193	601	310	108	132	1.151
Germany	319	173	43	44	579	191	95	32	35	353
The Netherlands	151	55	16	38	260	88	56	21	27	192
United Kingdom	298	116	24	25	463	83	42	15	18	158
Other European Union Countries	532	214	59	86	891	239	117	40	52	448
Other European Countries (Excluding EU)	225	141	36	29	431	175	114	37	35	361
North Africa	14	14	1	1	30	5	8	5	--	18
Other African Countries	10	6	2	1	19	7	2	1	--	10
North America	112	27	14	16	169	59	26	8	9	102
U.S.A.	90	18	13	14	135	52	23	6	7	88
Canada	22	9	1	2	34	7	3	2	2	14
Central-South America And Caribbean	19			2	21	4	1	2	3	10
Near And Middle Eastern Countries	251	179	50	47	527	133	138	47	24	342
Azerbaijan	58	40	12	11	121	26	24	17	7	74
Iraq	58	41	11	5	115	21	23	8	1	53
Iran	58	36	10	4	108	26	41	7	4	78
Other	77	62	17	27	183	60	50	15	12	137
Other Asian Countries	142	79	26	30	277	73	46	18	13	150
Other Countries	19	6	4	6	35	49	9	5	6	69
<b>Total</b>	<b>2.092</b>	<b>1.010</b>	<b>275</b>	<b>325</b>	<b>3.702</b>	<b>1.106</b>	<b>654</b>	<b>231</b>	<b>222</b>	<b>2.213</b>

Provisional Data, Source: Undersecretariat of Treasury

### *Companies with international capital in Turkey*

Currently, a total of 20.521 companies with international capital are operating in Turkey. Among these, 16.765 companies and branch offices with international capital have been established and 3.756 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**  
(Number of Companies)

Year	Company Establishment	Participation	Branch Office	Total
1954-2002 (Cumulative)	4.336	892	210	5.438
2003	851	208	32	1.091
2004	1.515	460	64	2.039
2005	2.191	501	58	2.750
2006	2.571	653	64	3.288
2007	2.991	651	60	3.702
2008/July	1.783	391	39	2.213
<b>Total</b>	<b>16.238</b>	<b>3.756</b>	<b>527</b>	<b>20.521</b>

Provisional Data, Source: Undersecretariat of Treasury

Majority of the total 20.521 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 - chemical products, food products and beverage sector (Table-12).

**Table 12- Breakdown of Companies with International Capital by Sector, (2007-2008/July)**

(Number of Companies)

Sectors	January-July		(1954-2008/July)
	2007	2008	General Total
Agriculture, hunting, fishing and forestry	36	39	318
Mining and quarrying	47	53	380
Manufacturing	309	302	3.696
<i>Manufacture of food products and beverages</i>	17	18	352
<i>Manufacture of textiles</i>	32	15	437
<i>Manufacture of chemicals and chemical products</i>	38	30	413
<i>Manufacture of machinery and equipment n.e.c.</i>	29	27	299
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	13	11	218
<i>Other Manufacturing</i>	180	201	1.977
Electricity, gas and water supply	27	75	295
Construction	282	261	1.893
Wholesale and retail trade	492	510	6.145
Hotels and restaurants	118	144	1.471
Transport, storage and communications	190	192	1.759
Financial intermediation	23	33	272
Real estate, renting and business activities	503	458	3.262
Other community, social and personal service activities	108	146	1.030
<b>Total</b>	<b>2.135</b>	<b>2.213</b>	<b>20.521</b>

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 11.871 of the total 20.520 companies with foreign capital are of EU origin, in which Germany leads with 3.478 firms followed by United Kingdom (1.989 firms) and the Netherlands (1.611 firms) (Table-13).

**Table 13- Breakdown of Companies with International Capital by Country, (2007-2008/July)**

(Number of Companies)

Countries	January-July		(1954-2008/July)
	2007	2008	Total
European Union	<b>1.244</b>	<b>1.151</b>	<b>11.871</b>
<i>Germany</i>	330	353	3.478
<i>The Netherlands</i>	141	192	1.611
<i>United Kingdom</i>	276	158	1.989
<i>Other European Countries</i>	497	448	4.793
Other European Countries (Excluding EU)	<b>291</b>	<b>361</b>	<b>2.052</b>
African Countries	<b>23</b>	<b>28</b>	<b>337</b>
North America	<b>83</b>	<b>102</b>	<b>1.056</b>
<i>U.S.A.</i>	65	88	922
<i>Canada</i>	18	14	134
Central-South America And Caribbean	<b>13</b>	<b>10</b>	<b>115</b>
Near And Middle Eastern Countries	<b>277</b>	<b>342</b>	<b>3.414</b>
<i>Azerbaijan</i>	56	74	527
<i>Iraq</i>	64	53	564
<i>Iran</i>	58	78	988
<i>Other</i>	99	137	1.335
Other Asian Countries	<b>181</b>	<b>150</b>	<b>1.380</b>
<i>China</i>	32	31	331
<i>South Korea</i>	15	11	145
<i>Other</i>	134	108	904
Other Countries	<b>23</b>	<b>69</b>	<b>296</b>
<b>Total</b>	<b>2.135</b>	<b>2.213</b>	<b>20.521</b>

Provisional Data, Source: Undersecretariat of Treasury

When the investment location distribution of the 20.520 international capital companies are considered, it is seen that 10.973 of the total 20.520 are in Istanbul, which is followed by Antalya (2.617 firms), Ankara (1.329 firms) and Mugla (1.210 firms) (Table-14).

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

City	Number of Companies (1954-2008/July)
ISTANBUL	10.973
ANTALYA	2.617
ANKARA	1.329
MUGLA	1.210
IZMIR	1.205
BURSA	400
AYDIN	367
MERSIN	342
KOCAELI	238
ADANA	150
Other Cities	1.690
<b>Toplam</b>	<b>20.521</b>

Provisional Data, Source: Undersecretariat of Treasury

In Istanbul, the majority of the 10.973 companies with international capital is in the wholesale and retail trade sectors (3.918 firms) while they also operate in manufacturing (2.142 firms), real estate renting and other business activities (1.599 firms) (Table-15).

**Table 15- Breakdown of Companies with International Capital by Sector according to the Investment Location (1954-2008/July)**

Sectors	(Number of Companies)				
	Istanbul	Antalya	Ankara	Mugla	Izmir
Agriculture, hunting, fishing and forestry	77	63	21	16	40
Mining and quarrying	137	16	70	7	42
Manufacturing	2.142	156	202	32	310
<i>Manufacture of food products and beverages</i>	170	26	18	5	42
<i>Manufacture of textiles</i>	280	6	9	4	26
<i>Manufacture of chemicals and chemical products</i>	275	15	9	1	31
<i>Manufacture of machinery and equipment n.e.c.</i>	182	3	23	1	28
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	83	--	9	--	13
<i>Other Manufacturing</i>	1.152	106	134	21	170
Electricity, gas and water supply	156	13	77	1	23
Construction	589	553	151	194	91
Wholesale and retail trade	3.918	346	372	82	382
Hotels and restaurants	459	469	68	254	67
Transport, storage and communications	1.041	244	63	135	75
Financial intermediation	234	10	6	8	8
Real estate, renting and business activities	1.599	634	201	442	110
Other community, social and personal service activities	621	113	98	39	57
<b>Total</b>	<b>10.973</b>	<b>2.617</b>	<b>1.329</b>	<b>1.210</b>	<b>1.205</b>

Provisional Data, Source: Undersecretariat of Treasury

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

30 incentive certificates having a total investment value of \$ 1.116,5 million were issued by the Undersecretariat of Treasury in July 2008 for companies with international capital. Thus, In the first seven month of 2008, the number of certificated investment projects reached up to 138, while their capital value reached to \$ 4,4 billion (Table-17). 48,4 % of this capital will be covered by the international partners (Table-16).

**Table 16: Investment Incentive Certificates Issued for Companies with International Capital, 2008/Monthly**

	January	February	March	April	May	June	July
<b>Number of Incentive Certificates (Number)</b>	16	19	14	26	20	13	30
<b>Amount of Investment (Million \$)</b>	324,9	806,2	183,6	1.104,1	622,8	271,1	1.116,5
<b>Equity Share of Foreign Direct Investor (%)</b>	68,6	41,5	50,2	58,7	27,8	77,7	41,5

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

Out of the total 138 investment incentive certificates, 113 were issued for manufacturing, 2 for agriculture hunting and forestry, 5 for mining-quarrying and 18 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 \$)

	2003	2004	2005	2006	2007	January-July	
						2007	2008
<b>International Direct Investment Total (Net)</b>	<b>1.751</b>	<b>2.785</b>	<b>10.031</b>	<b>20.185</b>	<b>22.295</b>	<b>14.516</b>	<b>9.358</b>
<b>International Direct Investment</b>	<b>753</b>	<b>1.442</b>	<b>8.190</b>	<b>17.263</b>	<b>19.369</b>	<b>13.025</b>	<b>7.638</b>
<i>Equity Investment (Net)</i>	<b>737</b>	<b>1.092</b>	<b>8.134</b>	<b>16.982</b>	<b>18.642</b>	<b>12.497</b>	<b>7.603</b>
<i>Inflows</i>	745	1.190	8.535	17.639	19.385	12.531	7.611
<i>Liquidation Outflows</i>	-8	-98	-401	-657	-743	-34	-8
<b>Intra Company Loans**</b>	<b>16</b>	<b>350</b>	<b>56</b>	<b>281</b>	<b>727</b>	<b>528</b>	<b>35</b>
<b>Real Estate (Net)</b>	<b>998</b>	<b>1.343</b>	<b>1.841</b>	<b>2.922</b>	<b>2.926</b>	<b>1.491</b>	<b>1.720</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	2003	2004	2005	2006	2007	January-July	
						2007	2008
Agriculture, hunting and forestry	1	4	5	5	5	1	19
Fishing	--	2	2	1	3	2	16
Mining and quarrying	14	73	40	122	336	320	92
Manufacturing	448	190	785	1.866	4.202	2.691	2.684
Manufacture of food products, beverages and tobacco	249	78	68	608	765	257	820
<i>Manufacture of textiles</i>	8	9	180	26	232	26	115
<i>Manufacture of chemicals and chemical products</i>	9	38	174	601	1.111	884	62
<i>Manufacture of machinery and equipment n.e.c.</i>	17	6	13	54	47	32	63
<i>Office machinery and computers</i>	4	2	13	53	108	93	177
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	145	27	106	63	70	47	27
<i>Other Manufacturing</i>	14	30	231	461	1.869	1.352	1.420
Electricity, gas and water supply	86	66	4	112	567	547	333
Construction	8	3	80	222	285	207	625
Wholesale and retail trade	92	72	68	1.166	169	86	56
Hotels and restaurants	4	1	42	23	32	16	7
Transport, storage and communications	2	639	3.285	6.696	1.116	524	95
Financial intermediation	51	69	4.018	6.957	11.663	7.724	3.202
Real estate, renting and business activities	6	3	29	99	818	391	320
Health and social work	23	35	74	265	176	13	141
Other community, social and personal service activities	10	33	103	105	13	9	21
<b>Total</b>	<b>745</b>	<b>1.190</b>	<b>8.535</b>	<b>17.639</b>	<b>19.385</b>	<b>12.531</b>	<b>7.611</b>

Provisional Data, Source: Central Bank of the Republic of Turkey

Table annex-3: International Direct Investment Inflow by Country

(Million \$)

Countries	2003	2004	2005	2006	2007	January-July	
						2007	2008
European Union (27)	563	1.027	5.006	14.489	12.868	7.482	5.182
<i>Germany</i>	142	73	391	357	999	520	322
<i>France</i>	120	34	2.107	439	360	77	422
<i>Netherlands</i>	50	568	383	5.069	5.676	2.083	1.149
<i>United Kingdom</i>	141	126	166	628	702	502	1.750
<i>Italy</i>	1	14	692	189	73	63	155
<i>Other European Countries</i>	109	212	1.267	7.807	5.058	4.237	1.384
Other European Countries (Excluding EU)	62	6	1.646	85	373	193	110
Africa	--	--	3	21	5	3	82
<i>U.S.A.</i>	52	36	88	848	4.213	3.600	331
<i>Canada</i>	6	61	26	121	11	9	8
Central-South America And Caribbean	0	--	8	33	494	492	4
Asian	60	60	1.756	1.927	1.385	725	1.894
<i>Gulf Arabian Countries</i>	--	43	1.675	1.783	311	109	1.626
<i>Near And Middle Eastern Countries</i>	1	11	3	127	297	179	190
Other Asian Countries	59	6	78	17	777	437	78
Other Countries	2	--	2	115	36	27	--
<b>Total</b>	<b>745</b>	<b>1.190</b>	<b>8.535</b>	<b>17.639</b>	<b>19.385</b>	<b>12.531</b>	<b>7.611</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 -(2007-2008)

(Number of Companies)

Sectors	2007				2008 (January-July)			
	Company Establishment	Participation	Branch Office	Total	Company Establishment	Participation	Branch Office	Total
Agriculture, hunting, fishing and forestry	40	11	1	52	32	7	--	39
Mining and quarrying	61	21	--	82	40	12	1	53
Manufacturing	382	105	13	500	230	65	7	302
<i>Manufacture of food products and beverages</i>	29	5	--	34	13	5	0	18
<i>Manufacture of textiles</i>	33	16	--	49	12	3	0	15
<i>Manufacture of chemicals and chemical products</i>	41	12	1	54	22	8	0	30
<i>Manufacture of machinery and equipment n.e.c.</i>	36	9	3	48	23	3	1	27
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	13	4	2	19	8	3	0	11
<i>Other Manufacturing</i>	230	59	7	296	152	43	6	201
Electricity, gas and water supply	64	12	--	76	58	17	0	75
Construction	442	60	10	512	226	30	5	261
Wholesale and retail trade	628	183	17	828	418	83	9	510
Hotels and restaurants	183	41	--	224	113	30	1	144
Transport, storage and communications	232	70	7	309	141	48	3	192
Financial intermediation	19	21	1	41	19	12	2	33
Real estate, renting and business activities	793	89	9	891	401	47	10	458
Other community, social and personal service activities	147	38	2	187	106	39	1	146
<b>Total</b>	<b>2,991</b>	<b>651</b>	<b>60</b>	<b>3,702</b>	<b>1,784</b>	<b>390</b>	<b>39</b>	<b>2,213</b>

Provisional Data, Source: Undersecretariat of Treasury

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

Sectors	(Number of Companies)								
	1954-2002	2003	2004	2005	2006	2007	January-July		(1954-2008/July)
	(Cumulative)						2007	2008	Total
Agriculture, hunting, fishing and forestry	88	25	33	34	47	52	36	39	318
Mining and quarrying	97	12	34	54	48	82	47	53	380
Manufacturing	1.372	264	356	433	469	500	309	302	3.696
<i>Manufacture of food products and beverages</i>	144	21	52	38	45	34	17	18	352
<i>Manufacture of textiles</i>	135	62	55	71	50	49	32	15	437
<i>Manufacture of chemicals and chemical products</i>	169	28	44	41	47	54	38	30	413
<i>Manufacture of machinery and equipment n.e.c.</i>	104	20	23	27	50	48	29	27	299
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	121	16	18	21	12	19	13	11	218
<i>Other Manufacturing</i>	699	117	164	235	265	296	180	201	1.977
Electricity, gas and water supply	64	8	16	11	45	76	27	75	295
Construction	197	31	130	334	428	512	282	261	1.893
Wholesale and retail trade	1.940	427	860	765	815	828	492	510	6.145
Hotels and restaurants	583	60	76	171	213	224	118	144	1.471
Transport, storage and communications	424	96	216	248	274	309	190	192	1.759
Financial intermediation	111	13	6	20	48	41	23	33	272
Real estate, renting and business activities	369	91	226	519	708	891	503	458	3.262
Other community, social and personal service activities	193	64	86	161	193	187	108	146	1.030
<b>Total</b>	<b>5.438</b>	<b>1.091</b>	<b>2.039</b>	<b>2.750</b>	<b>3.288</b>	<b>3.702</b>	<b>2.135</b>	<b>2.213</b>	<b>20.521</b>

Provisional Data, Source: Undersecretariat of Treasury

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

Countries	(Number of Companies)								
	1954-2002	2003	2004	2005	2006	2007	January-July		(1954-2008/July)
	(Cumulative)						2007	2008	Total
European Union	<b>2.909</b>	<b>503</b>	<b>1.091</b>	<b>1.693</b>	<b>2.120</b>	<b>2.404</b>	<b>1.244</b>	<b>1.151</b>	<b>11.871</b>
<i>Germany</i>	948	148	377	494	579	579	330	353	3.478
<i>The Netherlands</i>	477	69	140	199	274	260	141	192	1.611
<i>United Kingdom</i>	362	67	132	329	478	463	276	158	1.989
<i>Other European Countries</i>	1.122	219	442	671	789	1.102	497	448	4.793
Other European Countries (Excluding EU)	<b>547</b>	<b>104</b>	<b>231</b>	<b>277</b>	<b>312</b>	<b>220</b>	<b>291</b>	<b>361</b>	<b>2.052</b>
African Countries	<b>88</b>	<b>30</b>	<b>41</b>	<b>58</b>	<b>43</b>	<b>49</b>	<b>23</b>	<b>28</b>	<b>337</b>
North America	<b>367</b>	<b>57</b>	<b>104</b>	<b>112</b>	<b>145</b>	<b>169</b>	<b>83</b>	<b>102</b>	<b>1.056</b>
U.S.A.	341	48	93	99	118	135	65	88	922
<i>Canada</i>	26	9	11	13	27	34	18	14	134
<i>Central-South America And Caribbean</i>	<b>42</b>	<b>5</b>	<b>13</b>	<b>14</b>	<b>10</b>	<b>21</b>	<b>13</b>	<b>10</b>	<b>115</b>
Near And Middle Eastern Countries	<b>1.079</b>	<b>269</b>	<b>368</b>	<b>398</b>	<b>431</b>	<b>527</b>	<b>277</b>	<b>342</b>	<b>3.414</b>
<i>Azerbaijan</i>	96	39	55	59	83	121	56	74	527
<i>Iraq</i>	165	41	51	60	79	115	64	53	564
<i>Iran</i>	325	108	128	126	115	108	58	78	988
<i>Other</i>	493	81	134	153	154	183	99	137	1.335
Other Asian Countries	<b>340</b>	<b>110</b>	<b>160</b>	<b>172</b>	<b>171</b>	<b>277</b>	<b>181</b>	<b>150</b>	<b>1.380</b>
<i>China</i>	102	44	58	33	21	42	32	31	331
<i>South Korea</i>	50	15	16	17	12	24	15	11	145
<i>Other</i>	188	51	86	122	138	211	134	108	904
Other Countries	<b>66</b>	<b>13</b>	<b>31</b>	<b>26</b>	<b>56</b>	<b>35</b>	<b>23</b>	<b>69</b>	<b>296</b>
<b>Total</b>	<b>5.438</b>	<b>1.091</b>	<b>2.039</b>	<b>2.750</b>	<b>3.288</b>	<b>3.702</b>	<b>2.135</b>	<b>2.213</b>	<b>20.521</b>

Provisional Data, Source: Undersecretariat of Treasury

**Table annex-7: Investment Incentive Certificates Issued for Companies with International Capital -(2003-2008/July)**

	2003	2004	2005	2006	2007	2008- January- July
<b>Number of Incentive Certificates (Number)</b>	211	231	206	151	198	138
<b>Amount of Investment (Million \$)</b>	1.729,5	3.834,2	3.484,7	1.802,8	5.404,4	4.429,2
<b>Equity Share of Foreign Direct Investor (%)</b>	71,8	41,7	51,7	36,1	49,1	48,4

Source: Undersecretariat of Treasury