

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

**INTERNATIONAL
DIRECT INVESTMENT
INFORMATION BULLETIN**

**February 2008
GENERAL DIRECTORATE OF FOREIGN INVESTMENT**

CONTENTS

	Page
List of Tables	ii
1) International Direct Investment Inflow	1
- <i>Developments in December 2008</i>	1
- <i>Developments in 2008</i>	3
2) Number of Companies with International Capital	5
- <i>Developments in December 2008</i>	5
- <i>Developments in 2008</i>	5
- <i>Companies with international capital in Turkey</i>	7
3) Investment Projects	11
4) Attached Tables	12

TABLES

		Page
Table-1:	Components of International Direct Investment Inflow –2008/Monthly	1
Table-2:	International Direct Investment Inflow, by sector - 2008/ Monthly	2
Table-3:	International Direct Investment Inflow by sector, (2007-2008/ Monthly)	2
Table-4:	International Direct Investment Inflow by Country, (2007-2008)	3
Table-5:	International Direct Investment Inflow by Country, (2007-2008)	4
Table-6:	Components of International Direct Investment Inflow, (2007-2008)	4
Table-7:	Breakdown of Companies with International Capital by Mode of Establishment (2007-2008/Monthly)	5
Table-8:	Breakdown of Companies with International Capital by Mode of Establishment (2007-2008)	5
Table-9:	Breakdown of Companies with International Capital by Sector according to size of Equity Capital (2007-2008)	6
Table-10:	Breakdown of Companies with International Capital by Country according to size of Equity Capital (2007-2008)	7
Table-11:	Number of Companies with International Capital by Year according to Mode of Establishment	7
Table-12:	Breakdown of Companies with International Capital by Sector, (2007-2008)	8
Table-13:	Breakdown of Companies with International Capital by Country, (2007-2008)	9
Table-14:	Breakdown of Companies with International Capital by Investment Location	10
Table-15:	Breakdown of Companies With International Capital by sector according to the Investment Location (1954-2008)	10
Table-16:	International Direct Investment Projects, (2007-2008/Monthly)	11
Table-Annex 1:	International Direct Investment (Inflows)	13
Table- Annex 2:	International Direct Investment Inflow by Sector	14
Table- Annex 3:	International Direct Investment Inflow by Country	15
Table- Annex 4:	Breakdown of Companies with International Capital by Sector according to Mode of Establishment -(2007-2008)	16
Table- Annex 5:	Breakdown of Companies with International Capital by Sector	17
Table- Annex 6:	Breakdown of Companies with International Capital by Country	18
Table- Annex 7:	Investment Incentive Certificates Issued for Companies with International Capital, (2002-2008)	19

INTERNATIONAL DIRECT INVESTMENT INFORMATION BULLETIN

1) International Direct Investment Inflow¹

Developments in December 2008

The net international direct investment inflow has been \$ 1.239 million in December 2008 (Table-1).

Table 1- Components of International Direct Investment Inflow, 2008

	(Million \$)											
	January	February	March	April	May	June	July	August	September	October	November	December
International Direct Investment Total (Net)	1.281	716	2.649	1.070	2.134	2.281	1.427	1.110	1.135	1.870	806	1.239
International Direct Investment	1.002	477	2.347	862	1.919	2.051	1.210	796	913	1.582	579	1.043
<i>Equity Investment (Net)</i>	951	421	2.460	810	1.949	2.024	1.218	788	912	1.576	551	747
<i>Inflows</i>	957	422	2.461	810	1.949	2.024	1.218	788	937	1.576	552	748
<i>Liquidation Outflows</i>	-6	-1	-1	0	0	0	0	0	-25	0	-1	-1
Intra Company Loans*	51	56	-113	52	-30	27	-8	8	1	6	28	296
Real Estate (Net)	279	239	302	208	215	230	217	314	222	288	227	196

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

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.

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 \$ 748 million. \$ 360 million of this has been into manufacturing sector (Table-2).

Table 2- International Direct Investment Inflow, by Sector, 2008

(Million \$)

Sectors	January	February	March	April	May	June	July	August	September	October	November	December
Agriculture, hunting, fishing and forestry	--	2	13	16	1	1	4	--	1	3	1	2
Mining and quarrying	1	7	4	73	7	1	5	6	10	9	5	40
Manufacturing	291	136	157	316	180	1.639	110	209	91	163	82	360
<i>Manufacture of food products, beverages and tobacco</i>	133	14	4	5	47	616	4	63	24	63	38	267
<i>Manufacture of textiles</i>	1	8	2	8	61	10	22	46	7	3	1	20
<i>Manufacture of chemicals and chemical products</i>	11	21	2	5	1	20	10	4	4	13	1	29
<i>Manufacture of machinery and equipment n.e.c.</i>	1	--	97	5	29	22	18	3	5	9	20	10
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	1	2	3	5	6	--	15	4	11	9	7	4
<i>Other Manufacturing</i>	144	91	49	288	36	971	41	89	40	66	15	30
Electricity, gas and water supply	4	20	79	57	13	18	151	89	6	451	64	82
Construction	137	48	81	104	138	64	56	32	33	116	28	50
Wholesale and retail trade	4	25	11	26	1.268	8	8	3	2	659	1	44
Hotels and restaurants	3	--	1	1	--	1	2	15	--	1	--	3
Transport, storage and communications	13	38	12	8	2	13	23	25	8	7	9	11
Financial intermediation	425	69	2.004	154	229	210	766	363	753	108	352	23
Real estate, renting and business activities	53	54	98	55	45	51	39	45	31	58	7	120
Other community, social and personal service activities	26	23	1	0	66	18	54	1	2	1	3	13
Total	957	422	2.461	810	1.949	2.024	1.218	788	937	1.576	552	748

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

\$ 658 million of the \$ 748 million equity investment has been exported by the EU countries (Table-3).

Table 3- International Direct Investment Inflow, by Country, 2008

(Million \$)

Countries	January	February	March	April	May	June	July	August	September	October	November	December
European Union (25)	571	270	1.181	487	1.718	1.918	1.094	677	872	1.049	513	658
<i>Germany</i>	1	117	40	100	20	47	623	15	20	14	8	43
<i>The Netherlands</i>	464	52	85	228	234	63	91	118	71	54	131	176
<i>United Kingdom</i>	43	6	8	36	27	1.576	59	22	8	134	44	318
<i>Other European Countries</i>	63	95	1.048	123	1.437	232	321	522	773	847	330	121
Other European Countries (Excluding EU)	2	28	62	1	13	30	9	67	8	41	2	26
Africa	8	--	--	72	3	--	--	--	--	--	--	--
<i>U.S.A.</i>	141	53	9	16	29	16	75	9	4	468	8	20
<i>Canada</i>	--	5	--	--	2	--	1	--	1	--	--	15
<i>Central-South America And Caribbean</i>	--	1	53	1	--	2	1	--	--	--	1	1
Asian	235	65	1.156	233	184	58	38	35	51	18	28	28
<i>Gulf Arabian Countries</i>	188	5	1.120	129	177	18	35	31	22	16	3	2
<i>Near And Middle Eastern Countries</i>	26	52	3	79	1	27	3	1	25	1	1	4
<i>Other Asian Countries</i>	21	8	33	25	6	13	0	3	4	1	24	22
Other Countries	--	--	--	--	--	--	--	--	1	--	--	--
Toplam	957	422	2.461	810	1.949	2.024	1.218	788	937	1.576	552	748

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

Developments in 2008

The net international direct investment inflow has been \$ 17.718 million in 2008 (Table-4).

Equity investment inflow component of the international direct investment inflows reached up to \$ 14.407 million in 2008 (Table-4).

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

	(Million \$)		
	2007	2008	% Change
International Direct Investment Total (Net)	22.046	17.718	-19,6
International Direct Investment Capital	19.120	14.781	-22,7
<i>Equity Investment (Net)</i>	18.393	14.407	-21,7
<i>Inflows</i>	19.136	14.442	-24,5
<i>Liquidation Outflows</i>	-743	-35	-95,3
<i>Intra Company Loans*</i>	727	374	-48,6
<i>Real Estate (Net)</i>	2.926	2.937	0,4

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

\$ 5.456 million of the total \$ 14.442 million of the equity capital entry has been into financial intermediation sector (Table-5).

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

(Million \$)

Sectors	2007	2008
Agriculture, hunting, fishing and forestry	8	44
Mining and quarrying	336	168
Manufacturing	4.210	3.734
<i>Manufacture of food products, beverages and tobacco</i>	766	1.278
<i>Manufacture of textiles</i>	232	189
<i>Manufacture of chemicals and chemical products</i>	1.109	121
<i>Manufacture of machinery and equipment n.e.c.</i>	48	219
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	70	67
<i>Other Manufacturing</i>	1.985	1.860
Electricity, gas and water supply	567	1.034
Construction	285	887
Wholesale and retail trade	169	2.059
Hotels and restaurants	33	27
Transport, storage and communications	1.116	169
Financial intermediation	11.662	5.456
Real estate, renting and business activities	560	656
Other community, social and personal service activities	190	208
Total	19.136	14.442

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

In 2008, %76,2 of the equity capital entry is from EU (Table-6).

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

(Million \$)

Countries	2007	2008
European Union (27)	12.600	11.008
<i>Germany</i>	954	1.048
<i>France</i>	368	680
<i>The Netherlands</i>	5.443	1.767
<i>United Kingdom</i>	702	2.281
<i>Other European Countries</i>	5.133	5.232
Other European Countries (Excluding EU)	373	289
Africa	5	83
<i>U.S.A.</i>	4.212	848
<i>Canada</i>	11	24
<i>Central-South America And Caribbean</i>	494	60
Asian	1.405	2.129
<i>Gulf Arabian Countries</i>	311	1.746
<i>Near And Middle Eastern Countries</i>	297	223
<i>Other Asian Countries</i>	797	160
Other Countries	36	1
Toplam	19.136	14.442

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

2) Number of Companies with International Capital

Developments in December 2008

146 companies with international capital have been established and 43 foreign capital participations to the existing domestic companies incurred in December 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	199	40	5	244	240	61	9	310	27,0
February	209	57	11	277	231	53	8	292	5,4
March	261	58	2	321	261	50	5	316	-1,6
April	208	51	6	265	250	56	4	310	17,0
May	306	71	7	384	302	65	4	371	-3,4
June	236	57	4	297	230	65	4	299	0,7
July	271	53	0	324	270	54	6	330	1,9
August	246	52	10	308	231	60	6	297	-3,6
September	273	50	8	331	196	38	2	236	-28,7
October	263	60	3	326	170	46	7	223	-31,6
November	280	72	4	356	173	47	4	224	-37,1
December	161	34	1	196	141	43	5	189	-3,6
Total	2.913	655	61	3.629	2.695	638	64	3.397	-6,4

Provisional Data, Source: Undersecretariat of Treasury

Developments in 2008

In 2008, 2.759 companies and branch offices with international capital have been established and 638 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)

(Number of Companies)

	2007	2008	% Change
Company Establishment	2.913	2.695	-7,5
Participation	655	638	-2,6
Branch Office	61	64	4,9
Total	3.629	3.397	-6,4

Provisional Data, Source: Undersecretariat of Treasury

In 2008, majority of the total 3.397 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 and lead the manufacturing sector investments followed by machinery and equipment n.e.c, food products and beverages sector.

Of these total 3.397, 329 have capital values higher than \$ 500.000. Among these, 64 companies operate in manufacturing, 59 companies operate in wholesale and retail trade sector and 39 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)

(Number of Companies)

Sectors	2007					2008				
	<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	17	3	7	51	24	20	9	7	60
Mining and quarrying	38	23	9	12	82	39	31	8	15	93
Manufacturing	236	128	51	83	498	195	135	65	64	459
<i>Manufacture of food products and beverages</i>	21	6	3	7	37	13	13	3	4	33
<i>Manufacture of textiles</i>	22	16	6	6	50	9	6	2	3	20
<i>Manufacture of chemicals and chemical products</i>	24	14	6	12	56	22	11	7	7	47
<i>Manufacture of machinery and equipment n.e.c.</i>	19	15	5	7	46	20	14	4	6	44
<i>Manufacture of motor vehicles, trailers, semi-trailers</i>	7	6	1	5	19	9	4	3	5	21
<i>Other Manufacturing</i>	143	71	30	46	290	122	87	46	39	294
Electricity, gas and water supply	45	23	4	5	77	64	23	8	20	115
Construction	251	157	52	38	498	153	132	61	36	382
Wholesale and retail trade	470	243	55	59	827	407	253	83	59	802
Hotels and restaurants	133	60	14	5	212	131	61	11	23	226
Transport, storage and communications	169	81	22	26	298	159	76	38	27	300
Financial intermediation	10	7	2	22	41	14	5	3	22	44
Real estate, renting and business activities	548	212	48	52	860	404	195	54	39	692
Other community, social and personal service activities	125	43	9	8	185	139	52	16	17	224
Total	2.049	994	269	317	3.629	1.729	983	356	329	3.397

Provisional Data. Source: Undersecretariat of Treasury

1.789 of the total 3.397 companies are of EU origin, 567 companies are of Near and Middle Eastern Countries and 548 companies are of other European countries (Table-10).

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

Countries	2007					2008				
	<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	1.225	527	135	197	2.084	952	471	173	193	1.789
<i>Germany</i>	311	167	43	42	563	323	170	50	52	595
<i>The Netherlands</i>	144	55	15	41	255	153	65	28	40	286
<i>United Kingdom</i>	293	111	25	27	456	137	63	23	25	248
<i>Other European Union Countries</i>	478	194	52	87	811	339	173	72	76	660
Other European Countries (Excluding EU)	265	155	40	32	492	287	159	53	49	548
North Africa	13	13	1	1	28	14	13	8	--	35
Other African Countries	10	6	2	1	19	13	3	1	--	17
North America	108	28	13	16	165	86	38	10	15	149
<i>U.S.A.</i>	87	19	12	14	132	78	31	8	13	130
<i>Canada</i>	21	9	1	2	33	8	7	2	2	19
<i>Central-South America And Caribbean</i>	17	1	1	2	21	6	1	3	2	12
Near And Middle Eastern Countries	249	175	48	34	506	233	219	74	41	567
<i>Azerbaijan</i>	59	39	12	10	120	55	42	24	15	136
<i>Iraq</i>	56	40	11	5	112	31	42	12	3	88
<i>Iran</i>	58	36	8	4	106	58	66	10	5	139
<i>Other</i>	76	60	17	15	168	89	69	28	18	204
Other Asian Countries	140	82	26	30	278	107	74	33	20	234
Other Countries	22	7	3	4	36	31	5	1	9	46
Total	2.049	994	269	317	3.629	1.729	983	356	329	3.397

Provisional Data, Source: Undersecretariat of Treasury

Companies with international capital in Turkey

Currently, a total of 21.079 companies with international capital are operating in Turkey. Among these, 17.160 companies and branch offices with international capital have been established and 3.919 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)	4.221	871	202	5.294
2003	800	198	31	1.029
2004	1.440	446	62	1.948
2005	2.081	478	54	2.613
2006	2.473	633	63	3.169
2007	2.913	655	61	3.629
2008	2.695	638	64	3.397
Total	16.623	3.919	537	21.079

Provisional Data, Source: Undersecretariat of Treasury

Majority of the total 21.079 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 chemical products, food products and beverage sector (Table-12).

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

Sectors	2007	2008	(Number of Companies)
			(1954-2008) General Total
Agriculture, hunting, fishing and forestry	51	60	329
Mining and quarrying	82	93	411
Manufacturing	498	459	3.757
<i>Manufacture of food products and beverages</i>	37	33	369
<i>Manufacture of textiles</i>	50	20	428
<i>Manufacture of chemicals and chemical products</i>	56	47	414
<i>Manufacture of machinery and equipment n.e.c.</i>	46	44	316
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	19	21	219
<i>Other Manufacturing</i>	290	294	2.011
Electricity, gas and water supply	77	115	334
Construction	498	382	1.970
Wholesale and retail trade	827	802	6.210
Hotels and restaurants	212	226	1.520
Transport, storage and communications	298	300	1.796
Financial intermediation	41	44	275
Real estate, renting and business activities	860	692	3.408
Other community, social and personal service activities	185	224	1.069
Total	3.629	3.397	21.079

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 12.626 of the total 21.079 companies with foreign capital are of EU origin, in which Germany leads with 3.600 firms followed by United Kingdom (2.021 firms) and the Netherlands (1.673 firms) (Table-13).

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

Countries	2007	2008	(Number of Companies)
			(1954-2008) Total
European Union	2.084	1.789	11.626
<i>Germany</i>	563	595	3.600
<i>The Netherlands</i>	255	286	1.673
<i>United Kingdom</i>	456	248	2.021
<i>Other European Countries</i>	810	660	4.332
Other European Countries (Excluding EU)	492	548	2.716
African Countries	47	52	347
North America	165	149	1.061
<i>U.S.A.</i>	132	130	929
<i>Canada</i>	33	19	132
Central-South America And Caribbean	21	12	115
Near And Middle Eastern Countries	506	567	3.527
<i>Azerbaijan</i>	120	136	571
<i>Iraq</i>	112	88	575
<i>Iran</i>	106	139	1.019
<i>Other</i>	168	204	1.362
Other Asian Countries	278	233	1.420
<i>China</i>	42	46	337
<i>South Korea</i>	24	13	142
<i>Other</i>	212	174	941
Other Countries	36	47	267
Total	3.629	3.397	21.079

Provisional Data, Source: Undersecretariat of Treasury

When the investment location distribution of the 21.079 international capital companies are considered, it is seen that 11.533 of the total 21.504 are in Istanbul, which is followed by Antalya (2.725 firms), Ankara (1.410 firms) and Mugla (1.260 firms) (Table-14).

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

City	Number of Companies (1954-2008)
ISTANBUL	11.533
ANTALYA	2.725
ANKARA	1.410
MUGLA	1.260
IZMIR	1.256
BURSA	424
AYDIN	383
MERSIN	356
KOCAELI	257
ADANA	163
Other Cities	1.312
Toplam	21.079

Provisional Data, Source: Undersecretariat of Treasury

In Istanbul, the majority of the 11.533 companies with international capital is in the wholesale and retail trade sectors (4.092 firms) while they also operate in manufacturing (2.211 firms), real estate renting and other business activities (1.700 firms) (Table-15).

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

Sectors	(Number of Companies)				
	Istanbul	Antalya	Ankara	Mugla	Izmir
Agriculture, hunting, fishing and forestry	84	66	22	16	42
Mining and quarrying	144	19	76	7	46
Manufacturing	2.211	161	216	35	328
<i>Manufacture of food products and beverages</i>	175	25	19	5	45
<i>Manufacture of textiles</i>	285	5	9	4	25
<i>Manufacture of chemicals and chemical products</i>	283	16	13	1	32
<i>Manufacture of machinery and equipment n.e.c.</i>	190	2	25	1	32
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	87	--	10	--	13
<i>Other Manufacturing</i>	1.191	113	140	25	181
Electricity, gas and water supply	182	14	87	1	24
Construction	634	574	157	203	96
Wholesale and retail trade	4.092	349	390	86	384
Hotels and restaurants	490	487	69	261	71
Transport, storage and communications	1.089	256	66	140	80
Financial intermediation	236	8	7	7	9
Real estate, renting and business activities	1.700	676	215	463	121
Other community, social and personal service activities	671	115	105	41	55
Total	11.533	2.725	1.410	1.260	1.256

Provisional Data, Source: Undersecretariat of Treasury

3) Investment Projects²

17 incentive certificates having a total investment value of \$ 800,9 million were issued by the Undersecretariat of Treasury in December 2008 for companies with international capital. Thus, in 2008, the number of certificated investment projects reached up to 211, while their capital value reached to \$ 6,2 billion (Table-17). 50,2 % 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	August	September	October	November	December
Number of Incentive Certificates (Number)	16	19	14	26	20	13	30	12	20	16	8	17
Amount of Investment (Million \$)	324,9	806,2	183,6	1.104,1	622,8	271,1	1.116,5	263,3	397,4	181,3	90,2	800,9
Equity Share of Foreign Direct Investor (%)	68,6	41,5	50,2	58,7	27,8	77,7	41,5	38,5	53,6	59,0	37,9	61,6

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

Out of the total 211 investment incentive certificates, 170 were issued for manufacturing, 3 for agriculture hunting and forestry, 7 for mining-quarrying and 31 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 \$)

	2004	2005	2006	2007	2008
International Direct Investment Total (Net)	2.785	10.031	20.185	22.046	17.718
International Direct Investment	1.442	8.190	17.263	19.120	14.781
<i>Equity Investment (Net)</i>	1.092	8.134	16.982	18.393	14.407
<i>Inflows</i>	1.190	8.535	17.639	19.136	14.442
<i>Liquidation Outflows</i>	-98	-401	-657	-743	-35
Intra Company Loans**	350	56	281	727	374
Real Estate (Net)	1.343	1.841	2.922	2.926	2.937

**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	2004	2005	2006	2007	2008
Agriculture, hunting and forestry	4	5	5	5	25
Fishing	2	2	1	3	19
Mining and quarrying	73	40	122	336	168
Manufacturing	190	785	1.866	4.210	3.734
Manufacture of food products, beverages and tobacco	78	68	608	766	1.278
<i>Manufacture of textiles</i>	9	180	26	232	189
<i>Manufacture of chemicals and chemical products</i>	38	174	601	1.109	121
<i>Manufacture of machinery and equipment n.e.c.</i>	6	13	54	48	219
<i>Office machinery and computers</i>	2	13	53	117	243
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	27	106	63	70	67
<i>Other Manufacturing</i>	30	231	461	1.868	1.617
Electricity, gas and water supply	66	4	112	567	1.034
Construction	3	80	222	285	887
Wholesale and retail trade	72	68	1.166	169	2.059
Hotels and restaurants	1	42	23	33	27
Transport, storage and communications	639	3.285	6.696	1.116	169
Financial intermediation	69	4.018	6.957	11.662	5.456
Real estate, renting and business activities	3	29	99	560	656
Health and social work	35	74	265	177	149
Other community, social and personal service activities	33	103	105	13	59
Total	1.190	8.535	17.639	19.136	14.442

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

Table annex-3: International Direct Investment Inflow by Country

(Million \$)

Countries	2004	2005	2006	2007	2008
European Union (27)	1.027	5.006	14.489	12.600	11.008
<i>Germany</i>	73	391	357	954	1.048
<i>France</i>	34	2.107	439	368	680
<i>Netherlands</i>	568	383	5.069	5.443	1.767
<i>United Kingdom</i>	126	166	628	702	2.281
<i>Italy</i>	14	692	189	74	219
<i>Other European Countries</i>	212	1.267	7.807	5.059	5.013
Other European Countries (Excluding EU)	6	1.646	85	373	289
Africa	--	3	21	5	83
<i>U.S.A.</i>	36	88	848	4.212	848
<i>Canada</i>	61	26	121	11	24
Central-South America And Caribbean	--	8	33	494	60
Asian	60	1.756	1.927	1.405	2.129
<i>Gulf Arabian Countries</i>	43	1.675	1.783	311	1.746
<i>Near And Middle Eastern Countries</i>	11	3	127	297	223
Other Asian Countries	6	78	17	797	160
Other Countries	--	2	115	36	1
Total	1.190	8.535	17.639	19.136	14.442

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			
	Company Establishment	Participation	Branch Office	Total	Company Establishment	Participation	Branch Office	Total
Agriculture, hunting, fishing and forestry	38	12	1	51	47	12	1	60
Mining and quarrying	62	19	1	82	68	21	4	93
Manufacturing	371	116	11	498	342	103	14	459
<i>Manufacture of food products and beverages</i>	29	8	0	37	22	10	1	33
<i>Manufacture of textiles</i>	31	19	0	50	15	4	1	20
<i>Manufacture of chemicals and chemical products</i>	40	15	1	56	35	11	1	47
<i>Manufacture of machinery and equipment n.e.c.</i>	35	9	2	46	38	5	1	44
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	13	5	1	19	18	3	0	21
<i>Other Manufacturing</i>	223	60	7	290	214	70	10	294
Electricity, gas and water supply	62	15	0	77	84	31	0	115
Construction	429	59	10	498	317	59	6	382
Wholesale and retail trade	631	180	16	827	632	155	15	802
Hotels and restaurants	172	40	0	212	176	49	1	226
Transport, storage and communications	223	68	7	298	226	66	8	300
Financial intermediation	20	21	0	41	30	14	0	44
Real estate, renting and business activities	758	91	11	860	608	71	13	692
Other community, social and personal service activities	147	34	4	185	165	57	2	224
Total	2,913	655	61	3,629	2,695	638	64	3,397

Provisional Data, Source: Undersecretariat of Treasury

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

Sectors	1954-2002	2003	2004	2005	2006	2007	2008	(1954-2008)
	(Cumulative)							Total
Agriculture, hunting, fishing and forestry	85	23	30	34	46	51	60	329
Mining and quarrying	93	12	31	51	49	82	93	411
Manufacturing	1.347	249	349	407	448	498	459	3.757
<i>Manufacture of food products and beverages</i>	144	20	51	39	45	37	33	369
<i>Manufacture of textiles</i>	130	58	52	67	51	50	20	428
<i>Manufacture of chemicals and chemical products</i>	168	27	42	36	38	56	47	414
<i>Manufacture of machinery and equipment n.e.c.</i>	105	19	23	27	52	46	44	316
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	110	15	18	20	16	19	21	219
<i>Other Manufacturing</i>	690	110	163	218	246	290	294	2.011
Electricity, gas and water supply	65	9	15	10	43	77	115	334
Construction	194	29	127	322	418	498	382	1.970
Wholesale and retail trade	1.879	403	797	722	780	827	802	6.210
Hotels and restaurants	574	62	77	167	202	212	226	1.520
Transport, storage and communications	408	83	209	229	269	298	300	1.796
Financial intermediation	105	12	6	19	48	41	44	275
Real estate, renting and business activities	358	87	225	503	683	860	692	3.408
Other community, social and personal service activities	186	60	82	149	183	185	224	1.069
Total	5.294	1.029	1.948	2.613	3.169	3.629	3.397	21.079

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	2008	(1954-2008)
	(Cumulative)							Total
European Union	2.787	436	1.006	1.545	1.979	2.084	1.789	11.626
<i>Germany</i>	925	137	355	469	556	563	595	3.600
<i>The Netherlands</i>	467	65	138	192	270	255	286	1.673
<i>United Kingdom</i>	351	67	130	308	461	456	248	2.021
<i>Other European Countries</i>	1.044	167	383	576	692	810	660	4.332
Other European Countries (Excluding EU)	585	134	265	320	372	492	548	2.716
African Countries	83	30	37	55	43	47	52	347
North America	349	53	98	111	136	165	149	1.061
<i>U.S.A.</i>	326	44	87	97	113	132	130	929
<i>Canada</i>	23	9	11	14	23	33	19	132
<i>Central-South America And Caribbean</i>	39	5	12	16	10	21	12	115
Near And Middle Eastern Countries	1.060	255	349	380	410	506	567	3.527
<i>Azerbaijan</i>	91	37	51	55	81	120	136	571
<i>Iraq</i>	161	38	46	57	73	112	88	575
<i>Iran</i>	319	102	123	121	109	106	139	1.019
<i>Other</i>	489	78	129	147	147	168	204	1.362
Other Asian Countries	328	102	151	163	165	278	233	1.420
<i>China</i>	98	41	56	32	22	42	46	337
<i>South Korea</i>	47	12	16	18	12	24	13	142
<i>Other</i>	183	49	79	113	131	212	174	941
Other Countries	63	14	30	23	54	36	47	267
Total	5.294	1.029	1.948	2.613	3.169	3.629	3.397	21.079

Provisional Data, Source: Undersecretariat of Treasury

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

	2004	2005	2006	2007	2008
Number of Incentive Certificates (Number)	231	206	151	198	211
Amount of Investment (Million \$)	3.834,2	3.484,7	1.802,8	5.404,4	6.162,3
Equity Share of Foreign Direct Investor (%)	41,7	51,7	36,1	49,1	50,2

Source: Undersecretariat of Treasury