

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

**INTERNATIONAL  
DIRECT INVESTMENT  
INFORMATION BULLETIN**

**January 2008  
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## INTERNATIONAL DIRECT INVESTMENT INFORMATION BULLETIN

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

#### *Developments in November 2007*

The net international direct investment inflow has been \$470 million in November 2007 (Table-1).

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

(Million \$)

	January	February	March	April	May	June	July	August	September	October	November
<b>International Direct Investment Total (Net)</b>	6.426	1.656	1.232	735	824	1.239	1.817	456	1.014	822	470
<b>International Direct Investment</b>	6.064	1.375	894	621	709	1.115	1.596	134	755	581	276
<i>Equity Investment (Net)</i>	6.047	1.333	793	574	665	1.110	1.564	136	747	473	310
<i>Inflows</i>	6.047	1.333	795	574	670	1.137	1.564	159	749	473	315
<i>Liquidation Outflows</i>	0	--	-2	--	-5	-27	0	-23	-2	--	-5
<b>Intra Company Loans*</b>	17	42	101	47	44	5	32	-2	8	108	-34
<b>Real Estate (Net)</b>	362	281	338	114	115	124	221	322	259	241	194

\*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 \$ 315 million. \$ 167 million of this has been into real estate, renting and business activities sector (Table-2).

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

(Million \$)

Sectors	January	February	March	April	May	June	July	August	September	October	November
Agriculture, hunting, fishing and forestry	--	--	1	--	--	--	1	1	1	--	--
Mining and quarrying	2	3	1	8	1	201	101	1	--	3	4
Manufacturing	128	1.244	151	130	98	43	744	38	233	285	81
<i>Manufacture of food products and beverages</i>	50	100	41	9	13	13	23	4	2	7	12
<i>Manufacture of textiles</i>	1	6	6	5	--	6	4	4	156	30	1
<i>Manufacture of chemicals and chemical products</i>	54	32	12	32	59	1	660	1	45	--	--
<i>Manufacture of machinery and equipment n.e.c.</i>	--	--	--	7	12	--	4	1	--	14	--
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	3	2	--	32	2	5	6	13	3	1	--
<i>Other Manufacturing</i>	20	1.104	92	45	12	18	47	10	27	233	68
Electricity, gas and water supply	--	--	1	2	405	2	124	3	--	--	1
Construction	43	22	118	10	5	12	10	23	4	4	3
Wholesale and retail trade	2	14	10	25	2	13	4	11	30	16	11
Hotels and restaurants	--	1	8	--	3	--	--	--	1	--	4
Transport, storage and communications	69	9	--	337	101	--	1	4	3	1	35
Financial intermediation	5.756	17	470	18	3	765	472	10	440	7	8
Real estate, renting and business activities	38	19	34	35	45	98	104	72	36	56	167
Other community, social and personal service activities	1	4	1	9	7	3	3	--	1	1	1
<b>Total</b>	<b>6.047</b>	<b>1.333</b>	<b>795</b>	<b>574</b>	<b>670</b>	<b>1.137</b>	<b>1.564</b>	<b>159</b>	<b>749</b>	<b>473</b>	<b>315</b>

Provisional Data

Source: Central Bank of the Republic of Turkey

\$ 288 million of the \$ 315 million equity investment has been exported by the EU countries (Table-3).

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

(Million \$)

Countries	January	February	March	April	May	June	July	August	September	October	November
European Union (25)	2.634	876	377	490	543	860	1.370	124	370	446	288
<i>Germany</i>	36	4	11	21	49	99	295	58	11	361	10
<i>The Netherlands</i>	26	11	143	362	103	670	692	33	65	32	173
<i>United Kingdom</i>	161	76	4	34	7	2	193	15	30	4	3
<i>Other European Countries</i>	2.411	785	219	73	384	89	190	18	264	49	102
Other European Countries (Excluding EU)	3	6	--	50	3	7	118	25	31	8	1
Africa	--	--	--	--	--	1	2	--	2	--	--
America	3.221	420	98	6	54	206	66	3	8	8	5
North America	3.221	16	21	4	54	205	66	3	8	8	5
U.S.A.	3.220	13	20	1	54	205	66	3	8	8	4
Canada	1	3	1	3	--	--	--	--	--	--	1
Central-South America And Caribbean	--	404	77	2	--	1	--	--	--	--	--
Asian	163	30	319	28	70	63	8	7	338	11	21
<i>Gulf Arabian Countries</i>	3	11	14	6	8	49	7	2	3	6	12
<i>Near And Middle Eastern Countries</i>	160	3	0	7	4	1	--	--	27	3	7
<i>Other Asian Countries</i>	--	16	305	15	58	13	1	5	308	2	2
Other Countries	26	--	--	--	--	--	--	--	--	--	--
<b>Toplam</b>	<b>6.047</b>	<b>1.333</b>	<b>795</b>	<b>574</b>	<b>670</b>	<b>1.137</b>	<b>1.564</b>	<b>159</b>	<b>749</b>	<b>473</b>	<b>315</b>

Provisional Data

Source: Central Bank of the Republic of Turkey

*Developments in the 2007 January-November Period*

The net international direct investment inflow has been \$16.691 million in 2007 (Table-4).

Equity investment inflow component of the international direct investment inflows reached up to \$ 13.816 million in the January- November period in 2007 (Table-4).

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

(Million \$)

	January-November		% Change
	2006	2007	
<b>International Direct Investment Total (Net)</b>	<b>18.292</b>	<b>16.691</b>	<b>-8,8</b>
<b>International Direct Investment Capital</b>	<b>15.556</b>	<b>14.120</b>	<b>-9,2</b>
<i>Equity Investment (Net)</i>	<b>15.528</b>	<b>13.752</b>	<b>-11,4</b>
<i>Inflows</i>	16.099	13.816	-14,2
<i>Liquidation Outflows</i>	-571	-64	89,5
<i>Intra Company Loans*</i>	<b>28</b>	<b>368</b>	<b>1.214,3</b>
<i>Real Estate (Net)</i>	<b>2.736</b>	<b>2.571</b>	<b>-6,0</b>

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

\$ 7.965 million of the total \$ 13.816 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-November	
	2006	2007
Agriculture, hunting, fishing and forestry	6	4
Mining and quarrying	91	325
Manufacturing	1.613	3.279
<i>Manufacture of food products and beverages</i>	602	274
<i>Manufacture of textiles</i>	25	219
<i>Manufacture of chemicals and chemical products</i>	553	896
<i>Manufacture of machinery and equipment n.e.c.</i>	54	38
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	60	67
<i>Other Manufacturing</i>	319	1.785
Electricity, gas and water supply	112	538
Construction	184	138
Wholesale and retail trade	1.159	138
Hotels and restaurants	22	17
Transport, storage and communications	6.432	560
Financial intermediation	6.127	7.965
Real estate, renting and business activities	69	706
Other community, social and personal service activities	284	30
<b>Total</b>	<b>16.099</b>	<b>13.816</b>

Provisional Data

Source: Central Bank of the Republic of Turkey

During the January and November period in 2007, %60,5 of the equity capital entry is from EU (Table-6).

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

(Million \$)

Countries	January-November	
	2006	2007
European Union (25)	13.285	8.379
<i>Germany</i>	335	954
<i>The Netherlands</i>	5.009	2.310
<i>United Kingdom</i>	498	529
<i>Other European Countries</i>	7.443	4.586
Other European Countries (Excluding EU)	86	252
Africa	20	5
U.S.A.	614	3.599
Canada	121	9
Central-South America And Caribbean	32	484
Asian	1.916	1.062
<i>Gulf Arabian Countries</i>	1.775	125
<i>Near And Middle Eastern Countries</i>	124	212
<i>Other Asian Countries</i>	17	725
Other Countries	25	26
<b>Toplam</b>	<b>16.099</b>	<b>13.816</b>

Provisional Data

Source: Central Bank of the Republic of Turkey

## 2) Number of Companies with International Capital

### *Developments in November 2007*

248 companies with international capital have been established and 62 foreign capital participations to the existing domestic companies incurred in November 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	167	30	2	199	210	40	4	254	27,6
February	173	45	6	224	218	60	10	288	28,6
March	235	68	8	311	267	63	2	332	6,8
April	230	55	3	288	217	48	6	271	-5,9
May	232	60	7	299	314	72	7	393	31,4
June	247	74	6	327	243	56	4	303	-7,3
July	214	45	4	263	280	53	0	333	26,6
August	212	52	10	274	257	57	10	324	18,2
September	231	43	4	278	280	50	9	339	21,9
October	203	62	6	271	246	56	3	305	12,5
November	244	54	5	303	245	62	3	310	2,3
December	249	63	1	313	--	--	--	--	--
<b>Total</b>	<b>2.637</b>	<b>651</b>	<b>62</b>	<b>3.350</b>	<b>2.777</b>	<b>617</b>	<b>58</b>	<b>3.452</b>	<b>--</b>

Provisional Data

Source: Undersecretariat of Treasury

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

In the first eleven month of 2007, 2.835 companies and branch offices with international capital have been established and 617 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-November		% Change
	2006	2007	
Company Establishment	2.388	2.777	16,3
Participation	588	617	4,9
Branch Office	61	58	-4,9
<b>Total</b>	<b>3.037</b>	<b>3.452</b>	<b>13,7</b>

Provisional Data

Source: Undersecretariat of Treasury



In the January-November period in 2007, majority of the total 3,452 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 3,452, 303 have capital values higher than \$500,000. Among these, 73 companies operate in manufacturing, 59 companies operate in wholesale and retail trade sector and 53 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-November)				
	<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	25	14	4	7	50
Mining and quarrying	20	14	3	6	43	36	22	8	9	75
Manufacturing	251	124	31	53	459	223	120	44	73	460
<i>Manufacture of food products and beverages</i>	21	10	2	7	40	18	6	4	4	32
<i>Manufacture of textiles</i>	33	13	5	2	53	22	14	4	6	46
<i>Manufacture of chemicals and chemical products</i>	22	11	4	8	45	23	12	5	11	51
<i>Manufacture of machinery and equipment n.e.c.</i>	28	14	3	2	47	19	14	5	8	46
<i>Manufacture of motor vehicles, trailers, semi-trailers</i>	6	4	1	3	14	8	4	1	5	18
<i>Other Manufacturing</i>	141	72	16	31	260	133	70	25	39	267
Electricity, gas and water supply	26	9	4	6	45	43	19	4	3	69
Construction	235	122	45	32	434	241	155	54	36	486
Wholesale and retail trade	528	238	56	40	862	438	222	52	59	771
Hotels and restaurants	138	68	12	8	226	134	55	11	7	207
Transport, storage and communications	165	85	27	8	285	168	80	23	25	296
Real estate, renting and business activities	496	171	35	22	724	523	202	46	53	824
Other community, social and personal service activities	141	46	19	27	233	126	49	8	31	214
<b>Total</b>	<b>2,019</b>	<b>889</b>	<b>235</b>	<b>207</b>	<b>3,350</b>	<b>1,957</b>	<b>938</b>	<b>254</b>	<b>303</b>	<b>3,452</b>

Provisional Data

Source: Undersecretariat of Treasury

1.982 of the total 3.452 companies are of EU origin, 484 companies are of Near and Middle Eastern Countries and 470 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-November)				
	<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	1.176	502	127	177	1.982
<i>Germany</i>	363	162	44	31	600	300	154	39	42	535
<i>The Netherlands</i>	172	58	21	25	276	141	50	15	34	240
<i>United Kingdom</i>	320	133	14	20	487	280	113	24	23	440
<i>Other European Countries</i>	426	178	58	63	725	455	185	49	78	767
Other European Countries (Excluding EU)	242	104	27	23	396	253	147	41	29	470
North Africa	18	5	1	--	24	14	12	1	1	28
Other African Countries	12	5	1	--	18	9	7	2	1	19
North America	91	31	12	10	144	101	22	13	16	152
<i>U.S.A.</i>	75	26	9	8	118	81	14	12	14	121
<i>Canada</i>	16	5	3	2	26	20	8	1	2	31
<i>Central-South America And Caribbean</i>	4	3	--	3	10	19	--	--	2	21
Near And Middle Eastern Countries	231	152	34	21	438	233	165	42	44	484
<i>Azerbaijan</i>	44	35	3	5	87	54	38	9	8	109
<i>Iraq</i>	35	34	5	4	78	56	38	9	5	108
<i>Iran</i>	68	39	5	--	112	51	31	9	4	95
<i>Other</i>	84	44	21	12	161	72	58	15	27	172
Other Asian Countries	106	46	19	9	180	134	77	24	29	264
Other Countries	34	12	1	5	52	18	6	4	4	32
<b>Total</b>	<b>2.019</b>	<b>889</b>	<b>235</b>	<b>207</b>	<b>3.350</b>	<b>1.957</b>	<b>938</b>	<b>254</b>	<b>303</b>	<b>3.452</b>

Provisional Data

Source: Undersecretariat of Treasury

### *Companies with international capital in Turkey*

Currently, a total of 18.407 companies with international capital are operating in Turkey. Among these, 15.121 companies and branch offices with international capital have been established and 3.286 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/November	2.777	617	58	3.452
<b>Total</b>	<b>14.631</b>	<b>3.286</b>	<b>490</b>	<b>18.407</b>

As of November 2007, Provisional Data

Source: Undersecretariat of Treasury

Majority of the total 18.407 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-November		(1954-2007*)
	2006	2007	General Total
Agriculture, hunting, fishing and forestry	43	50	277
Mining and quarrying	43	75	308
Manufacturing	427	460	3.438
<i>Manufacture of food products and beverages</i>	39	32	338
<i>Manufacture of textiles</i>	48	46	442
<i>Manufacture of chemicals and chemical products</i>	44	51	386
<i>Manufacture of machinery and equipment n.e.c.</i>	45	46	271
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	12	18	213
<i>Other Manufacturing</i>	239	267	1.788
Electricity, gas and water supply	42	69	218
Construction	395	484	1.637
Wholesale and retail trade	748	771	5.712
Hotels and restaurants	200	207	1.359
Transport, storage and communications	256	296	1.573
Real estate, renting and business activities	660	824	2.766
Other community, social and personal service activities	223	214	1.117
<b>Total</b>	<b>3.037</b>	<b>3.452</b>	<b>18.407</b>

\*: As of November 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 10.189 of the total 18.407 companies with foreign capital are of EU origin, in which Germany leads with 3.162 firms followed by United Kingdom (1.860 firms) and the Netherlands (1.429 firms) (Table-13).

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

Countries	2006	2007	(Number of Companies)
			(1954-2007*)
			Total
European Union (25)	<b>1.891</b>	<b>1.982</b>	<b>10.189</b>
<i>Germany</i>	530	535	3.162
<i>The Netherlands</i>	253	240	1.429
<i>United Kingdom</i>	448	440	1.860
<i>Other European Countries</i>	660	767	3.738
Other European Countries (Excluding EU)	<b>348</b>	<b>470</b>	<b>2.274</b>
African Countries	<b>41</b>	<b>47</b>	<b>311</b>
North America	<b>127</b>	<b>152</b>	<b>973</b>
<i>U.S.A.</i>	105	121	854
<i>Canada</i>	22	31	119
Central-South America And Caribbean	<b>10</b>	<b>21</b>	<b>111</b>
Near And Middle Eastern Countries	<b>406</b>	<b>484</b>	<b>3.080</b>
<i>Azerbaijan</i>	79	109	453
<i>Iraq</i>	71	108	512
<i>Iran</i>	108	95	902
<i>Other</i>	148	172	1.213
Other Asian Countries	<b>161</b>	<b>264</b>	<b>1.233</b>
<i>China</i>	20	39	305
<i>South Korea</i>	12	24	139
<i>Other</i>	129	201	789
Other Countries	<b>53</b>	<b>32</b>	<b>236</b>
<b>Total</b>	<b>3.037</b>	<b>3.452</b>	<b>18.407</b>

\* As of November 2007, Provisional Data

Source: Undersecretariat of Treasury

When the investment location distribution of the 18.407 international capital companies are considered, it is seen that 9.923 of the total 18.407 are in Istanbul, which is followed by Antalya (2.263 firms), Ankara (1.207 firms) and Mugla (1.119 firms) (Table-14).

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

İl	Number of Companies (1954-2007*)
ISTANBUL	9.923
ANTALYA	2.263
ANKARA	1.207
MUĞLA	1.119
İZMİR	1.105
BURSA	366
MERSİN	326
AYDIN	324
KOCAELİ	218
ADANA	140
Diğer İller	1.416
<b>Total</b>	<b>18.407</b>

\*: As of November 2007, Provisional Data

Source: Undersecretariat of Treasury

In Istanbul, the majority of the 9.923 companies with international capital is in the wholesale and retail trade sectors (3.672 firms) while they also operate in manufacturing (2.002 firms), real estate renting and other business activities (1.358 firms) (Table-15).

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

Sectors	(Number of Companies)				
	Istanbul	Antalya	Ankara	Muğla	Izmir
Agriculture, hunting, fishing and forestry	69	60	17	13	32
Mining and quarrying	111	14	61	3	36
Manufacturing	2.002	130	181	26	290
<i>Manufacture of food products and beverages</i>	161	23	16	4	41
<i>Manufacture of textiles</i>	284	6	10	4	25
<i>Manufacture of chemicals and chemical products</i>	265	14	9	1	27
<i>Manufacture of machinery and equipment n.e.c.</i>	165	1	20	1	24
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	81	--	9	--	13
<i>Other Manufacturing</i>	1.046	86	117	16	160
Electricity, gas and water supply	100	14	55	1	22
Construction	499	475	136	186	78
Wholesale and retail trade	3.672	315	356	87	361
Hotels and restaurants	416	405	64	241	64
Transport, storage and communications	950	227	60	124	67
Real estate, renting and business activities	1.358	520	174	398	100
Other community, social and personal service activities	746	103	103	40	55
<b>Total</b>	<b>9.923</b>	<b>2.263</b>	<b>1.207</b>	<b>1.119</b>	<b>1.105</b>

As of November 2007, Provisional Data

Source: Undersecretariat of Treasury

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

20 incentive certificates having a total investment value of \$ 714,7 million were issued by the Undersecretariat of Treasury in November 2007 for companies with international capital. Thus, In the first eleven month of 2007, the number of certificated investment projects reached up to 182, while their capital value reached to \$ 5,2 billion (Table-17). 48,8 % of this capital will be covered by the international partners (Table-16).

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

	January	February	March	April	May	June	July	August	September	October	November
Number of Incentive Certificates (Number)	9	23	21	13	21	11	16	25	9	14	20
Amount of Investment* (Million \$)	1.558,4	1.049,0	301,5	195,1	191,0	121,9	315,5	128,3	40,8	553,1	714,7
Equity Share of Foreign Direct Investor (%)	54,4	12,9	74,0	53,5	59,9	15,7	24,9	63,1	21,6	92,8	55,6

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

Out of the total 182 investment incentive certificates, 161 were issued for manufacturing, 2 for agriculture hunting and forestry, 3 for mining-quarrying and 16 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-November	
								2006	2007
<b>International Direct Investment Total (Net)</b>	<b>982</b>	<b>3.352</b>	<b>1.133</b>	<b>1.752</b>	<b>2.885</b>	<b>10.029</b>	<b>19.919</b>	<b>18.292</b>	<b>16.691</b>
<b>International Direct Investment</b>	<b>982</b>	<b>3.352</b>	<b>1.133</b>	<b>754</b>	<b>1.542</b>	<b>8.188</b>	<b>16.997</b>	<b>15.556</b>	<b>14.120</b>
<i>Equity Investment (Net)</i>	<b>982</b>	<b>3.352</b>	<b>617</b>	<b>737</b>	<b>1.191</b>	<b>8.137</b>	<b>16.989</b>	<b>15.528</b>	<b>13.752</b>
<i>Inflows</i>	1.707	3.374	622	745	1.291	8.538	17.646	16.099	13.816
<i>Liquidation Outflows</i>	-725	-22	-5	-8	-100	-401	-657	-571	-64
<b>Intra Company Loans*</b>	--	--	<b>516</b>	<b>17</b>	<b>351</b>	<b>51</b>	<b>8</b>	<b>28</b>	<b>368</b>
<b>Real Estate (Net)</b>	--	--	--	<b>998</b>	<b>1.343</b>	<b>1.841</b>	<b>2.922</b>	<b>2.736</b>	<b>2.571</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-November	
						2006	2007
Agriculture, hunting and forestry	--	1	4	5	5	5	1
Fishing	--	--	2	2	1	1	3
Mining and quarrying	2	14	75	40	122	91	325
Manufacturing	110	448	214	788	1.868	1.613	3.279
Manufacture of food products and beverages	14	249	78	68	609	602	274
<i>Manufacture of textiles</i>	10	8	14	183	26	25	219
<i>Manufacture of chemicals and chemical products</i>	9	9	39	174	602	553	896
<i>Manufacture of machinery and equipment n.e.c.</i>	13	17	8	13	54	54	38
<i>Office machinery and computers</i>	2	4	2	13	53	51	80
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	33	145	35	106	63	60	67
<i>Other Manufacturing</i>	19	14	38	227	461	268	1.705
Electricity, gas and water supply	68	86	69	4	112	112	538
Construction	3	8	23	80	229	184	138
Wholesale and retail trade	89	92	103	68	1.167	1.159	138
Hotels and restaurants	0	4	1	42	23	22	17
Transport, storage and communications	1	2	639	3.285	6.700	6.432	560
Financial intermediation	260	51	69	4.018	6.957	6.127	7.965
Real estate, renting and business activities	0	6	3	29	92	69	706
Health and social work	5	23	53	74	265	181	17
Other community, social and personal service activities	84	10	36	103	105	103	13
<b>Total</b>	<b>622</b>	<b>745</b>	<b>1.291</b>	<b>8.538</b>	<b>17.646</b>	<b>16.099</b>	<b>13.816</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-November	
						2006	2007
European Union (25)	455	555	1.025	5.005	14.490	13.285	8.379
<i>Germany</i>	86	142	73	391	357	335	954
<i>France</i>	22	120	34	2.107	439	438	212
<i>Netherlands</i>	73	50	568	383	5.070	5.009	2.310
<i>United Kingdom</i>	8	141	126	165	628	498	529
<i>Italy</i>	241	1	15	692	189	121	67
<i>Other European Countries</i>	25	101	209	1.267	7.807	6.884	4.307
Other European Countries (Excluding EU)	64	70	109	1.650	91	86	252
Africa	0	0	--	3	21	20	5
U.S.A.	2	52	36	88	848	614	3.599
Canada	7	6	61	26	121	121	9
Central America And Caribbean	0	0	--	8	32	31	17
South America	0	0	--	--	1	1	467
Asian	70	60	60	1.756	1.927	1.916	1.062
<i>Gulf Arabian Countries</i>	5	0	--	1.675	1.783	1.775	125
<i>Near And Middle Eastern Countries</i>	0	1	54	3	127	124	212
Other Asian Countries	65	59	6	78	17	17	725
Australia	0	0	--	1	108	18	26
Unclassified	24	2	--	1	7	7	--
<b>Total</b>	<b>622</b>	<b>745</b>	<b>1.291</b>	<b>8.538</b>	<b>17.646</b>	<b>16.099</b>	<b>13.816</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-November)			
	Company Establishment	Participation	Branch Office	Total	Company Establishment	Participation	Branch Office	Total
Agriculture, hunting, fishing and forestry	27	11	1	39	38	11	1	50
Mining and quarrying	30	12	1	43	56	19	0	75
Manufacturing	331	117	11	459	350	97	13	460
<i>Manufacture of food products and beverages</i>	25	14	1	40	28	4	0	32
<i>Manufacture of textiles</i>	40	13	0	53	32	14	0	46
<i>Manufacture of chemicals and chemical products</i>	31	12	2	45	38	12	1	51
<i>Manufacture of machinery and equipment n.e.c.</i>	38	7	2	47	35	8	3	46
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	8	4	2	14	12	4	2	18
<i>Other Manufacturing</i>	189	67	4	260	205	55	7	267
Electricity, gas and water supply	35	8	2	45	58	12	0	69
Construction	367	57	10	434	417	59	9	484
Wholesale and retail trade	656	192	14	862	581	174	16	771
Hotels and restaurants	175	50	1	226	170	37	0	207
Transport, storage and communications	225	50	10	285	220	69	7	296
Real estate, renting and business activities	636	81	7	724	733	82	9	824
Other community, social and personal service activities	155	73	5	233	154	57	3	214
<b>Total</b>	<b>2.637</b>	<b>651</b>	<b>62</b>	<b>3.350</b>	<b>2.777</b>	<b>617</b>	<b>58</b>	<b>3.452</b>

Provisional Data

Source: Undersecretariat of Treasury

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

(Number of Companies)

Sectors	1954-1999	2000	2001	2002	2003	2004	2005	2006	January-November		(1954-2007*)
	(Cumulative)								2006	2007	Total
Agriculture, hunting, fishing and forestry	69	6	9	4	27	33	40	39	43	50	277
Mining and quarrying	64	8	7	18	11	32	50	43	43	75	308
Manufacturing	1.158	96	93	80	267	369	456	459	427	460	3.438
<i>Manufacture of food products and beverages</i>	129	8	7	8	20	51	43	40	39	32	338
<i>Manufacture of textiles</i>	116	4	12	12	63	58	78	53	48	46	442
<i>Manufacture of chemicals and chemical products</i>	145	10	10	6	29	50	40	45	44	51	386
<i>Manufacture of machinery and equipment n.e.c.</i>	84	8	5	7	19	25	30	47	45	46	271
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	96	13	11	6	16	18	21	14	12	18	213
<i>Other Manufacturing</i>	588	53	48	41	120	167	244	260	239	267	1.788
Electricity, gas and water supply	48	10	4	6	10	14	12	45	42	69	218
Construction	147	10	27	21	30	136	348	434	395	486	1.637
Wholesale and retail trade	1.443	150	165	207	434	888	792	862	748	771	5.712
Hotels and restaurants	474	38	53	43	60	78	180	226	200	207	1.359
Transport, storage and communications	281	44	49	44	95	219	260	285	256	296	1.573
Real estate, renting and business activities	241	56	43	38	90	230	520	724	660	824	2.766
Other community, social and personal service activities	216	29	27	34	81	96	187	233	223	214	1.117
<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>3.037</b>	<b>3.452</b>	<b>18.407</b>

\*: As of November 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-November		(1954-2007*)
	(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>1.891</b>	<b>1.982</b>	<b>10.189</b>
Germany	775	78	65	64	153	383	509	600	530	535	3.162
The Netherlands	338	64	38	44	73	142	214	276	253	240	1.429
United Kingdom	272	31	42	36	67	144	341	487	448	440	1.860
Other European Countries	773	90	107	83	175	398	620	725	660	767	3.738
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>348</b>	<b>470</b>	<b>2.274</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>41</b>	<b>47</b>	<b>311</b>
North Amerika	<b>272</b>	<b>36</b>	<b>38</b>	<b>44</b>	<b>61</b>	<b>108</b>	<b>118</b>	<b>144</b>	<b>127</b>	<b>152</b>	<b>973</b>
U.S.A.	254	32	36	40	53	96	104	118	105	121	854
Canada	18	4	2	4	8	12	14	26	22	31	119
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>10</b>	<b>21</b>	<b>111</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>406</b>	<b>484</b>	<b>3.080</b>
Azerbaijan	63	7	12	13	38	61	63	87	79	109	453
Iraq	119	10	13	26	40	54	64	78	71	108	512
Iran	269	15	19	26	109	131	126	112	108	95	902
Other	391	33	30	47	83	134	162	161	148	172	1.213
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>161</b>	<b>264</b>	<b>1.233</b>
China	61	10	17	13	46	58	34	27	20	39	305
South Korea	34	3	11	2	15	19	18	13	12	24	139
Other	139	11	20	13	51	89	125	140	129	201	789
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>53</b>	<b>32</b>	<b>236</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>3.037</b>	<b>3.452</b>	<b>18.407</b>

\*: As of November 2007, Provisional Data

Source: Undersecretariat of Treasury

Table annex-7: Investment Incentive Certificates Issued for Companies with International Capital -(2000-2007)

	2000	2001	2002	2003	2004	2005	2006	2007 (January- November)
<b>Number of Incentive Certificates (Number)</b>	217	169	208	211	231	206	151	182
<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	5.169,3
<b>Equity Share of Foreign Direct Investor (%)</b>	49,4	48,6	51,0	71,8	41,7	51,7	36,1	48,8

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

Source: Undersecretariat of Treasury