

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

**INTERNATIONAL  
DIRECT INVESTMENT  
INFORMATION BULLETIN**

**September 2010  
GENERAL DIRECTORATE OF FOREIGN INVESTMENT**

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# INTERNATIONAL DIRECT INVESTMENT INFORMATION BULLETIN

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

### *Developments in July 2010*

The net international direct investment inflow has been \$ 1.118 million in July 2010 (Table-1).

**Table 1- Components of International Direct Investment Inflow, 2010/July**

	(Million \$)						
	January	February	March	April	May	June	July
<b>International Direct Investment Total (Net)</b>	<b>422</b>	<b>488</b>	<b>521</b>	<b>830</b>	<b>430</b>	<b>578</b>	<b>1.118</b>
<b>International Direct Investment</b>	<b>272</b>	<b>336</b>	<b>317</b>	<b>566</b>	<b>122</b>	<b>234</b>	<b>815</b>
<i>Equity Investment (Net)</i>	<b>263</b>	<b>309</b>	<b>295</b>	<b>434</b>	<b>131</b>	<b>249</b>	<b>799</b>
<i>Inflows</i>	264	310	296	436	135	250	799
<i>Liquidation Outflows</i>	-1	-1	-1	-2	-4	-1	0
<b>Intra Company Loans*</b>	<b>9</b>	<b>27</b>	<b>22</b>	<b>132</b>	<b>-9</b>	<b>-15</b>	<b>16</b>
<b>Real Estate (Net)</b>	<b>150</b>	<b>152</b>	<b>204</b>	<b>264</b>	<b>308</b>	<b>344</b>	<b>303</b>

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

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<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 \$ 799 million. \$ 508 million of this has been into financial intermediation sector (Table-2).

Table 2- International Direct Investment Inflow, by Sector, 2010/July

(Million \$)

Sectors	January	February	March	April	May	June	July
Agriculture, hunting and forestry	1	0	6	3	4	0	0
Fishing	0	0	0	0	0	0	0
Mining and quarrying	55	2	1	17	3	3	2
Manufacturing	18	156	93	33	37	38	80
<i>Manufacture of food products, beverages and tobacco</i>	1	4	3	8	13	3	1
<i>Manufacture of textiles</i>	1	2	5	1	2	2	26
<i>Manufacture of chemicals and chemical products</i>	1	11	13	1	3	0	25
<i>Manufacture of machinery and equipment n.e.c.</i>	1	0	4	1	1	0	2
<i>Office machinery and computers</i>	0	4	0	0	3	5	0
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	1	1	6	1	1	11	2
<i>Other Manufacturing</i>	13	134	62	21	14	17	24
Electricity, gas and water supply	17	18	19	311	18	41	52
Construction	40	61	69	16	12	6	89
Wholesale and retail trade	28	28	24	12	17	58	14
Hotels and restaurants	0	0	0	1	0	6	1
Transport, storage and communications	4	7	48	5	1	4	27
Financial intermediation	52	30	17	18	31	59	508
Real estate, renting and business activities	32	6	9	12	10	9	7
Health and social work	1	0	0	0	0	0	2
Other community, social and personal service activities	16	2	10	8	2	26	17
<b>Total</b>	<b>264</b>	<b>310</b>	<b>296</b>	<b>436</b>	<b>135</b>	<b>250</b>	<b>799</b>

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

\$ 559 million of the \$ 799 million equity investment has been exported by the EU countries (Table-3).

Table 3- International Direct Investment Inflow, by Country, 2010/July

(Million \$)

Countries	January	February	March	April	May	June	July
European Union (27)	169	258	248	396	88	166	559
<i>Germany</i>	7	12	18	16	13	44	67
<i>France</i>	17	135	49	19	15	1	17
<i>Netherlands</i>	72	17	17	12	15	40	21
<i>United Kingdom</i>	8	36	69	6	13	2	21
<i>Italy</i>	4	2	2	2	3	6	5
<i>Other European Countries</i>	61	56	93	341	29	73	428
Other European Countries (Excluding EU)	3	12	8	21	4	2	0
Africa	0	0	0	0	0	0	0
<i>U.S.A.</i>	4	21	8	6	16	65	76
<i>Canada</i>	54	0	0	0	0	0	0
Central-South America And Caribbean	0	0	0	0	0	4	0
Asian	34	19	32	13	27	13	164
Near And Middle Eastern Countries	33	12	22	12	20	12	164
<i>Gulf Arabian Countries</i>	32	7	13	11	19	9	163
<i>Other Near And Middle Eastern Countries</i>	1	2	4	1	0	3	1
Other Asian Countries	1	7	10	1	8	1	0
Other Countries	0	1	0	0	0	0	0
<b>Total</b>	<b>264</b>	<b>310</b>	<b>296</b>	<b>436</b>	<b>135</b>	<b>250</b>	<b>799</b>

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

*Developments in 2010 January-July Period*

The net international direct investment inflow has been \$ 4.387 million in 2010 (Table-4).

Equity investment inflow component of the international direct investment inflows reached up to \$ 2.490 million January and July Period in 2010 (Table-4).

**Table 4- Components of International Direct Investment Inflow, (2009-2010/July)**

(Million \$)

	January-July		% Change
	2009	2010	
<b>International Direct Investment Total (Net)</b>	<b>4.996</b>	<b>4.387</b>	<b>-12,2</b>
<b>International Direct Investment Capital</b>	<b>4.089</b>	<b>2.662</b>	<b>-34,9</b>
<i>Equity Investment (Net)</i>	<b>3.822</b>	<b>2.480</b>	<b>-35,1</b>
<i>Inflows</i>	3.833	2.490	-35,0
<i>Liquidation Outflows</i>	-11	-10	--
<i>Intra Company Loans*</i>	<b>267</b>	<b>182</b>	<b>-31,8</b>
<i>Real Estate (Net)</i>	<b>907</b>	<b>1.725</b>	<b>90,2</b>

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

\$ 715 million of the total \$ 2.490 million of the equity capital entry has been into financial intermediation sector (Table-5).

**Table 5- International Direct Investment Inflow, by sector, (2009-2010/July)**

(Million \$)

Sectors	January-July	
	2009	2010
Agriculture, hunting and forestry	23	14
Fishing	1	0
Mining and quarrying	45	83
Manufacturing	1,094	455
<i>Manufacture of food products, beverages and tobacco</i>	94	33
<i>Manufacture of textiles</i>	45	39
<i>Manufacture of chemicals and chemical products</i>	306	54
<i>Manufacture of machinery and equipment n.e.c.</i>	191	9
<i>Office machinery and computers</i>	48	12
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	52	23
<i>Other Manufacturing</i>	358	285
Electricity, gas and water supply	1,475	476
Construction	113	293
Wholesale and retail trade	254	181
Hotels and restaurants	7	8
Transport, storage and communications	118	96
Financial intermediation	284	715
Real estate, renting and business activities	382	85
Health and social work	4	3
Other community, social and personal service activities	33	81
<b>Total</b>	<b>3,833</b>	<b>2,490</b>

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

During the January and July period in 2010, %75.7 of the equity capital entry is from EU (Table-6).

**Table 6- International Direct Investment Inflow, by Country, (2009-2010/July)**

(Million \$)

Countries	January-July	
	2009	2010
European Union (27)	3,204	1,884
<i>Germany</i>	284	177
<i>France</i>	597	253
<i>Netherlands</i>	435	194
<i>United Kingdom</i>	118	155
<i>Italy</i>	224	24
<i>Other European Countries</i>	1,546	1,081
Other European Countries (Excluding EU)	183	50
Africa	0	0
<i>U.S.A.</i>	156	196
<i>Canada</i>	0	54
Central-South America And Caribbean	10	4
Asian	268	302
Near And Middle Eastern Countries	171	274
<i>Gulf Arabian Countries</i>	65	254
<i>Other Near And Middle Eastern Countries</i>	66	12
Other Asian Countries	97	28
Other Countries	12	0
<b>Total</b>	<b>3,833</b>	<b>2,490</b>

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

## 2) Number of Companies with International Capital

### *Developments in July 2010*

53 companies with international capital have been established and 18 foreign capital participations to the existing domestic companies incurred in July 2010 (Table-7).

**Table 7- Breakdown of Companies with International Capital by Mode of Establishment, (2009-2010 Monthly)**

(Number of Companies)

	2009				2010				% Change
	Company Establishment	Participation	Branch Office	Total	Company Establishment	Participation	Branch Office	Total	
January	184	45	8	237	200	44	5	249	5,1
February	174	46	3	223	200	46	7	253	13,5
March	189	57	2	248	251	42	9	302	21,8
April	166	44	2	212	220	43	6	269	26,9
May	179	49	7	235	236	47	3	286	21,7
June	234	55	9	298	176	38	5	219	-26,5
July	205	45	6	256	52	18	1	71	-72,3
August	213	46	4	263	--	--	--	--	--
September	179	45	4	228	--	--	--	--	--
October	207	49	1	257	--	--	--	--	--
November	200	40	10	250	--	--	--	--	--
December	208	64	8	280	--	--	--	--	--
<b>Total</b>	<b>2.338</b>	<b>585</b>	<b>64</b>	<b>2.987</b>	1.335	278	36	1.649	--

Provisional Data, Source: Undersecretariat of Treasury

### *Developments in the 2010 January-July Period*

In the first seven month of 2010, 1.371 companies and branch offices with international capital have been established and 278 international capital participations to the existing domestic companies incurred (Table-8).

**Table 8- Breakdown of Companies with International Capital by Mode of Establishment, (2009-2010/July)**

(Number of Companies)

	January-July		% Change
	2009	2010	
Company Establishment	1.331	1.335	0,3
Participation	341	278	-18,5
Branch Office	37	36	-2,7
<b>Total</b>	<b>1.709</b>	<b>1.649</b>	<b>-3,5</b>

Provisional Data, Source: Undersecretariat of Treasury



In the January-July period in 2010, majority of the total 1.649 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). Food beverage products lead the manufacturing sector investments followed by chemicals-chemical products, machinery and equipment sector.

Of these total 1.649, 130 have capital values higher than \$ 500.000. Among these, 31 companies operate in manufacturing sector, 22 companies operate in wholesale and retail trade sector and 17 companies operate in electricity, gas and water supply sector (Table-9).

**Table 9- Breakdown of Companies with International Capital by Sector according to Size of Equity Capital, (2009-2010/July)**

(Number of Companies)

Sectors	2009					2010 (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	30	21	3	6	60	13	5	3	3	24
Mining and quarrying	33	26	8	4	71	21	12	1	5	39
Manufacturing	174	129	40	41	384	98	73	24	31	226
<i>Manufacture of food products, beverages and tobacco</i>	24	15	3	7	49	20	19	0	5	44
<i>Manufacture of textiles</i>	6	6	1	5	18	5	3	2	0	10
<i>Manufacture of chemicals and chemical products</i>	19	13	3	4	39	11	11	5	8	35
<i>Manufacture of machinery and equipment n.e.c.</i>	9	7	4	4	24	7	4	0	3	14
<i>Manufacture of motor vehicles, trailers, semi-trailers</i>	9	5	3	1	18	1	0	0	0	1
<i>Other Manufacturing</i>	107	83	26	20	236	54	36	17	15	122
Electricity, gas and water supply	76	29	4	23	132	24	14	4	17	59
Construction	124	125	23	30	302	68	61	9	14	152
Wholesale and retail trade	473	323	82	55	933	260	198	32	22	512
Hotels and restaurants	82	60	15	17	174	55	32	8	3	98
Transport, storage and communications	139	92	21	16	268	99	53	11	12	175
Financial intermediation	9	2	3	4	18	0	2	0	1	3
Real estate, renting and business activities	292	130	18	36	476	168	65	13	12	258
Other community, social and personal service activities	110	42	7	10	169	64	19	10	10	103
<b>Total</b>	<b>1.542</b>	<b>979</b>	<b>224</b>	<b>242</b>	<b>2.987</b>	<b>870</b>	<b>534</b>	<b>115</b>	<b>130</b>	<b>1.649</b>

Provisional Data, Source: Undersecretariat of Treasury

684 of the total 1.649 companies are of EU origin, 416 companies are of Near and Middle Eastern Countries and 262 companies are of other EU countries (Table-10).

**Table 10- Breakdown of Companies with International Capital by Country according to Size of Equity Capital (2009-2010/July)**  
(Number of Companies)

Countries	2009					2010 (January-July)				
	<50.000\$	50.000\$ - 200.000\$	200.000\$ - 500.000\$	>500.000\$	Total	<50.000\$	50.000\$ - 200.000\$	200.000\$ - 500.000\$	>500.000\$	Total
European Union (25)	792	424	82	125	1.423	383	193	42	66	684
Germany	283	161	32	37	513	130	68	13	18	229
The Netherlands	81	36	10	19	146	43	24	7	8	82
United Kingdom	115	60	12	18	205	45	30	6	10	91
Other European Countries	313	167	28	51	559	165	71	16	30	282
Other European Countries (Excluding EU)	215	143	41	32	431	139	90	16	17	262
North Africa	16	16	5	2	39	19	18	2	1	40
Other African Countries	14	13	0	0	27	9	4			13
North America	93	31	14	10	148	43	14	6	11	74
U.S.A.	79	22	8	7	116	39	9	4	10	62
Canada	14	9	6	3	32	4	5	2	1	12
Central-South America And Caribbean	10	5	0	2	17	4	1	2	0	7
Near And Middle Eastern Countries	281	258	52	48	639	191	161	38	26	416
Azerbaijan	66	65	23	14	168	36	33	10	2	81
Iraq	39	48	9	10	106	16	27	4	3	50
Iran	80	78	8	7	173	78	62	12	9	161
Other	96	67	12	17	192	61	39	12	12	124
Other Asian Countries	104	83	29	23	239	71	51	8	8	138
Other Countries	17	6	1	0	24	11	2	1	1	15
<b>Total</b>	<b>1.542</b>	<b>979</b>	<b>224</b>	<b>242</b>	<b>2.987</b>	<b>870</b>	<b>534</b>	<b>115</b>	<b>130</b>	<b>1.649</b>

Provisional Data, Source: Undersecretariat of Treasury

### *Companies with international capital in Turkey*

Currently, a total of 25.321 companies with international capital are operating in Turkey. Among these, 20.592 companies and branch offices with international capital have been established and 4.729 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
1954-2004 (Cumulative)	6.408	1491	293	8.192
2005	2.040	459	52	2.551
2006	2.387	625	63	3.075
2007	2.823	644	63	3.530
2008	2.623	647	67	3.337
2009	2.338	585	64	2.987
2010/July	1.335	278	36	1.649
<b>Total</b>	<b>19.954</b>	<b>4.729</b>	<b>638</b>	<b>25.321</b>

Provisional Data, Source: Undersecretariat of Treasury

Majority of the total 25.321 companies with international capital is in the wholesale and retail trade sectors while manufacturing, real estate renting and other business activities follow. Chemicals and chemical products and food beverage products lead the manufacturing sector investments followed by, textile goods production (Table-12).

**Table 12- Breakdown of Companies with International Capital by Sector, (2009-2010/July)**

(Number of Companies)

Sectors	January-July		(1954-2010/July)
	2009	2010	General Total
Agriculture, hunting, fishing and forestry	35	24	393
Mining and quarrying	41	39	519
Manufacturing	226	226	4.356
<i>Manufacture of food products, beverages and tobacco</i>	31	44	488
<i>Manufacture of textiles</i>	6	10	456
<i>Manufacture of chemicals and chemical products</i>	22	35	488
<i>Manufacture of machinery and equipment n.e.c.</i>	20	14	356
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	12	1	242
<i>Other Manufacturing</i>	135	122	2.326
Electricity, gas and water supply	78	59	523
Construction	164	152	2.357
Wholesale and retail trade	517	512	7.552
Hotels and restaurants	106	98	1.765
Transport, storage and communications	164	175	2.198
Financial intermediation	14	3	298
Real estate, renting and business activities	276	258	4.042
Other community, social and personal service activities	88	103	1.318
<b>Total</b>	<b>1.709</b>	<b>1.649</b>	<b>25.321</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 13.525 of the total 25.321 companies with foreign capital are of EU origin, in which Germany leads with 4.290 firms followed by United Kingdom (2.269 firms) and the Netherlands (1.852 firms) (Table-13).

**Table 13- Breakdown of Companies with International Capital by Country, (2009-2010/July)**

(Number of Companies)

Countries	January-July		(1954-2010/July)
	2009	2010	Total
European Union (25)	<b>821</b>	<b>684</b>	<b>13.525</b>
<i>Germany</i>	300	229	4.290
<i>The Netherlands</i>	72	82	1.852
<i>United Kingdom</i>	122	91	2.269
<i>Other European Countries</i>	327	282	5.114
Other European Countries (Excluding EU)	<b>245</b>	<b>262</b>	<b>3.340</b>
African Countries	<b>39</b>	<b>53</b>	<b>457</b>
North America	<b>85</b>	<b>74</b>	<b>1.256</b>
<i>U.S.A.</i>	70	62	1.083
<i>Canada</i>	15	12	173
Central-South America And Caribbean	<b>9</b>	<b>7</b>	<b>135</b>
Near And Middle Eastern Countries	<b>363</b>	<b>416</b>	<b>4.539</b>
<i>Azerbaijan</i>	93	81	811
<i>Iraq</i>	65	50	724
<i>Iran</i>	88	161	1.339
<i>Other</i>	117	124	1.665
Other Asian Countries	<b>133</b>	<b>138</b>	<b>1.773</b>
<i>China</i>	20	21	394
<i>South Korea</i>	11	8	168
<i>Other</i>	102	109	1.211
Other Countries	<b>14</b>	<b>15</b>	<b>296</b>
<b>Total</b>	<b>1.709</b>	<b>1.649</b>	<b>25.321</b>

Provisional Data, Source: Undersecretariat of Treasury

When the investment location distribution of the 25.321 international capital companies are considered, it is seen that 13.789 of the total 25.321 are in Istanbul, which is followed by Antalya (3.108 firms), Ankara (1.692 firms) and Izmir (1.497 firms) (Table-14).

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

City	Number of Companies (1954-2010/July)
ISTANBUL	13.789
ANTALYA	3.108
ANKARA	1.692
IZMIR	1.497
MUĞLA	1.372
BURSA	497
AYDIN	439
MERSIN	420
KOCAELI	297
ADANA	190
Other Cities	2.020
<b>Toplam</b>	<b>25.321</b>

Provisional Data, Source: Undersecretariat of Treasury

In Istanbul, the majority of the 13.789 companies with international capital is in the wholesale and retail trade sectors (4.875 firms) while they also operate in manufacturing (2.491 firms), real estate renting and other business activities (2.060 firms) (Table-15).

**Table 15- Breakdown of Companies with International Capital by Sector according to the Investment Location (1954-2010/July)**

Sectors	(Number of Companies)				
	İstanbul	Antalya	Ankara	İzmir	Muğla
Agriculture, hunting, fishing and forestry	100	77	24	54	17
Mining and quarrying	186	22	106	51	9
Manufacturing	2.491	192	240	375	53
<i>Manufacture of food products, beverages and tobacco</i>	224	28	19	59	5
<i>Manufacture of textiles</i>	298	6	9	25	5
<i>Manufacture of chemicals and chemical products</i>	322	17	13	35	1
<i>Manufacture of machinery and equipment n.e.c.</i>	208	3	32	34	1
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	93	–	10	17	--
<i>Other Manufacturing</i>	1.346	138	157	205	41
Electricity, gas and water supply	293	20	117	32	1
Construction	843	597	197	108	199
Wholesale and retail trade	4.875	435	467	471	104
Hotels and restaurants	578	569	73	76	283
Transport, storage and communications	1.305	310	76	94	166
Financial intermediation	254	8	8	9	7
Real estate, renting and business activities	2.060	732	265	161	488
Other community, social and personal service activities	804	146	119	66	45
<b>Total</b>	<b>13.789</b>	<b>3.108</b>	<b>1.692</b>	<b>1.497</b>	<b>1.372</b>

Provisional Data, Source: Undersecretariat of Treasury

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

20 incentive certificates having a total investment value of \$ 107 million were issued by the Undersecretariat of Treasury in July 2010 for companies with international capital. Thus, In the first seven month of 2010, the number of certificated investment projects reached up to 117, while their capital value reached to \$2.5 billion (Table-17). 18.7% of this capital will be covered by the international partners (Table-16).

**Table 16: Investment Incentive Certificates Issued for Companies with International Capital, 2010/Monthly**

	January	February	March	April	May	June	July
<b>Number of Incentive Certificates (Number)</b>	16	16	13	21	11	20	20
<b>Amount of Investment (Million \$)</b>	158,1	538,7	110,4	251,1	947,1	353,0	107,0
<b>Amount of Investment (Million TL)</b>	237,0	811,2	168,0	376,2	1.448,0	558,0	165,5
<b>Equity Share of Foreign Direct Investor (%)</b>	6,4	0,2	44,4	18,3	0,9	45,8	67,5

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

Out of the total 117 investment incentive certificates, 86 were issued for manufacturing, 22 for services, 4 mining-quarrying, 5 for agriculture hunting and forestry 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 \$)

	2005	2006	2007	2008	2009	January-July	
						2009	2010
<b>International Direct Investment Total (Net)</b>	<b>10.031</b>	<b>20.185</b>	<b>22.047</b>	<b>18.269</b>	<b>7.849</b>	<b>4.996</b>	<b>4.387</b>
<b>International Direct Investment</b>	<b>8.190</b>	<b>17.263</b>	<b>19.121</b>	<b>15.332</b>	<b>6.067</b>	<b>4.089</b>	<b>2.662</b>
<i>Equity Investment (Net)</i>	<b>8.134</b>	<b>16.982</b>	<b>18.394</b>	<b>14.698</b>	<b>5.920</b>	<b>3.822</b>	<b>2.480</b>
<i>Inflows</i>	8.535	17.639	19.137	14.733	6.002	3.833	2.490
<i>Liquidation Outflows</i>	-401	-657	-743	-35	-82	-11	-10
<b>Intra Company Loans**</b>	<b>56</b>	<b>281</b>	<b>727</b>	<b>634</b>	<b>147</b>	<b>267</b>	<b>182</b>
<b>Real Estate (Net)</b>	<b>1.841</b>	<b>2.922</b>	<b>2.926</b>	<b>2.937</b>	<b>1.782</b>	<b>907</b>	<b>1.725</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	2005	2006	2007	2008	2009	January-July	
						2009	2010
Agriculture, hunting and forestry	5	5	6	23	42	23	14
Fishing	2	1	3	18	1	1	0
Mining and quarrying	40	122	337	152	213	45	83
Manufacturing	785	1.866	4.211	3.931	1.713	1.094	455
<i>Manufacture of food products, beverages and tobacco</i>	68	608	766	1.252	214	94	33
<i>Manufacture of textiles</i>	180	26	232	189	78	45	39
<i>Manufacture of chemicals and chemical products</i>	174	601	1.109	200	339	306	54
<i>Manufacture of machinery and equipment n.e.c.</i>	13	54	48	226	223	191	9
<i>Office machinery and computers</i>	13	53	117	236	58	48	12
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	106	63	70	77	233	52	23
<i>Other Manufacturing</i>	231	461	1.869	1.751	568	358	285
Electricity, gas and water supply	4	112	568	1.068	1.727	1.475	476
Construction	80	222	285	331	266	113	293
Wholesale and retail trade	68	1.166	165	2.084	404	254	181
Hotels and restaurants	42	23	33	24	48	7	8
Transport, storage and communications	3.285	6.696	1.117	170	382	118	96
Financial intermediation	4.018	6.957	11.662	6.069	497	284	715
Real estate, renting and business activities	29	99	560	656	559	382	85
Health and social work	74	265	177	149	101	4	3
Other community, social and personal service activities	103	105	13	58	49	33	81
<b>Total</b>	<b>8.535</b>	<b>17.639</b>	<b>19.137</b>	<b>14.733</b>	<b>6.002</b>	<b>3.833</b>	<b>2.490</b>

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

Table annex-3: International Direct Investment Inflow by Country

(Million \$)

Countries	2005	2006	2007	2008	2009	January-July	
						2009	2010
European Union (27)	<b>5.006</b>	<b>14.489</b>	<b>12.601</b>	<b>11.051</b>	<b>4.739</b>	<b>3.204</b>	<b>1.884</b>
<i>Germany</i>	391	357	954	1.211	485	284	177
<i>France</i>	2.107	439	367	679	617	597	253
<i>Netherlands</i>	383	5.069	5.442	1.343	774	435	194
<i>United Kingdom</i>	166	628	703	1.336	346	118	155
<i>Italy</i>	692	189	74	249	284	224	24
<i>Other European Countries</i>	1.267	7.807	5.061	6.233	2.233	1.546	1.081
Other European Countries (Excluding EU)	<b>1.646</b>	<b>85</b>	<b>373</b>	<b>291</b>	<b>308</b>	<b>183</b>	<b>50</b>
Africa	<b>3</b>	<b>21</b>	<b>5</b>	<b>82</b>	<b>1</b>	<b>0</b>	<b>0</b>
<i>U.S.A.</i>	<b>88</b>	<b>848</b>	<b>4.212</b>	<b>863</b>	<b>254</b>	<b>156</b>	<b>196</b>
<i>Canada</i>	<b>26</b>	<b>121</b>	<b>11</b>	<b>23</b>	<b>52</b>	<b>0</b>	<b>54</b>
Central-South America And Caribbean	<b>8</b>	<b>33</b>	<b>494</b>	<b>60</b>	<b>19</b>	<b>10</b>	<b>4</b>
Asian	<b>1.756</b>	<b>1.927</b>	<b>1.405</b>	<b>2.361</b>	<b>617</b>	<b>268</b>	<b>302</b>
Near And Middle Eastern Countries	1.678	1.910	608	2.199	304	171	274
<i>Gulf Arabian Countries</i>	1.675	1.783	311	1.978	166	65	254
<i>Other Near And Middle Eastern Countries</i>	2	3	196	96	77	66	12
Other Asian Countries	78	17	797	162	313	97	28
Other Countries	<b>2</b>	<b>115</b>	<b>36</b>	<b>2</b>	<b>12</b>	<b>12</b>	<b>0</b>
<b>Total</b>	<b>8.535</b>	<b>17.639</b>	<b>19.137</b>	<b>14.733</b>	<b>6.002</b>	<b>3.833</b>	<b>2.490</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 -(2009-2010)

(Number of Companies)

Sectors	2009				2010 (January-July)			
	Company Establishment	Participation	Branch Office	Total	Company Establishment	Participation	Branch Office	Total
Agriculture, hunting, fishing and forestry	47	13	0	60	21	3	0	24
Mining and quarrying	59	10	2	71	31	7	1	39
Manufacturing	288	86	10	384	187	33	6	226
<i>Manufacture of food products, beverages and tobacco</i>	36	13	1	50	36	6	2	44
<i>Manufacture of textiles</i>	13	5	0	18	9	1	0	10
<i>Manufacture of chemicals and chemical products</i>	27	12	0	39	27	8	0	35
<i>Manufacture of machinery and equipment n.e.c.</i>	18	6	0	24	13	1	0	14
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	16	1	1	18	1	0	0	1
<i>Other Manufacturing</i>	178	49	8	235	101	17	4	122
Electricity, gas and water supply	97	32	3	132	38	20	1	59
Construction	230	67	5	302	121	25	6	152
Wholesale and retail trade	757	154	22	933	422	80	10	512
Hotels and restaurants	124	48	2	174	82	16	0	98
Transport, storage and communications	209	49	10	268	131	37	7	175
Financial intermediation	13	5	0	18	3	0	0	3
Real estate, renting and business activities	388	80	8	476	211	42	5	258
Other community, social and personal service activities	126	41	2	169	88	15	0	103
<b>Total</b>	<b>2.338</b>	<b>585</b>	<b>64</b>	<b>2.987</b>	<b>1.335</b>	<b>278</b>	<b>36</b>	<b>1.649</b>

Provisional Data, Source: Underscretariat of Treasury

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

Sectors	(Number of Companies)								
	1954-2004	2005	2006	2007	2008	2009	January-July		(1954-2010/July)
	(Cumulative)						2009	2010	Total
Agriculture, hunting, fishing and forestry	131	34	42	49	53	60	35	24	393
Mining and quarrying	138	50	48	82	91	71	41	39	519
Manufacturing	1.937	400	441	497	471	384	226	226	4.356
<i>Manufacture of food products, beverages and tobacco</i>	233	39	44	38	40	50	31	44	488
<i>Manufacture of textiles</i>	242	66	50	49	21	18	6	10	456
<i>Manufacture of chemicals and chemical products</i>	232	37	39	58	48	39	22	35	488
<i>Manufacture of machinery and equipment n.e.c.</i>	145	27	54	46	46	24	20	14	356
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	141	21	17	23	21	18	12	1	242
<i>Other Manufacturing</i>	944	210	237	283	295	235	135	122	2.326
Electricity, gas and water supply	89	9	42	75	117	132	78	59	523
Construction	338	312	404	477	372	302	164	152	2.357
Wholesale and retail trade	3.048	708	752	808	791	933	517	512	7.552
Hotels and restaurants	710	162	194	207	220	174	106	98	1.765
Transport, storage and communications	691	222	266	284	292	268	164	175	2.198
Financial intermediation	121	19	48	43	46	18	14	3	298
Real estate, renting and business activities	658	487	660	828	675	476	276	258	4.042
Other community, social and personal service activities	331	148	178	180	209	169	88	103	1.318
<b>Total</b>	<b>8.192</b>	<b>2.551</b>	<b>3.075</b>	<b>3.530</b>	<b>3.337</b>	<b>2.987</b>	<b>1.709</b>	<b>1.649</b>	<b>25.321</b>

Provisional Data, Source: Undersecretariat of Treasury

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

(Number of Companies)

Countries	1954-2004	2005	2006	2007	2008	2009	January-July		(1954-2010/July)
	(Cumulative)						2009	2010	Total
European Union (27)	<b>4.182</b>	<b>1.513</b>	<b>1.926</b>	<b>2.027</b>	<b>1.770</b>	<b>1.423</b>	<b>821</b>	<b>684</b>	<b>13.525</b>
Germany	1.405	462	540	557	584	513	300	229	4.290
The Netherlands	652	189	257	249	277	146	72	82	1.852
United Kingdom	536	297	453	436	251	205	122	91	2.269
Other European Countries	1.589	565	676	785	658	559	327	282	5.114
Other European Countries (Excluding EU)	<b>981</b>	<b>311</b>	<b>356</b>	<b>471</b>	<b>528</b>	<b>431</b>	<b>245</b>	<b>262</b>	<b>3.340</b>
African Countries	<b>146</b>	<b>52</b>	<b>42</b>	<b>48</b>	<b>50</b>	<b>66</b>	<b>39</b>	<b>53</b>	<b>457</b>
North America	<b>496</b>	<b>104</b>	<b>132</b>	<b>160</b>	<b>142</b>	<b>148</b>	<b>85</b>	<b>74</b>	<b>1.256</b>
U.S.A.	453	90	111	127	124	116	70	62	1.083
Canada	43	14	21	33	18	32	15	12	173
Central-South America And Caribbean	<b>54</b>	<b>14</b>	<b>11</b>	<b>20</b>	<b>12</b>	<b>17</b>	<b>9</b>	<b>7</b>	<b>135</b>
Near And Middle Eastern Countries	<b>1.657</b>	<b>375</b>	<b>396</b>	<b>492</b>	<b>564</b>	<b>639</b>	<b>363</b>	<b>416</b>	<b>4.539</b>
Azerbaijan	177	54	82	118	131	168	93	81	811
Iraq	249	56	70	107	86	106	65	50	724
Iran	540	118	104	103	140	173	88	161	1.339
Other	691	147	140	164	207	192	117	124	1.665
Other Asian Countries	<b>574</b>	<b>159</b>	<b>163</b>	<b>271</b>	<b>229</b>	<b>239</b>	<b>133</b>	<b>138</b>	<b>1.773</b>
China	191	30	24	41	44	43	20	21	394
South Korea	74	16	13	23	13	21	11	8	168
Other	309	113	126	207	172	175	102	109	1.211
Other Countries	<b>102</b>	<b>23</b>	<b>49</b>	<b>41</b>	<b>42</b>	<b>24</b>	<b>14</b>	<b>15</b>	<b>296</b>
<b>Total</b>	<b>8.192</b>	<b>2.551</b>	<b>3.075</b>	<b>3.530</b>	<b>3.337</b>	<b>2.987</b>	<b>1.709</b>	<b>1.649</b>	<b>25.321</b>

Provisional Data, Source: Undersecretariat of Treasury

**Table annex-7: Investment Incentive Certificates Issued for Companies with International Capital -(2005-2010/July)**

	2005	2006	2007	2008	2009	2010 January- July
<b>Number of Incentive Certificates (Number)</b>	199	145	198	211	187	117
<b>Amount of Investment (Million \$)*</b>	3.266,7	1.721,5	3.917,7	5.394,4	10.810,0	2.465,4
<b>Amount of Investment (Million TL)*</b>	4.415,0	2.516,5	5.187,0	7.152,8	16.662,2	3.763,9
<b>Equity Share of Foreign Direct Investor (%)</b>	51,7	36,1	49,1	50,2	62,2	18,7

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

Source: Undersecretariat of Treasury