

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

**INTERNATIONAL  
DIRECT INVESTMENT  
INFORMATION BULLETIN**

**October 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 August 2010*

The net international direct investment inflow has been \$ 862 million in August 2010 (Table-1).

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

	(Million \$)							
	January	February	March	April	May	June	July	August
<b>International Direct Investment Total (Net)</b>	<b>455</b>	<b>454</b>	<b>522</b>	<b>756</b>	<b>467</b>	<b>590</b>	<b>1.176</b>	<b>862</b>
<b>International Direct Investment</b>	<b>305</b>	<b>302</b>	<b>318</b>	<b>492</b>	<b>159</b>	<b>246</b>	<b>873</b>	<b>502</b>
<i>Equity Investment (Net)</i>	<b>284</b>	<b>329</b>	<b>315</b>	<b>455</b>	<b>151</b>	<b>270</b>	<b>856</b>	<b>372</b>
<i>Inflows</i>	285	330	316	457	155	271	856	373
<i>Liquidation Outflows</i>	-1	-1	-1	-2	-4	-1	0	-1
<b>Intra Company Loans*</b>	<b>21</b>	<b>-27</b>	<b>3</b>	<b>37</b>	<b>8</b>	<b>-24</b>	<b>17</b>	<b>130</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>	<b>360</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 \$ 373 million. \$ 83 million of this has been into wholesale and retail trade sector (Table-2).

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

Sectors	(Million \$)							
	January	February	March	April	May	June	July	August
Agriculture, hunting and forestry	1	0	7	3	4	1	1	1
Fishing	0	0	0	0	0	0	0	0
Mining and quarrying	55	2	1	18	2	3	3	2
Manufacturing	7	145	82	22	26	27	69	59
<i>Manufacture of food products, beverages and tobacco</i>	1	3	2	7	13	3	0	46
<i>Manufacture of textiles</i>	1	3	5	2	2	2	26	2
<i>Manufacture of chemicals and chemical products</i>	1	11	12	1	3	0	25	0
<i>Manufacture of machinery and equipment n.e.c.</i>	0	0	4	0	1	0	1	0
<i>Office machinery and computers</i>	0	4	0	0	3	5	0	0
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	1	0	5	1	0	10	1	6
<i>Other Manufacturing</i>	3	124	54	11	4	7	16	5
Electricity, gas and water supply	42	43	43	335	43	66	76	61
Construction	41	61	68	17	12	6	91	8
Wholesale and retail trade	27	27	22	10	16	57	19	83
Hotels and restaurants	0	0	1	1	0	7	6	35
Transport, storage and communications	4	7	49	5	1	4	27	6
Financial intermediation	59	37	24	25	39	66	537	34
Real estate, renting and business activities	32	6	9	12	10	8	8	16
Health and social work	1	0	0	1	0	0	2	50
Other community, social and personal service activities	16	2	10	8	2	26	17	18
<b>Total</b>	<b>285</b>	<b>330</b>	<b>316</b>	<b>457</b>	<b>155</b>	<b>271</b>	<b>856</b>	<b>373</b>

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

\$ 272 million of the \$ 373 million equity investment has been exported by the EU countries (Table-3).

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

Countries	(Million \$)							
	January	February	March	April	May	June	July	August
European Union (27)	188	276	266	414	106	186	610	272
<i>Germany</i>	7	13	19	17	14	45	67	102
<i>France</i>	17	135	49	19	15	1	28	0
<i>Netherlands</i>	81	25	25	20	24	48	40	69
<i>United Kingdom</i>	8	36	69	6	13	2	27	7
<i>Italy</i>	5	3	3	4	4	7	6	3
<i>Other European Countries</i>	70	64	101	348	36	83	442	91
Other European Countries (Excluding EU)	3	12	8	21	4	1	1	7
Africa	0	0	0	0	0	0	0	0
<i>U.S.A.</i>	5	21	8	7	17	66	76	20
<i>Canada</i>	54	0	0	0	0	0	0	0
Central-South America And Caribbean	0	0	0	0	0	3	0	0
Asian	35	21	34	15	28	15	169	74
Near And Middle Eastern Countries	35	14	24	14	20	14	166	71
<i>Gulf Arabian Countries</i>	33	8	14	12	19	10	164	58
<i>Other Near And Middle Eastern Countries</i>	1	2	4	1	0	3	1	0
Other Asian Countries	0	7	10	1	8	1	3	3
Other Countries	0	1	0	0	0	0	0	0
<b>Total</b>	<b>285</b>	<b>330</b>	<b>316</b>	<b>457</b>	<b>155</b>	<b>271</b>	<b>856</b>	<b>373</b>

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

*Developments in 2010 January-August Period*

The net international direct investment inflow has been \$ 5.282 million in 2010 (Table-4).

Equity investment inflow component of the international direct investment inflows reached up to \$ 3.043 million January and August Period in 2010 (Table-4).

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

(Million \$)

	January-August		% Change
	2009	2010	
<b>International Direct Investment Total (Net)</b>	<b>6.128</b>	<b>5.282</b>	<b>-13,8</b>
<b>International Direct Investment Capital</b>	<b>5.028</b>	<b>3.197</b>	<b>-36,4</b>
<i>Equity Investment (Net)</i>	<b>4.603</b>	<b>3.032</b>	<b>-34,1</b>
<i>Inflows</i>	4.614	3.043	-34,0
<i>Liquidation Outflows</i>	-11	-11	--
<i>Intra Company Loans*</i>	<b>425</b>	<b>165</b>	<b>-61,2</b>
<i>Real Estate (Net)</i>	<b>1.100</b>	<b>2.085</b>	<b>89,5</b>

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

\$ 821 million of the total \$ 3.043 million of the equity capital entry has been into financial intermediation sector (Table-5).

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

(Million \$)

Sectors	January-August	
	2009	2010
Agriculture, hunting and forestry	27	18
Fishing	1	0
Mining and quarrying	49	86
Manufacturing	1.248	437
<i>Manufacture of food products, beverages and tobacco</i>	92	75
<i>Manufacture of textiles</i>	46	43
<i>Manufacture of chemicals and chemical products</i>	333	53
<i>Manufacture of machinery and equipment n.e.c.</i>	210	6
<i>Office machinery and computers</i>	52	12
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	223	24
<i>Other Manufacturing</i>	292	224
Electricity, gas and water supply	1.793	709
Construction	126	304
Wholesale and retail trade	254	261
Hotels and restaurants	12	50
Transport, storage and communications	242	103
Financial intermediation	425	821
Real estate, renting and business activities	396	101
Health and social work	8	54
Other community, social and personal service activities	33	99
<b>Total</b>	<b>4.614</b>	<b>3.043</b>

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

During the January and August period in 2010, %76.2 of the equity capital entry is from EU (Table-6).

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

(Million \$)

Countries	January-August	
	2009	2010
European Union (27)	3.740	2.318
<i>Germany</i>	343	284
<i>France</i>	599	264
<i>Netherlands</i>	531	332
<i>United Kingdom</i>	248	168
<i>Italy</i>	249	35
<i>Other European Countries</i>	1.770	1.235
Other European Countries (Excluding EU)	232	57
Africa	0	0
<i>U.S.A.</i>	163	220
<i>Canada</i>	1	54
Central-South America And Caribbean	10	3
Asian	456	391
Near And Middle Eastern Countries	229	358
<i>Gulf Arabian Countries</i>	100	318
<i>Other Near And Middle Eastern Countries</i>	68	12
Other Asian Countries	227	33
Other Countries	12	0
<b>Total</b>	<b>4.614</b>	<b>3.043</b>

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

## 2) Number of Companies with International Capital

### *Developments in August 2010*

81 companies with international capital have been established and 22 foreign capital participations to the existing domestic companies incurred in August 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	201	46	5	252	6,3
February	173	46	3	222	199	46	7	252	13,5
March	189	57	2	248	250	42	9	301	21,4
April	165	44	2	211	220	42	6	268	27,0
May	178	48	7	233	244	47	4	295	26,6
June	232	55	9	296	202	46	5	253	-14,5
July	205	45	6	256	163	34	3	200	-21,9
August	209	47	4	260	77	22	4	103	-60,4
September	179	45	4	228	--	--	--	--	--
October	207	49	1	257	--	--	--	--	--
November	209	40	10	259	--	--	--	--	--
December	208	64	8	280	--	--	--	--	--
<b>Total</b>	<b>2.338</b>	<b>585</b>	<b>64</b>	<b>2.987</b>	1.556	325	43	1.924	--

Provisional Data, Source: Undersecretariat of Treasury

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

In the first eight month of 2010, 1,599 companies and branch offices with international capital have been established and 325 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/August)**

(Number of Companies)

	January-August		% Change
	2009	2010	
Company Establishment	1.535	1.556	1,4
Participation	387	325	-16,0
Branch Office	41	43	4,9
<b>Total</b>	<b>1.963</b>	<b>1.924</b>	<b>-2,0</b>

Provisional Data, Source: Undersecretariat of Treasury

In the January-August period in 2010, majority of the total 1.924 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 1.924, 160 have capital values higher than \$ 500.000. Among these, 37 companies operate in manufacturing sector, 29 companies operate in wholesale and retail trade sector and 19 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/August)**  
(Number of Companies)

Sectors	2009					2010 (January-August)				
	<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	16	9	5	3	33
Mining and quarrying	33	26	8	4	71	22	13	1	6	42
Manufacturing	174	129	40	41	384	118	87	27	37	269
<i>Manufacture of food products, beverages and tobacco</i>	24	15	3	7	49	20	20	0	6	46
<i>Manufacture of textiles</i>	6	6	1	5	18	5	5	2	2	14
<i>Manufacture of chemicals and chemical products</i>	19	13	3	4	39	12	14	6	9	41
<i>Manufacture of machinery and equipment n.e.c.</i>	9	7	4	4	24	8	6	0	3	17
<i>Manufacture of motor vehicles, trailers, semi-trailers</i>	9	5	3	1	18	1	0	0	1	2
<i>Other Manufacturing</i>	107	83	26	20	236	72	42	19	16	149
Electricity, gas and water supply	76	29	4	23	132	27	19	5	19	70
Construction	124	125	23	30	302	82	65	12	17	176
Wholesale and retail trade	473	323	82	55	933	304	224	42	29	599
Hotels and restaurants	82	60	15	17	174	59	34	8	5	106
Transport, storage and communications	139	92	21	16	268	111	67	11	15	204
Financial intermediation	9	2	3	4	18	1	2		1	4
Real estate, renting and business activities	292	130	18	36	476	201	73	16	17	307
Other community, social and personal service activities	110	42	7	10	169	71	22	10	11	114
<b>Total</b>	<b>1.542</b>	<b>979</b>	<b>224</b>	<b>242</b>	<b>2.987</b>	<b>1.012</b>	<b>615</b>	<b>137</b>	<b>160</b>	<b>1.924</b>

Provisional Data, Source: Undersecretariat of Treasury

816 of the total 1.924 companies are of EU origin, 476 companies are of Near and Middle Eastern Countries and 297 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/August)**  
(Number of Companies)

Countries	2009					2010 (January-August)				
	<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	453	225	54	84	816
<i>Germany</i>	283	161	32	37	513	157	78	17	22	274
<i>The Netherlands</i>	81	36	10	19	146	49	25	10	13	97
<i>United Kingdom</i>	115	60	12	18	205	56	33	6	11	106
<i>Other European Countries</i>	313	167	28	51	559	191	89	21	38	339
Other European Countries (Excluding EU)	215	143	41	32	431	160	97	20	20	297
North Africa	16	16	5	2	39	23	19	2	1	45
Other African Countries	14	13	0	0	27	10	7	0	0	17
North America	93	31	14	10	148	51	17	5	13	86
<i>U.S.A.</i>	79	22	8	7	116	44	11	3	12	70
<i>Canada</i>	14	9	6	3	32	7	6	2	1	16
<i>Central-South America And Caribbean</i>	10	5	0	2	17	6	1	2	0	9
Near And Middle Eastern Countries	281	258	52	48	639	218	187	44	27	476
<i>Azerbaijan</i>	66	65	23	14	168	46	38	11	2	97
<i>Iraq</i>	39	48	9	10	106	16	30	5	3	54
<i>Iran</i>	80	78	8	7	173	88	71	15	10	184
<i>Other</i>	96	67	12	17	192	68	48	13	12	141
Other Asian Countries	104	83	29	23	239	77	59	9	14	159
Other Countries	17	6	1	0	24	14	3	1	1	19
<b>Total</b>	<b>1.542</b>	<b>979</b>	<b>224</b>	<b>242</b>	<b>2.987</b>	<b>1.012</b>	<b>615</b>	<b>137</b>	<b>160</b>	<b>1.924</b>

Provisional Data, Source: Undersecretariat of Treasury

### *Companies with international capital in Turkey*

Currently, a total of 25.596 companies with international capital are operating in Turkey. Among these, 20.820 companies and branch offices with international capital have been established and 4.776 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/August	1.556	325	43	1.924
<b>Total</b>	<b>20.175</b>	<b>4.776</b>	<b>645</b>	<b>25.596</b>

Provisional Data, Source: Undersecretariat of Treasury

Majority of the total 25,596 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/August)**

(Number of Companies)

Sectors	January-August		(1954- 2010/August)
	2009	2010	General Total
Agriculture, hunting, fishing and forestry	37	33	402
Mining and quarrying	49	42	522
Manufacturing	257	269	4,399
<i>Manufacture of food products, beverages and tobacco</i>	33	46	490
<i>Manufacture of textiles</i>	6	14	460
<i>Manufacture of chemicals and chemical products</i>	27	41	494
<i>Manufacture of machinery and equipment n.e.c.</i>	20	17	359
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	15	2	243
<i>Other Manufacturing</i>	156	149	2,353
Electricity, gas and water supply	87	70	534
Construction	197	176	2,381
Wholesale and retail trade	598	599	7,639
Hotels and restaurants	126	106	1,773
Transport, storage and communications	178	204	2,227
Financial intermediation	15	4	299
Real estate, renting and business activities	320	307	4,091
Other community, social and personal service activities	99	114	1,329
<b>Total</b>	<b>1,963</b>	<b>1,924</b>	<b>25,596</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 13.657 of the total 25.596 companies with foreign capital are of EU origin, in which Germany leads with 4.335 firms followed by United Kingdom (2.284 firms) and the Netherlands (1.867 firms) (Table-13).

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

(Number of Companies)

Countries	January-August		(1954-2010/August)
	2009	2010	Total
European Union (25)	<b>934</b>	<b>816</b>	<b>13.657</b>
<i>Germany</i>	349	274	4.335
<i>The Netherlands</i>	87	97	1.867
<i>United Kingdom</i>	136	106	2.284
<i>Other European Countries</i>	362	339	5.171
Other European Countries (Excluding EU)	<b>284</b>	<b>297</b>	<b>3.375</b>
African Countries	<b>44</b>	<b>62</b>	<b>466</b>
North America	<b>103</b>	<b>86</b>	<b>1.268</b>
<i>U.S.A.</i>	80	70	1.091
<i>Canada</i>	23	16	177
Central-South America And Caribbean	<b>9</b>	<b>9</b>	<b>137</b>
Near And Middle Eastern Countries	<b>419</b>	<b>476</b>	<b>4.599</b>
<i>Azerbaijan</i>	109	97	827
<i>Iraq</i>	73	54	728
<i>Iran</i>	103	184	1.362
<i>Other</i>	134	141	1.682
Other Asian Countries	<b>154</b>	<b>159</b>	<b>1.794</b>
<i>China</i>	21	26	399
<i>South Korea</i>	14	9	169
<i>Other</i>	119	124	1.226
Other Countries	<b>14</b>	<b>19</b>	<b>300</b>
<b>Total</b>	<b>1.963</b>	<b>1.924</b>	<b>25.596</b>

Provisional Data, Source: Undersecretariat of Treasury

When the investment location distribution of the 25.596 international capital companies are considered, it is seen that 13.840 of the total 25.596 are in Istanbul, which is followed by Antalya (3.126 firms), Ankara (1.692 firms) and Izmir (1.505 firms) (Table-14).

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

City	Number of Companies (1954-2010/August)
ISTANBUL	13.840
ANTALYA	3.126
ANKARA	1.692
IZMIR	1.505
MUĞLA	1.373
BURSA	498
AYDIN	444
MERSIN	421
KOCAELI	300
ADANA	188
Other Cities	2.209
<b>Toplam</b>	<b>25.596</b>

Provisional Data, Source: Undersecretariat of Treasury

In Istanbul, the majority of the 13.840 companies with international capital is in the wholesale and retail trade sectors (4.872 firms) while they also operate in manufacturing (2.497 firms), real estate renting and other business activities (2.078 firms) (Table-15).

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

Sectors	(Number of Companies)				
	İstanbul	Antalya	Ankara	İzmir	Muğla
Agriculture, hunting, fishing and forestry	104	76	23	55	17
Mining and quarrying	189	22	104	51	9
Manufacturing	2.497	192	239	379	52
<i>Manufacture of food products, beverages and tobacco</i>	223	28	18	60	5
<i>Manufacture of textiles</i>	295	6	9	25	5
<i>Manufacture of chemicals and chemical products</i>	325	17	13	36	1
<i>Manufacture of machinery and equipment n.e.c.</i>	206	3	32	34	1
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	94	–	10	16	--
<i>Other Manufacturing</i>	1.354	138	157	208	41
Electricity, gas and water supply	298	22	118	29	1
Construction	851	599	198	110	200
Wholesale and retail trade	4.872	442	469	473	106
Hotels and restaurants	578	566	73	74	282
Transport, storage and communications	1.316	315	77	95	169
Financial intermediation	254	8	8	8	7
Real estate, renting and business activities	2.078	738	263	163	487
Other community, social and personal service activities	803	146	120	68	43
<b>Total</b>	<b>13.840</b>	<b>3.126</b>	<b>1.692</b>	<b>1.505</b>	<b>1.373</b>

Provisional Data, Source: Undersecretariat of Treasury

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

11 incentive certificates having a total investment value of \$ 306.4 million were issued by the Undersecretariat of Treasury in August 2010 for companies with international capital. Thus, in the first eight month of 2010, the number of certificated investment projects reached up to 128, while their capital value reached to \$2.8 billion (Table-17). 27.3% 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	August
<b>Number of Incentive Certificates (Number)</b>	16	16	13	21	11	20	20	11
<b>Amount of Investment (Million \$)</b>	158,1	538,7	110,4	251,1	947,1	353,0	107,0	306,4
<b>Amount of Investment (Million TL)</b>	237,0	811,2	168,0	376,2	1.448,0	558,0	165,5	459,7
<b>Equity Share of Foreign Direct Investor (%)</b>	6,4	0,2	44,4	18,3	0,9	45,8	67,5	64,3

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

Out of the total 128 investment incentive certificates, 95 were issued for manufacturing, 24 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-August	
						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>8.432</b>	<b>6.128</b>	<b>5.282</b>
<b>International Direct Investment</b>	<b>8.190</b>	<b>17.263</b>	<b>19.121</b>	<b>15.332</b>	<b>6.650</b>	<b>5.028</b>	<b>3.197</b>
<i>Equity Investment (Net)</i>	<b>8.134</b>	<b>16.982</b>	<b>18.394</b>	<b>14.698</b>	<b>6.345</b>	<b>4.603</b>	<b>3.032</b>
<i>Inflows</i>	8.535	17.639	19.137	14.733	6.427	4.614	3.043
<i>Liquidation Outflows</i>	-401	-657	-743	-35	-82	-11	-11
<b>Intra Company Loans**</b>	<b>56</b>	<b>281</b>	<b>727</b>	<b>634</b>	<b>305</b>	<b>425</b>	<b>165</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>1.100</b>	<b>2.085</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-August	
						2009	2010
Agriculture, hunting and forestry	5	5	6	23	48	27	18
Fishing	2	1	3	18	1	1	0
Mining and quarrying	40	122	337	152	210	49	86
Manufacturing	785	1.866	4.211	3.931	1.579	1.248	437
<i>Manufacture of food products, beverages and tobacco</i>	68	608	766	1.252	210	92	75
<i>Manufacture of textiles</i>	180	26	232	189	77	46	43
<i>Manufacture of chemicals and chemical products</i>	174	601	1.109	200	337	333	53
<i>Manufacture of machinery and equipment n.e.c.</i>	13	54	48	226	220	210	6
<i>Office machinery and computers</i>	13	53	117	236	58	52	12
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	106	63	70	77	225	223	24
<i>Other Manufacturing</i>	231	461	1.869	1.751	452	292	224
Electricity, gas and water supply	4	112	568	1.068	2.124	1.793	709
Construction	80	222	285	331	253	126	304
Wholesale and retail trade	68	1.166	165	2.084	390	254	261
Hotels and restaurants	42	23	33	24	54	12	50
Transport, storage and communications	3.285	6.696	1.117	170	391	242	103
Financial intermediation	4.018	6.957	11.662	6.069	666	425	821
Real estate, renting and business activities	29	99	560	656	557	396	101
Health and social work	74	265	177	149	106	8	54
Other community, social and personal service activities	103	105	13	58	48	33	99
<b>Total</b>	<b>8.535</b>	<b>17.639</b>	<b>19.137</b>	<b>14.733</b>	<b>6.427</b>	<b>4.614</b>	<b>3.043</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-August	
						2009	2010
European Union (27)	<b>5.006</b>	<b>14.489</b>	<b>12.601</b>	<b>11.051</b>	<b>5.106</b>	<b>3.740</b>	<b>2.318</b>
<i>Germany</i>	391	357	954	1.211	496	343	284
<i>France</i>	2.107	439	367	679	616	599	264
<i>Netherlands</i>	383	5.069	5.442	1.343	900	531	332
<i>United Kingdom</i>	166	628	703	1.336	349	248	168
<i>Italy</i>	692	189	74	249	314	249	35
<i>Other European Countries</i>	1.267	7.807	5.061	6.233	2.431	1.770	1.235
Other European Countries (Excluding EU)	<b>1.646</b>	<b>85</b>	<b>373</b>	<b>291</b>	<b>306</b>	<b>232</b>	<b>57</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>260</b>	<b>163</b>	<b>220</b>
<i>Canada</i>	<b>26</b>	<b>121</b>	<b>11</b>	<b>23</b>	<b>52</b>	<b>1</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>3</b>
Asian	<b>1.756</b>	<b>1.927</b>	<b>1.405</b>	<b>2.361</b>	<b>670</b>	<b>456</b>	<b>391</b>
Near And Middle Eastern Countries	1.678	1.910	608	2.199	358	229	358
<i>Gulf Arabian Countries</i>	1.675	1.783	311	1.978	206	100	318
<i>Other Near And Middle Eastern Countries</i>	2	3	196	96	78	68	12
Other Asian Countries	78	17	797	162	312	227	33
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>6.427</b>	<b>4.614</b>	<b>3.043</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-August)			
	Company Establishment	Participation	Branch Office	Total	Company Establishment	Participation	Branch Office	Total
Agriculture, hunting, fishing and forestry	47	13	0	60	28	5	0	33
Mining and quarrying	59	10	2	71	35	6	1	42
Manufacturing	288	86	10	384	223	38	8	269
<i>Manufacture of food products, beverages and tobacco</i>	36	13	1	50	38	6	2	46
<i>Manufacture of textiles</i>	13	5	0	18	13	1	0	14
<i>Manufacture of chemicals and chemical products</i>	27	12	0	39	32	9	0	41
<i>Manufacture of machinery and equipment n.e.c.</i>	18	6	0	24	16	1	0	17
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	16	1	1	18	1	1	0	2
<i>Other Manufacturing</i>	178	49	8	235	123	20	6	149
Electricity, gas and water supply	97	32	3	132	47	22	1	70
Construction	230	67	5	302	138	30	8	176
Wholesale and retail trade	757	154	22	933	493	94	12	599
Hotels and restaurants	124	48	2	174	90	16	0	106
Transport, storage and communications	209	49	10	268	153	44	7	204
Financial intermediation	13	5	0	18	4	0	0	4
Real estate, renting and business activities	388	80	8	476	251	50	6	307
Other community, social and personal service activities	126	41	2	169	94	20	0	114
<b>Total</b>	<b>2.338</b>	<b>585</b>	<b>64</b>	<b>2.987</b>	<b>1.556</b>	<b>325</b>	<b>43</b>	<b>1.924</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-August		(1954-2010/August)
	(Cumulative)						2009	2010	Total
Agriculture, hunting, fishing and forestry	131	34	42	49	53	60	37	33	402
Mining and quarrying	138	50	48	82	91	71	49	42	522
Manufacturing	1.937	400	441	497	471	384	257	269	4.399
<i>Manufacture of food products, beverages and tobacco</i>	233	39	44	38	40	50	33	46	490
<i>Manufacture of textiles</i>	242	66	50	49	21	18	6	14	460
<i>Manufacture of chemicals and chemical products</i>	232	37	39	58	48	39	27	41	494
<i>Manufacture of machinery and equipment n.e.c.</i>	145	27	54	46	46	24	20	17	359
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	141	21	17	23	21	18	15	2	243
<i>Other Manufacturing</i>	944	210	237	283	295	235	156	149	2.353
Electricity, gas and water supply	89	9	42	75	117	132	87	70	534
Construction	338	312	404	477	372	302	197	176	2.381
Wholesale and retail trade	3.048	708	752	808	791	933	598	599	7.639
Hotels and restaurants	710	162	194	207	220	174	126	106	1.773
Transport, storage and communications	691	222	266	284	292	268	178	204	2.227
Financial intermediation	121	19	48	43	46	18	15	4	299
Real estate, renting and business activities	658	487	660	828	675	476	320	307	4.091
Other community, social and personal service activities	331	148	178	180	209	169	99	114	1.329
<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>1.963</b>	<b>1.924</b>	<b>25.596</b>

Provisional Data, Source: Undersecretariat of Treasury

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

Countries	(Number of Companies)								
	1954-2004	2005	2006	2007	2008	2009	January-August		(1954-2010/August)
	(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>934</b>	<b>816</b>	<b>13.657</b>
Germany	1.405	462	540	557	584	513	349	274	4.335
The Netherlands	652	189	257	249	277	146	87	97	1.867
United Kingdom	536	297	453	436	251	205	136	106	2.284
Other European Countries	1.589	565	676	785	658	559	362	339	5.171
Other European Countries (Excluding EU)	<b>981</b>	<b>311</b>	<b>356</b>	<b>471</b>	<b>528</b>	<b>431</b>	<b>284</b>	<b>297</b>	<b>3.375</b>
African Countries	<b>146</b>	<b>52</b>	<b>42</b>	<b>48</b>	<b>50</b>	<b>66</b>	<b>44</b>	<b>62</b>	<b>466</b>
North America	<b>496</b>	<b>104</b>	<b>132</b>	<b>160</b>	<b>142</b>	<b>148</b>	<b>103</b>	<b>86</b>	<b>1.268</b>
U.S.A.	453	90	111	127	124	116	80	70	1.091
Canada	43	14	21	33	18	32	23	16	177
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>9</b>	<b>137</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>419</b>	<b>476</b>	<b>4.599</b>
Azerbaijan	177	54	82	118	131	168	109	97	827
Iraq	249	56	70	107	86	106	73	54	728
Iran	540	118	104	103	140	173	103	184	1.362
Other	691	147	140	164	207	192	134	141	1.682
Other Asian Countries	<b>574</b>	<b>159</b>	<b>163</b>	<b>271</b>	<b>229</b>	<b>239</b>	<b>154</b>	<b>159</b>	<b>1.794</b>
China	191	30	24	41	44	43	21	26	399
South Korea	74	16	13	23	13	21	14	9	169
Other	309	113	126	207	172	175	119	124	1.226
Other Countries	<b>102</b>	<b>23</b>	<b>49</b>	<b>41</b>	<b>42</b>	<b>24</b>	<b>14</b>	<b>19</b>	<b>300</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>1.963</b>	<b>1.924</b>	<b>25.596</b>

Provisional Data, Source: Undersecretariat of Treasury

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

	2005	2006	2007	2008	2009	2010 January- August
<b>Number of Incentive Certificates (Number)</b>	199	145	198	211	187	128
<b>Amount of Investment (Million \$)*</b>	3.266,7	1.721,5	3.917,7	5.394,4	10.810,0	2.773,4
<b>Amount of Investment (Million TL)*</b>	4.415,0	2.516,5	5.187,0	7.152,8	16.662,2	4.225,7
<b>Equity Share of Foreign Direct Investor (%)</b>	51,7	36,1	49,1	50,2	62,2	27,3

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

Source: Undersecretariat of Treasury