

REPUBLIC OF TURKEY  
MINISTRY OF ECONOMY

**INTERNATIONAL  
DIRECT INVESTMENT  
INFORMATION BULLETIN**

October 2012  
**GENERAL DIRECTORATE OF INCENTIVE IMPLEMENTATION AND  
FOREIGN INVESTMENT**

# CONTENTS

	Page
<b>List of Tables</b>	i
<b>1) International Direct Investment Inflow</b>	1
- <i>Developments in August 2012</i>	1
- <i>Developments in the 2012 January-August Period</i>	3
<b>2) Number of Companies with International Capital</b>	5
- <i>Developments in August 2012</i>	5
- <i>Developments in the 2012 January-August Period</i>	5
- <i>Companies with international capital in Turkey</i>	7
<b>3) Investment Projects</b>	11
<b>4) Attached Tables</b>	12

## TABLES

		Page
<b>Table-1:</b>	Components of International Direct Investment Inflow –2012/August	1
<b>Table-2:</b>	International Direct Investment Inflow, by sector - 2012/August	2
<b>Table-3:</b>	International Direct Investment Inflow by sector, (2011-2012/August)	2
<b>Table-4:</b>	International Direct Investment Inflow by Country- 2012/August	3
<b>Table-5:</b>	International Direct Investment Inflow by Country, (2011-2012/August)	4
<b>Table-6:</b>	Components of International Direct Investment Inflow, (2011-2012 Monthly)	4
<b>Table-7:</b>	Breakdown of Companies with International Capital by Mode of Establishment (2011-2012/August)	5
<b>Table-8:</b>	Breakdown of Companies with International Capital by Mode of Establishment (2011-2012/August)	5
<b>Table-9:</b>	Breakdown of Companies with International Capital by Sector according to size of Equity Capital (2011-2012/August)	6
<b>Table-10:</b>	Breakdown of Companies with International Capital by Country according to size of Equity Capital (2011-2012/August)	6
<b>Table-11:</b>	Number of Companies with International Capital by Year according to Mode of Establishment	7
<b>Table-12:</b>	Breakdown of Companies with International Capital by Sector, (2011-2012/August)	8
<b>Table-13:</b>	Breakdown of Companies with International Capital by Country, (2011-2012/August)	9
<b>Table-14:</b>	Breakdown of Companies with International Capital by Investment Location	10
<b>Table-15:</b>	Breakdown of Companies With International Capital by sector according to the Investment Location (1954-2012/August)	10
<b>Table-16:</b>	International Direct Investment Projects, (2011-2012/August)	11
<b>Table-Annex 1:</b>	International Direct Investment (Inflows)	13
<b>Table- Annex 2:</b>	International Direct Investment Inflow by Sector	14
<b>Table- Annex 3:</b>	International Direct Investment Inflow by Country	15
<b>Table- Annex 4:</b>	Breakdown of Companies with International Capital by Sector according to Mode of Establishment -(2011-2012/August)	16
<b>Table- Annex 5:</b>	Breakdown of Companies with International Capital by Sector	17
<b>Table- Annex 6:</b>	Breakdown of Companies with International Capital by Country	18
<b>Table- Annex 7:</b>	Investment Incentive Certificates Issued for Companies with International Capital, (2002-2012/August)	19

# INTERNATIONAL DIRECT INVESTMENT INFORMATION BULLETIN

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

### *Developments in August 2012*

The net international direct investment inflow has been \$ 677 million in August 2012 (Table-1).

Table 1- Components of International Direct Investment Inflow, 2012/August

	(Million \$)							
	January	February	March	April	May	June	July	August
International Direct Investment Total (Net)	940	804	2,807	474	1,433	1,803	649	677
International Direct Investment	762	643	2,589	254	1,194	1,519	519	544
<i>Equity Investment (Net)</i>	686	601	2,584	296	1,347	1,040	490	516
<i>Inflows</i>	686	626	2,590	296	1,347	1,160	491	516
<i>Liquidation Outflows</i>	0	-25	-6	0	0	-120	-1	0
Intra Company Loans*	76	42	5	-42	-153	479	29	28
Real Estate (Net)	178	161	218	220	239	284	130	133

\*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 \$ 516 million. (Table-2).

Table 2- International Direct Investment Inflow, by Sector, 2012/August

Sectors	(Million \$)							
	January	February	March	April	May	June	July	August
Agriculture, hunting and forestry	5	4	3	1	2	6	7	1
Mining and quarrying	14	7	8	37	5	14	8	49
Manufacturing	131	218	1,939	76	61	719	264	76
<i>Manufacture of food products, beverages and tobacco</i>	51	6	1,864	40	9	45	28	2
<i>Manufacture of textiles</i>	15	5	12	2	1	6	167	6
<i>Manufacture of chemicals and chemical products</i>	8	37	11	17	16	246	12	47
<i>Manufacture of machinery and equipment n.e.c.</i>	1	1	0	0	3	0	0	0
<i>Office machinery and computers</i>	19	6	5	5	3	14	13	2
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	5	1	13	2	1	12	34	14
<i>Other Manufacturing</i>	32	162	34	10	28	396	10	5
Electricity, gas and water supply	28	44	105	41	36	247	85	105
Construction	25	9	80	3	1,115	24	16	4
Wholesale and retail trade	32	33	22	27	41	7	12	5
Hotels and restaurants	1	1	6	1	9	3	1	1
Transport, storage and communications	4	5	45	19	12	11	12	4
Financial intermediation	41	189	328	53	38	87	39	30
Real estate, renting and business activities	126	9	14	16	10	9	20	5
Health and social work	230	43	0	0	0	10	7	0
Other community, social and personal service activities	49	64	40	22	18	23	20	236
<b>Total</b>	<b>686</b>	<b>626</b>	<b>2,590</b>	<b>296</b>	<b>1,347</b>	<b>1,160</b>	<b>491</b>	<b>516</b>

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

\$ 402 million of the \$ 516 million equity investment has been exported by the EU countries (Table-3).

Table 3- International Direct Investment Inflow, by Country, 2012/August

Countries	(Million \$)							
	January	February	March	April	May	June	July	August
European Union (27)	349	398	2,221	189	1,241	816	352	402
<i>Germany</i>	50	29	52	57	45	37	19	10
<i>France</i>	4	5	21	9	9	4	7	8
<i>Netherlands</i>	200	200	44	33	38	62	223	131
<i>United Kingdom</i>	8	29	1,866	3	7	38	11	4
<i>Italy</i>	21	9	47	18	10	5	11	9
<i>Other European Countries</i>	66	126	191	69	1,132	670	81	240
Other European Countries (Excluding EU)	31	20	4	27	37	236	17	22
Africa	0	0	0	0	0	0	0	0
<i>U.S.A.</i>	35	32	21	51	31	34	35	14
<i>Canada</i>	1	2	3	1	3	2	2	3
Central-South America And Caribbean	3	5	0	0	2	5	1	0
Asian	267	168	340	28	32	66	83	75
Near And Middle Eastern Countries	14	159	318	13	26	52	59	64
<i>Gulf Arabian Countries</i>	14	7	10	11	10	11	40	8
<i>Other Near And Middle Eastern Countries</i>	0	152	308	2	16	41	19	56
Other Asian Countries	253	9	22	15	6	14	24	11
Other Countries	0	1	1	0	1	1	1	0
<b>Total</b>	<b>686</b>	<b>626</b>	<b>2,590</b>	<b>296</b>	<b>1,347</b>	<b>1,160</b>	<b>491</b>	<b>516</b>

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

*Developments in 2012 January-August Period*

The net international direct investment inflow has been \$ 9,587 million in 2012 (Table-4).

Equity investment inflow component of the international direct investment inflows reached up to \$ 7,712 million for January-August Period in 2012. (Table-4)

**Table 4- Components of International Direct Investment Inflow, (2011-2012/August)**

(Million \$)

	January-August		% Change
	2011	2012	
<b>International Direct Investment Total (Net)</b>	<b>10,509</b>	<b>9,587</b>	<b>-8.8</b>
<b>International Direct Investment Capital</b>	<b>9,091</b>	<b>8,024</b>	<b>-11.7</b>
<i>Equity Investment (Net)</i>	<b>8,967</b>	<b>7,560</b>	<b>-15.7</b>
<i>Inflows</i>	10,910	7,712	-29.3
<i>Liquidation Outflows</i>	-1,943	-152	-92.2
<i>Intra Company Loans*</i>	124	464	274.2
<i>Real Estate (Net)</i>	<b>1,418</b>	<b>1,563</b>	<b>10.2</b>

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

\$ 3,484 million of the total \$ 7,712 million of the equity capital entry has been into manufacturing sector (Table-5).

**Table 5- International Direct Investment Inflow, by sector, (2011-2012/August)**

(Million \$)

Sectors	January-August	
	2011	2012
Agriculture, hunting and forestry	22	29
Mining and quarrying	37	142
Manufacturing	1,442	3,484
<i>Manufacture of food products, beverages and tobacco</i>	583	2,045
<i>Manufacture of textiles</i>	126	214
<i>Manufacture of chemicals and chemical products</i>	287	394
<i>Manufacture of machinery and equipment n.e.c.</i>	51	5
<i>Office machinery and computers</i>	105	67
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	24	82
<i>Other Manufacturing</i>	266	677
Electricity, gas and water supply	2,502	691
Construction	203	1,276
Wholesale and retail trade	569	179
Hotels and restaurants	31	23
Transport, storage and communications	178	112
Financial intermediation	5,305	805
Real estate, renting and business activities	283	209
Health and social work	160	290
Other community, social and personal service activities	178	472
<b>Total</b>	<b>10,910</b>	<b>7,712</b>

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

During the January and August period in 2012, %77.4 of the equity capital entry is from EU (Table-6).

**Table 6- International Direct Investment Inflow, by Country, (2011-2012/August)**

(Million \$)

Countries	January-August	
	2011	2012
European Union (27)	9,830	5,968
<i>Germany</i>	289	299
<i>France</i>	879	67
<i>Netherlands</i>	1,273	931
<i>United Kingdom</i>	656	1,966
<i>Italy</i>	73	130
<i>Other European Countries</i>	6,660	2,575
Other European Countries (Excluding EU)	225	394
Africa	0	0
<i>U.S.A.</i>	370	253
<i>Canada</i>	16	17
Central-South America And Caribbean	59	16
Asian	405	1,059
Near And Middle Eastern Countries	182	705
<i>Gulf Arabian Countries</i>	127	111
<i>Other Near And Middle Eastern Countries</i>	55	594
Other Asian Countries	223	354
Other Countries	5	5
<b>Total</b>	<b>10,910</b>	<b>7,712</b>

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

## 2) Number of Companies with International Capital

### *Developments in August 2012*

32 companies with international capital have been established and 3 foreign capital participations to the existing domestic companies incurred in August 2012 (Table-7).

**Table 7- Breakdown of Companies with International Capital by Mode of Establishment, (2011-2012 Monthly)**

(Number of Companies)

	2011				2012				% Change
	Company Establishment	Participation	Branch Office	Total	Company Establishment	Participation	Branch Office	Total	
January	288	41	6	335	286	24	3	313	-6.6
February	300	45	10	355	239	24	2	265	-25.4
March	305	45	7	357	188	23	2	213	-40.3
April	291	58	9	358	114	14	4	132	-63.1
May	288	49	15	352	51	6	2	59	-83.2
June	299	71	6	376	30	6	0	36	-90.4
July	271	40	6	317	21	1	0	22	-93.1
August	319	53	7	379	31	3	1	35	-90.8
September	324	50	12	386	--	--	--	--	--
October	334	47	3	384	--	--	--	--	--
November	280	60	6	346	--	--	--	--	--
December	341	66	5	412	--	--	--	--	--
<b>Total</b>	<b>3,640</b>	<b>625</b>	<b>92</b>	<b>4,357</b>	<b>960</b>	<b>101</b>	<b>14</b>	<b>1,075</b>	<b>--</b>

Provisional Data, Source: Ministry of Economy

### *Developments in the 2012 January-August Period*

In the eight month of 2012, 974 companies and branch offices with international capital have been established and 101 international capital participations to the existing domestic companies incurred (Table-8).

**Table 8- Breakdown of Companies with International Capital by Mode of Establishment, (2011-2012/August)**

(Number of Companies)

	January-August		% Change
	2011	2012	
Company Establishment	2,361	960	-59.3
Participation	402	101	-74.9
Branch Office	66	14	-78.8
<b>Total</b>	<b>2,829</b>	<b>1,075</b>	<b>-62.0</b>

Provisional Data, Source: Ministry of Economy



In the January-August period in 2012, majority of the total 1,075 companies with international capital is in the wholesale and retail trade sectors while real estate renting and business activities and transport, storage and communications sectors follow (Table-9). Textile leads the manufacturing sector investments followed by motor vehicles sector.

Of these total 1,075, 95 have capital values higher than \$ 500,000. Among these, 35 companies operate in wholesale and retail trade sector, 15 companies operate in real estate renting and business activities and 8 companies operate in manufacturing sector (Table-9).

**Table 9- Breakdown of Companies with International Capital by Sector according to Size of Equity Capital, (2011-2012/August)**

(Number of Companies)

Sectors	2011					2012 (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	26	6	7	69	4	9	1	2	16
Mining and quarrying	33	41	14	14	102	1	8			9
Manufacturing	155	173	54	80	462	42	23	9	10	84
<i>Manufacture of food products, beverages and tobacco</i>	11	17	7	11	46	3	1	1		5
<i>Manufacture of textiles</i>	10	13	5	4	32	5	2			7
<i>Manufacture of chemicals and chemical products</i>	24	18	2	15	59	1	1	1	2	5
<i>Manufacture of machinery and equipment n.e.c.</i>	11	17	7	3	38	1	2	1	1	5
<i>Manufacture of motor vehicles, trailers, semi-trailers</i>	5	1	1	8	15	1		2	3	6
<i>Other Manufacturing</i>	94	107	32	39	272	31	17	4	4	56
Electricity, gas and water supply	66	45	9	20	140	15	7	4	6	32
Construction	151	185	54	45	435	29	42	10	9	90
Wholesale and retail trade	607	672	130	115	1,524	179	199	34	35	447
Hotels and restaurants	38	48	7	10	103	7	18	2	1	28
Transport, storage and communications	190	208	44	43	485	58	56	7	8	129
Financial intermediation	16	3	2	11	32	2	3	1	4	10
Real estate, renting and business activities	445	261	38	47	791	110	54	6	15	185
Other community, social and personal service activities	133	57	8	16	214	22	14	4	5	45
<b>Total</b>	<b>1,864</b>	<b>1,719</b>	<b>366</b>	<b>408</b>	<b>4,357</b>	<b>469</b>	<b>433</b>	<b>78</b>	<b>95</b>	<b>1,075</b>

Provisional Data, Source: Ministry of Economy

392 of the total 1,075 companies are of EU origin, 410 companies are of Near and Middle Eastern Countries and 123 companies are of other EU countries (Table-10).

Table 10- Breakdown of Companies with International Capital by Country according to Size of Equity Capital (2011-2012/August)

Countries	(Number of Companies)									
	2011					2012 (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 (27)	910	523	134	189	1,756	204	116	29	43	392
<i>Germany</i>	307	188	49	56	600	72	38	12	7	129
<i>The Netherlands</i>	89	55	9	25	178	18	15	1	7	41
<i>United Kingdom</i>	111	48	16	8	183	34	10	2	6	52
<i>Italy</i>	63	23	12	14	112	6	8	1	4	19
<i>Other European Countries</i>	340	209	48	86	683	74	45	13	19	151
Other European Countries (Excluding EU)	205	185	28	40	458	50	55	7	11	123
North Africa	39	48	7	9	103	11	7	2	0	20
Other African Countries	18	8	0	1	27	4	3	0	1	8
North America	94	68	11	15	188	14	11	3	4	32
<i>U.S.A.</i>	82	55	9	14	160	12	7	2	4	25
<i>Canada</i>	12	13	2	1	28	2	4	1	0	7
<i>Central-South America And Caribbean</i>	12	5	0	4	21	2	2	0	1	5
Near And Middle Eastern Countries	448	739	150	97	1,434	150	206	29	25	410
<i>Azerbaijan</i>	68	94	21	26	209	13	16	5	7	41
<i>Iraq</i>	42	79	24	15	160	6	25	4	6	41
<i>Iran</i>	208	411	56	21	696	60	120	12	8	200
<i>Other</i>	130	155	49	35	369	71	45	8	4	128
Other Asian Countries	121	135	36	44	336	31	30	7	8	76
Other Countries	17	8	0	9	34	3	3	1	2	9
<b>Total</b>	<b>1,864</b>	<b>1,719</b>	<b>366</b>	<b>408</b>	<b>4,357</b>	<b>469</b>	<b>433</b>	<b>78</b>	<b>95</b>	<b>1,075</b>

Provisional Data, Source: Ministry of Economy

### *Companies with international capital in Turkey*

Currently, a total of 30,693 companies with international capital are operating in Turkey. Among these, 25,243 companies and branch offices with international capital have been established and 5,450 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	(Number of Companies)			
	Company Establishment	Participation	Branch Office	Total
1954-2006 (Cumulative)	10,120	2,427	373	12,920
2007	2,538	609	63	3,210
2008	2,371	610	61	3,042
2009	2,198	551	65	2,814
2010	2,667	527	81	3,275
2011	3,640	625	92	4,357
2012/August	960	101	14	1,075
<b>Total</b>	<b>24,494</b>	<b>5,450</b>	<b>749</b>	<b>30,693</b>

Provisional Data, Source: Ministry of Economy

Majority of the total 30,693 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 lead the manufacturing sector investments followed by food beverage products, textile goods production (Table-12).

**Table 12- Breakdown of Companies with International Capital by Sector, (2011-2012/August)**

(Number of Companies)

Sectors	January-August		(1954- 2012/August)
	2011	2012	General Total
Agriculture, hunting, fishing and forestry	49	16	483
Mining and quarrying	66	9	640
Manufacturing	326	84	4,840
<i>Manufacture of food products, beverages and tobacco</i>	33	5	512
<i>Manufacture of textiles</i>	24	7	475
<i>Manufacture of chemicals and chemical products</i>	44	5	533
<i>Manufacture of machinery and equipment n.e.c.</i>	30	5	404
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	9	6	254
<i>Other Manufacturing</i>	186	56	2,662
Electricity, gas and water supply	85	32	719
Construction	304	90	2,878
Wholesale and retail trade	973	447	9,643
Hotels and restaurants	74	28	1,832
Transport, storage and communications	298	129	2,829
Financial intermediation	19	10	333
Real estate, renting and business activities	494	185	4,951
Other community, social and personal service activities	141	45	1,545
<b>Total</b>	<b>2,829</b>	<b>1,075</b>	<b>30,693</b>

Provisional Data, Source: Ministry of Economy

When the distribution of the companies with international capital according to their country of origin is concerned, it is seen that 15,779 of the total 30,693 companies with foreign capital are of EU origin, in which Germany leads with 4,960 firms followed by United Kingdom (2,384 firms) and the Netherlands (2,025 firms) (Table-13).

**Table 13- Breakdown of Companies with International Capital by Country, (2011-2012/August)**

Countries	January-August		(Number of Companies)
			(1954-2012/August)
	2011	2012	Total
European Union (27)	<b>1,152</b>	<b>392</b>	<b>15,779</b>
<i>Germany</i>	398	129	4,960
<i>The Netherlands</i>	120	41	2,025
<i>United Kingdom</i>	123	52	2,384
<i>Italy</i>	67	19	940
<i>Other European Countries</i>	444	151	5,470
Other European Countries (Excluding EU)	<b>294</b>	<b>123</b>	<b>3,453</b>
African Countries	<b>80</b>	<b>28</b>	<b>633</b>
North America	<b>126</b>	<b>32</b>	<b>1,455</b>
<i>U.S.A.</i>	105	25	1,238
<i>Canada</i>	21	7	217
Central-South America And Caribbean	<b>16</b>	<b>5</b>	<b>163</b>
Near And Middle Eastern Countries	<b>913</b>	<b>410</b>	<b>6,675</b>
<i>Azerbaijan</i>	146	41	1,103
<i>Iraq</i>	105	41	939
<i>Iran</i>	449	200	2,443
<i>Other</i>	213	128	2,190
Other Asian Countries	<b>220</b>	<b>76</b>	<b>2,201</b>
<i>China</i>	27	12	455
<i>South Korea</i>	12	10	193
<i>Other</i>	181	54	1,553
Other Countries	<b>28</b>	<b>9</b>	<b>334</b>
<b>Total</b>	<b>2,829</b>	<b>1,075</b>	<b>30,693</b>

Provisional Data, Source: Ministry of Economy

When the investment location distribution of the 30,693 international capital companies are considered, it is seen that 17,412 of the total 30,693 are in Istanbul, which is followed by Antalya (3,609 firms), Ankara (2,050 firms) and Izmir (1,762 firms) (Table-14).

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

City	Number of Companies (1954-2012/August)
ISTANBUL	17,412
ANTALYA	3,609
ANKARA	2,050
IZMIR	1,762
MUĞLA	1,434
BURSA	577
AYDIN	536
MERSIN	511
KOCAELI	356
ADANA	231
Other Cities	2,215
<b>Toplam</b>	<b>30,693</b>

Provisional Data, Source: Ministry of Economy

In Istanbul, the majority of the 17,412 companies with international capital is in the wholesale and retail trade sectors (6,366 firms) while they also operate in manufacturing (2,817 firms), real estate renting and other business activities (2,690 firms) (Table-15).

**Table 15- Breakdown of Companies with International Capital by Sector according to the Investment Location (1954-2012/August)**

Sectors	(Number of Companies)				
	İstanbul	Antalya	Ankara	İzmir	Muğla
Agriculture, hunting, fishing and forestry	134	84	25	63	21
Mining and quarrying	259	28	123	57	10
Manufacturing	2,817	225	274	404	58
<i>Manufacture of food products, beverages and tobacco</i>	251	31	24	58	6
<i>Manufacture of textiles</i>	323	5	8	25	4
<i>Manufacture of chemicals and chemical products</i>	357	21	18	38	1
<i>Manufacture of machinery and equipment n.e.c.</i>	239	8	35	38	2
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	101	0	10	18	0
<i>Other Manufacturing</i>	1,546	160	179	227	45
Electricity, gas and water supply	402	36	150	43	2
Construction	1,142	652	238	132	209
Wholesale and retail trade	6,366	564	573	581	120
Hotels and restaurants	639	576	76	76	280
Transport, storage and communications	1,692	406	110	117	195
Financial intermediation	284	10	10	9	7
Real estate, renting and business activities	2,690	850	332	202	493
Other community, social and personal service activities	987	178	139	78	39
<b>Total</b>	<b>17,412</b>	<b>3,609</b>	<b>2,050</b>	<b>1,762</b>	<b>1,434</b>

Provisional Data, Source: Ministry of Economy

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

29 incentive certificates having a total investment value of \$ 424,1 million were issued by the Ministry of Economy in August 2012 for companies with international capital. Thus, in the first eight month of 2012, the number of certificated investment projects reached up to 142, while their capital value reached to \$ 2,110.9 million (Table-17).

Table 16: Investment Incentive Certificates Issued for Companies with International Capital, 2012/Monthly

	January	February	March	April	May	June	July	August
Number of Incentive Certificates (Number)	12	17	14	17	17	26	29	26
Amount of Investment (Million \$)	58.5	682.1	86.9	126.3	113.2	497.2	424.1	497.2
Amount of Investment (Million TL)	107.8	1,199.3	155.5	225.7	206.3	901.2	761.5	901.2

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

Out of the total 142 investment incentive certificates, 94 were issued for manufacturing, 29 for services, 7 mining-quarrying, 7 for electricity, gas and water, 5 for agriculture, fishing 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 \$)

	2007	2008	2009	2010	2011	January-August	
						2011	2012
<b>International Direct Investment Total (Net)</b>	<b>22,047</b>	<b>19,504</b>	<b>8,411</b>	<b>9,038</b>	<b>16,035</b>	<b>10,509</b>	<b>9,587</b>
<b>International Direct Investment</b>	<b>19,121</b>	<b>16,567</b>	<b>6,629</b>	<b>6,544</b>	<b>14,022</b>	<b>9,091</b>	<b>8,024</b>
<i>Equity Investment (Net)</i>	<b>18,394</b>	<b>14,712</b>	<b>6,170</b>	<b>6,203</b>	<b>13,994</b>	<b>8,967</b>	<b>7,560</b>
<i>Inflows</i>	19,137	14,747	6,252	6,238	15,985	10,910	7,712
<i>Liquidation Outflows</i>	-743	-35	-82	-35	-1,991	-1,943	-152
<b>Intra Company Loans**</b>	<b>727</b>	<b>1,855</b>	<b>459</b>	<b>341</b>	<b>28</b>	<b>124</b>	<b>464</b>
<b>Real Estate (Net)</b>	<b>2,926</b>	<b>2,937</b>	<b>1,782</b>	<b>2,494</b>	<b>2,013</b>	<b>1,418</b>	<b>1,563</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	2007	2008	2009	2010	2011	January-August	
						2011	2012
Agriculture, forestry and fishing	9	41	48	80	32	22	29
Mining and quarrying	336	145	89	135	144	37	142
Manufacturing	4,131	3,971	1,642	923	3,414	1,442	3,484
<i>Manufacture of food products, beverages and tobacco</i>	691	1,252	221	123	650	583	2,045
<i>Manufacture of textiles</i>	231	187	78	94	158	126	214
<i>Manufacture of chemicals and chemical products</i>	1,111	199	337	120	343	287	394
<i>Manufacture of machinery and equipment n.e.c.</i>	0	226	219	64	78	51	5
<i>Office machinery and computers</i>	266	237	59	177	434	105	67
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	64	71	224	38	68	24	82
<i>Other Manufacturing</i>	1,768	1,799	504	307	1,683	266	677
Electricity, gas and water supply	570	1,070	2,158	1,826	4,272	2,502	691
Construction	287	337	209	314	306	203	1,276
Wholesale and retail trade	234	2,088	390	435	703	569	179
Hotels and restaurants	33	25	54	113	47	31	23
Transport, storage and communications	679	96	230	182	232	178	112
Financial intermediation	11,717	6,136	817	1,620	6,008	5,305	805
Real estate, renting and business activities	448	453	210	241	349	283	209
Health and social work	176	147	105	112	232	160	290
Other community, social and personal service activities	517	238	300	257	246	178	472
<b>Total</b>	<b>19,137</b>	<b>14,747</b>	<b>6,252</b>	<b>6,238</b>	<b>15,985</b>	<b>10,910</b>	<b>7,712</b>

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

Table annex-3: International Direct Investment Inflow by Country

(Million \$)

Countries	2007	2008	2009	2010	2011	January-August	
						2011	2012
European Union (27)	12,601	11,076	4,928	4,719	11,379	9,830	5,968
<i>Germany</i>	954	1,237	498	597	604	289	299
<i>France</i>	367	679	617	623	986	879	67
<i>Netherlands</i>	5,442	1,343	718	486	1,587	1,273	931
<i>United Kingdom</i>	703	1,335	350	245	917	656	1,966
<i>Italy</i>	74	249	314	25	98	73	130
<i>Other European Countries</i>	5,061	6,233	2,431	2,743	7,187	6,660	2,575
Other European Countries (Excluding EU)	373	291	306	201	1,087	225	394
Africa	5	82	2	0	0	0	0
<i>U.S.A.</i>	4,212	868	260	323	1,402	370	253
<i>Canada</i>	11	23	52	55	21	16	17
Central-South America And Caribbean	494	60	19	7	61	59	16
Asian	1,405	2,345	673	928	2,028	405	1,059
Near And Middle Eastern Countries	608	2,184	361	473	1,522	182	705
<i>Gulf Arabian Countries</i>	311	1,963	209	388	205	127	111
<i>Other Near And Middle Eastern Countries</i>	196	96	78	45	1,313	55	594
Other Asian Countries	797	161	312	455	506	223	354
Other Countries	36	2	12	5	7	5	5
<b>Total</b>	<b>19,137</b>	<b>14,747</b>	<b>6,252</b>	<b>6,238</b>	<b>15,985</b>	<b>10,910</b>	<b>7,712</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 -(2011-2012)

(Number of Companies)

Sectors	2011				2012 (January-August)			
	Company Establishment	Participation	Branch Office	Total	Company Establishment	Participation	Branch Office	Total
Agriculture, hunting, fishing and forestry	58	10	1	69	15	1	0	16
Mining and quarrying	90	10	2	102	8	1	0	9
Manufacturing	384	69	9	462	77	6	1	84
<i>Manufacture of food products, beverages and tobacco</i>	34	11	1	46	5	0	0	5
<i>Manufacture of textiles</i>	26	6	0	32	6	1	0	7
<i>Manufacture of chemicals and chemical products</i>	47	11	1	59	4	1	0	5
<i>Manufacture of machinery and equipment n.e.c.</i>	34	2	2	38	5	0	0	5
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	13	1	1	15	5	1	0	6
<i>Other Manufacturing</i>	230	38	4	272	52	3	1	56
Electricity, gas and water supply	121	18	1	140	28	3	1	32
Construction	360	68	7	435	78	11	1	90
Wholesale and retail trade	1,287	203	34	1,524	412	31	4	447
Hotels and restaurants	92	11	0	103	27	1	0	28
Transport, storage and communications	379	93	13	485	114	15	0	129
Financial intermediation	22	7	3	32	7	2	1	10
Real estate, renting and business activities	670	102	19	791	159	20	6	185
Other community, social and personal service activities	177	34	3	214	35	10	0	45
<b>Total</b>	<b>3,640</b>	<b>625</b>	<b>92</b>	<b>4,357</b>	<b>960</b>	<b>101</b>	<b>14</b>	<b>1,075</b>

Provisional Data, Source: Ministry of Economy

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

(Number of Companies)

Sectors	1954-2006	2007	2008	2009	2010	2011	January-August		(1954-2012/August)
	(Cumulative)						2011	2012	Total
Agriculture, hunting, fishing and forestry	191	45	49	52	61	69	49	16	483
Mining and quarrying	218	74	86	70	81	102	66	9	640
Manufacturing	2,608	451	439	374	422	462	326	84	4,840
<i>Manufacture of food products, beverages and tobacco</i>	280	33	33	51	64	46	33	5	512
<i>Manufacture of textiles</i>	333	45	20	16	22	32	24	7	475
<i>Manufacture of chemicals and chemical products</i>	285	52	44	37	51	59	44	5	533
<i>Manufacture of machinery and equipment n.e.c.</i>	212	43	47	30	29	38	30	5	404
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	169	19	21	17	7	15	9	6	254
<i>Other Manufacturing</i>	1,329	259	274	223	249	272	186	56	2,662
Electricity, gas and water supply	133	68	104	123	119	140	85	32	719
Construction	989	427	330	291	316	435	304	90	2,878
Wholesale and retail trade	4,214	748	731	879	1,100	1,524	973	447	9,643
Hotels and restaurants	1,012	190	197	162	140	103	74	28	1,832
Transport, storage and communications	1,098	265	269	249	334	485	298	129	2,829
Financial intermediation	179	41	41	15	15	32	19	10	333
Real estate, renting and business activities	1,677	743	595	445	515	791	494	185	4,951
Other community, social and personal service activities	601	158	201	154	172	214	141	45	1,545
<b>Total</b>	<b>12,920</b>	<b>3,210</b>	<b>3,042</b>	<b>2,814</b>	<b>3,275</b>	<b>4,357</b>	<b>2,829</b>	<b>1,075</b>	<b>30,693</b>

Provisional Data, Source: Ministry of Economy

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

Countries	(Number of Companies)								
	1954-2006	2007	2008	2009	2010	2011	January-August		(1954-2012/August)
	(Cumulative)						2011	2012	Total
European Union (27)	<b>7,253</b>	<b>1,890</b>	<b>1,671</b>	<b>1,408</b>	<b>1,409</b>	<b>1,756</b>	<b>1,152</b>	<b>392</b>	<b>15,779</b>
<i>Germany</i>	2,252	503	538	480	458	600	398	129	4,960
<i>The Netherlands</i>	1,013	225	253	140	175	178	120	41	2,025
<i>United Kingdom</i>	1,185	401	219	188	156	183	123	52	2,384
<i>Italy</i>	456	75	98	87	93	112	67	19	940
<i>Other European Countries</i>	2,347	686	563	513	527	683	444	151	5,470
Other European Countries (Excluding EU)	<b>1,357</b>	<b>360</b>	<b>426</b>	<b>326</b>	<b>403</b>	<b>458</b>	<b>294</b>	<b>123</b>	<b>3,453</b>
African Countries	<b>224</b>	<b>43</b>	<b>43</b>	<b>67</b>	<b>98</b>	<b>130</b>	<b>80</b>	<b>28</b>	<b>633</b>
North America	<b>690</b>	<b>147</b>	<b>125</b>	<b>142</b>	<b>131</b>	<b>188</b>	<b>126</b>	<b>32</b>	<b>1,455</b>
<i>U.S.A.</i>	619	117	107	110	100	160	105	25	1,238
<i>Canada</i>	71	30	18	32	31	28	21	7	217
<i>Central-South America And Caribbean</i>	<b>76</b>	<b>18</b>	<b>14</b>	<b>16</b>	<b>13</b>	<b>21</b>	<b>16</b>	<b>5</b>	<b>163</b>
Near And Middle Eastern Countries	<b>2,319</b>	<b>470</b>	<b>510</b>	<b>607</b>	<b>925</b>	<b>1,434</b>	<b>913</b>	<b>410</b>	<b>6,675</b>
<i>Azerbaijan</i>	296	114	122	154	167	209	146	41	1,103
<i>Iraq</i>	351	100	81	102	104	160	105	41	939
<i>Iran</i>	736	96	129	167	419	696	449	200	2,443
<i>Other</i>	936	160	178	184	235	369	213	128	2,190
Other Asian Countries	<b>841</b>	<b>249</b>	<b>214</b>	<b>224</b>	<b>261</b>	<b>336</b>	<b>220</b>	<b>76</b>	<b>2,201</b>
<i>China</i>	232	35	41	40	41	54	27	12	455
<i>South Korea</i>	94	22	13	20	18	16	12	10	193
<i>Other</i>	515	192	160	164	202	266	181	54	1,553
Other Countries	<b>160</b>	<b>33</b>	<b>39</b>	<b>24</b>	<b>35</b>	<b>34</b>	<b>28</b>	<b>9</b>	<b>334</b>
<b>Total</b>	<b>12,920</b>	<b>3,210</b>	<b>3,042</b>	<b>2,814</b>	<b>3,275</b>	<b>4,357</b>	<b>2,829</b>	<b>1,075</b>	<b>30,693</b>

Provisional Data, Source: Ministry of Economy

Table annex-7: Investment Incentive Certificates Issued for Companies with International Capital -(2007-2012/August)

	2007	2008	2009	2010	2011	2012 January- August
<b>Number of Incentive Certificates (Number)</b>	179	206	180	218	229	142
<b>Amount of Investment (Million \$)*</b>	3,578.2	5,358.7	9,455.3	5,301.7	5,961.0	2,110.9
<b>Amount of Investment (Million TL)*</b>	4,731.5	7,106.5	14,525.3	7,961.4	9,859.6	3,779.4

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

Source: Ministry of Economy