

REPUBLIC OF TURKEY  
MINISTRY OF ECONOMY

**INTERNATIONAL  
DIRECT INVESTMENT  
INFORMATION BULLETIN**

**November 2014**  
**GENERAL DIRECTORATE OF INCENTIVE IMPLEMENTATION AND  
FOREIGN INVESTMENT**

# CONTENTS

	Page
<b>List of Tables</b>	ii
<b>1) International Direct Investment Inflow</b>	1
- <i>Developments in September 2014</i>	1
- <i>Developments in the 2014 January-September Period</i>	3
<b>2) Number of Companies with International Capital</b>	5
- <i>Developments in September 2014</i>	5
- <i>Developments in the 2014 January-September Period</i>	5
- <i>Companies with international capital in Turkey</i>	7
<b>3) Investment Projects</b>	11
<b>4) Annexed Tables</b>	12

## TABLES

		Page
<b>Table-1:</b>	Components of International Direct Investment Inflow –2014/September	1
<b>Table-2:</b>	International Direct Investment Inflow, by sector - 2014/September	2
<b>Table-3:</b>	International Direct Investment Inflow by sector, (2013-2014/September)	2
<b>Table-4:</b>	International Direct Investment Inflow by Country- 2014/September	3
<b>Table-5:</b>	International Direct Investment Inflow by Country, (2013-2014/September)	4
<b>Table-6:</b>	Components of International Direct Investment Inflow, (2013-2014 Monthly)	4
<b>Table-7:</b>	Breakdown of Companies with International Capital by Mode of Establishment (2013-2014/September)	5
<b>Table-8:</b>	Breakdown of Companies with International Capital by Mode of Establishment (2013-2014/September)	5
<b>Table-9:</b>	Breakdown of Companies with International Capital by Sector according to size of Equity Capital (2013-2014/September)	6
<b>Table-10:</b>	Breakdown of Companies with International Capital by Country according to size of Equity Capital (2013-2014/September)	7
<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, (2013-2014/September)	8
<b>Table-13:</b>	Breakdown of Companies with International Capital by Country, (2013-2014/September)	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 (1954-2014/September)	10
<b>Table-16:</b>	International Direct Investment Projects, (2013-2014/September)	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 -(2013-2014/September)	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, (2009-2014/September)	19

# INTERNATIONAL DIRECT INVESTMENT INFORMATION BULLETIN

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

### *Developments in September 2014*

The net international direct investment inflow has been \$ 750 million in September 2014 (Table-1).

Table 1- Components of International Direct Investment Inflow, 2014/September

	January	February	March	April	May	June	July	August	September
<b>International Direct Investment Total (Net)</b>	<b>1,249</b>	<b>1,542</b>	<b>1,366</b>	<b>952</b>	<b>671</b>	<b>1,060</b>	<b>962</b>	<b>572</b>	<b>750</b>
<b>International Direct Investment</b>	<b>917</b>	<b>1,236</b>	<b>987</b>	<b>670</b>	<b>287</b>	<b>612</b>	<b>697</b>	<b>195</b>	<b>424</b>
<i>Equity Investment (Net)</i>	<b>841</b>	<b>1,158</b>	<b>1,082</b>	<b>881</b>	<b>321</b>	<b>926</b>	<b>676</b>	<b>178</b>	<b>391</b>
<i>Inflows</i>	841	1,162	1,096	886	363	947	679	178	410
<i>Liquidation Outflows</i>	0	-4	-14	-5	-42	-21	-3	0	-19
<b>Intra Company Loans*</b>	<b>76</b>	<b>78</b>	<b>-95</b>	<b>-211</b>	<b>-34</b>	<b>-314</b>	<b>21</b>	<b>17</b>	<b>33</b>
<b>Real Estate (Net)</b>	<b>332</b>	<b>306</b>	<b>379</b>	<b>282</b>	<b>384</b>	<b>448</b>	<b>265</b>	<b>377</b>	<b>326</b>

\*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 \$ 410 million in September 2014.

Table 2- International Direct Investment Inflow, by Sector, 2014/September

(Million \$)

Sectors	January	February	March	April	May	June	July	August	September
Agriculture, hunting and forestry	37	8	2	1	1	6	1	0	4
Mining and quarrying	0	15	50	5	1	0	248	3	114
Manufacturing	268	601	191	463	66	354	135	51	79
<i>Manufacture of food products, beverages and tobacco</i>	218	44	2	38	14	10	24	3	15
<i>Manufacture of textiles</i>	7	5	10	36	1	2	39	5	19
<i>Manufacture of chemicals and chemical products</i>	5	11	42	212	15	164	0	3	0
<i>Manufacture of machinery and equipment n.e.c.</i>	1	0	1	0	0	0	0	0	1
<i>Office machinery and computers</i>	7	527	65	75	2	5	50	5	3
<i>Manufacture of motor vehicles, trailers and semi-</i>	1	2	11	18	19	1	0	5	13
<i>Other Manufacturing</i>	29	12	60	84	15	172	22	30	28
Electricity, gas and water supply	44	65	699	48	38	7	142	11	1
Construction	15	18	11	36	13	3	21	6	5
Wholesale and retail trade	23	29	14	159	15	409	3	17	70
Hotels and restaurants	0	0	1	2	1	6	0	0	0
Transport, storage and communications	0	33	14	7	0	66	0	3	1
Financial intermediation	411	340	56	113	94	73	51	42	85
Real estate, renting and business activities	1	26	8	10	0	8	39	0	7
Health and social work	13	0	1	17	86	0	14	0	0
Other community, social and personal service activities	29	27	49	25	48	15	25	45	44
<b>Total</b>	<b>841</b>	<b>1,162</b>	<b>1,096</b>	<b>886</b>	<b>363</b>	<b>947</b>	<b>679</b>	<b>178</b>	<b>410</b>

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

\$ 184 million of the \$ 410 million equity investment has been exported by EU countries while \$ 181 million has been exported by Asian countries (Table-3).

Table 3- International Direct Investment Inflow, by Country, 2014/September

(Million \$)

Countries	January	February	March	April	May	June	July	August	September
European Union (27)	708	980	235	608	295	762	198	104	184
<i>Germany</i>	5	66	49	46	43	78	26	6	116
<i>Austria</i>	12	3	2	2	2	14	5	2	2
<i>France</i>	1	47	2	7	1	4	17	3	2
<i>Netherlands</i>	599	521	48	256	132	149	85	69	15
<i>United Kingdom</i>	11	20	74	156	68	464	4	2	10
<i>Italy</i>	16	307	20	43	23	23	17	7	5
<i>Other European Countries</i>	64	16	40	98	26	30	44	15	34
Other European Countries (Excluding EU)	0	20	689	22	20	8	178	16	23
Africa	6	0	36	0	0	0	0	0	0
<i>U.S.A.</i>	40	40	26	19	1	11	0	1	22
<i>Canada</i>	0	0	0	0	0	0	0	0	0
Central-South America And Caribbean	0	0	0	0	1	0	0	0	0
Asian	87	122	110	237	46	166	303	57	181
Near And Middle Eastern Countries	47	71	87	159	39	96	298	34	150
<i>Gulf Arabian Countries</i>	32	56	32	29	36	55	56	34	37
<i>Other Near And Middle Eastern Countries</i>	15	15	55	130	3	25	242	0	113
Other Asian Countries	40	51	23	78	7	70	5	23	31
Other Countries	0	0	0	0	0	0	0	0	0
<b>Total</b>	<b>841</b>	<b>1,162</b>	<b>1,096</b>	<b>886</b>	<b>363</b>	<b>947</b>	<b>679</b>	<b>178</b>	<b>410</b>

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

*Developments in 2014 January-September Period*

The net international direct investment inflow has been \$ 9,124 million in 2014 January and September Period (Table-4).

Equity investment inflow component of the international direct investment inflows reached up to \$ 6,562 million in 2014 January and September Period (Table-4).

**Table 4- Components of International Direct Investment Inflow, (2013-2014/September)**

(Million \$)

	January-September		% Change
	2013	2014	
<b>International Direct Investment Total (Net)</b>	<b>8,419</b>	<b>9,124</b>	<b>8.4</b>
<b>International Direct Investment Capital</b>	<b>6,420</b>	<b>6,025</b>	<b>-6.2</b>
<i>Equity Investment (Net)</i>	<b>6,597</b>	<b>6,454</b>	<b>-2.2</b>
<i>Inflows</i>	7,110	6,562	-7.7
<i>Liquidation Outflows</i>	-513	-108	-78.9
<i>Intra Company Loans*</i>	<b>-177</b>	<b>-429</b>	<b>142.4</b>
<i>Real Estate (Net)</i>	<b>1,999</b>	<b>3,099</b>	<b>55.0</b>

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

\$ 2,208 million of the total \$ 6,562 million of the equity capital entry has been into manufacturing sector and \$ 1,265 million of the total \$ 6,562 million of the equity capital entry has been into financial intermediation sector (Table-5).

**Table 5- International Direct Investment Inflow, by sector, (2013-2014/September)**

(Million \$)

Sectors	January-September	
	2013	2014
Agriculture, hunting and forestry	26	60
Mining and quarrying	181	436
Manufacturing	1,357	2,208
<i>Manufacture of food products, beverages and</i>	247	368
<i>Manufacture of textiles</i>	38	124
<i>Manufacture of chemicals and chemical</i>	150	452
<i>Manufacture of machinery and equipment n.e.c.</i>	4	3
<i>Office machinery and computers</i>	274	739
<i>Manufacture of motor vehicles, trailers and</i>	55	70
<i>Other Manufacturing</i>	589	452
Electricity, gas and water supply	1,123	1,055
Construction	128	128
Wholesale and retail trade	289	739
Hotels and restaurants	52	10
Transport, storage and communications	216	124
Financial intermediation	3,321	1,265
Real estate, renting and business activities	124	99
Health and social work	48	131
Other community, social and personal service activities	245	307
<b>Total</b>	<b>7,110</b>	<b>6,562</b>

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

During the January - September period in 2014, 62% of the equity capital entry is from EU countries (Table-6).

**Table 6- International Direct Investment Inflow, by Country, (2013-2014/September)**

(Million \$)

Countries	January-September	
	2013	2014
European Union (27)	4,284	4,074
<i>Germany</i>	1,667	435
<i>Austria</i>	652	44
<i>France</i>	200	84
<i>Netherlands</i>	764	1,874
<i>United Kingdom</i>	89	809
<i>Italy</i>	113	461
<i>Other European Countries</i>	799	367
Other European Countries (Excluding EU)	379	976
Africa	0	42
<i>U.S.A.</i>	304	160
<i>Canada</i>	14	0
Central-South America And Caribbean	1	1
Asian	2,125	1,309
Near And Middle Eastern Countries	1,584	981
<i>Gulf Arabian Countries</i>	984	367
<i>Other Near And Middle Eastern Countries</i>	600	598
Other Asian Countries	541	328
Other Countries	3	0
<b>Total</b>	<b>7,110</b>	<b>6,562</b>

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

## 2) Number of Companies with International Capital

### *Developments in September 2014*

365 companies with international capital have been established and 16 foreign capital participations to the existing domestic companies incurred in September 2014 (Table-7).

**Table 7- Breakdown of Companies with International Capital by Mode of Establishment, (2013-2014 Monthly)**

(Number of Companies)

	2013				2014				% Change
	Company Establishment	Participation	Branch Office	Total	Company Establishment	Participation	Branch Office	Total	
January	294	30	11	335	393	10	6	409	22.1
February	288	28	5	321	358	19	7	384	19.6
March	321	19	4	344	370	9	9	388	12.8
April	314	16	6	336	351	13	8	372	10.7
May	325	31	7	363	363	19	4	386	6.3
June	280	15	11	306	394	14	4	412	34.6
July	278	9	12	299	338	11	6	355	18.7
August	213	12	2	227	301	10	6	317	39.6
September	301	11	5	317	358	16	7	381	20.2
October	236	8	7	251	--	--	--	--	--
November	346	15	9	370	--	--	--	--	--
December	295	17	8	320	--	--	--	--	--
<b>Total</b>	<b>3,491</b>	<b>211</b>	<b>87</b>	<b>3,789</b>	<b>3,226</b>	<b>121</b>	<b>57</b>	<b>3,404</b>	<b>--</b>

Provisional Data, Source: Ministry of Economy

### *Developments in the 2014 January-September Period*

As of the third quarter of 2014, 3,283 companies and branch offices with international capital have been established and 121 international capital participations to the existing domestic companies incurred (Table-8).

**Table 8- Breakdown of Companies with International Capital by Mode of Establishment, (2013-2014/September)**

(Number of Companies)

	January-September		% Change
	2013	2014	
Company Establishment	2,614	3,226	23.4
Participation	171	121	-29.2
Branch Office	63	57	-9.5
<b>Total</b>	<b>2,848</b>	<b>3,404</b>	<b>19.5</b>

Provisional Data, Source: Ministry of Economy



In the January-September period in 2014, majority of the total 3,404 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).

Of these total 3,404, 126 companies have capital values higher than \$ 500,000. Among these, 48 companies operate in wholesale and retail trade sector, 19 companies operate in manufacturing sector (Table-9).

**Table 9- Breakdown of Companies with International Capital by Sector according to Size of Equity Capital, (2013-2014/September)**  
(Number of Companies)

Sectors	2013					2014/September				
	<50,000\$	50,000\$ - 200,000\$	200,000\$ - 500,000\$	>500,000\$	Total	<50,000\$	50,000\$ - 200,000\$	200,000\$ - 500,000\$	>500,000\$	Total
Agriculture, hunting, fishing and forestry	19	12	4	4	39	39	11	2	2	54
Mining and quarrying	11	7	2	3	23	10				10
Manufacturing	159	93	28	38	318	171	48	20	19	258
<i>Manufacture of food products, beverages and tobacco</i>	5	8	2	1	16	3	3	1		7
<i>Manufacture of textiles</i>	5	8		4	17	13	5	2	1	21
<i>Manufacture of chemicals and chemical products</i>	18	11	3	5	37	28	7		2	37
<i>Manufacture of machinery and equipment n.e.c.</i>	16	9	3		28	14	9	1	2	26
<i>Manufacture of motor vehicles, trailers, semi-trailers</i>	7	2		1	10	2		2	2	6
<i>Other Manufacturing</i>	108	55	20	27	210	111	24	14	12	161
Electricity, gas and water supply	82	38	7	20	147	78	10	8	9	105
Construction	170	99	25	17	311	181	45	18	11	255
Wholesale and retail trade	931	539	87	78	1,635	1,152	289	89	48	1,578
Hotels and restaurants	54	14	8	6	82	50	15	4	2	71
Transport, storage and communications	241	120	11	22	394	309	53	9	10	381
Financial intermediation	10	6	1	8	25	3	1	2	3	9
Real estate, renting and business activities	448	140	22	32	642	421	61	20	13	515
Other community, social and personal service activities	108	41	8	16	173	131	24	4	9	168
<b>Total</b>	<b>2,233</b>	<b>1,109</b>	<b>203</b>	<b>244</b>	<b>3,789</b>	<b>2,545</b>	<b>557</b>	<b>176</b>	<b>126</b>	<b>3,404</b>

Provisional Data, Source: Ministry of Economy

1,620 of the total 3,404 companies are of Near and Middle Eastern countries, 971 companies are of EU countries and 251 companies are of Other European (excluding EU) countries (Table-10).

**Table 10- Breakdown of Companies with International Capital by Country according to Size of Equity Capital (2013-2014/September)**

Countries	(Number of Companies)									
	2013					2014/September				
	<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)	878	292	74	112	1,356	764	92	50	65	971
<i>Germany</i>	261	112	26	18	417	223	28	19	11	281
<i>The Netherlands</i>	91	25	14	30	160	74	11	10	6	101
<i>United Kingdom</i>	122	25	5	10	162	91	6	1	6	104
<i>Italy</i>	54	27	10	10	101	48	10	6	7	71
<i>Other European Countries</i>	350	103	19	44	516	328	37	14	35	414
Other European Countries (Excluding EU)	228	91	21	10	350	209	21	9	12	251
North Africa	94	53	10	7	164	119	36	14	0	169
Other African Countries	31	8	1	1	41	40	3	0	0	43
North America	95	22	3	12	132	67	7	0	7	81
<i>U.S.A.</i>	73	15	3	12	103	54	7	0	6	67
<i>Canada</i>	22	7	0	0	29	13	0	0	1	14
<i>Central-South America And Caribbean</i>	16	5	1	4	26	7	0	2	1	10
Near And Middle Eastern Countries	697	541	71	63	1,372	1,146	361	83	30	1,620
Other Asian Countries	174	93	20	31	318	173	35	17	10	235
Other Countries	20	4	2	4	30	20	2	1	1	24
<b>Total</b>	<b>2,233</b>	<b>1,109</b>	<b>203</b>	<b>244</b>	<b>3,789</b>	<b>2,545</b>	<b>557</b>	<b>176</b>	<b>126</b>	<b>3,404</b>

Provisional Data, Source: Ministry of Economy

### *Companies with international capital in Turkey*

Currently, a total of 40,945 companies with international capital are operating in Turkey. Among these, 34,707 companies and branch offices with international capital have been established and 6,238 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
1954-2008 (Cumulative)	14,942	3,623	497	19,062
2009	2,182	551	66	2,799
2010	2,660	524	81	3,265
2011	3,627	632	94	4,353
2012	3,615	576	82	4,273
2013	3,491	211	87	3,789
2014/September	3,226	121	57	3,404
<b>Total</b>	<b>33,743</b>	<b>6,238</b>	<b>964</b>	<b>40,945</b>

Provisional Data, Source: Ministry of Economy

Majority of the total 40,945 companies with international capital is in the wholesale and retail trade sectors while real estate renting and other business activities and manufacturing 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, (2013-2014/September)**

(Number of Companies)

Sectors	January-September		(1954- 2014/September)
	2013	2014	General Total
Agriculture, hunting, fishing and forestry	34	54	618
Mining and quarrying	14	10	684
Manufacturing	218	258	5,638
<i>Manufacture of food products, beverages and tobacco</i>	14	7	546
<i>Manufacture of textiles</i>	12	21	524
<i>Manufacture of chemicals and chemical products</i>	25	37	636
<i>Manufacture of machinery and equipment n.e.c.</i>	15	26	481
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	4	6	274
<i>Other Manufacturing</i>	148	161	3,177
Electricity, gas and water supply	116	105	1,077
Construction	227	255	3,663
Wholesale and retail trade	1,261	1,578	14,274
Hotels and restaurants	57	71	2,043
Transport, storage and communications	299	381	3,897
Financial intermediation	21	9	383
Real estate, renting and business activities	470	515	6,593
Other community, social and personal service activities	131	168	2,075
<b>Total</b>	<b>2,848</b>	<b>3,404</b>	<b>40,945</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 19,186 of the total 40,945 companies with foreign capital are of EU origin, in which Germany leads with 5,980 firms followed by United Kingdom (2,752 firms) and the Netherlands (2,422 firms) (Table-13).

**Table 13- Breakdown of Companies with International Capital by Country, (2013-2014/September)**

Countries	January-September		(Number of Companies)
			(1954-
	2013	2014	2014/September)
			Total
European Union (27)	<b>1,045</b>	<b>971</b>	<b>19,186</b>
<i>Germany</i>	321	281	5,980
<i>The Netherlands</i>	120	101	2,422
<i>United Kingdom</i>	130	104	2,752
<i>Italy</i>	78	71	1,195
<i>Other European Countries</i>	396	414	6,837
Other European Countries (Excluding EU)	<b>276</b>	<b>251</b>	<b>4,315</b>
African Countries	<b>136</b>	<b>212</b>	<b>1,172</b>
North America	<b>92</b>	<b>81</b>	<b>1,786</b>
<i>U.S.A.</i>	69	67	1,495
<i>Canada</i>	23	14	291
Central-South America And Caribbean	<b>22</b>	<b>10</b>	<b>215</b>
Near And Middle Eastern Countries	<b>1,004</b>	<b>1,620</b>	<b>10,876</b>
Other Asian Countries	<b>246</b>	<b>235</b>	<b>2,973</b>
<i>China</i>	53	70	638
<i>South Korea</i>	24	17	256
<i>Other</i>	169	148	2,079
Other Countries	<b>27</b>	<b>24</b>	<b>422</b>
<b>Total</b>	<b>2,848</b>	<b>3,404</b>	<b>40,945</b>

Provisional Data, Source: Ministry of Economy

When the investment location distribution of the 40,945 international capital companies are considered, it is seen that 24,433 of the total 40,945 companies are in Istanbul, which is followed by Antalya (4,335 firms), Ankara (2,450 firms) and Izmir (2,076 firms) (Table-14).

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

City	Number of Companies (1954-2014/September)
ISTANBUL	24,433
ANTALYA	4,335
ANKARA	2,450
IZMIR	2,076
MUGLA	1,527
MERSIN	949
BURSA	626
AYDIN	579
GAZIANTEP	541
KOCAELI	443
Other Cities	2,986
<b>Total</b>	<b>40,945</b>

Provisional Data, Source: Ministry of Economy

In Istanbul, the majority of the 24,433 companies with international capital is in the wholesale and retail trade sectors (9,412 firms) while they also operate in real estate renting and other business activities (3,949 firms), manufacturing (3,381 firms) (Table-15).

**Table 15- Breakdown of Companies with International Capital by Sector according to the Investment Location (1954-2014/September)**

(Number of Companies)

Sectors	Istanbul	Antalya	Ankara	Izmir	Mugla
Agriculture, hunting, fishing and forestry	195	107	27	75	25
Mining and quarrying	287	30	130	59	8
Manufacturing	3,381	263	308	420	62
<i>Manufacture of food products, beverages and tobacco</i>	270	36	26	58	6
<i>Manufacture of textiles</i>	359	6	9	25	4
<i>Manufacture of chemicals and chemical products</i>	434	26	23	37	1
<i>Manufacture of machinery and equipment n.e.c.</i>	291	10	36	41	2
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	111	0	10	19	0
<i>Other Manufacturing</i>	1,916	185	204	240	49
Electricity, gas and water supply	641	55	182	69	6
Construction	1,647	716	277	156	219
Wholesale and retail trade	9,412	794	725	725	144
Hotels and restaurants	771	623	80	80	285
Transport, storage and communications	2,448	534	131	141	216
Financial intermediation	330	10	14	9	7
Real estate, renting and business activities	3,949	984	396	249	507
Other community, social and personal service activities	1,372	219	180	93	48
<b>Total</b>	<b>24,433</b>	<b>4,335</b>	<b>2,450</b>	<b>2,076</b>	<b>1,527</b>

Provisional Data, Source: Ministry of Economy

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

22 incentive certificates having a total investment value of \$ 56.9 million were issued by the Ministry of Economy in September 2014 for companies with international capital. Thus, as of the third quarter of 2014, the number of certificated investment projects reached up to 191, while their investment value reached to \$ 3,654.6 million (Table-17).

**Table 16: Investment Incentive Certificates Issued for Companies with International Capital, 2014/Monthly**

	January	February	March	April	May	June	July	August	September
<b>Number of Incentive Certificates (Number)</b>	20	10	25	24	20	31	13	26	22
<b>Amount of Investment (Million \$)</b>	1,050.2	1,140.3	151.7	127.1	555.2	392.5	81.9	98.8	56.9
<b>Amount of Investment (Million TL)</b>	2,338.9	2,524.6	336.6	270.6	1,162.3	832.5	173.9	213.7	125.8

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

Out of the total 191 investment incentive certificates, 138 were issued for manufacturing, 30 for services, 9 mining-quarrying, 9 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 \$)

	2009	2010	2011	2012	2013	January-September	
						2013	2014
<b>International Direct Investment Total (Net)</b>	<b>8,585</b>	<b>9,095</b>	<b>16,114</b>	<b>13,286</b>	<b>12,723</b>	<b>8,419</b>	<b>9,124</b>
<b>International Direct Investment</b>	<b>6,803</b>	<b>6,601</b>	<b>14,101</b>	<b>10,650</b>	<b>9,674</b>	<b>6,420</b>	<b>6,025</b>
<i>Equity Investment (Net)</i>	<b>6,184</b>	<b>6,221</b>	<b>14,145</b>	<b>10,125</b>	<b>9,668</b>	<b>6,597</b>	<b>6,454</b>
<i>Inflows</i>	6,266	6,256	16,136	10,758	10,236	7,110	6,562
<i>Liquidation Outflows</i>	-82	-35	-1,991	-633	-568	-513	-108
<b>Intra Company Loans**</b>	<b>619</b>	<b>380</b>	<b>-44</b>	<b>525</b>	<b>6</b>	<b>-177</b>	<b>-429</b>
<b>Real Estate (Net)</b>	<b>1,782</b>	<b>2,494</b>	<b>2,013</b>	<b>2,636</b>	<b>3,049</b>	<b>1,999</b>	<b>3,099</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	2009	2010	2011	2012	2013	January-September	
						2013	2014
Agriculture, forestry and fishing	48	81	32	43	49	26	60
Mining and quarrying	89	136	146	213	240	181	436
Manufacturing	1,640	924	3,596	4,342	2,199	1,357	2,208
<i>Manufacture of food products, beverages and tobacco</i>	219	124	649	2,201	343	247	368
<i>Manufacture of textiles</i>	78	94	148	376	59	38	124
<i>Manufacture of chemicals and chemical products</i>	336	120	348	579	271	150	452
<i>Manufacture of machinery and equipment n.e.c.</i>	220	64	76	32	5	4	3
<i>Office machinery and computers</i>	59	177	464	143	607	274	739
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	224	38	93	121	75	55	70
<i>Other Manufacturing</i>	504	307	1,818	890	839	589	452
Electricity, gas and water supply	2,158	1,827	4,295	924	2,371	1,123	1,055
Construction	209	310	301	1,427	192	128	128
Wholesale and retail trade	389	435	709	221	356	289	739
Hotels and restaurants	55	113	122	16	57	52	10
Transport, storage and communications	230	183	222	130	300	216	124
Financial intermediation	817	1,621	5,883	2,084	3,788	3,321	1,265
Real estate, renting and business activities	210	241	300	173	130	124	99
Health and social work	105	112	232	546	105	48	131
Other community, social and personal service activities	316	273	298	639	449	245	307
<b>Total</b>	<b>6,266</b>	<b>6,256</b>	<b>16,136</b>	<b>10,758</b>	<b>10,236</b>	<b>7,110</b>	<b>6,562</b>

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

Table annex-3: International Direct Investment Inflow by Country

(Million \$)

Countries	2009	2010	2011	2012	2013	January-September	
						2013	2014
European Union (27)	<b>4,942</b>	<b>4,737</b>	<b>11,494</b>	<b>7,302</b>	<b>5,310</b>	<b>4,284</b>	<b>4,074</b>
<i>Germany</i>	497	597	665	490	1,900	1,667	435
<i>Austria</i>	1,019	1,584	2,418	1,519	659	652	44
<i>France</i>	617	623	999	86	222	200	84
<i>Netherlands</i>	717	486	1,425	1,381	993	764	1,874
<i>United Kingdom</i>	350	245	905	2,044	297	89	809
<i>Italy</i>	314	25	111	154	145	113	461
<i>Other European Countries</i>	1,428	1,177	4,971	1,628	1,094	799	367
Other European Countries (Excluding EU)	<b>306</b>	<b>202</b>	<b>1,093</b>	<b>622</b>	<b>1,122</b>	<b>379</b>	<b>976</b>
Africa	<b>2</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>221</b>	<b>0</b>	<b>42</b>
<i>U.S.A.</i>	<b>260</b>	<b>323</b>	<b>1,403</b>	<b>439</b>	<b>326</b>	<b>304</b>	<b>160</b>
<i>Canada</i>	<b>52</b>	<b>55</b>	<b>20</b>	<b>32</b>	<b>16</b>	<b>14</b>	<b>0</b>
Central-South America And Caribbean	<b>19</b>	<b>6</b>	<b>62</b>	<b>20</b>	<b>1</b>	<b>1</b>	<b>1</b>
Asian	<b>673</b>	<b>928</b>	<b>2,055</b>	<b>2,337</b>	<b>3,237</b>	<b>2,125</b>	<b>1,309</b>
Near And Middle Eastern Countries	361	473	1,558	1,593	2,593	1,584	981
<i>Gulf Arabian Countries</i>	209	388	195	940	1,193	984	367
<i>Other Near And Middle Eastern Countries</i>	78	45	1,359	653	1,400	600	598
Other Asian Countries	312	455	497	744	644	541	328
Other Countries	<b>12</b>	<b>5</b>	<b>9</b>	<b>6</b>	<b>3</b>	<b>3</b>	<b>0</b>
<b>Total</b>	<b>6,266</b>	<b>6,256</b>	<b>16,136</b>	<b>10,758</b>	<b>10,236</b>	<b>7,110</b>	<b>6,562</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 -(2013-2014/September)

(Number of Companies)

Sectors	2013				2014/September			
	Company Establishment	Participation	Branch Office	Total	Company Establishment	Participation	Branch Office	Total
Agriculture, hunting, fishing and forestry	37	2	0	39	50	4	0	54
Mining and quarrying	20	3	0	23	10	0	0	10
Manufacturing	295	18	5	318	241	10	7	258
<i>Manufacture of food products, beverages and tobacco</i>	16	0	0	16	7	0	0	7
<i>Manufacture of textiles</i>	15	2	0	17	20	1	0	21
<i>Manufacture of chemicals and chemical products</i>	35	2	0	37	35	1	1	37
<i>Manufacture of machinery and equipment n.e.c.</i>	28	0	0	28	25	1	0	26
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	9	0	1	10	6	0	0	6
<i>Other Manufacturing</i>	192	14	4	210	148	7	6	161
Electricity, gas and water supply	125	20	2	147	101	3	1	105
Construction	293	13	5	311	244	9	2	255
Wholesale and retail trade	1,508	97	30	1,635	1,498	51	29	1,578
Hotels and restaurants	76	4	2	82	69	2	0	71
Transport, storage and communications	354	22	18	394	358	16	7	381
Financial intermediation	21	3	1	25	7	2	0	9
Real estate, renting and business activities	602	22	18	642	490	18	7	515
Other community, social and personal service activities	160	7	6	173	158	6	4	168
<b>Total</b>	<b>3,491</b>	<b>211</b>	<b>87</b>	<b>3,789</b>	<b>3,226</b>	<b>121</b>	<b>57</b>	<b>3,404</b>

Provisional Data, Source: Ministry of Economy

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

Sectors	1954-2008	2009	2010	2011	2012	2013	January-September		1954-2014/September
	(Cumulative)						2013	2014	Total
	Agriculture, hunting, fishing and forestry						286	52	62
Mining and quarrying	377	72	81	101	20	23	14	10	684
Manufacturing	3,486	370	422	463	321	318	218	258	5,638
<i>Manufacture of food products, beverages and tobacco</i>	342	51	64	45	21	16	14	7	546
<i>Manufacture of textiles</i>	397	16	22	32	19	17	12	21	524
<i>Manufacture of chemicals and chemical products</i>	378	38	51	59	36	37	25	37	636
<i>Manufacture of machinery and equipment n.e.c.</i>	303	30	28	38	28	28	15	26	481
<i>Manufacture of motor vehicles, trailers and semi-trailers</i>	208	17	8	15	10	10	4	6	274
<i>Other Manufacturing</i>	1,858	218	249	274	207	210	148	161	3,177
Electricity, gas and water supply	298	121	120	136	150	147	116	105	1,077
Construction	1,723	285	314	435	340	311	227	255	3,663
Wholesale and retail trade	5,660	876	1,099	1,531	1,895	1,635	1,261	1,578	14,274
Hotels and restaurants	1,396	161	139	99	95	82	57	71	2,043
Transport, storage and communications	1,624	248	329	481	440	394	299	381	3,897
Financial intermediation	259	15	15	32	28	25	21	9	383
Real estate, renting and business activities	2,992	445	513	793	693	642	470	515	6,593
Other community, social and personal service activities	961	154	171	212	236	173	131	168	2,075
<b>Total</b>	<b>19,062</b>	<b>2,799</b>	<b>3,265</b>	<b>4,353</b>	<b>4,273</b>	<b>3,789</b>	<b>2,848</b>	<b>3,404</b>	<b>40,945</b>

Provisional Data, Source: Ministry of Economy

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

(Number of Companies)

Countries	1954-2008	2009	2010	2011	2012	2013	January-September		1954-2014/September
	( Cumulative)						2013	2014	Total
European Union (27)	<b>10,747</b>	<b>1,409</b>	<b>1,404</b>	<b>1,762</b>	<b>1,537</b>	<b>1,356</b>	<b>1,045</b>	<b>971</b>	<b>19,186</b>
<i>Germany</i>	3,266	481	454	596	485	417	321	281	5,980
<i>The Netherlands</i>	1,488	142	175	183	173	160	120	101	2,422
<i>United Kingdom</i>	1,790	186	153	185	172	162	130	104	2,752
<i>Italy</i>	628	85	91	111	108	101	78	71	1,195
<i>Other European Countries</i>	3,575	515	531	687	599	516	396	414	6,837
Other European Countries (Excluding EU)	<b>2,122</b>	<b>319</b>	<b>401</b>	<b>450</b>	<b>422</b>	<b>350</b>	<b>276</b>	<b>251</b>	<b>4,315</b>
African Countries	<b>311</b>	<b>66</b>	<b>97</b>	<b>130</b>	<b>151</b>	<b>205</b>	<b>136</b>	<b>212</b>	<b>1,172</b>
North America	<b>959</b>	<b>141</b>	<b>133</b>	<b>188</b>	<b>152</b>	<b>132</b>	<b>92</b>	<b>81</b>	<b>1,786</b>
<i>U.S.A.</i>	840	109	101	161	114	103	69	67	1,495
<i>Canada</i>	119	32	32	27	38	29	23	14	291
<i>Central-South America And Caribbean</i>	<b>108</b>	<b>17</b>	<b>15</b>	<b>20</b>	<b>19</b>	<b>26</b>	<b>22</b>	<b>10</b>	<b>215</b>
Near And Middle Eastern Countries	<b>3,286</b>	<b>601</b>	<b>918</b>	<b>1,431</b>	<b>1,648</b>	<b>1,372</b>	<b>1,004</b>	<b>1,620</b>	<b>10,876</b>
Other Asian Countries	<b>1,296</b>	<b>222</b>	<b>262</b>	<b>335</b>	<b>305</b>	<b>318</b>	<b>246</b>	<b>235</b>	<b>2,973</b>
<i>China</i>	307	39	41	54	55	72	53	70	638
<i>South Korea</i>	129	20	18	16	29	27	24	17	256
<i>Other</i>	860	163	203	265	221	219	169	148	2,079
Other Countries	<b>233</b>	<b>24</b>	<b>35</b>	<b>37</b>	<b>39</b>	<b>30</b>	<b>27</b>	<b>24</b>	<b>422</b>
<b>Total</b>	<b>19,062</b>	<b>2,799</b>	<b>3,265</b>	<b>4,353</b>	<b>4,273</b>	<b>3,789</b>	<b>2,848</b>	<b>3,404</b>	<b>40,945</b>

Provisional Data, Source: Ministry of Economy

Table annex-7: Investment Incentive Certificates Issued for Companies with International Capital -(2009-2014/September)

	2009	2010	2011	2012	2013	2014/September
<b>Number of Incentive Certificates (Number)</b>	162	202	205	235	237	191
<b>Amount of Investment (Million \$)*</b>	6,937.9	4,854.7	5,101.2	3,985.8	6,896.1	3,654.6
<b>Amount of Investment (Million TL)*</b>	10,781.6	7,310.3	8,572.8	7,176.1	13,155.6	7,979.0

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

Source: Ministry of Economy