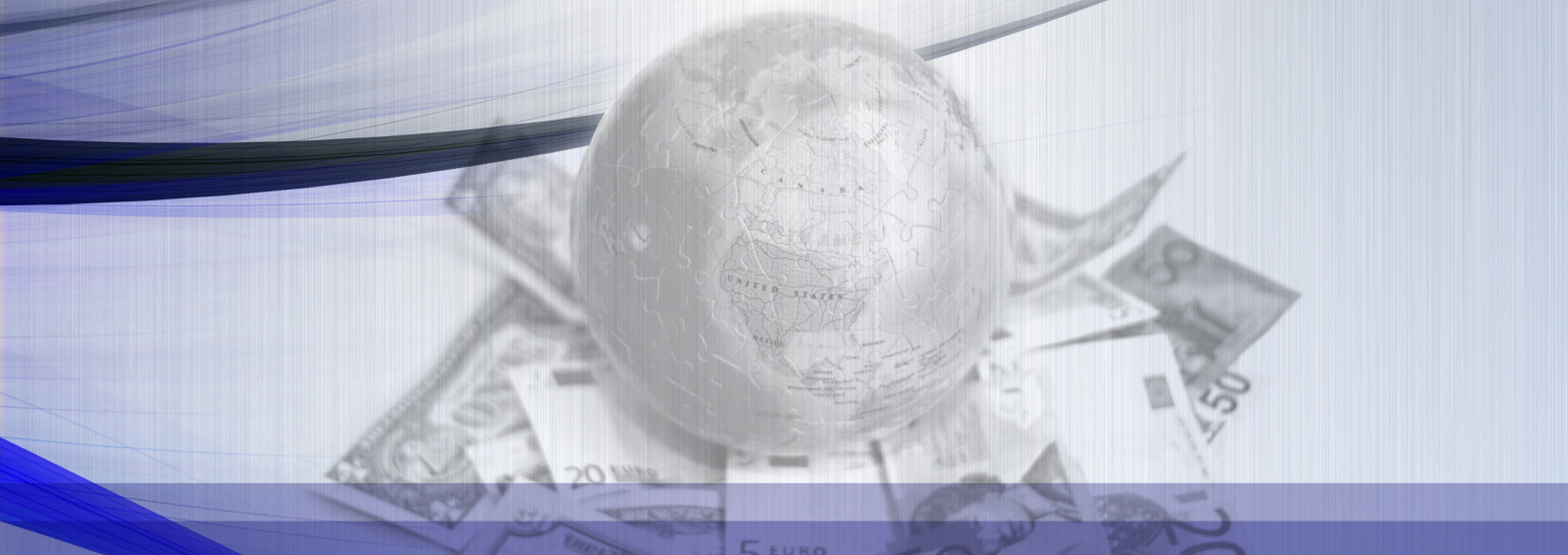




National Statistics Office of Georgia

FOREIGN DIRECT INVESTMENTS 2018 (PRELIMINARY)



11.03.2019

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FOREIGN DIRECT INVESTMENTS

2018 AND Q42018

FDI IN 2018

(PRELIMINARY)

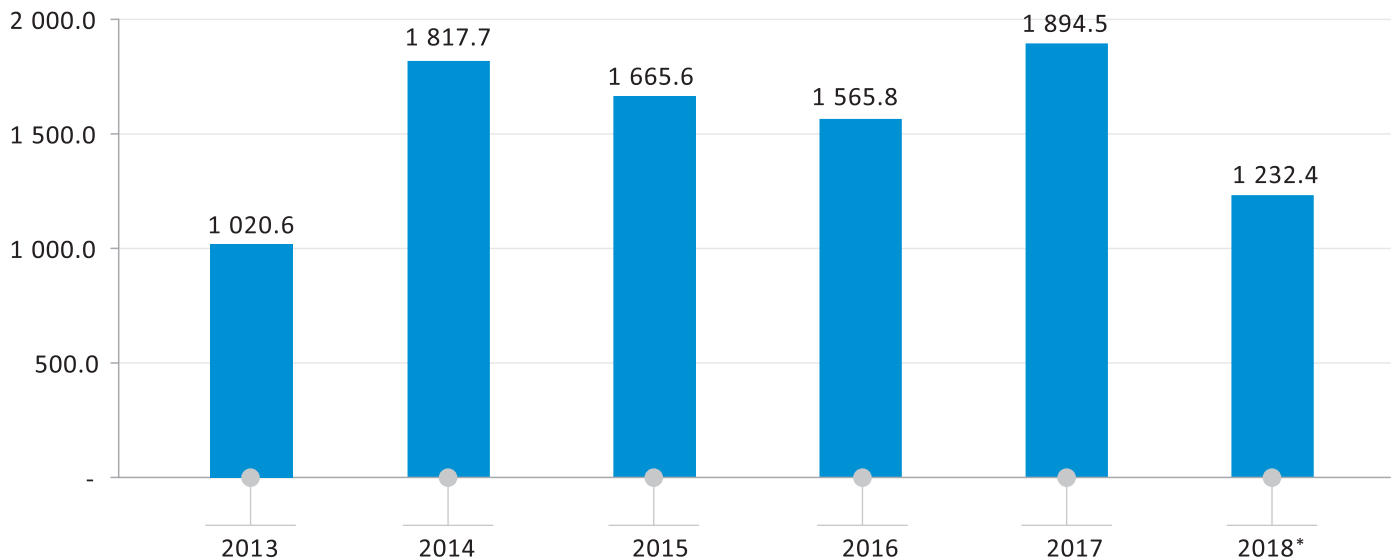
The foreign direct investments (FDI) in Georgia amounted to USD 1 232.4 million in 2018 (preliminary data), down 34.9 percent from the same period of the previous year. The main reasons for decreasing the FDI include completion of a pipeline project, transferring of ownership in some companies from non-resident to resident units and reduction in liabilities to non-resident direct investors.

The chart below shows the dynamics of FDI during 2013-2018.

CHART №1

FDI IN GEORGIA IN 2013-2018

(MILLION US DOLLARS)



*Preliminary data.

NATIONAL STATISTICS OFFICE OF GEORGIA

11.03.2019

TABLE №1. DYNAMICS OF FDI IN GEORGIA
(MILLION US DOLLARS)

YEAR	I	II	III	IV	TOTAL
2006	145.2	318.0	332.4	375.5	1 171.2
2007	330.8	366.5	468.9	586.4	1 752.6
2008	539.5	605.4	134.9	290.0	1 569.7
2009	113.3	177.1	179.0	194.8	664.2
2010	176.1	211.4	236.4	221.2	845.1
2011	222.5	270.9	306.8	329.6	1 129.9
2012	295.5	246.8	219.5	261.2	1 022.9
2013	290.3	216.4	265.8	248.0	1 020.5
2014	326.6	209.7	740.5	540.9	1 817.7
2015	335.0	483.0	515.9	331.7	1 665.6
2016	378.8	411.5	491.7	283.7	1 565.8
2017	393.6	355.8	622.8	522.2	1 894.5
2018*	300.1	390.4	344.7	197.1	1 232.4

*Preliminary data.

TABLE № 2. FDI IN GEORGIA BY COMPONENTS IN 2013-2018
(MILLION US DOLLARS)

	2013	2014	2015	2016	2017	2018*
Total	1020.5	1 817.7	1 665.6	1 565.8	1 894.5	1 232.4
Of which:						
Equity	534.3	1 151.9	1 281.5	1 798.2	1 187.9	699.9
Reinvestment of earnings [^]	276.5	322.9	157.7	334.1	657.5	558.8
Debt instruments ^{^^}	209.8	342.9	226.3	-566.5	49.1	-26.2

*Preliminary data.

[^] Reinvestment of earnings - difference between profit/loss and dividends.

^{^^} Debt instruments - includes trade credits and loans.

The table below shows the share of reinvestments in total FDI during 2013-2018

NATIONAL STATISTICS OFFICE OF GEORGIA

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TABLE №3.

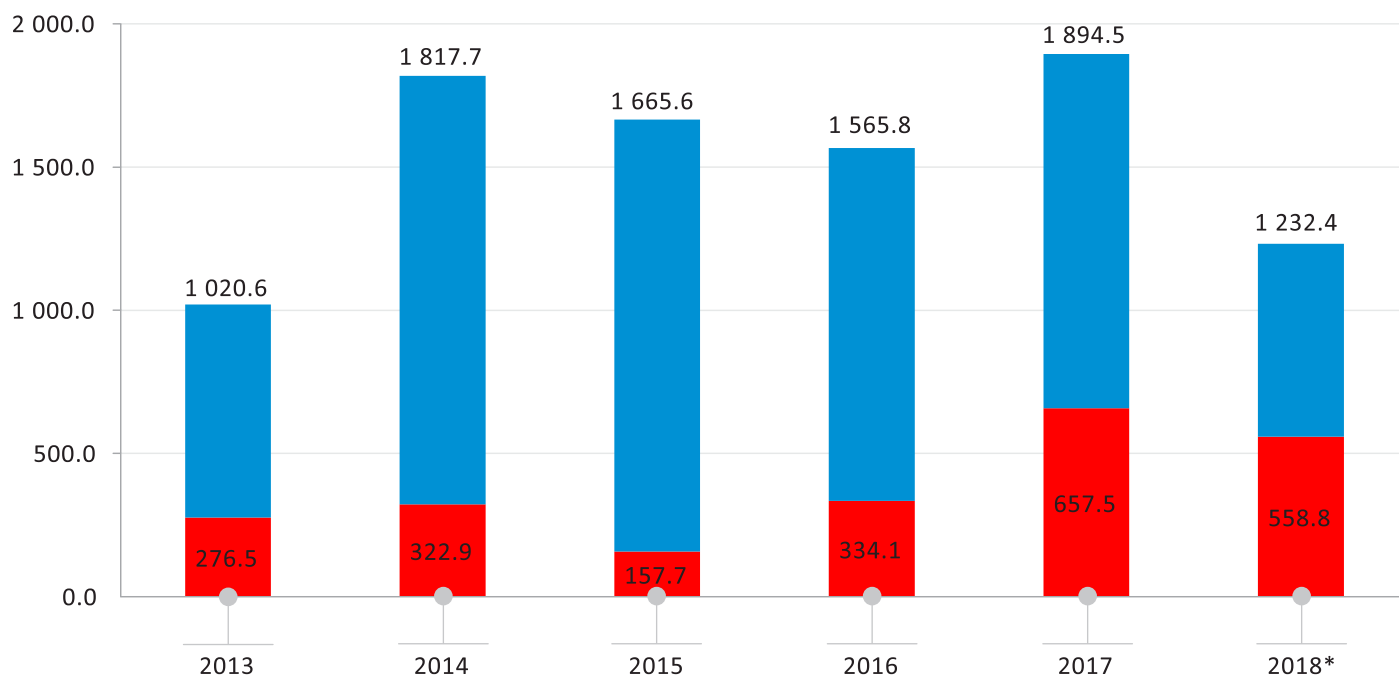
	2013	2014	2015	2016	2017	2018*
Share of reinvestments in total FDI (%)	27.1	17.8	9.5	21.3	34.7	45.3

*Preliminary data.

As shown in the above table, the share of reinvestment in the 2018 is 45.3 percent of total FDI.

CHART №2

**FDI AND REINVESTMENTS IN GEORGIA
2013-2018
(MILLION US DOLLARS)**



*Preliminary data.

REINVESTMENT FDI

FDI by major investor countries in 2018 is shown in table № 4.

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TABLE № 4. MAJOR INVESTOR COUNTRIES BY 2018 (MILLION US DOLLARS)

	2014	2015	2016	2017	2018*
Total	1 817.7	1 665.6	1 565.8	1 894.5	1 232.4
of which:					
Azerbaijan	340.5	581.6	558.5	465.0	240.0
United Kingdom	108.9	398.8	105.5	247.4	203.7
Netherlands	376.8	158.5	72.3	356.7	167.9
United States	184.7	20.7	58.4	79.7	103.7
Panama	70.7	9.5	75.9	52.8	74.7
Czech Republic	52.0	16.7	87.0	142.5	72.3
China	220.1	66.9	25.5	40.3	65.4
Korea	0.6	29.9	29.7	36.2	63.2
Russia	87.9	51.4	36.0	43.7	60.1
Other countries	375.6	331.5	517.1	430.0	181.5

*Preliminary data.

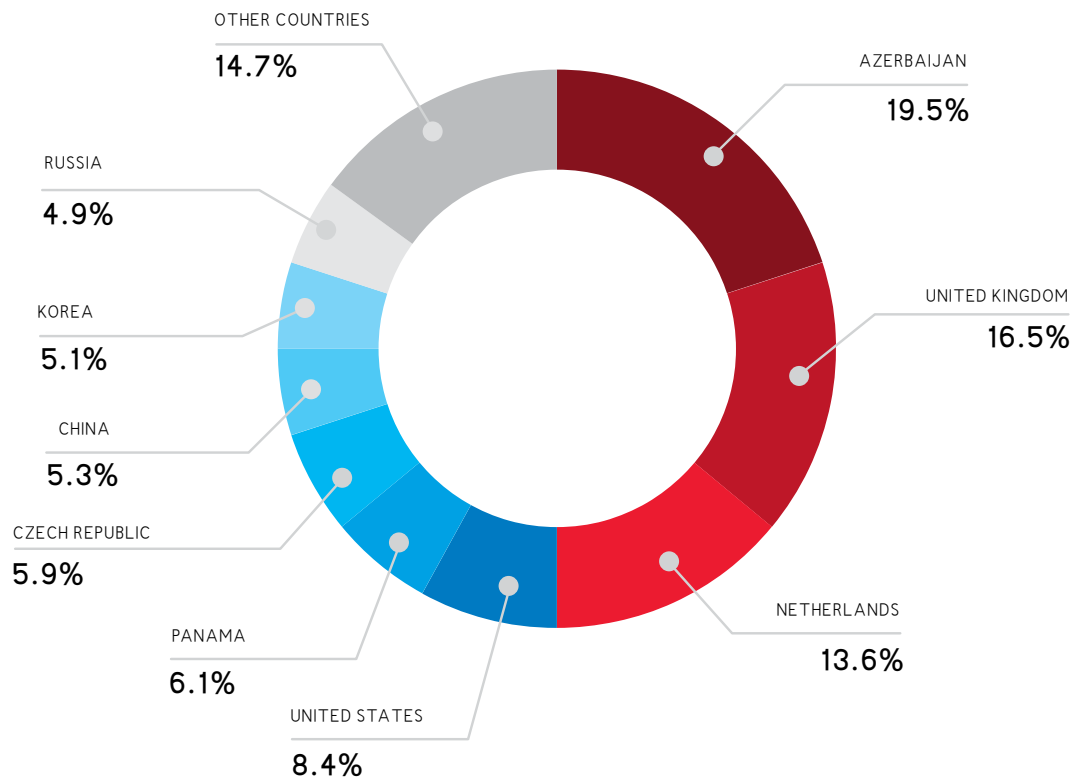
The shares of major foreign direct investor countries in FDI stand as follows: Azerbaijan (19.5 percent), United Kingdom (16.5 percent) and the Netherlands (13.6 percent).

The percentage structure of the same indicator in 2018 is shown in chart № 3.

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CHART №3.

FDI BY MAJOR INVESTOR COUNTRIES IN 2018*



*Preliminary data.

FDI by major economic sectors in 2018 is shown in table № 5.

NATIONAL STATISTICS OFFICE OF GEORGIA

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**TABLE № 5. BREAKDOWN OF FDI BY ECONOMIC SECTORS
IN 2015-2018 (MILLION US DOLLARS)**

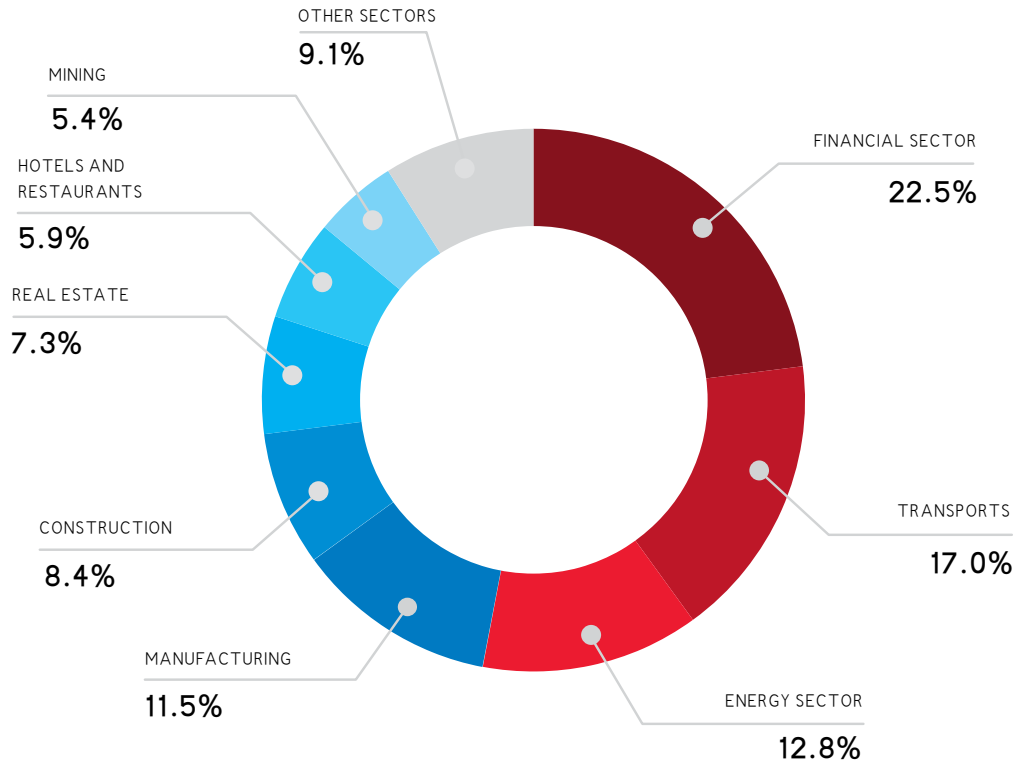
	2015	2016	2017	2018*
Total	1 665.6	1 565.8	1 894.5	1 232.4
of which:				
Financial sector	202.0	141.1	302.6	277.9
Transports	608.1	576.0	472.6	209.9
Energy sector	123.7	145.0	224.1	157.2
Manufacturing	98.4	125.6	98.6	142.3
Construction	143.6	168.7	283.1	103.6
Real Estate	91.4	49.6	182.2	90.0
Hotels and restaurants	141.4	56.1	72.2	72.3
Mining	88.0	49.7	51.8	66.7
Agriculture, fishing	18.6	8.4	12.4	15.9
Health and social work	140.3	29.5	7.2	13.2
Communications	-20.6	59.7	17.0	-35.2
Other sectors	30.8	156.3	170.7	118.7

*Preliminary data.

The share of three major economic sectors in FDI reached 52.3 percent in 2018. The largest share of FDI was registered in the financial sector, totaling USD 277.9 million. The transports sector was the second with USD 209.9 million, followed by the energy sector with USD 157.2 million.

The sectoral structure of FDI in the same period is shown in the chart below:

FDI BY MAJOR ECONOMIC SECTORS IN 2018*



*Preliminary data.

11.03.2019

FOREIGN DIRECT INVESTMENTS Q4 2018 (PRELIMINARY)

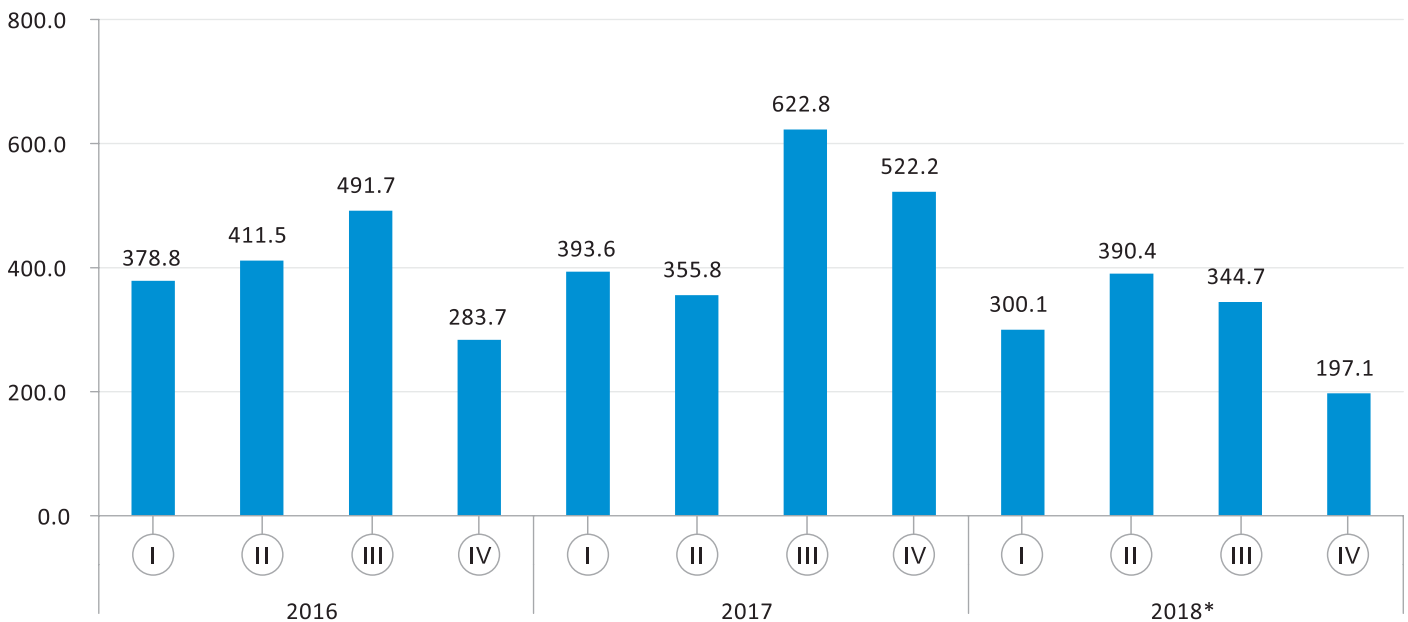
Foreign direct investments (FDI) in Georgia amounted to USD 197.1 million in Q4 2018 (preliminary data), down 62.3 percent from the adjusted data of Q4 2017.

The main reasons for decreasing the FDI included completion of a pipeline project and reduction in liabilities to non-resident direct investors.

The chart below shows dynamics of FDI during 2016-2018.

CHART №1

FDI IN GEORGIA IN 2016-2018 (MILLION US DOLLARS)



*Preliminary data.

NATIONAL STATISTICS OFFICE OF GEORGIA

11.03.2019

TABLE № 1. FDI IN GEORGIA BY COMPONENTS IN 2017-2018
(MILLION US DOLLARS)

	2017					2018*				
	I	II	III	IV	TOTAL	I	II	III	IV	TOTAL
Total	393.6	355.8	622.8	522.2	1 894.5	300.1	390.4	344.7	197.1	1 232.4
Of which:										
Equity	164.4	295.2	339.7	388.6	1 187.9	123.5	205.0	211.3	160.0	699.9
Reinvestment of earnings [^]	175.5	133.1	236.0	112.9	657.5	192.8	178.6	130.7	56.7	558.8
Debt instruments ^{^^}	53.7	-72.5	47.1	20.8	49.1	-16.3	6.8	2.8	-19.6	-26.2

*Preliminary data.

[^] Reinvestment of earnings - difference between profit/loss and dividends.

^{^^} Debt instruments - includes trade credits and loans.

FDI by major investor countries in Q4 2018 is shown in table №2.

TABLE № 2. MAJOR INVESTOR COUNTRIES BY Q4 2018
(MILLION US DOLLARS)

	2017					2018*				
	I	II	III	IV	TOTAL	I	II	III	IV	TOTAL
Total	393.6	355.8	622.8	522.2	1 894.5	300.1	390.4	344.7	197.1	1 232.4
Of which:										
United Kingdom	77.7	27.6	68.5	73.7	247.4	82.6	47.2	6.9	67.0	203.7
Azerbaijan	92.5	122.6	150.8	99.1	465.0	56.6	79.6	53.7	50.0	240.0
Netherlands	42.4	50.2	84.0	180.2	356.7	19.3	66.2	47.5	34.9	167.9
United States	5.7	30.1	28.4	15.5	79.7	23.6	28.4	26.3	25.3	103.7
Other countries	175.4	125.3	291.1	153.8	745.7	117.9	169.1	210.3	19.9	517.2

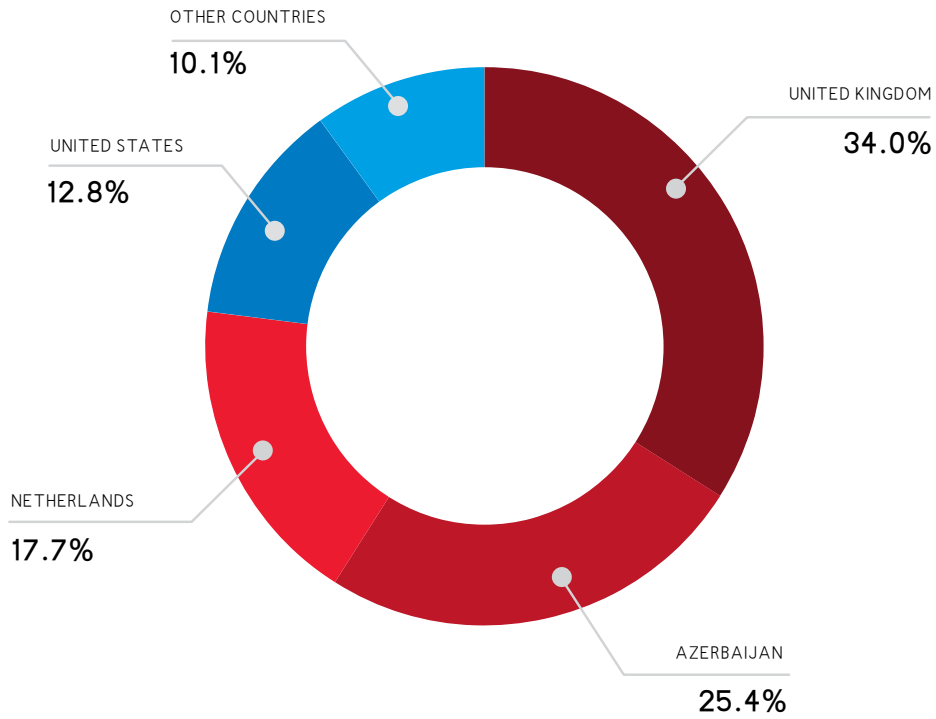
*Preliminary data.

The shares of FDI by major foreign direct investor countries were distributed as follows: the United Kingdom (34.0 percent), Azerbaijan (25.4 percent) and the Netherlands (17.7 percent).

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CHART №2

FDI BY MAJOR INVESTOR COUNTRIES IN Q4 2018*



*Preliminary data.

11.03.2019

**TABLE№ 3. FDI BY ECONOMIC SECTORS
IN 2017-2018 (MILLION US DOLLARS)**

	2017					2018*				
	I	II	III	IV	TOTAL	I	II	III	IV	TOTAL
Total	393.6	355.8	622.8	522.2	1 894.5	300.1	390.4	344.7	197.1	1 232.4
of which:										
Financial sector	76.3	2.0	71.5	152.9	302.6	111.1	64.3	18.3	84.2	277.9
Manufacturing	13.0	18.3	43.9	23.4	98.6	40.8	24.2	56.7	20.6	142.3
Real Estate	61.8	44.9	31.8	43.6	182.2	-16.4	46.4	40.1	19.9	90.0
Hotels and restaurants	7.1	25.1	29.7	10.3	72.2	25.4	-5.5	36.2	16.2	72.3
Transports	116.0	118.3	164.7	73.7	472.6	66.4	65.2	64.8	13.5	209.9
Other sectors	119.4	147.4	281.1	218.4	766.3	72.8	195.7	128.7	42.8	440.0

*Preliminary data.

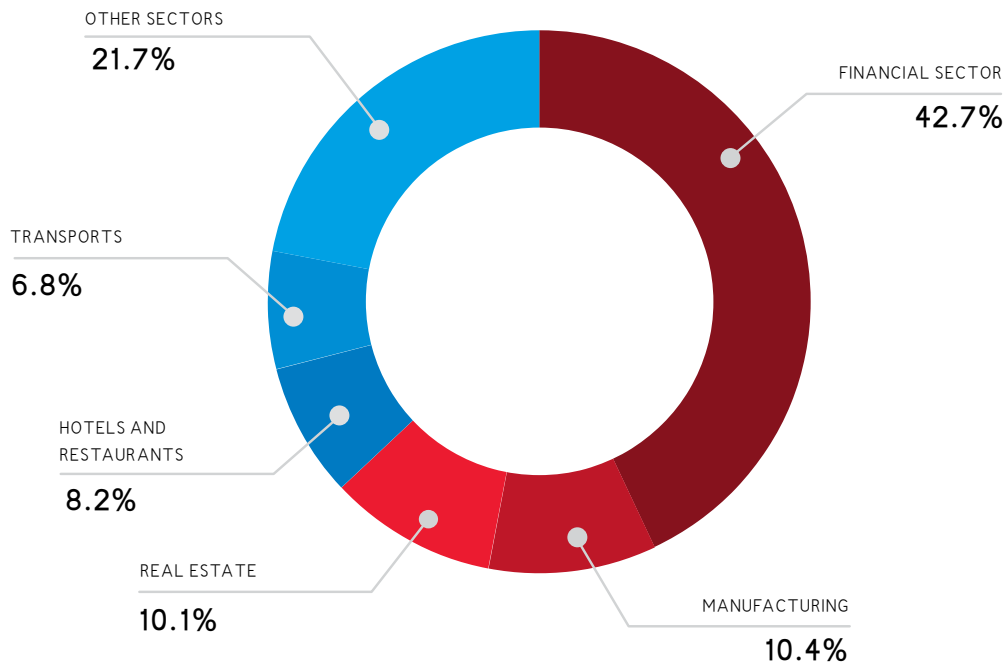
The share of FDI by three major economic sectors reached 63.3 percent in Q4 2018. The largest share of FDI was registered in the financial sector, reaching USD 84.2 million in Q4 2018, the manufacturing sector was the second with USD 20.6 million, followed by the real estate sector with USD 19.9 million.

The sectoral structure of FDI in the same period is shown on the chart below:

11.03.2019

CHART №3

FDI BY MAJOR ECONOMIC SECTORS IN Q4 2018*



*Preliminary data.

Source:

1. National Statistics Office of Georgia (Statistical survey on external economic activities);
2. National Bank of Georgia;
3. Ministry of Economy and Sustainable Development of Georgia;
4. Ministry of Finance and Economy of Adjarian A/R.

Notice:

The discrepancy between the totals and the sum in some cases can be explained by using rounded data.

Explanation of symbol:

0.0 Negligible magnitude.

NATIONAL STATISTICS OFFICE OF GEORGIA

11.03.2019

The statistical data will be revised according to Geostat's revision policy (based on the regular revision principle) as a result of adjusting data by respondents/administrative sources.

Since March 2018 (according to the IMF recommendations), Geostat has started compilation and dissemination position data for FDI in an integrated format, which allows surveyed economic units to provide Geostat with the adjusted information on a regular basis. Geostat uses this opportunity to update respectively statistical information in regards to ensure high quality of statistical data.

Adjusted data will be published on 15 August, 2019 that may affect some changes in the existing dynamic sets.

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