



National Statistics Office of Georgia

FOREIGN DIRECT INVESTMENTS 2017 (PRELIMINARY)



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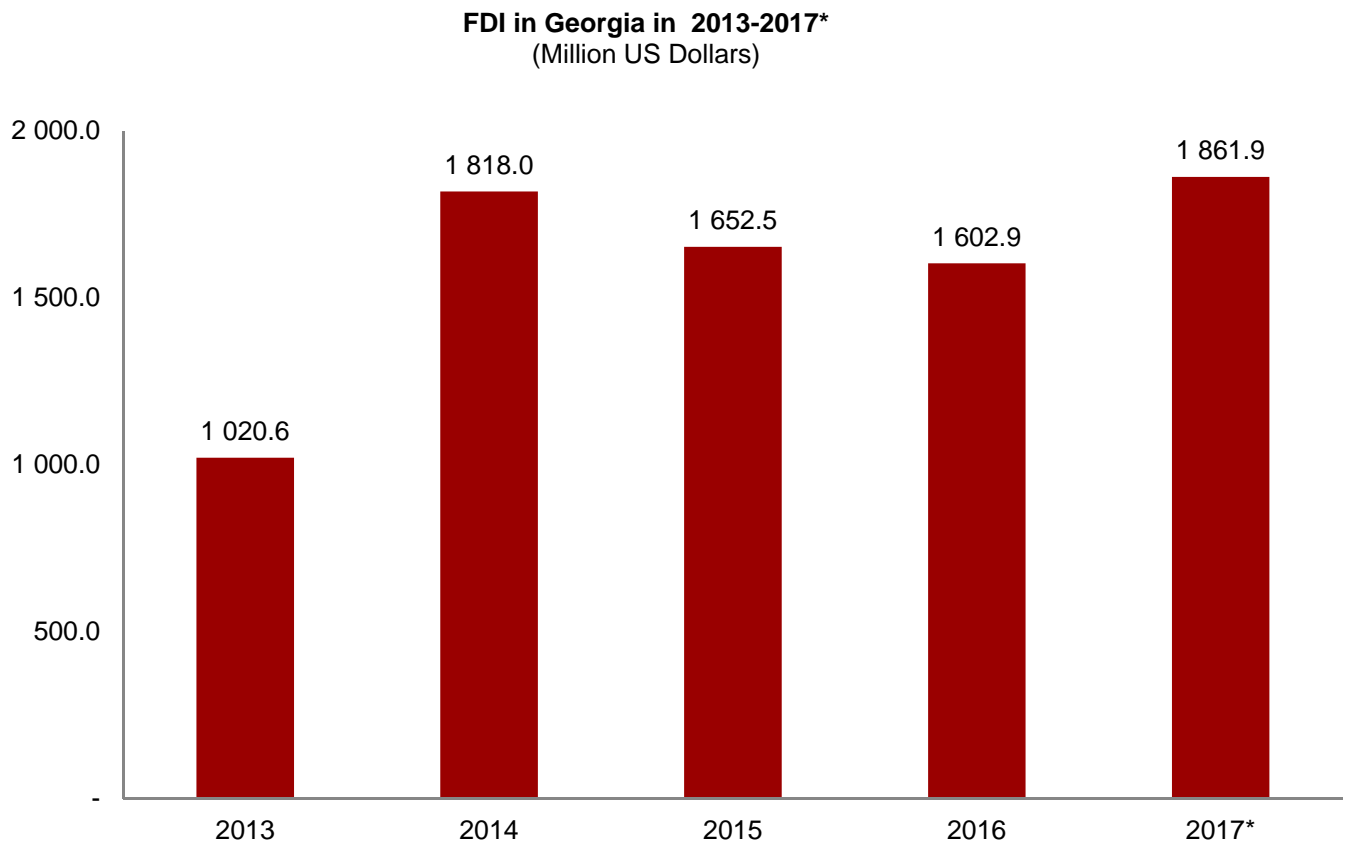
Foreign Direct Investments 2017 and Q4 2017 (Preliminary)

FDI in 2017 (Preliminary)

The foreign direct investments (FDI) in Georgia amounted to USD 1861.9 million in 2017 (preliminary data) up 16.2 percent from the same period of the previous year.

The chart below shows the dynamics of FDI during 2013-2017.

Chart №1.



*Preliminary data.

Table №1.**Dynamics of FDI in Georgia (Thsd. US Dollars)**

Year	Q1	Q2	Q3	Q4	Total
2006	145 203.5	318 032.5	332 432.4	375 511.2	1 171 179.5
2007	330 820.9	366 532.8	468 921.8	586 370.2	1 752 645.8
2008	539 470.9	605 354.4	134 934.4	289 963.6	1 569 723.3
2009	113 258.0	177 078.7	179 037.8	194 816.2	664 190.7
2010	176 108.5	211 412.6	236 401.4	221 191.7	845 114.2
2011	222 530.7	270 944.7	306 845.0	329 942.1	1 130 262.5
2012	295 451.0	246 801.4	219 483.5	261 191.9	1 022 927.8
2013	290 403.5	216 367.8	265 813.4	248 049.7	1 020 634.4
2014	326 735.2	209 658.4	740 562.5	541 025.1	1 817 981.2
2015	335 033.5	482 954.8	504 068.8	330 450.4	1 652 507.5
2016	408 022.9	414 640.1	517 111.0	263 076.6	1 602 850.6
2017*	416 376.9	347 746.0	600 402.5	497 375.9	1 861 901.3

*Preliminary data.

Table №2.**FDI in Georgia by components in 2016-2017 (Million US Dollars)**

	2016					2017*				
	I	II	III	IV	Total	I	II	III	IV	Total
Total	408.0	414.6	517.1	263.1	1 602.9	416.4	347.7	600.4	497.4	1 861.9
Of which:										
Equity	1 019.7	273.2	261.9	267.2	1 821.9	164.7	277.6	316.7	359.7	1 118.7
Reinvestment of earnings [^]	19.7	87.2	213.3	-9.9	310.2	198.8	153.5	237.2	122.5	712.1
Debt instruments ^{^^}	-631.3	54.3	41.9	5.8	-529.3	52.9	-83.4	46.5	15.2	31.1

*Preliminary data.

** Capitalization of the loan took place in Q1 2016. This transaction is recorded equally in equity and debt instruments.

[^] Reinvestment of earnings - difference between profit/loss and dividends.^{^^} Debt instruments - includes trade credits and loans.

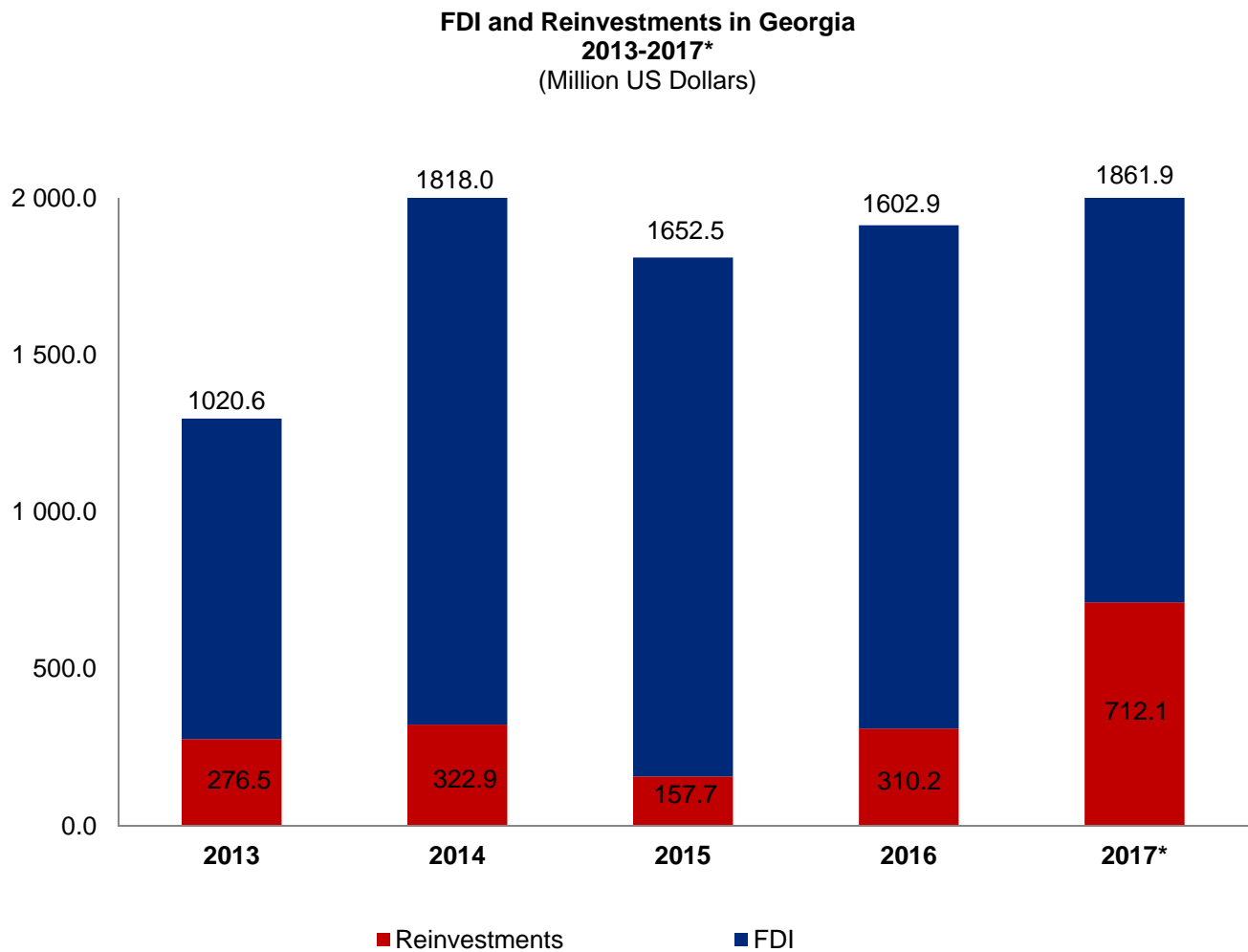
The table below shows the share of reinvestments in total FDI during 2013-2017

Table №3.

	2013	2014	2015	2016	2017*
Share of reinvestments in total FDI (%)	27.1	17.8	9.5	19.4	38.2

*Preliminary data.

Chart №2.



*Preliminary data.

FDI by major investor countries in 2017 is shown in table №4.

Table №4. Major investor countries by 2017 (Million US Dollars)

	2013	2014	2015	2016	2017*
Total	1 020.6	1 818.0	1 652.5	1 602.9	1 861.9
of which:					
Azerbaijan	84.6	340.5	581.7	558.2	482.1
Turkey	51.4	73.9	74.6	205.2	279.0
United Kingdom	55.2	108.9	386.4	119.6	250.4
Netherlands	158.2	376.8	115.1	62.7	224.3
Czech Republic	43.6	52.0	16.7	64.1	133.8
United States	44.8	184.7	19.5	56.4	74.4
United Arab Emirates	63.7	4.4	8.2	34.1	62.7
Panama	25.8	70.7	9.5	75.9	54.0
China	101.1	220.1	66.9	27.4	51.9
Other countries	392.2	386.1	373.9	399.3	249.3

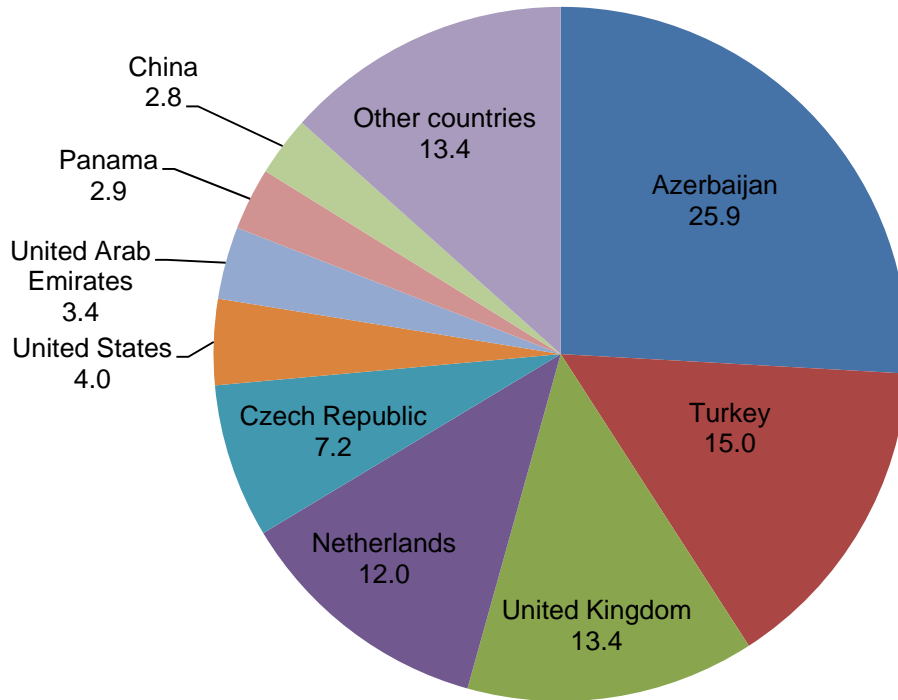
*Preliminary data.

The shares of major foreign direct investor countries in FDI stand as follows: Azerbaijan (25.9 percent), Turkey (15.0 percent) and the United Kingdom (13.4 percent).

The percentage structure of the same indicator in 2017 is shown in chart №3.

Chart №3.

FDI by major investor countries in 2017* (%)



*Preliminary data.

FDI by major economic sectors in 2017 is shown in table №5.

Table №5. Breakdown of FDI by economic sectors in 2013-2017 (Million US Dollars)

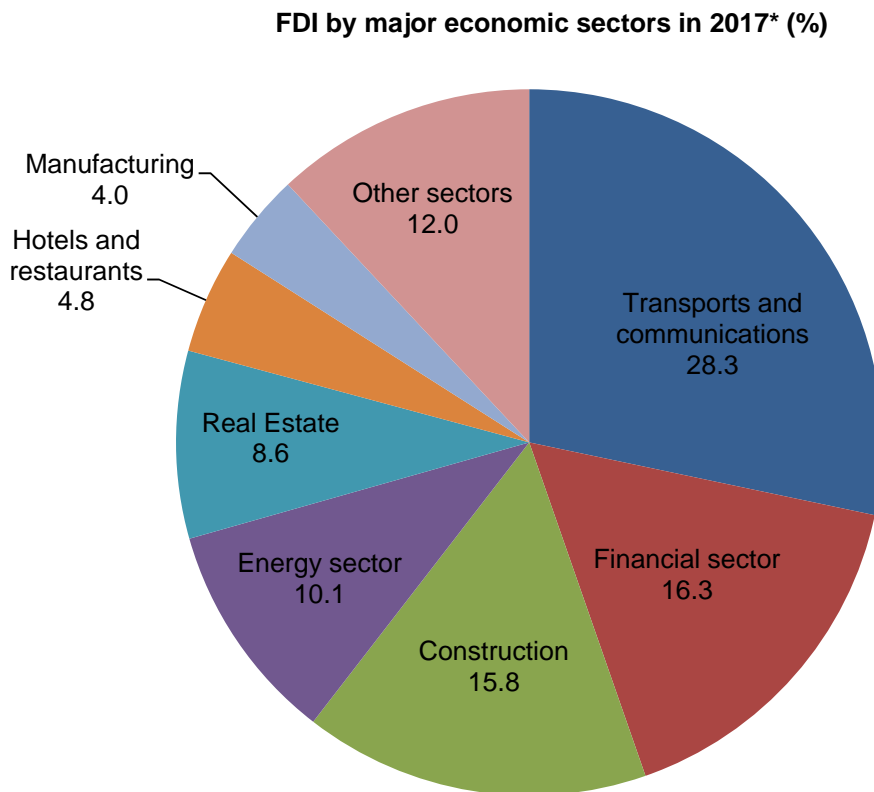
	2013	2014	2015	2016	2017*
Total	1 020.6	1 818.0	1 652.5	1 602.9	1 861.9
of which:					
Transports and communications	141.8	433.7	587.5	677.5	527.1
Financial sector	174.4	126.6	190.0	153.9	304.3
Construction	79.5	324.6	143.6	137.7	294.6
Energy sector	244.7	190.0	123.7	117.1	188.6
Real Estate	62.3	149.6	90.1	95.2	159.8
Hotels and restaurants	-7.1	132.8	141.4	56.9	90.0
Manufacturing	107.3	211.6	98.4	128.8	74.7
Mining	43.7	45.3	88.0	50.0	54.0
Agriculture, fishing	13.0	12.3	18.6	8.3	3.6
Health and social work	0.7	-8.7	140.3	28.6	3.3
Other sectors	160.2	200.0	30.9	148.8	162.0

*Preliminary data.

The share of three major economic sectors in FDI reached 60.5 percent in 2017. The largest share of FDI was allocated in transports and communications sector, totaling USD 527.1 million. The financial sector was the second with USD 304.3 million, followed by the construction sector with USD 294.6 million.

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

Chart №4.



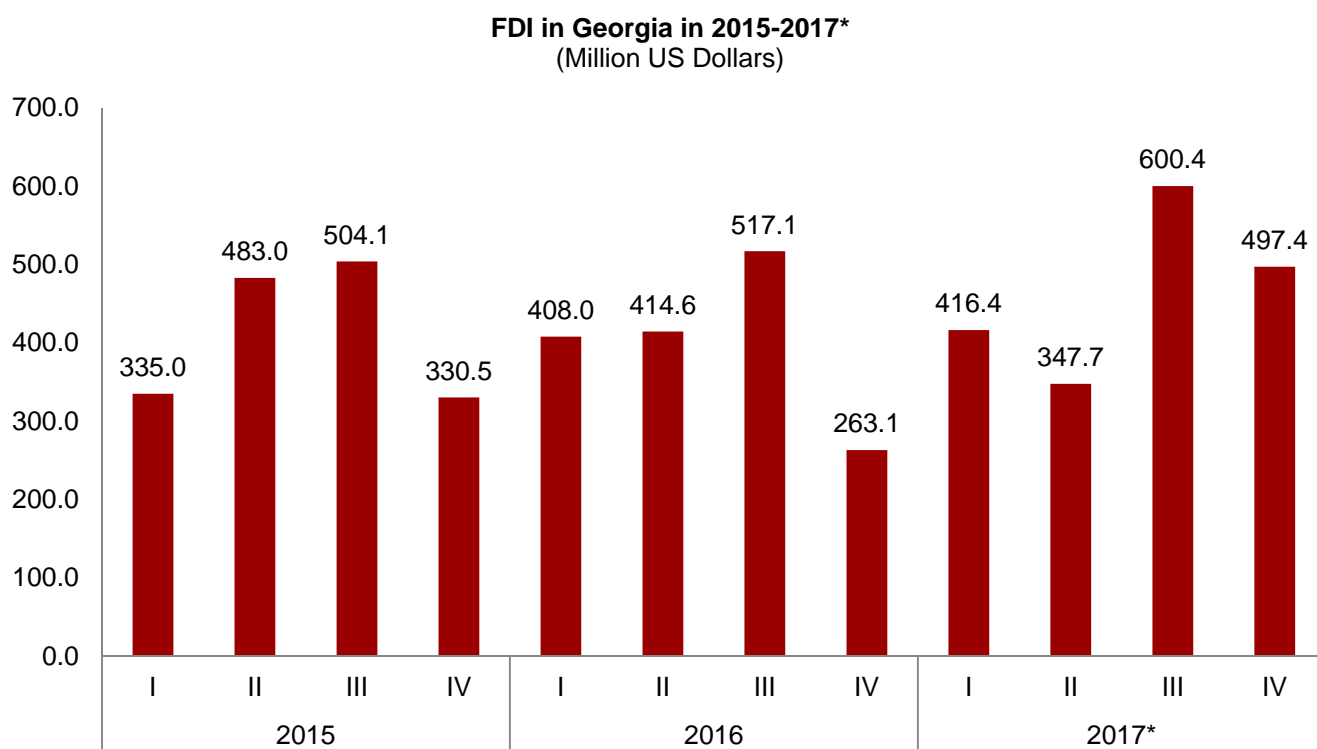
*Preliminary data.

Foreign Direct Investments Q4 2017 (Preliminary)

The foreign direct investments (FDI) in Georgia amounted to USD 497.4 million in Q4 2017 (preliminary data) up 89.1 percent from the same period of the previous year.

The chart below shows the dynamics of FDI during 2015-2017.

Chart №5.



*Preliminary data.

Table №6.**FDI in Georgia by components in I-IV quarters of 2015-2017**(Million US Dollars)

	2015				2016				2017*			
	I	II	III	IV	I	II	III	IV	I	II	III	IV
Total	335.0	483.0	504.1	330.5	408.0	414.6	517.1	263.1	416.4	347.7	600.4	497.4
Of which:												
Equity	242.4	347.9	306.1	373.3	1 019.7	273.2	261.9	267.2	164.7	277.6	316.7	359.7
Reinvestment of earnings [^]	47.2	57.1	114.9	-61.5	19.7	87.2	213.3	-9.9	198.8	153.5	237.2	122.5
Debt instruments ^{^^}	45.5	77.9	83.1	18.7	-631.3	54.3	41.9	5.8	52.9	-83.4	46.5	15.2

*Preliminary data.

** Capitalization of the loan took place in Q1 2016. This transaction is recorded equally in equity and debt instruments.

[^] Reinvestment of earnings - difference between profit/loss and dividends.^{^^} Debt instruments - includes trade credits and loans.FDI by major investor countries in Q4 2017 is shown in **table №7**.**Table №7. Major investor countries by Q4 2017**(Million US Dollars)

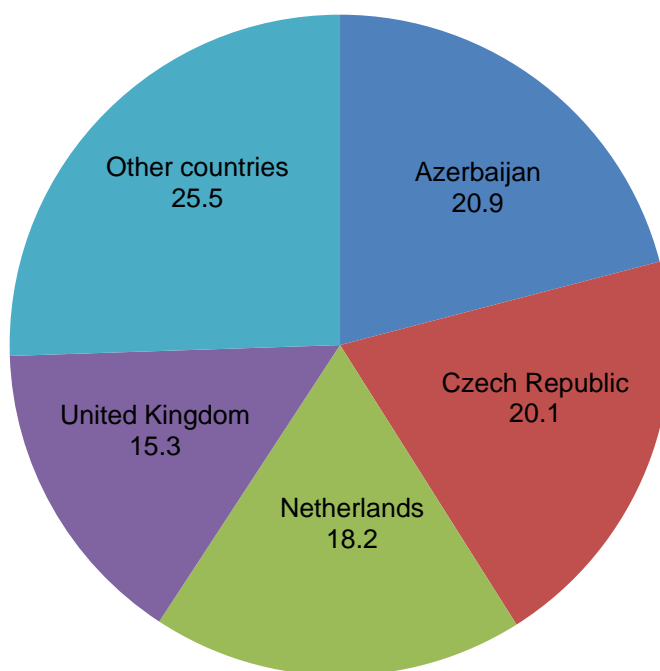
	2015				2016				2017*			
	I	II	III	IV	I	II	III	IV	I	II	III	IV
Total	335.0	483.0	504.1	330.5	408.0	414.6	517.1	263.1	416.4	347.7	600.4	497.4
Of which:												
Azerbaijan	88.8	161.1	177.7	154.1	134.8	147.1	145.1	131.2	96.7	127.2	154.1	104.1
Czech Republic	2.7	0.2	13.9	-0.1	2.4	37.1	26.1	-1.5	-10.8	21.4	23.2	100.0
Netherlands	46.4	53.1	53.0	-37.4	13.9	13.5	-2.2	37.5	22.2	49.8	61.9	90.4
United Kingdom	46.0	127.9	38.7	173.7	42.1	56.5	23.9	-2.9	80.5	31.6	62.4	75.9
Luxembourg	33.2	21.9	29.1	21.7	13.9	7.2	54.6	12.8	-19.4	9.3	9.8	25.5
Korea	0.2	0.1	29.6	0.0	32.1	-0.4	-0.3	-1.7	-1.5	-1.3	15.2	23.3
United States	8.0	-3.2	-5.6	20.2	11.0	15.9	19.8	9.7	16.5	13.6	26.3	18.0
Turkey	30.4	40.3	40.8	-36.9	44.0	9.3	91.3	60.7	81.5	39.2	140.9	17.4
China	6.2	7.2	12.2	41.4	-1.6	1.4	25.7	1.9	7.3	10.6	18.4	15.6
Other countries	73.1	74.4	114.7	-6.3	115.4	127.0	133.2	15.4	143.3	46.3	88.3	27.0

*Preliminary data.

The shares of major foreign direct investor countries in FDI stand as follows: Azerbaijan (20.9 percent), Czech Republic (20.1 percent) and Netherlands (18.2 percent).

Chart №6.

FDI by major investor countries in Q4 2017*



*Preliminary data.

Table №8. Breakdown of FDI by economic sectors in I-IV quarters of 2015-2017 (Million US Dollars)

	2015				2016				2017*			
	I	II	III	IV	I	II	III	IV	I	II	III	IV
Total	335.0	483.0	504.1	330.5	408.0	414.6	517.1	263.1	416.4	347.7	600.4	497.4
of which:												
Financial sector	-2.5	54.7	71.4	66.5	63.4	61.1	56.2	-26.7	78.1	4.2	73.5	148.6
Energy sector	33.3	32.4	68.1	-10.0	32.2	42.8	41.0	1.0	6.6	15.1	72.0	94.8
Transports and communications	159.5	207.9	200.1	20.0	215.6	174.0	211.7	76.2	141.0	128.9	177.8	79.3
Construction	49.3	11.0	59.4	23.9	4.1	15.5	65.6	52.5	54.4	71.3	116.6	52.2
Real Estate	22.8	20.0	13.3	34.1	43.8	4.0	24.9	22.5	82.0	17.5	21.9	38.5
Manufacturing	10.1	42.1	29.5	16.7	11.9	18.7	66.7	31.5	6.4	12.2	39.3	16.8
Mining	40.8	22.9	13.8	10.5	10.1	18.6	12.1	9.3	11.3	14.1	14.0	14.7
Hotels and restaurants	19.0	8.8	8.2	105.4	8.3	0.8	12.5	35.3	16.1	31.7	30.6	11.6
Health and social work	-0.3	80.5	0.2	59.8	17.5	13.1	-1.1	-0.9	-1.1	-0.6	0.3	4.7
Agriculture, fishing	0.5	4.0	7.4	6.8	2.2	-0.7	2.1	4.8	1.2	3.9	5.4	-7.0
Other sectors	2.6	-1.3	32.7	-3.1	-1.1	66.8	25.4	57.6	20.4	49.5	48.9	43.2

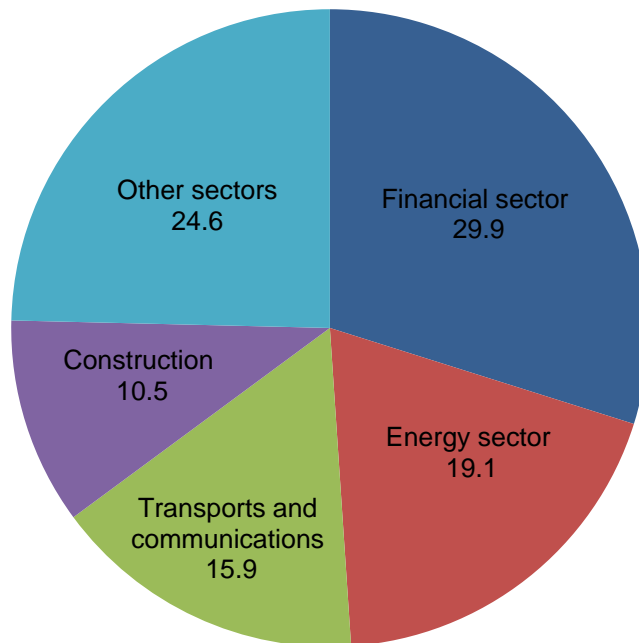
Preliminary data.

The share of three major economic sectors in FDI reached 64.9 percent in Q4 2017. The largest share of FDI was allocated in financial sector, reaching USD 148.6 million in Q4 2017, energy sector was the second with USD 94.8 million, followed by the transports and communications sector with USD 79.3 million.

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

Chart №7.

FDI by major economic sectors in Q4 2017*



*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.

The preliminary 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.

Adjusted data will be published on 15 August, 2018.

Information note

The next recommendation of the International Monetary Fund (IMF) from the technical assistance (TA) mission on external sector statistics (ESS) conducted in November 2016, has been implemented. In particular starting compilation of position data for direct investments in an integrated format (according to the International Investments Position (IIP) Statistics) which was announced preliminary and resulted adjustment of FDI time series once again.

Changes were affected data for 2006-2017. This will help to improve consistency between flows and positions of direct investment data as well as IIP data.

It should be mentioned that at the end of 2017 was implemented very important first stage recommendation of the IMF. Revision of the FDI time series compiled by Geostat and NBG and necessary changes has been agreed and achieved their consistency. Long time series for 2002-2016 had been updated.