



National Statistics Office of Georgia

FOREIGN DIRECT INVESTMENTS 2018



15.08.2019
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15.08.2019

FDI IN 2018 (ADJUSTED)

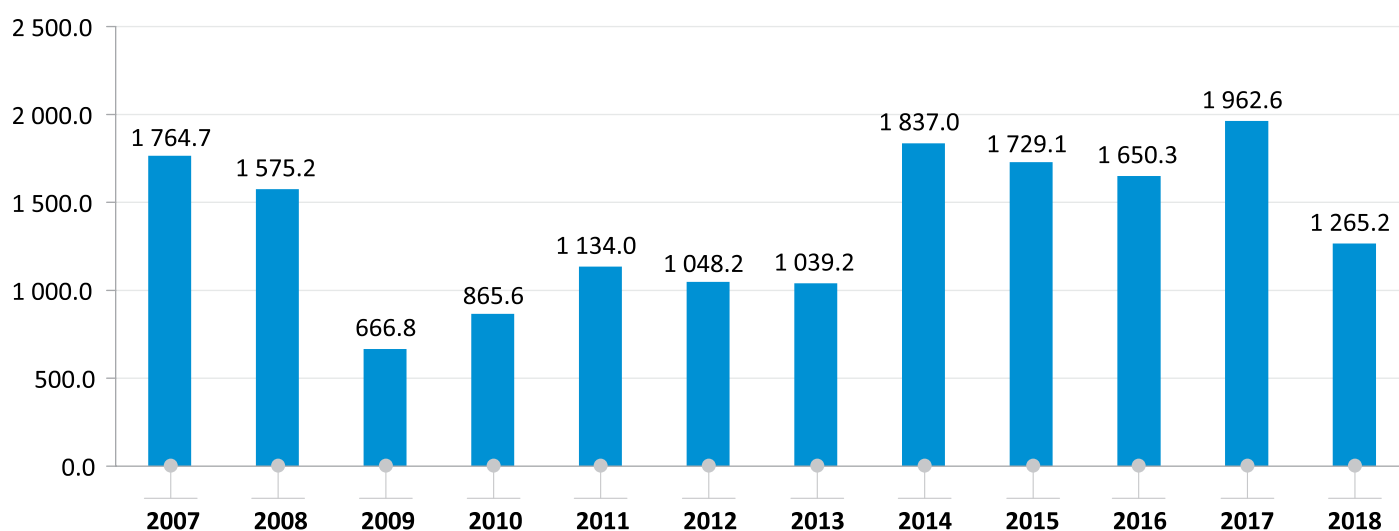
Foreign direct investments (FDI) in Georgia amounted to USD 1 265.2 million in 2018 (adjusted data) down 35.5 percent from 2017 and up 2.7 percent from the preliminary data of 2018.

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, providing adjusted profit-loss data from companies and reduction in liabilities to non-resident direct investors.

In order to improve the data quality, based on the recommendations and methodologies provided by the International Monetary Fund (IMF), Geostat launched the process of reclassification the loans assessed as being between affiliated entities from other investment to direct investment. As a result, FDI data have been revised for 2007-2018. The chart below shows adjusted indicators:

CHART №1

FDI IN GEORGIA IN 2007-2018 (MILLION US DOLLARS)



NATIONAL STATISTICS OFFICE OF GEORGIA

15.08.2019

TABLE №1. 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	375.3	470.6	588.0	1 764.7
2008	540.1	607.7	136.1	291.3	1 575.2
2009	114.5	178.3	179.1	194.9	666.8
2010	176.1	211.5	236.8	241.2	865.6
2011	222.6	273.1	309.1	329.2	1 134.0
2012	312.4	248.0	220.5	267.3	1 048.2
2013	291.8	224.1	271.6	251.6	1 039.2
2014	331.9	217.6	749.5	538.0	1 837.0
2015	343.4	493.2	531.1	361.3	1 729.1
2016	392.2	452.1	506.5	299.5	1 650.3
2017	411.7	394.0	627.9	529.0	1 962.6
2018	323.5	403.6	367.0	171.0	1 265.2

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

	2013	2014	2015	2016	2017	2018
Total	1 039.2	1 837.0	1 729.1	1 650.3	1 962.6	1 265.2
Of which:						
Equity	535.8	1 150.7	1 283.9	1 805.7	1 091.3	803.4
Reinvestment of earnings [^]	276.8	322.9	158.0	311.0	616.6	437.2
Debt instruments ^{^^}	226.6	363.4	287.2	-466.4	254.7	24.6

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

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

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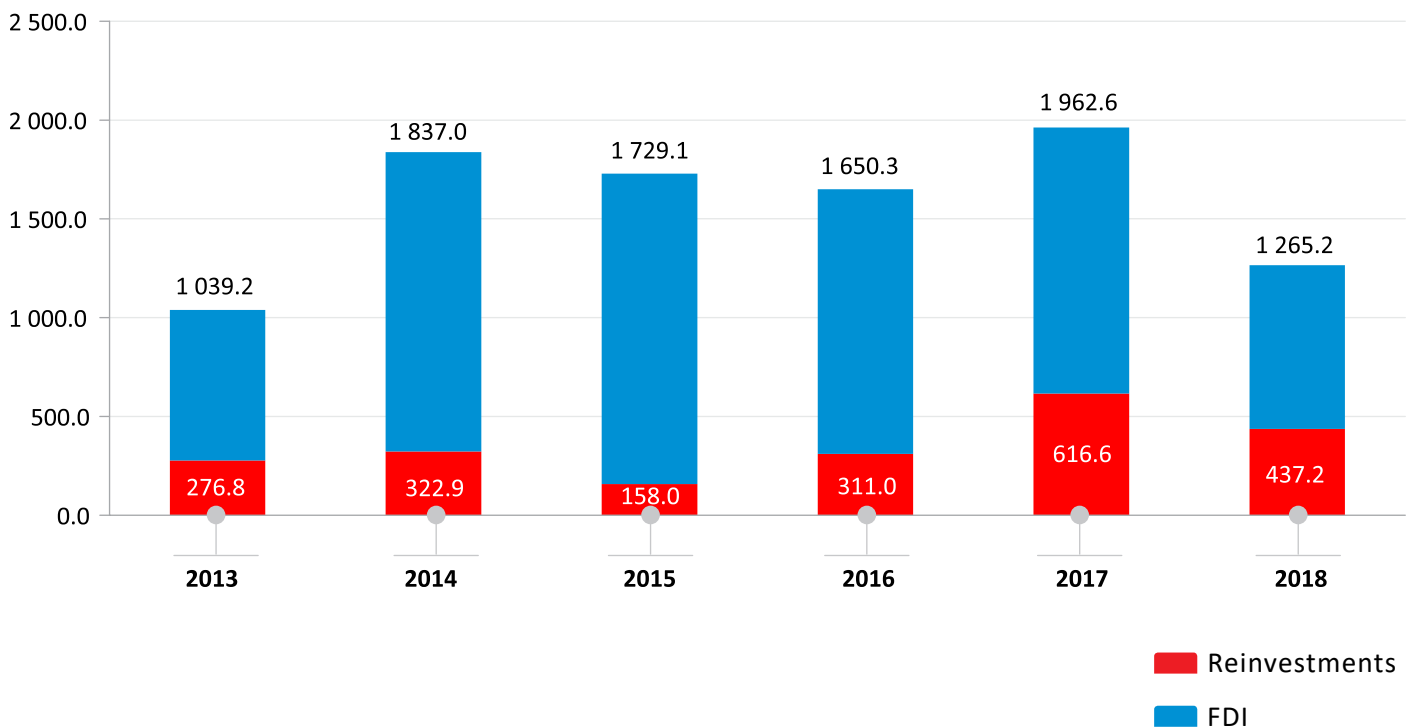
The table below shows the share of reinvestments in total FDI during 2013-2018.

TABLE №3.

	2013	2014	2015	2016	2017	2018
Share of reinvestments in total FDI (%)	26.6	17.6	9.1	18.8	31.4	34.6

CHART №2.

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



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

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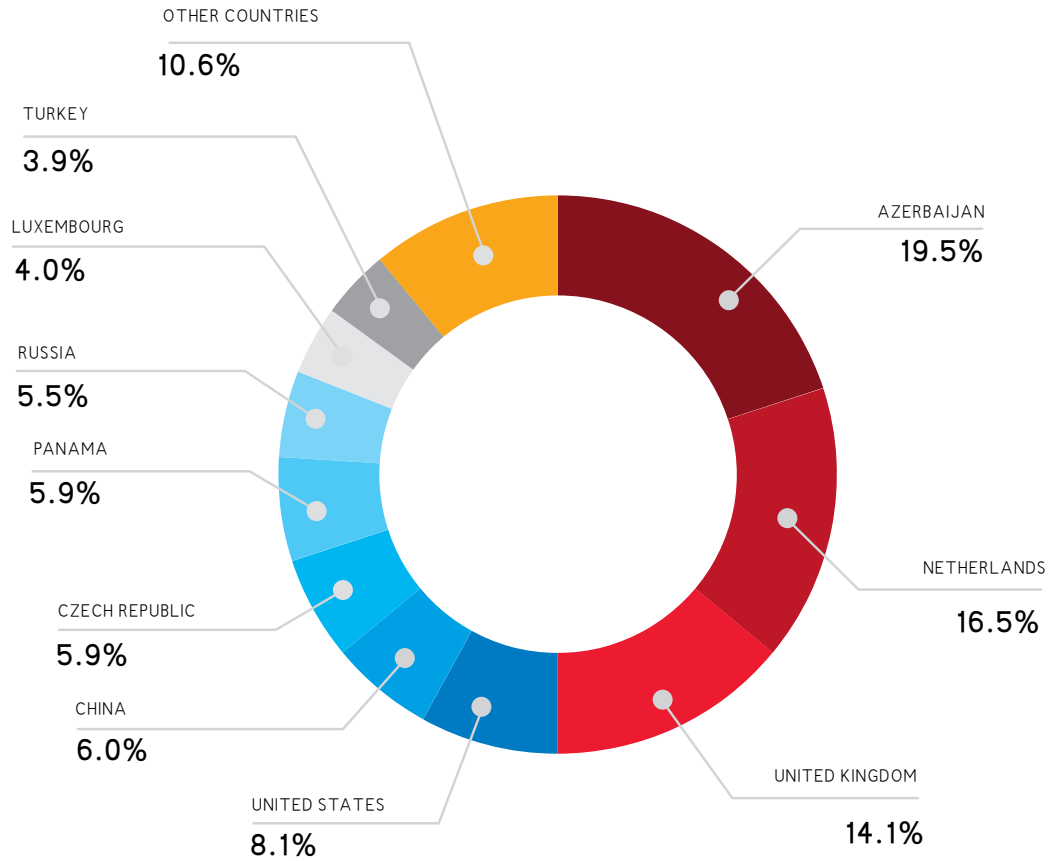
TABLE №4. MAJOR INVESTOR COUNTRIES BY 2018
(MILLION US DOLLARS)

	2013	2014	2015	2016	2017	2018
Total	1 039.2	1 837.0	1 729.1	1 650.3	1 962.6	1 265.2
of which:						
Azerbaijan	84.6	340.5	581.7	555.1	462.0	246.4
Netherlands	159.2	420.5	164.9	77.3	354.5	208.4
United Kingdom	55.2	108.9	398.8	85.2	247.5	178.8
United States	53.9	184.4	18.9	59.3	79.3	102.6
China	101.1	220.1	66.9	25.5	19.4	75.7
Czech Republic	43.6	52.0	16.7	87.5	129.1	75.0
Panama	25.8	70.7	9.5	75.9	23.8	74.6
Russia	7.8	87.9	52.4	28.4	51.3	69.7
Luxembourg	91.7	109.6	127.3	115.7	100.7	50.1
Turkey	51.4	72.3	74.9	220.7	256.1	49.6
Other countries	364.9	170.1	217.1	319.7	238.9	134.3

Share of FDI by major foreign direct investor countries allocated as follows: Azerbaijan (19.5 percent), Netherlands (16.5 percent) and United Kingdom (14.1 percent).

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

FDI BY MAJOR INVESTOR COUNTRIES IN 2018 (%)



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

15.08.2019

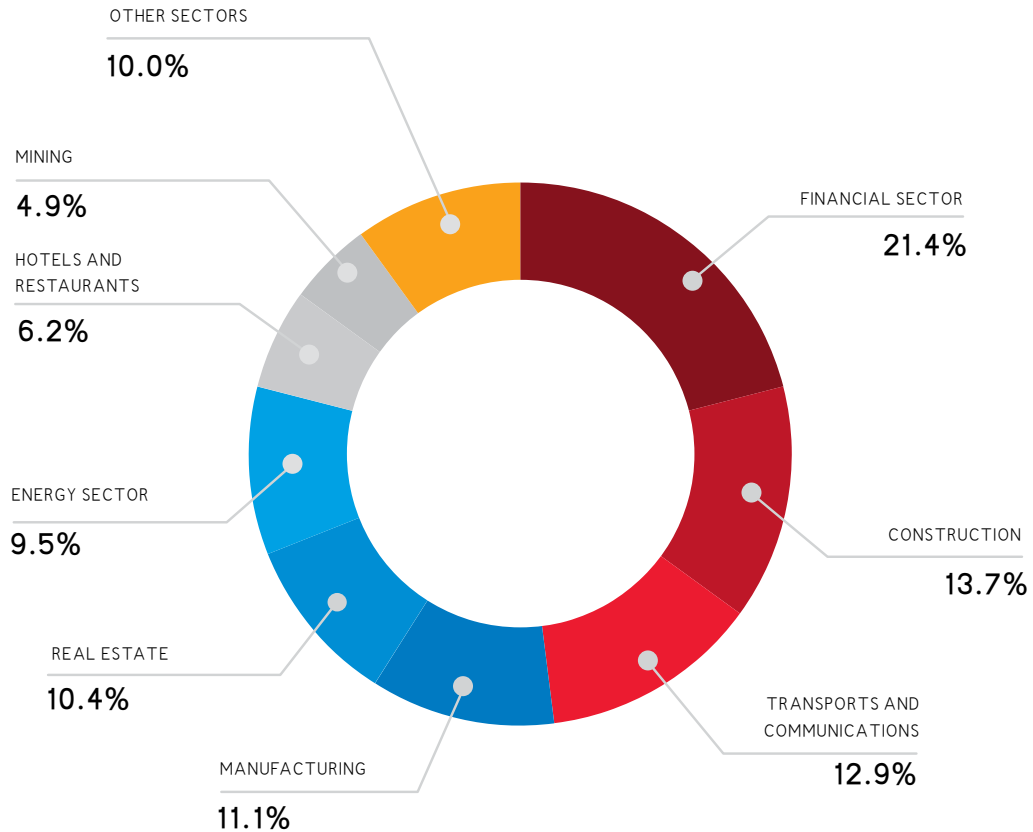
TABLE №5. BREAKDOWN OF FDI BY ECONOMIC SECTORS IN 2013-2018
(MILLION US DOLLARS)

	2013	2014	2015	2016	2017	2018
Total	1 039.2	1 837.0	1 729.1	1 650.3	1 962.6	1 265.2
of which:						
Financial sector	174.5	126.6	202.0	123.4	307.8	270.7
Construction	79.6	324.5	144.4	176.5	172.5	173.0
Transports and communications	151.6	440.5	608.2	662.8	524.9	163.0
Manufacturing	107.3	253.6	104.7	123.4	99.3	140.0
Real Estate	69.7	168.5	94.4	55.4	215.3	131.4
Energy sector	246.1	190.0	123.7	145.0	280.6	120.8
Hotels and restaurants	-6.6	140.6	170.2	120.2	106.9	77.8
Mining	43.7	45.3	88.0	49.7	51.8	62.2
Other sectors	173.3	147.3	193.6	193.9	203.5	126.3

Share of FDI by three major economic sectors reached 48.0 percent in 2018. The largest share of FDI was allocated in financial sector, totaling USD 270.7 million. The construction sector was the second with USD 173.0 million, followed by the transports and communications with USD 163.0 million.

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

FDI BY MAJOR ECONOMIC SECTORS IN 2018 (%)



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.

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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.

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