

## Foreign Direct Investments in 2011

(Adjusted)

Foreign direct investments (FDI) in Georgia amounted to USD 1117 million in 2011 (adjusted data), up 37 percent from the adjusted data for 2010 and 14 percent from the preliminary data of 2011. The table below shows quarterly and annual dynamics of the FDI inflows and outflows in 2010-2011.

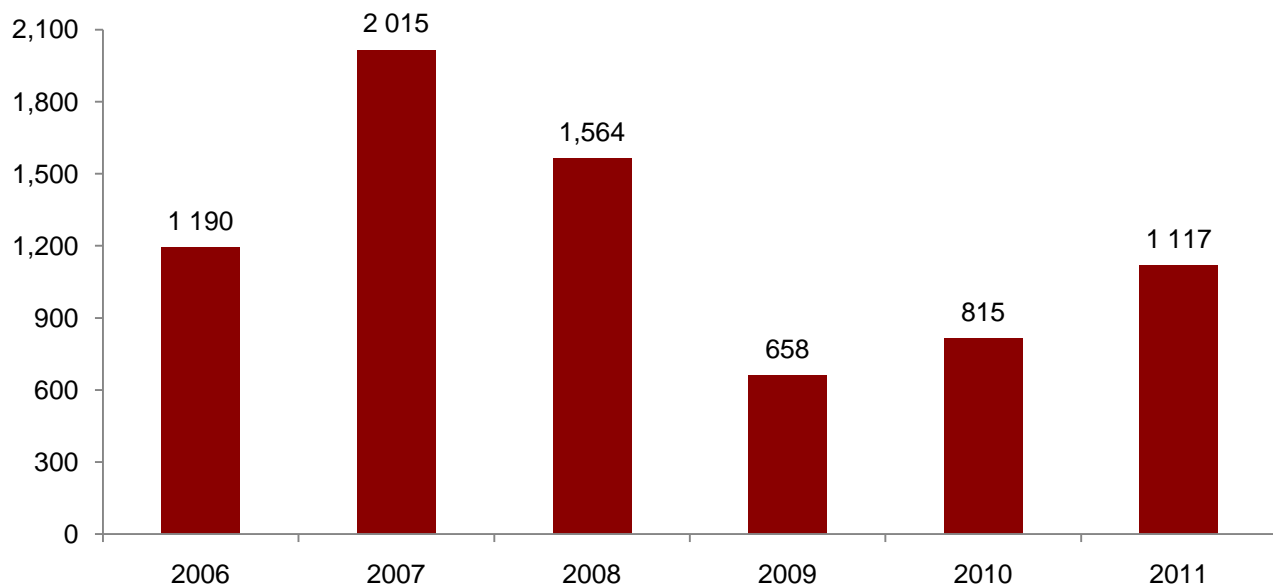
Table №1

FDI in Georgia by quarters 2010-2011 (Million US dollars)

	I	II	III	IV	2010	I	II	III	IV	2011
<b>Foreign direct investments</b>	<b>167</b>	<b>208</b>	<b>226</b>	<b>214</b>	<b>815</b>	<b>210</b>	<b>248</b>	<b>317</b>	<b>343</b>	<b>1117</b>
of which:										
Inflows	256	402	296	349	<b>1303</b>	315	334	437	509	<b>1596</b>
Outflows	-89	-194	-71	-135	<b>-489</b>	-106	-86	-121	-166	<b>-478</b>

Chart №1

FDI in Georgia in 2006-2011  
(Million US Dollars)

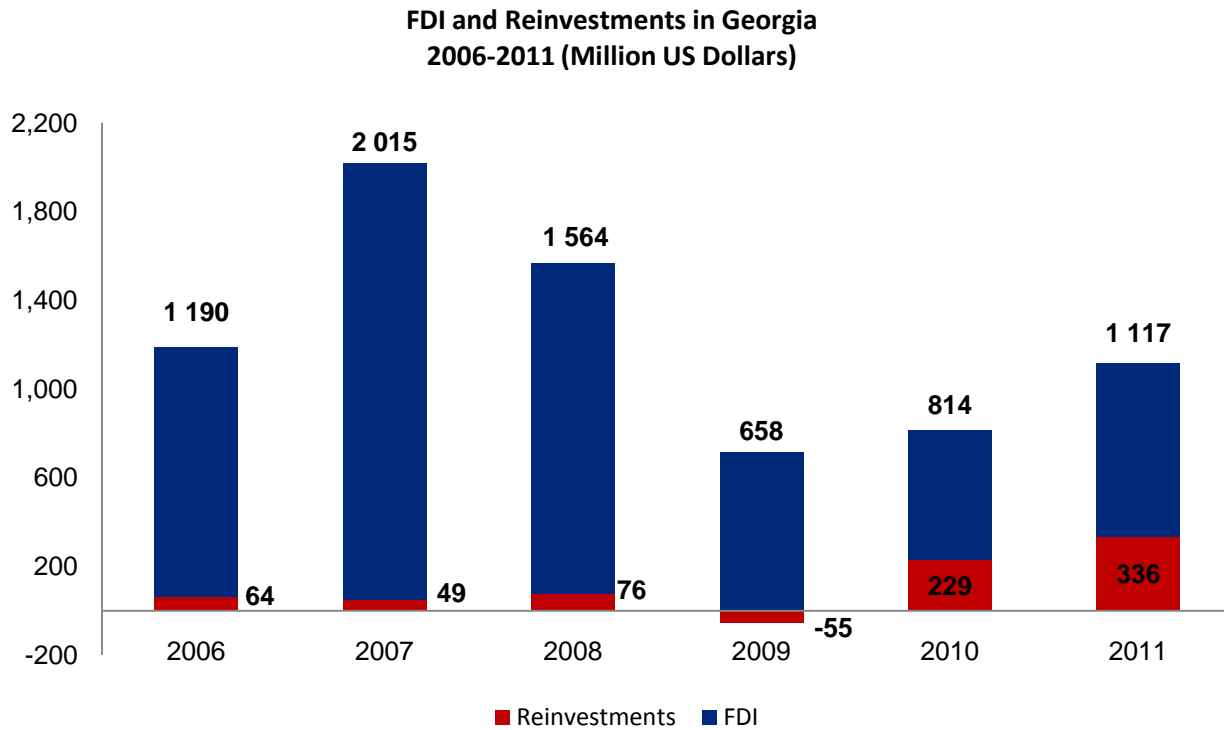


The table below shows the share of reinvestments in total FDI during 2006-2011.

**Table №2**

	2006	2007	2008	2009	2010	2011
Share of reinvestments in total FDI (%)	5.4	2.4	4.9	-8.4	28.1	30.0

**Chart №2**



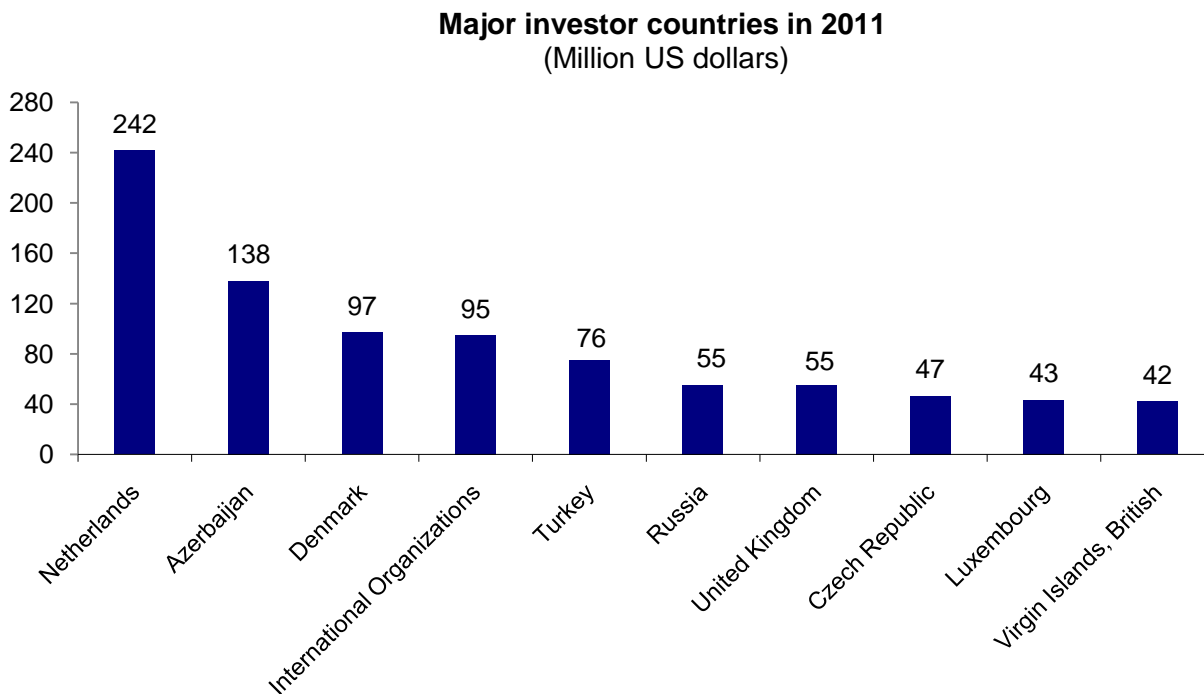
Total number of foreign direct investor countries amounted to 65 in 2011. The same indicator reached 61 in 2010 and 60 countries in 2009. FDI by major investor countries in 2011 is shown on Table №3.

**Table №3**

**Major investor countries by 2011** (Million US dollars)

	I	II	III	IV	2010	I	II	III	IV	2011
<b>Total</b>	<b>166.5</b>	<b>208.3</b>	<b>225.6</b>	<b>214.1</b>	<b>814.5</b>	<b>209.72</b>	<b>248.34</b>	<b>316.59</b>	<b>342.59</b>	<b>1117.2</b>
of which:										
Netherlands	40.7	-9.3	20.3	21.7	<b>73.4</b>	39.4	20.5	108.1	73.8	<b>241.8</b>
Azerbaijan	11.4	16.2	17.6	12.8	<b>58.0</b>	19.9	29.5	42.9	45.7	<b>138.0</b>
Denmark	0.0	0.1	-0.1	0.0	<b>0.0</b>	0.0	0.0	99.7	-2.6	<b>97.2</b>
International Organizations	3.0	12.4	18.6	11.1	<b>45.2</b>	8.7	23.2	11.3	51.7	<b>94.9</b>
Turkey	33.3	12.6	24.7	21.2	<b>91.8</b>	16.1	21.9	27.5	10.0	<b>75.5</b>
Russia	5.6	19.4	17.3	5.6	<b>47.9</b>	21.4	12.0	8.4	13.6	<b>55.4</b>
United Kingdom	9.1	23.7	12.4	13.8	<b>59.0</b>	39.3	5.2	5.8	4.7	<b>55.0</b>
Czech Republic	26.3	-5.0	6.8	-3.9	<b>24.2</b>	17.0	-1.3	14.5	16.4	<b>46.6</b>
Luxembourg	3.3	3.0	-0.7	1.4	<b>7.1</b>	2.3	1.8	9.1	30.0	<b>43.3</b>
Virgin Islands, British	-1.7	37.3	6.9	-2.3	<b>40.2</b>	14.6	23.1	0.7	3.6	<b>42.1</b>

**Chart №3**



The percentage structure of the same indicator in 2011 is shown on the chart №4.

**Chart №4**

**FDI by major investor countries in 2011**

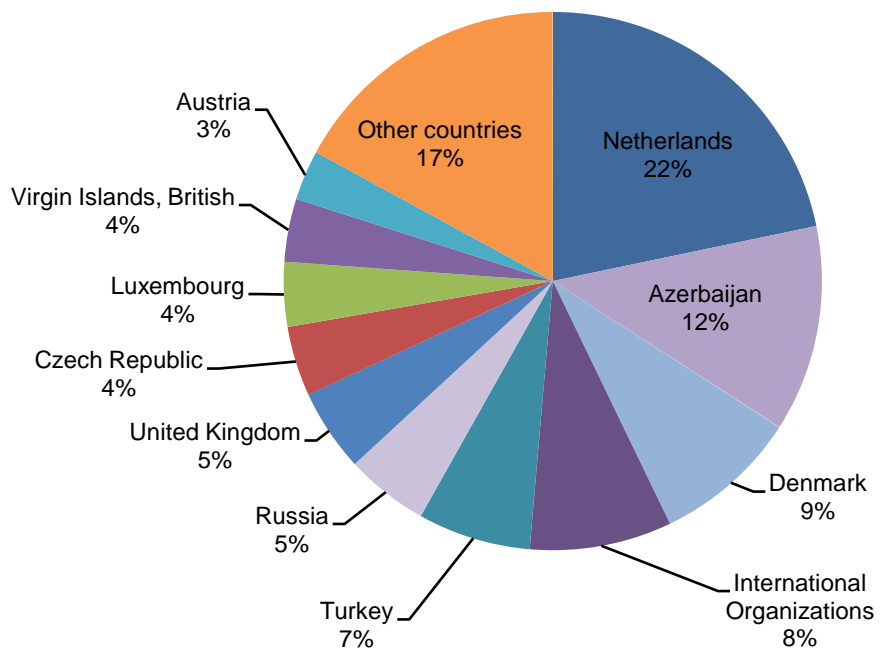


Table №4

**Breakdown of FDI by economic sectors in 2010-2011 (Million US dollars)**

	I	II	III	IV	2010	I	II	III	IV	2011
<b>Total</b>	<b>166.5</b>	<b>208.3</b>	<b>225.6</b>	<b>214.1</b>	<b>814.5</b>	<b>209.7</b>	<b>248.3</b>	<b>316.6</b>	<b>342.6</b>	<b>1,117.2</b>
of which:										
Energy sector	16.0	-5.7	4.9	6.6	<b>21.8</b>	38.4	-7.5	82.4	90.7	<b>204.0</b>
Financial sector	10.4	26.0	53.2	17.8	<b>107.4</b>	37.6	26.7	47.8	55.5	<b>167.7</b>
Consultancy	7.6	17.2	20.3	-0.5	<b>44.6</b>	5.5	19.0	49.4	61.6	<b>135.6</b>
Transports and communications	15.0	33.6	38.5	128.0	<b>215.1</b>	0.7	60.6	28.5	36.7	<b>126.5</b>
Manufacturing	52.3	72.9	32.2	17.9	<b>175.3</b>	48.1	23.5	18.3	30.5	<b>120.3</b>
Real estate	8.2	22.4	32.3	11.8	<b>74.7</b>	3.4	38.2	-0.1	47.6	<b>89.2</b>
Construction	3.1	-7.3	7.9	1.0	<b>4.7</b>	20.3	22.6	4.5	0.7	<b>48.1</b>
Mining	3.4	18.6	10.0	21.5	<b>53.5</b>	20.5	-6.6	11.6	14.7	<b>40.2</b>
Hotels and restaurants	22.7	-10.3	4.1	0.7	<b>17.2</b>	16.0	10.9	2.9	-7.2	<b>22.7</b>
Health and social work	0.1	-0.2	0.0	1.3	<b>1.2</b>	3.8	1.0	13.3	-1.3	<b>16.8</b>
Agriculture, fishing	3.3	2.9	0.8	1.7	<b>8.7</b>	2.3	2.4	6.1	4.1	<b>14.9</b>
Other sectors	24.4	38.3	21.4	6.2	<b>90.3</b>	13.1	57.4	51.8	8.9	<b>131.2</b>

\*Contains real estate and lease.

\*\*Contains consultancy, research and experimental development, advertising and market research and other services.

The largest share of FDI was registered in energy sector and reached 204 Mil. USD in 2011.

The percentage structure of FDI by economic sectors in the same period is shown on the chart below.

Chart №5

FDI by major economic sectors in 2011

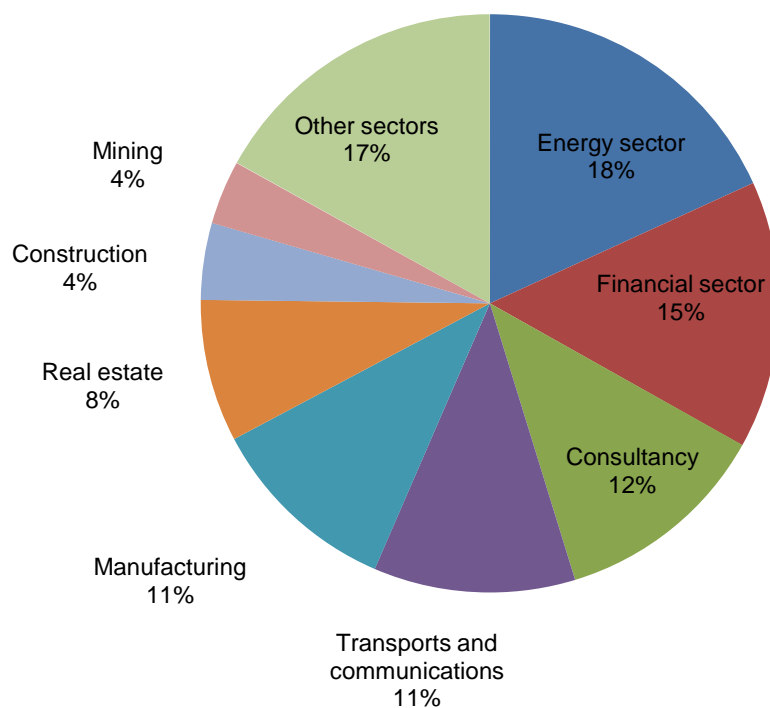


Table №5

GDP and FDI

	2006	2007	2008	2009	2010	2011
GDP at current prices (mil. USD)*	7,761.7	10,171.9	12,800.5	10,767.1	11,636.5	14,370.4
FDI (mil. USD)	1,190.4	2,014.8	1,564.0	658.4	814.5	1,117.2
Share of FDI in GDP (%)	15.3	19.8	12.2	6.1	7.0	7.8

\* GDP data for 2011 are preliminary.

The share of FDI in GDP equaled 7.8 percent in 2011, 7 percent in 2010 and 6.1 percent in 2009.

- 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 State Treasury, Ministry of Finance of Georgia;
  - 5 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.

### **Information Note**

The national Statistics Office of Georgia (Geostat) conducts annual and quarterly statistical surveys on external economic activities of business entities. The latter represent the basis for calculation of Foreign Direct Investments (FDI) in Georgia.

Quarterly data are preliminary and subject to revisions. Geostat releases preliminary annual data as the sum of four quarter's data. Thereafter, the preliminary annual data are adjusted on the basis of the annual survey ("Statistical survey on external economic activities of enterprises") results.

The adjusted 2011 FDI increased by 14 percent with respect to the preliminary data. The main reason for this difference is presence of revised and adjusted income statement.

**The Geostat is grateful to the business entities for their valuable cooperation.**