

## DIRECT INVESTMENT (January – December 2011)<sup>1</sup>

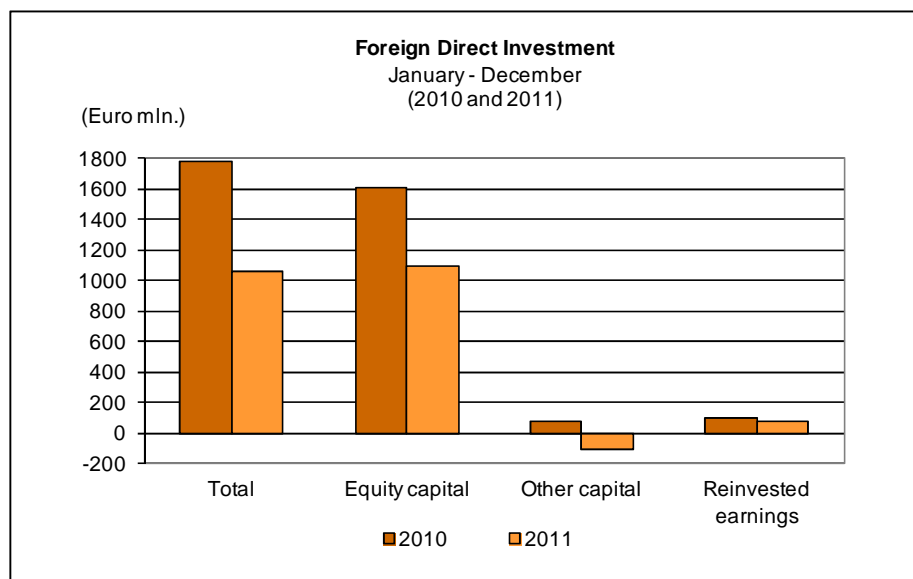
According to preliminary data, the *Foreign direct investment in Bulgaria* for January – December 2011 increased by EUR 1064.5 million (2.7% of GDP), compared to an increase of EUR 1778.5 million (4.9% of GDP) for January – December 2010.

	2010						2011						2011 - 2010
	I - III	IV - VI	VII - IX	X - XII	XII	I - XII	I - III	IV - VI	VII - IX	X - XII	XII	I - XII	I - XII
<b>Direct investment, net</b>	<b>68.0</b>	<b>402.6</b>	<b>421.6</b>	<b>693.0</b>	<b>334.5</b>	<b>1585.1</b>	<b>-119.8</b>	<b>191.8</b>	<b>363.2</b>	<b>504.3</b>	<b>280.9</b>	<b>939.5</b>	<b>-645.6</b>
<b>Direct investment abroad *</b>	<b>-32.9</b>	<b>-61.7</b>	<b>-44.0</b>	<b>-54.8</b>	<b>-12.4</b>	<b>-193.4</b>	<b>-32.4</b>	<b>-18.0</b>	<b>-46.8</b>	<b>-27.8</b>	<b>6.1</b>	<b>-125.0</b>	<b>68.3</b>
Equity capital	-24.1	-20.4	-27.8	-43.5	-29.8	-115.8	-29.2	-17.5	-53.5	-29.6	-3.5	-129.9	-14.1
Other capital	-6.7	-34.6	-11.3	-11.1	17.5	-63.7	-3.2	-1.1	3.9	1.8	9.7	1.4	65.1
Reinvested earnings	-2.1	-6.7	-4.8	-0.3	-0.1	-13.9	0.0	0.6	2.8	0.0	0.0	3.4	17.3
<b>Foreign Direct Investment</b>	<b>101.0</b>	<b>464.2</b>	<b>465.5</b>	<b>747.8</b>	<b>346.9</b>	<b>1778.5</b>	<b>-87.3</b>	<b>209.8</b>	<b>410.0</b>	<b>532.1</b>	<b>274.7</b>	<b>1064.5</b>	<b>-714.0</b>
Equity capital, incl.	202.5	302.6	538.7	564.4	235.0	1608.1	227.3	73.6	316.0	475.0	221.3	1091.9	<b>-516.2</b>
<i>from privatisation</i>	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	20.0	128.3	48.2	148.3	<b>148.3</b>
<i>non-privatisation flows</i>	202.5	302.6	538.7	564.4	235.0	1608.1	227.3	73.6	296.0	346.7	173.1	943.6	<b>-664.6</b>
Other capital	-132.5	126.8	-81.0	160.8	104.5	74.2	-339.5	114.4	71.4	43.7	50.5	-109.9	<b>-184.1</b>
Reinvested earnings	30.9	34.8	7.8	22.6	7.5	96.2	24.8	21.8	22.6	13.3	2.9	82.5	<b>-13.7</b>

Source: direct investment companies, banks, notaries, National Statistical Institute, Central Depository, Privatisation Agency.

\* For assets, a minus sign denotes an increase in holdings, and a positive figure represents a decrease.

The attracted *Equity Capital (acquisition/disposal of shares and equities in cash and contributions in kind by non-residents in/from the capital and reserves of Bulgarian enterprises and receipts/payments from/for real estate deals in the country)* for January – December 2011 amounted to EUR 1091.9 million. It decreased by EUR 516.2 million compared to that attracted in the same period of 2010 (EUR 1608.1 million). *The receipts from real estate investments of non-residents* amounted to EUR 246.1 million, compared to EUR 225.1 million attracted in January – December 2010.

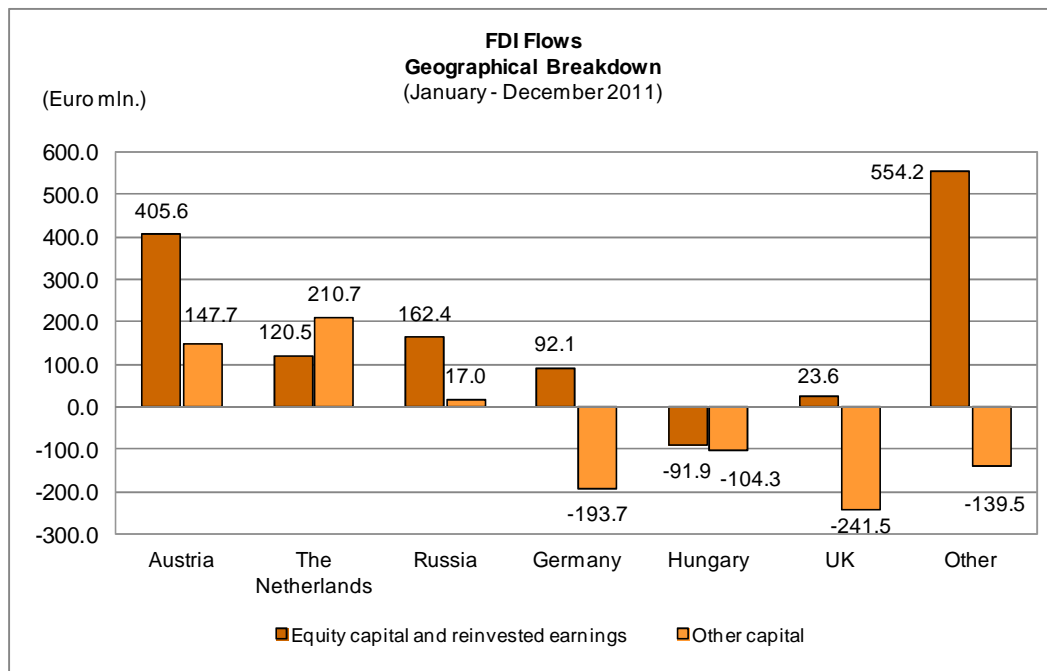


The *other capital, net (the change in the net liabilities of the direct investment enterprise to the direct investor on financial loans, suppliers' credits and debt securities)* was negative, amounting to EUR 109.9 million in January – December 2011, compared to a positive *other capital, net* of EUR 96.2 million in January – December 2010.

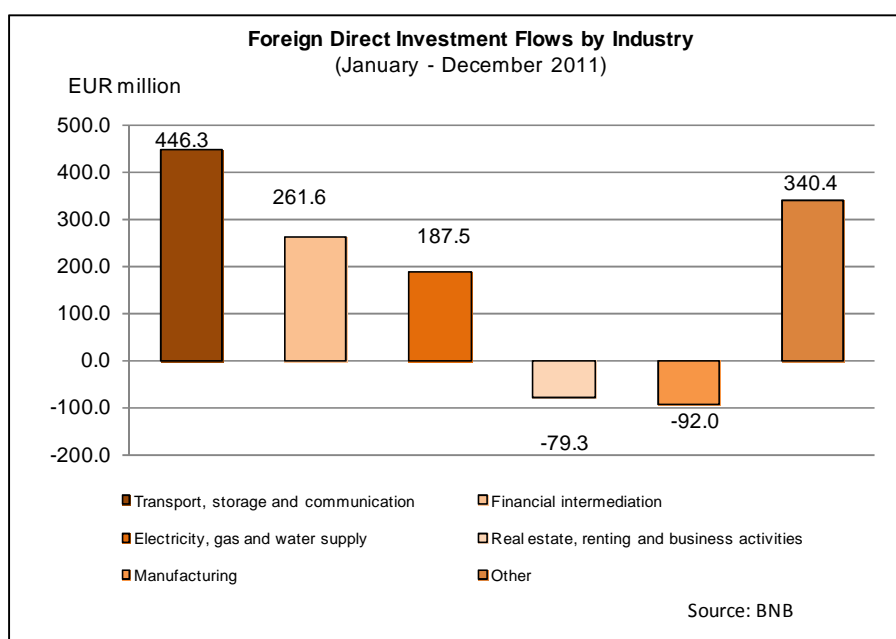
Based on preliminary data on profit/loss, the *Reinvested Earnings<sup>2</sup> (the share of non-residents in the undistributed earnings/ loss of the enterprise)* in January – December 2011 were estimated at EUR 82.5 million,

against EUR 96.2 million in the same period of 2010.

By country, the largest direct investments in Bulgaria for the period January – December 2011 were those of the Austria (EUR 553.3 million), the Netherlands (EUR 331.2 million) and Russia (EUR 179.4 million). The largest negative flows for the period were towards Germany (EUR -101.6 million), Hungary (EUR -196.2 million) and United Kingdom (EUR -217.9 million) mainly due to net payments on intercompany credits in accordance with the loan repayment schedules of enterprises.



By branch, the largest net inflows for January – December 2011 were in *Transport, storage and communication* (EUR 446.3 million) and *Financial intermediation* (EUR 261.6 million). The largest net payments in the reporting period were in *Manufacturing* (EUR 92 million).



According to preliminary data in January – December 2011 *Direct investment abroad* increased by EUR 125 million, compared to an increase of EUR 193.4 million in January – December 2010.

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<sup>1</sup> Preliminary data for 2010 and 2011. The data for November 2011 are revised.

When comparing the data yoy it should be taken into account that the initial data on the January – December 2010 FDI, published in a BNB press release as of February 14, 2011 ([www.bnb.bg](http://www.bnb.bg), section Press Releases/Statistical Press Releases/Balance of Payments), was subsequently revised.

With the January 2012 report revisions of January 2009 - December 2011 data will be presented.

The 2010 and 2011 data are subject to revisions with the quarterly reports to the BNB from foreign direct investment enterprises and with the annual NSI data.

GDP for 2011 - EUR 39,408 million (BNB estimate) and GDP for 2010 -- NSI data (as of 11.03.2011) at EUR 36,032.9 million.

<sup>2</sup> The 2010 and 2011 data include only estimates of banks' data on reinvested earnings.