

## DIRECT INVESTMENT (January - June 2013)<sup>1</sup>

According to preliminary data, the *Foreign direct investment in Bulgaria* for January - June 2013 increased by EUR 711.1 million (1.7% of GDP), compared to an increase of EUR 1134.3 million (2.9% of GDP) for January - June 2012.

The Foreign direct investment in Bulgaria for June 2013 increased by EUR 180.6 million, compared to an increase of EUR 201.1 million for June 2012.

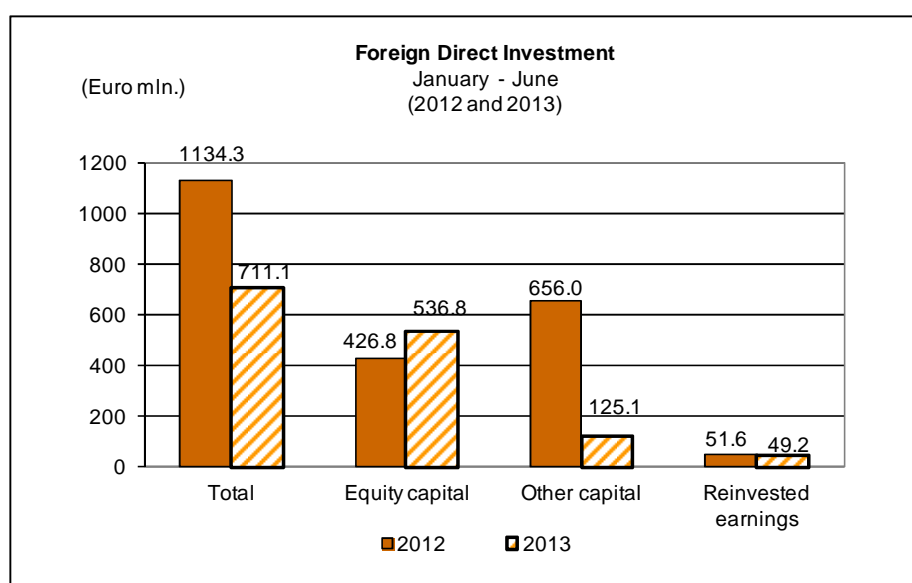
(EUR million)

|                                   | 2012         |              |               |              |              |               | 2013         |             |              |              |              |              | 2013/2012     |
|-----------------------------------|--------------|--------------|---------------|--------------|--------------|---------------|--------------|-------------|--------------|--------------|--------------|--------------|---------------|
|                                   | Q1           | Apr          | May           | Jun          | Q2           | Jan-Jun       | Q1           | Apr         | May          | Jun          | Q2           | Jan-Jun      | Jan-Jun       |
| <b>Direct investment, net</b>     | <b>640.6</b> | <b>387.5</b> | <b>-165.7</b> | <b>188.6</b> | <b>410.3</b> | <b>1050.9</b> | <b>356.6</b> | <b>49.8</b> | <b>90.9</b>  | <b>172.8</b> | <b>313.4</b> | <b>670.0</b> | <b>-380.9</b> |
| <b>Direct investment abroad *</b> | <b>-32.2</b> | <b>-8.8</b>  | <b>-29.9</b>  | <b>-12.6</b> | <b>-51.2</b> | <b>-83.4</b>  | <b>-8.8</b>  | <b>-4.5</b> | <b>-20.0</b> | <b>-7.9</b>  | <b>-32.4</b> | <b>-41.1</b> | <b>42.3</b>   |
| Equity capital                    | -24.6        | -9.3         | -26.9         | -12.1        | -48.3        | -72.9         | -12.4        | -4.5        | -16.3        | -4.6         | -25.4        | -37.8        | 35.1          |
| Other capital                     | 5.6          | -2.8         | -6.2          | -3.7         | -12.7        | -7.1          | -4.1         | 0.1         | -3.8         | -3.3         | -7.0         | -11.0        | -3.9          |
| Reinvested earnings               | -13.1        | 3.2          | 3.2           | 3.2          | 9.7          | -3.4          | 7.7          | -           | -            | -            | -            | 7.7          | 11.1          |
| <b>Foreign Direct Investment</b>  | <b>672.8</b> | <b>396.2</b> | <b>-135.8</b> | <b>201.1</b> | <b>461.6</b> | <b>1134.3</b> | <b>365.4</b> | <b>54.2</b> | <b>110.9</b> | <b>180.6</b> | <b>345.7</b> | <b>711.1</b> | <b>-423.2</b> |
| Equity capital, incl.             | 213.3        | 68.8         | 95.8          | 48.9         | 213.5        | 426.8         | 252.7        | 41.1        | 55.3         | 187.8        | 284.1        | 536.8        | 110.0         |
| <i>from privatisation</i>         | 0.0          | 0.0          | 0.0           | 0.0          | 0.0          | 0.0           | 0.0          | 0.0         | 0.0          | 0.0          | 0.0          | 0.0          | 0.0           |
| <i>non-privatisation flows</i>    | 213.3        | 68.8         | 95.8          | 48.9         | 213.5        | 426.8         | 252.7        | 41.1        | 55.3         | 187.8        | 284.1        | 536.8        | 110.0         |
| Other capital                     | 434.1        | 318.7        | -240.3        | 143.5        | 221.9        | 656.0         | 89.8         | 5.6         | 46.3         | -16.6        | 35.3         | 125.1        | -530.9        |
| Reinvested earnings               | 25.4         | 8.7          | 8.7           | 8.7          | 26.1         | 51.6          | 22.8         | 7.6         | 9.4          | 9.4          | 26.4         | 49.2         | -2.4          |

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

<sup>1</sup> For assets, a minus sign denotes an increase in holdings, and a positive figure represents a decrease.

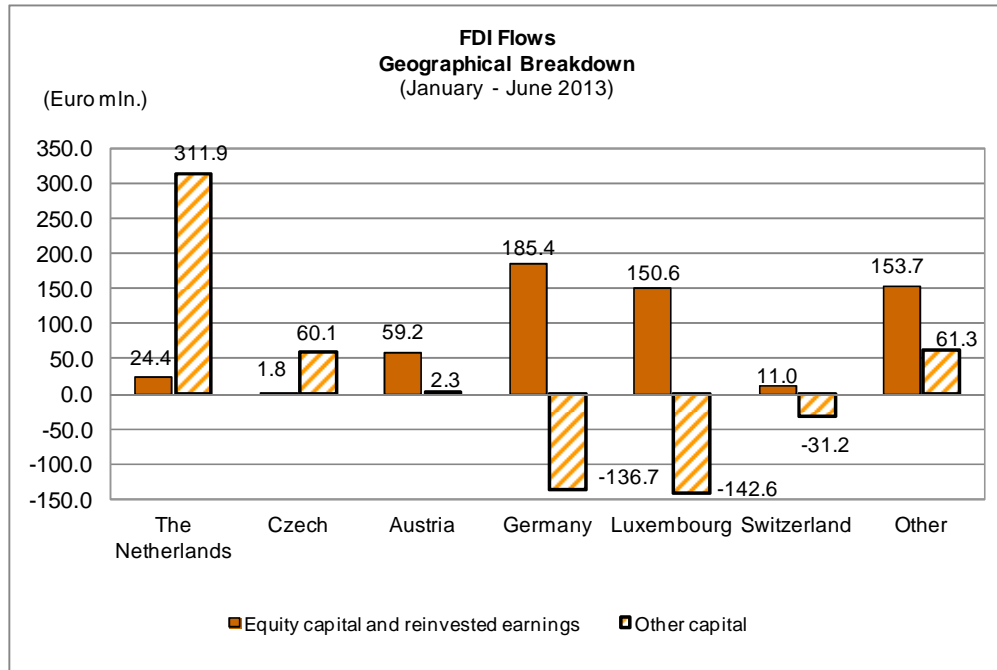
The attracted *Equity Capital (acquisition/disposal of shares and equities in cash and contributions in kind by non-residents in/from the capital and reserves of Bulgarian enterprises and receipts/payments from/for real estate deals in the country)* for January - June 2013 amounted to EUR 536.8. It increased by EUR 110 million compared to that attracted in the same period of 2012 (EUR 426.8 million). *The receipts from real estate investments of non-residents* amounted to EUR 65.8 million, compared to EUR 124 million attracted in January - June 2012.



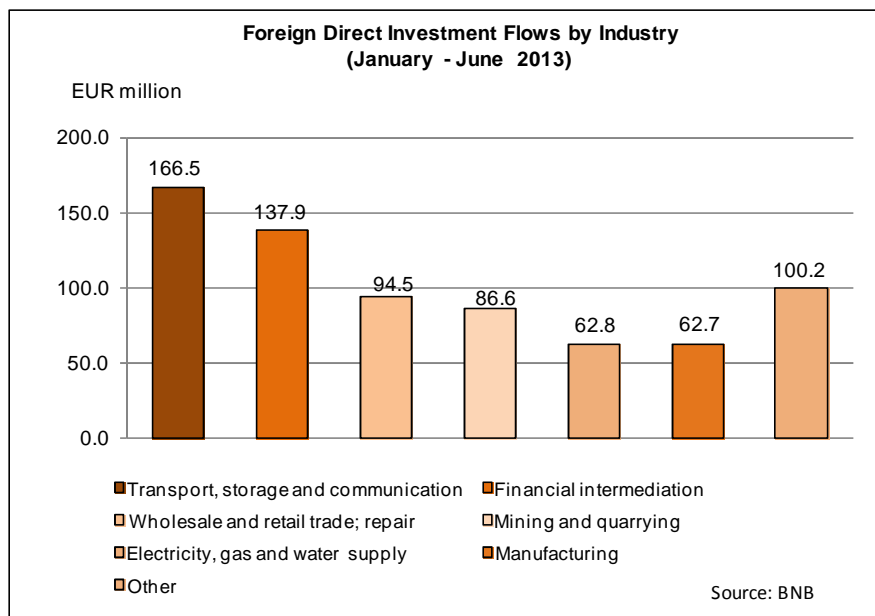
The *other capital, net* (the change in the net liabilities of the direct investment enterprise to the direct investor on financial loans, suppliers' credits and debt securities) was positive, amounting to EUR 125.1 million in January - June 2013, compared to a positive *other capital, net* of EUR 656 million in January - June 2012.

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 2013 were estimated at EUR 49.2 million, against EUR 51.6 million in the same period of 2012.

By country, the largest direct investments in Bulgaria in January - June 2013 were those of the Netherlands (EUR 336.3 million), Czech (EUR 61.9 million) and Austria (EUR 61.5 million). The largest net negative flows for the period were towards Switzerland (EUR -20.3 million).



By branch, the largest investments for January - December 2012 were in *Transport, storage and communication* (EUR 166.5 million), *Financial intermediation* (EUR 137.9 million) and *Wholesale and retail trade and, repair* (EUR 94.5 million).



According to preliminary data in January - June 2013 *Direct investment abroad* increased by EUR 41.1 million, compared to an increase of EUR 83.4 million in January - June 2012.

*Direct investment abroad* for June 2013 increased by EUR 7.9 million, compared to an increase of EUR 12.6 million in June 2012.

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<sup>1</sup> Preliminary data for 2012 and 2013. The data for May 2013 are revised.

When comparing the data yoy it should be taken into account that the initial data on the January - June 2012 FDI, published in a BNB press release as of August 15, 2012 ([www.bnb.bg](http://www.bnb.bg), section Press Releases/Statistical Press Releases/Balance of Payments), was subsequently revised.

With the January - July 2013 report revisions for the period January 2011 - June 2013 data will be presented.

The 2012 and 2013 data are subject to revisions with the quarterly reports to the BNB from foreign direct investment enterprises and with the annual NSI data.

GDP amounting to EUR 40,007.1 million for 2013 (BNB estimate), and EUR 39,667.1 million for 2012 (NSI data as of 6 June, 2013).

<sup>2</sup> The 2012 and 2013 data include only estimates of banks' data on reinvested earnings.