



NATIONAL STATISTICS OFFICE OF GEORGIA

FOREIGN DIRECT INVESTMENTS 2021 (PRELIMINARY)



11.03.2022

FOREIGN DIRECT INVESTMENTS

2021 AND Q4 2021

FDI IN 2021

(PRELIMINARY)

The foreign direct investments (FDI) in Georgia amounted to USD 1 152.8 million in 2021 (preliminary data), two times higher compared to the adjusted data of 2020. Increase in equity, reinvestment of earnings and debt instruments is considered to be the main reason for the growth of FDI.

Together with compilation of FDI for the current period, data for the 1-3 quarters of 2021 were adjusted according to the Geostat's revision policy, based on updates from various sources. Consequently, the table below shows updated dynamics and main reasons for the corresponding changes:

TABLE №1

	PRELIMINARY DATA, THSD. US DOLLARS	ADJUSTED DATA, THSD. US DOLLARS	DIFFERENCE BETWEEN ADJUSTED AND PRELIMINARY DATA		REASONS FOR CHANGES
			VOLUME CHANGE, THSD. US DOLLARS	PERCENTAGE CHANGE, %	
2021* Q1	131 697	132 515	818	0.6	Adjustment of equity volume by several enterprises
2021* Q2	297 699	305 230	7 531	2.5	Adjustment of equity volume by several enterprises
2021* Q3	299 020	303 783	4 762	1.6	Adjustment of equity and debt volume by several enterprises

*Preliminary data.

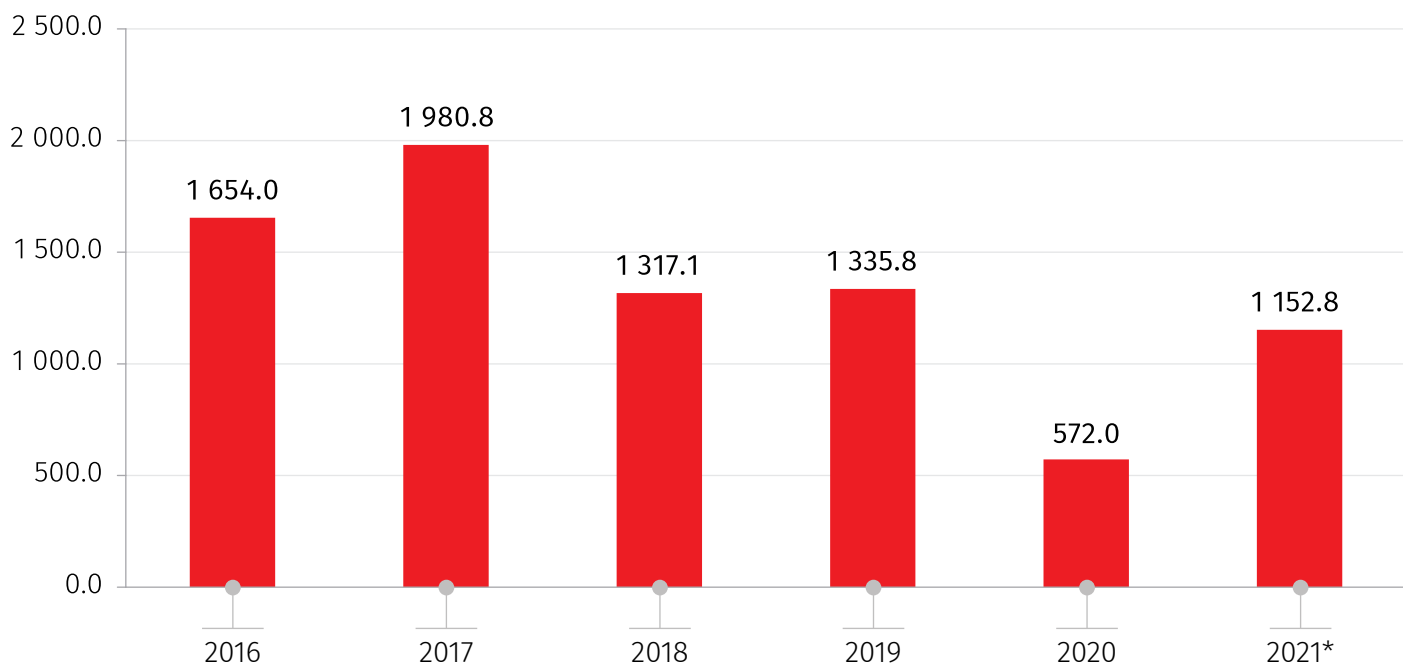
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The chart below shows the dynamics of FDI during 2016-2021.

CHART №1

FDI IN GEORGIA IN 2016-2021

(MILLION US DOLLARS)



*Preliminary data.

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TABLE №2

DYNAMICS OF 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	361.0	1 728.8
2016	392.9	452.6	507.8	300.6	1 654.0
2017	413.3	396.6	635.4	535.4	1 980.8
2018	329.3	408.1	367.2	212.4	1 317.1
2019	317.2	241.2	403.6	373.8	1 335.8
2020	171.0	240.3	294.8	-134.2	572.0
2021*	132.5	305.2	303.8	411.3	1 152.8

*Preliminary data.

TABLE №3

FDI IN GEORGIA BY COMPONENTS IN 2016-2021
(MILLION US DOLLARS)

	2016	2017	2018	2019	2020	2021*
TOTAL	1 654.0	1 980.8	1 317.1	1 335.8	572.0	1 152.8
Of which:						
Equity	1 809.2	1 110.4	847.5	704.0	28.7	174.9
Reinvestment of earnings [^]	311.0	616.5	434.0	635.1	500.5	760.5
Debt instruments ^{^^}	-466.2	253.9	35.5	-3.2	42.8	217.4

*Preliminary data.

[^] 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 2016-2021

TABLE №4

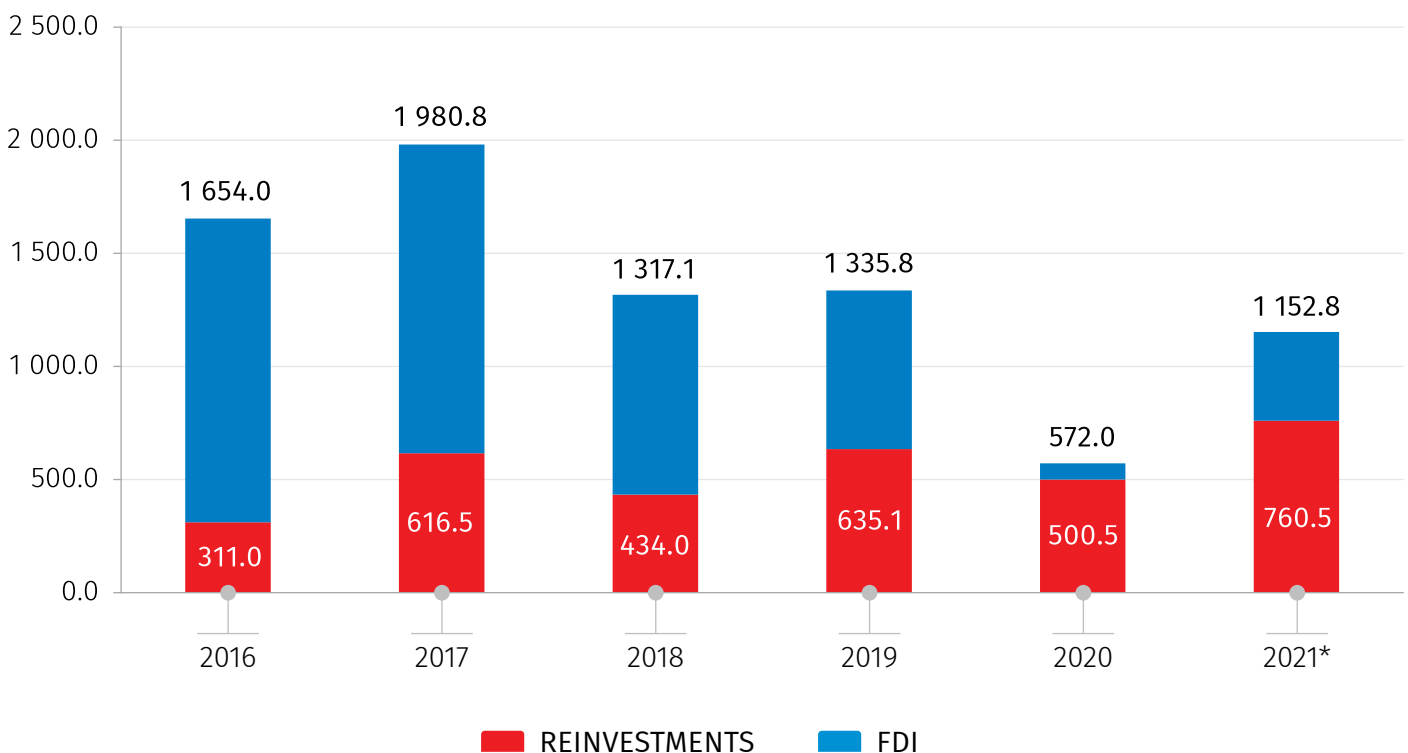
	2016	2017	2018	2019	2020	2021*
Share of reinvestments in total FDI (%)	18.8	31.1	33.0	47.5	87.5	66.0

*Preliminary data.

As shown in the above table, the share of reinvestment in the 2021 is 66.0 percent of total FDI.

CHART №2

FDI AND REINVESTMENTS IN GEORGIA 2016-2021
(MILLION US DOLLARS)



*Preliminary data.

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FDI by major investor countries in 2021 is shown in table №5.

TABLE №5

MAJOR INVESTOR COUNTRIES BY 2021
(MILLION US DOLLARS)

	2016	2017	2018	2019	2020	2021*
TOTAL	1 654.0	1 980.8	1 317.1	1 335.8	572.0	1 152.8
of which:						
United Kingdom	87.8	249.0	182.9	236.9	303.0	596.6
Netherlands	77.3	355.3	211.6	88.1	200.7	125.9
Czech Republic	87.5	129.1	75.5	17.6	-7.0	81.8
Turkey	220.3	256.2	49.2	174.2	79.0	64.7
Russia	28.5	51.3	74.3	55.2	39.2	58.6
Luxembourg	115.7	100.7	50.1	68.8	21.6	41.0
United Arab Emirates	55.3	147.1	33.9	26.3	-12.7	34.8
Germany	24.3	-94.5	40.7	23.7	36.5	31.6
Marshall Islands	4.2	2.9	1.9	34.0	6.8	21.3
Seychelles	-4.5	5.2	3.4	3.1	-0.9	19.8
Other countries	957.5	778.5	593.5	608.1	-94.3	76.7

*Preliminary data.

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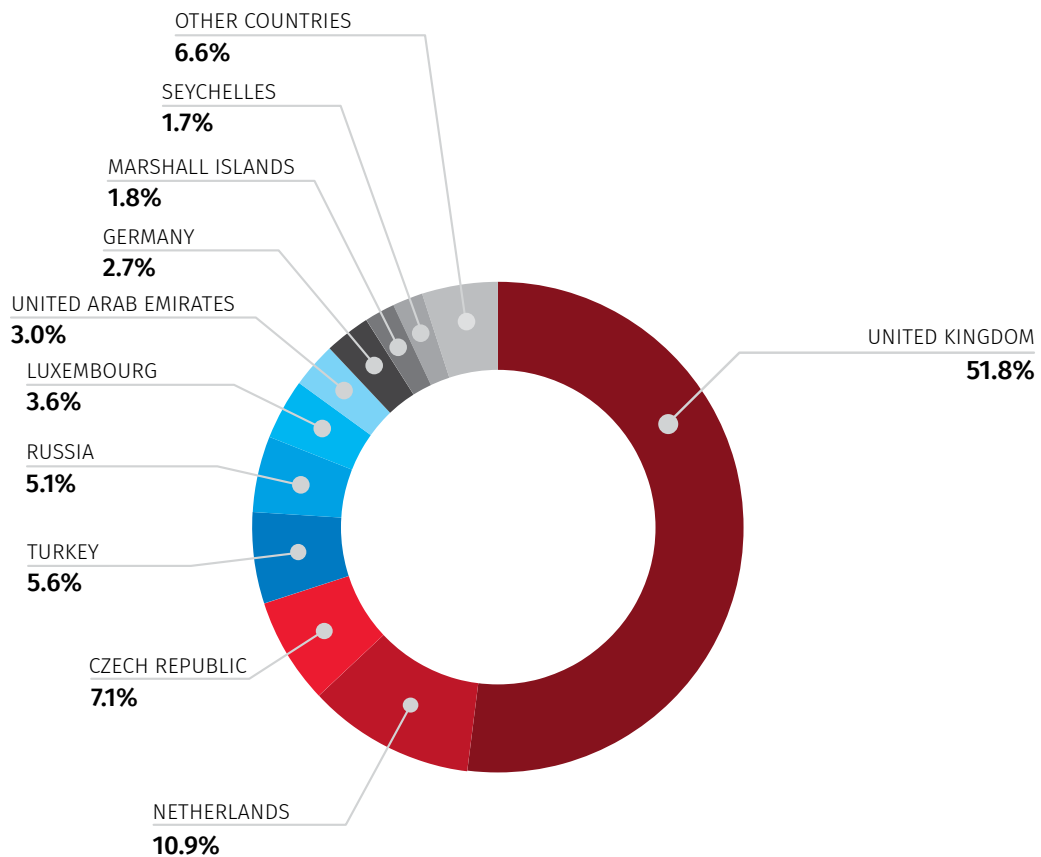
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The shares of major foreign direct investor countries in FDI stand as follows: The United Kingdom (51.8 percent), Netherlands (10.9 percent) and Czech Republic (7.1 percent).

The percentage structure of the same indicator in 2021 is shown in chart №3.

CHART №3

FDI BY MAJOR INVESTOR COUNTRIES IN 2021*



*Preliminary data.

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FDI by major economic sectors in 2021 is shown in table №6.

TABLE №6

BREAKDOWN OF FDI BY ECONOMIC SECTORS IN 2016-2021 (MILLION US DOLLARS)

	2016	2017	2018	2019	2020	2021*
TOTAL	1 654.0	1 980.8	1 317.1	1 335.8	572.0	1 152.8
of which:						
Financial sector	124.1	308.8	274.0	272.1	404.4	443.3
Entertainment, recreation and other services	52.3	28.0	36.6	143.2	18.2	230.5
Energy sector	145.1	279.0	123.1	261.4	-7.8	157.0
Manufacturing	123.6	99.5	171.6	117.3	35.5	143.0
Real Estate	55.1	222.5	133.7	8.6	90.3	84.1
Health and social work	31.3	7.9	15.8	18.8	10.6	28.2
Construction	176.6	177.3	175.2	46.0	33.3	27.6
Agriculture, fishing	9.6	14.1	-1.4	6.3	-1.8	9.0
Hotels and restaurants	119.9	109.5	82.3	123.4	-249.5	7.7
Transports	575.7	475.5	203.7	55.0	12.8	4.7
Other sectors	240.7	258.8	102.4	283.7	226.0	17.5

*Preliminary data.

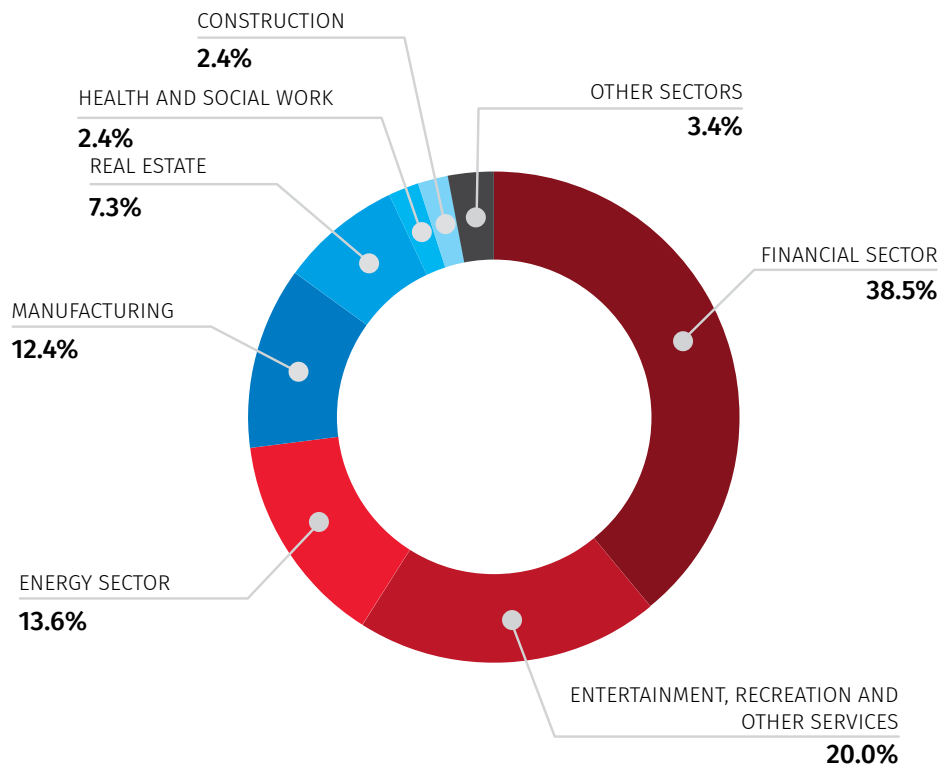
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The share of three major economic sectors in FDI reached 72.1 percent in 2021. The largest share of FDI was registered in the financial sector, totaling USD 443.3 million, entertainment, recreation and other services sector was the second with USD 230.5 million, followed by the energy sector with USD 157.0 million.

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

CHART №4

FDI BY MAJOR ECONOMIC SECTORS IN 2021*



*Preliminary data.

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FOREIGN DIRECT INVESTMENTS

Q4 2021

(PRELIMINARY)

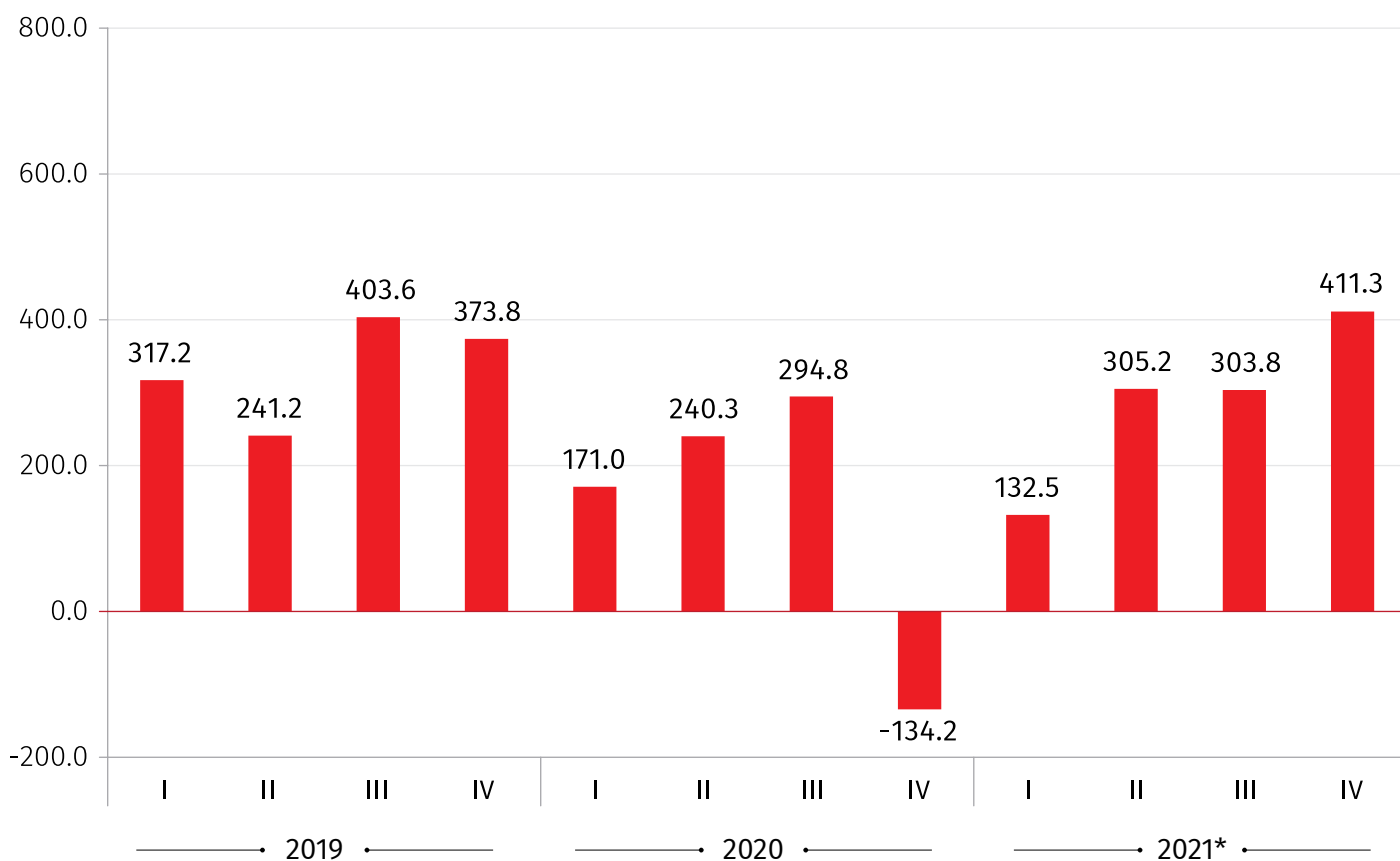
Foreign direct investments (FDI) in Georgia amounted to USD 411.3 million in Q4 2021 (preliminary data).

The chart below shows dynamics of FDI during 2019-2021.

CHART №1

FDI IN GEORGIA IN 2019-2021

(MILLION US DOLLARS)



*Preliminary data.

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TABLE №1

FDI IN GEORGIA BY COMPONENTS IN 2020-2021

(MILLION US DOLLARS)

	2020				TOTAL	2021*				TOTAL
	I	II	III	IV		I	II	III	IV	
TOTAL	171.0	240.3	294.8	-134.2	572.0	132.5	305.2	303.8	411.3	1 152.8
Of which:										
Equity	42.1	130.3	93.1	-236.8	28.7	28.5	38.6	19.9	87.9	174.9
Reinvestment of earnings [^]	114.6	133.7	123.2	129.0	500.5	72.6	248.1	293.5	146.4	760.5
Debt instruments ^{^^}	14.3	-23.7	78.5	-26.4	42.8	31.4	18.5	-9.6	177.1	217.4

*Preliminary data.

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

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

FDI by major investor countries in Q4 2021 is shown in table №2.

TABLE №2

MAJOR INVESTOR COUNTRIES BY Q4 2021

(MILLION US DOLLARS)

	2020				TOTAL	2021*				TOTAL
	I	II	III	IV		I	II	III	IV	
TOTAL	171.0	240.3	294.8	-134.2	572.0	132.5	305.2	303.8	411.3	1 152.8
Of which:										
United Kingdom	72.0	59.2	115.2	56.6	303.0	88.4	122.0	61.0	325.2	596.6
United States	30.7	22.6	26.2	18.9	98.4	-59.8	0.5	29.3	36.0	6.2
Netherlands	21.7	68.8	90.5	19.6	200.7	5.6	41.0	57.3	21.9	125.9
Luxembourg	7.7	8.7	7.0	-1.8	21.6	5.6	15.9	7.2	12.4	41.0
Denmark	13.4	7.9	-3.9	11.5	28.9	10.5	-26.9	9.6	8.8	1.9
Other countries	25.4	73.2	59.7	-239.0	-80.6	82.1	152.7	139.4	7.0	381.2

*Preliminary data.

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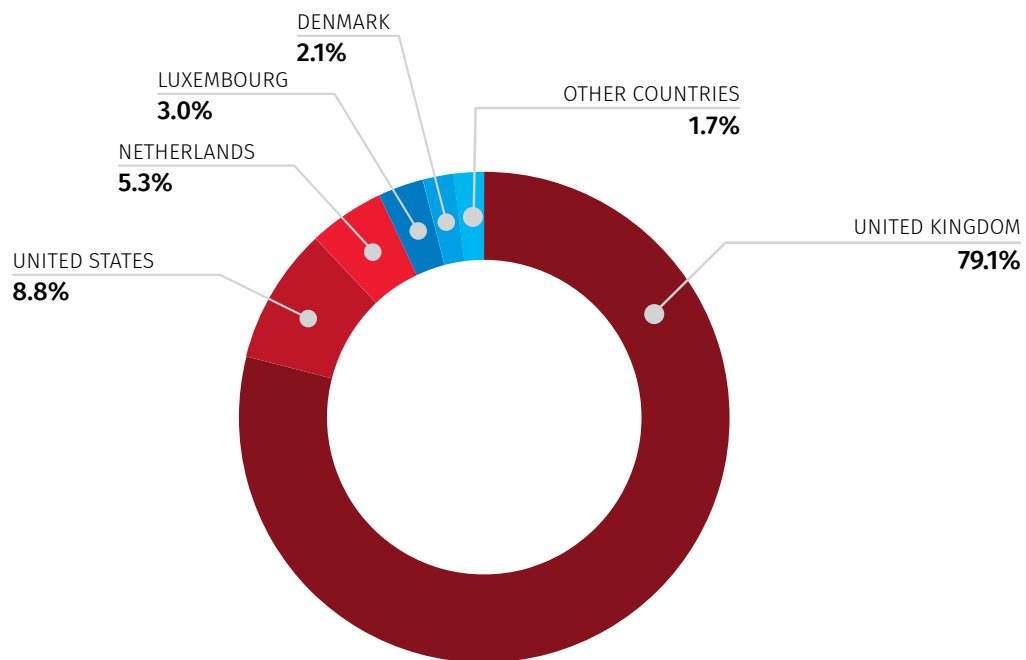
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The United Kingdom reaching USD 325.2 million in Q4 2021 (79.1 percent) was the major foreign direct investor country, United States was the second with USD 36.0 million (8.8 percent) followed by Netherlands with USD 21.9 (5.3 percent).

The shares of FDI by major foreign direct investor countries is shown in Chart №2.

CHART №2

FDI BY MAJOR INVESTOR COUNTRIES IN Q4 2021*



*Preliminary data.

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Foreign Direct Investment, by economic sectors is shown in Table № 3:

TABLE №2

FDI BY ECONOMIC SECTORS IN 2020-2021
(MILLION US DOLLARS)

	2020				TOTAL	2021*				TOTAL
	I	II	III	IV		I	II	III	IV	
TOTAL	171.0	240.3	294.8	-134.2	572.0	132.5	305.2	303.8	411.3	1 152.8
of which:										
Entertainment, recreation and other services	-4.3	16.4	4.0	2.0	18.2	-8.8	12.3	12.5	214.5	230.5
Financial sector	96.6	79.5	129.8	98.4	404.4	98.0	139.3	86.9	119.1	443.3
Real Estate	44.7	13.9	20.5	11.2	90.3	24.4	19.5	-2.4	42.6	84.1
Communications	13.2	11.2	15.4	10.1	49.9	-68.7	-5.0	14.7	19.4	-39.7
Manufacturing	5.3	15.9	29.0	-14.6	35.5	26.3	50.2	54.8	11.8	143.0
Other sectors	15.5	103.5	95.9	-241.2	-26.4	61.3	89.0	137.3	3.9	291.4

*Preliminary data.

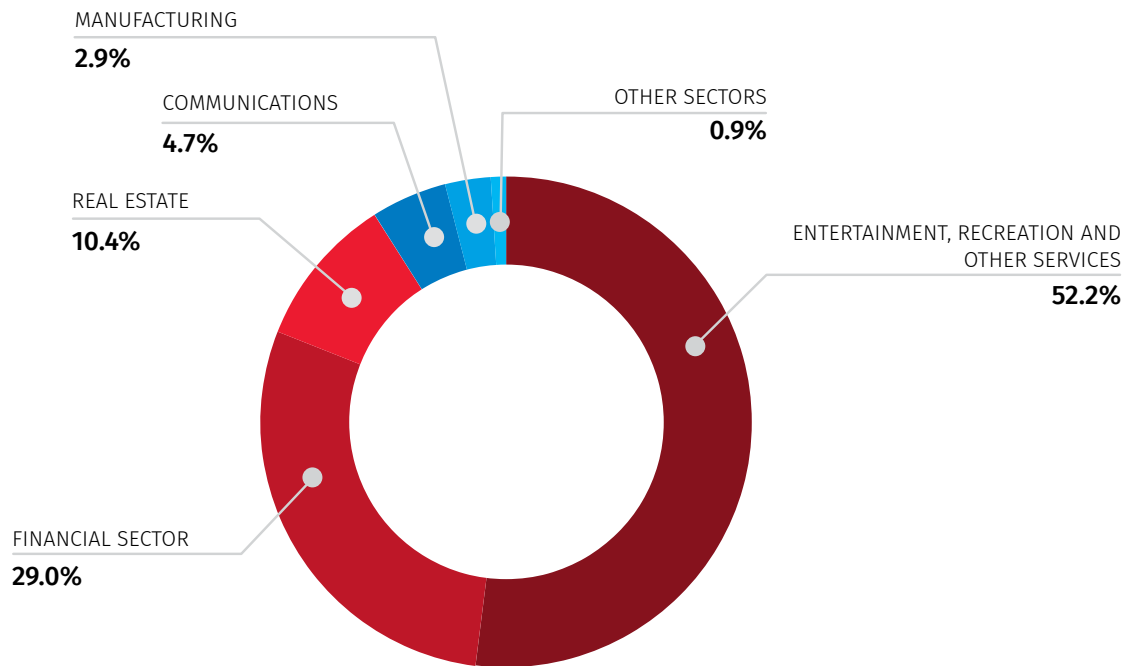
The largest share of FDI was registered in the entertainment, recreation and other services sector, reaching USD 214.5 million (52.2 percent) in Q4 2021, the financial sector was the second with USD 119.1 million, followed by the real estate sector with USD 42.6 million.

FDI by major economic sectors is shown in Chart №3.

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CHART №3

FDI BY MAJOR ECONOMIC SECTORS
IN Q4 2021*



*Preliminary data.

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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.

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.

Adjusted data will be published on 15 August, 2022 that may affect some changes in the existing dynamic sets.

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