

NATIONAL STATISTICS OFFICE OF GEORGIA

FOREIGN DIRECT INVESTMENTS 2022 (PRELIMINARY)



NATIONAL STATISTICS OFFICE OF GEORGIA

10.03.2023

FOREIGN DIRECT INVESTMENTS

2022 AND Q4 2022

FDI IN 2022

(PRELIMINARY)

The foreign direct investments (FDI) in Georgia amounted to USD 2 billion in 2022 (preliminary data), up 61.1 percent from the adjusted data of 2021. Increase in equity and reinvestment of earnings 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 2022 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, %	
2022* Q1	576 896	575 500	-1 396	-0.2	Adjustment of equity volume by several enterprises
2022* Q2	353 424	361 277	7 853	2.2	Adjustment of equity and debt volume by several enterprises
2022* Q3	745 257	739 262	-5 996	-0.8	Adjustment of equity and debt volume by several enterprises

*Preliminary data.

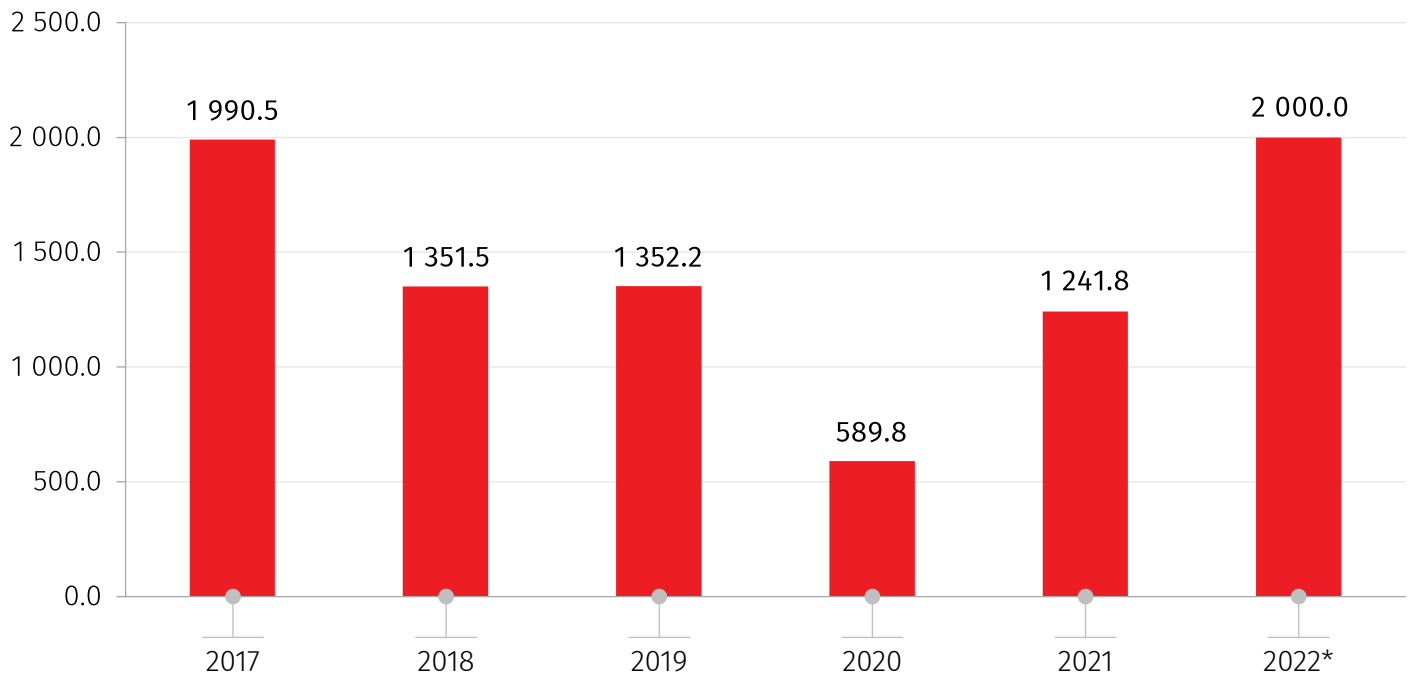
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The chart below shows the dynamics of FDI during 2017-2022.

CHART №1

FDI IN GEORGIA IN 2017-2022
(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	415.0	398.1	637.0	540.5	1 990.5
2018	337.3	423.3	373.0	218.0	1 351.5
2019	318.4	249.6	406.2	378.0	1 352.2
2020	173.8	246.4	296.9	-127.2	589.8
2021	134.3	322.5	373.9	411.1	1 241.8
2022*	575.5	361.3	739.3	324.0	2 000.0

*Preliminary data.

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As for the foreign direct investments by components, the equity capital totaling USD 686.3 million, 3.3 times higher than the adjusted data of the previous year. The volume of reinvestment increased by 1.7 times and amounts to USD 1 289 million.

TABLE №3

FDI IN GEORGIA BY COMPONENTS IN 2017-2022 (MILLION US DOLLARS)

	2017	2018	2019	2020	2021	2022*
TOTAL	1 990.5	1 351.5	1 352.2	589.8	1 241.8	2 000.0
Of which:						
Equity	1 115.0	867.0	710.0	37.2	210.3	686.3
Reinvestment of earnings [^]	616.5	434.1	636.7	500.3	769.9	1 289.4
Debt instruments ^{^^}	259.1	50.5	5.5	52.3	261.6	24.3

*Preliminary data.

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

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

The table below shows the share of reinvestments in total FDI during 2017-2022

TABLE №4

	2017	2018	2019	2020	2021	2022*
Share of reinvestments in total FDI (%)	31.0	32.1	47.1	84.8	62.0	64.5

*Preliminary data.

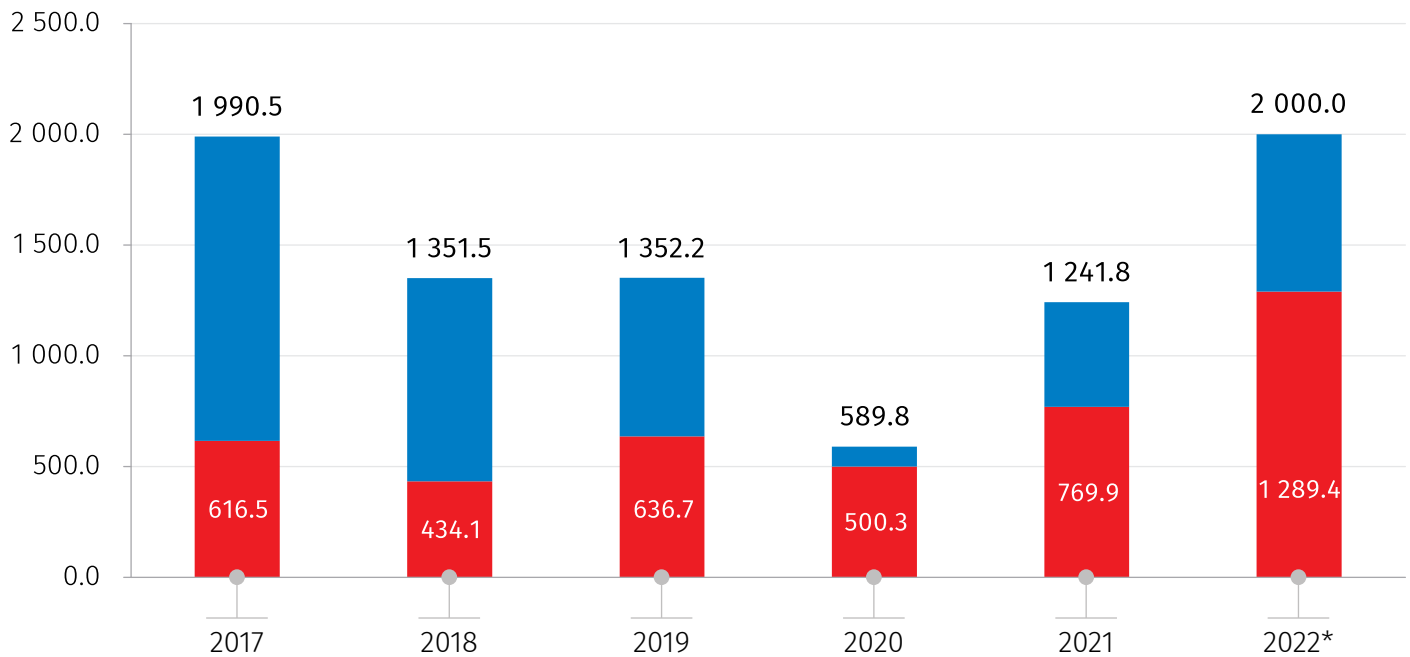
As shown in the above table, the share of reinvestment in the 2022 is 64.5 percent of total FDI.

NATIONAL STATISTICS OFFICE OF GEORGIA

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CHART №2

FDI AND REINVESTMENTS IN GEORGIA 2017-2022 (MILLION US DOLLARS)



*Preliminary data.

REINVESTMENTS FDI

NATIONAL STATISTICS OFFICE OF GEORGIA

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FDI by major investor countries in 2022 is shown in table №5.

TABLE №5

MAJOR INVESTOR COUNTRIES BY 2022 (MILLION US DOLLARS)

	2017	2018	2019	2020	2021	2022*
TOTAL	1 990.5	1 351.5	1 352.2	589.8	1 241.8	2 000.0
of which:						
United Kingdom	249.0	183.3	237.5	303.1	603.6	428.3
Spain	5.8	-3.5	-3.1	2.9	14.4	367.0
United States	79.1	105.0	115.7	98.5	16.4	163.9
Netherlands	356.2	211.6	92.9	206.8	138.3	145.7
Ireland	0.2	3.2	133.2	0.2	1.1	120.9
China	19.4	76.0	44.7	-35.4	-28.1	108.5
Türkiye	256.2	49.2	169.7	79.9	100.0	106.5
Czech Republic	131.7	77.7	18.3	-6.3	80.8	86.4
Russia	52.4	83.8	62.9	42.2	75.5	71.0
Japan	18.4	4.8	39.5	6.5	4.3	68.7
Other countries	822.2	560.4	440.6	-108.4	235.6	333.1

*Preliminary data.

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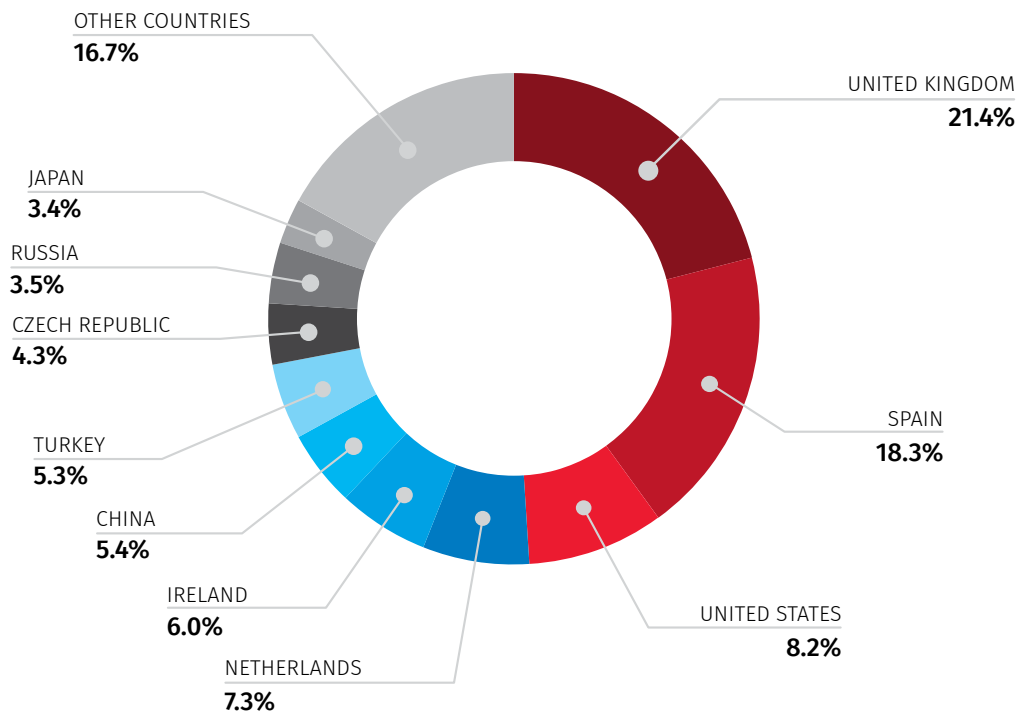
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The share of the three largest investor countries in the total volume of foreign direct investment, in 2022 (preliminary data), amounted to 48.0 percent.

The percentage structure of the same indicator in 2022 is shown in chart №3. The shares of major foreign direct investor countries in FDI stand as follows: The United Kingdom (21.4 percent), Spain (18.3 percent) and United States (8.2 percent).

CHART №3

FDI BY MAJOR INVESTOR COUNTRIES IN 2022*



*Preliminary data.

NATIONAL STATISTICS OFFICE OF GEORGIA

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FDI by major economic sectors in 2022 is shown in table №6.

TABLE №6

BREAKDOWN OF FDI BY ECONOMIC SECTORS IN 2017-2022 (MILLION US DOLLARS)

	2017	2018	2019	2020	2021	2022*
TOTAL	1 990.5	1 351.5	1 352.2	589.8	1 241.8	2 000.0
of which:						
Financial and insurance activities	306.6	273.6	285.3	409.4	471.2	526.4
Real estate activities	132.4	20.9	-64.7	53.8	42.2	406.9
Water supply; sewerage	6.2	5.9	8.3	-26.3	0.4	197.0
Arts, entertainment and recreation	25.3	30.8	140.1	21.4	232.1	173.1
Energy	278.5	123.4	256.0	17.1	185.6	149.1
Information and communication	61.8	-12.7	89.9	73.8	-4.4	141.0
Manufacturing	99.3	172.4	123.6	42.2	133.7	130.4
Construction	176.1	187.3	52.9	31.6	-15.2	91.1
Transport	468.1	192.4	54.5	10.5	4.5	81.7
Trade	133.1	59.9	140.1	61.9	141.3	40.8
Hotels and restaurants	111.4	106.0	119.3	-247.2	-7.4	31.5
Education	10.6	13.3	4.1	9.7	12.8	10.5
Administrative activities	28.5	47.0	21.1	0.7	8.5	9.8
Human health activities	8.0	15.9	16.7	7.8	25.9	7.7
Agriculture	13.5	-2.4	7.3	-1.6	1.8	6.0
Mining and quarrying	51.5	59.5	51.7	98.9	-25.9	2.0
Professional, scientific and technical activities	70.0	52.2	26.5	18.6	24.7	-0.9
Other service activities	9.5	6.1	19.4	7.5	9.9	-4.3

*Preliminary data.

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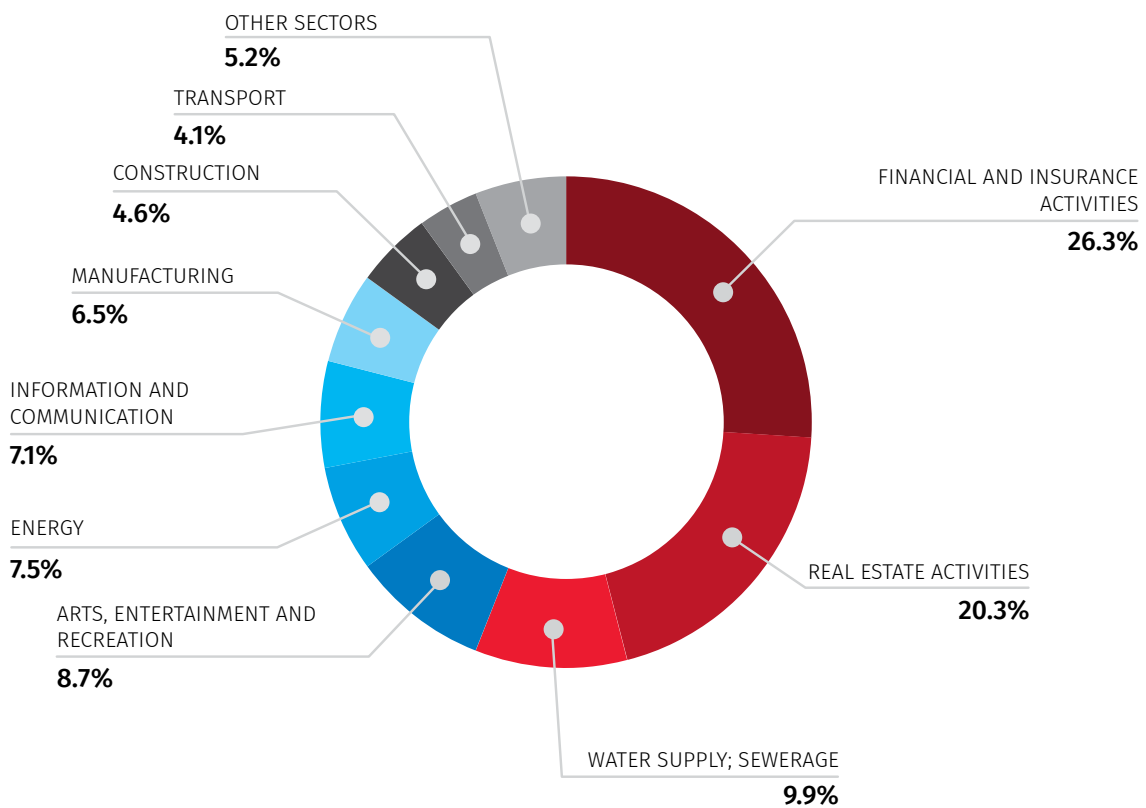
10.03.2023

The share of three major economic sectors in FDI reached 56.5 percent in 2022. The largest share of FDI was registered in the financial and insurance activities sector, totaling USD 526.4 million (26.3 percent), real estate activities was the second with USD 406.9 million (20.3 percent), followed by the water supply; sewerage sector with USD 197.0 million (9.9 percent).

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

CHART №4

**FDI BY MAJOR ECONOMIC SECTORS
IN 2022***



*Preliminary data.

NATIONAL STATISTICS OFFICE OF GEORGIA

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FOREIGN DIRECT INVESTMENTS

Q4 2022

(PRELIMINARY)

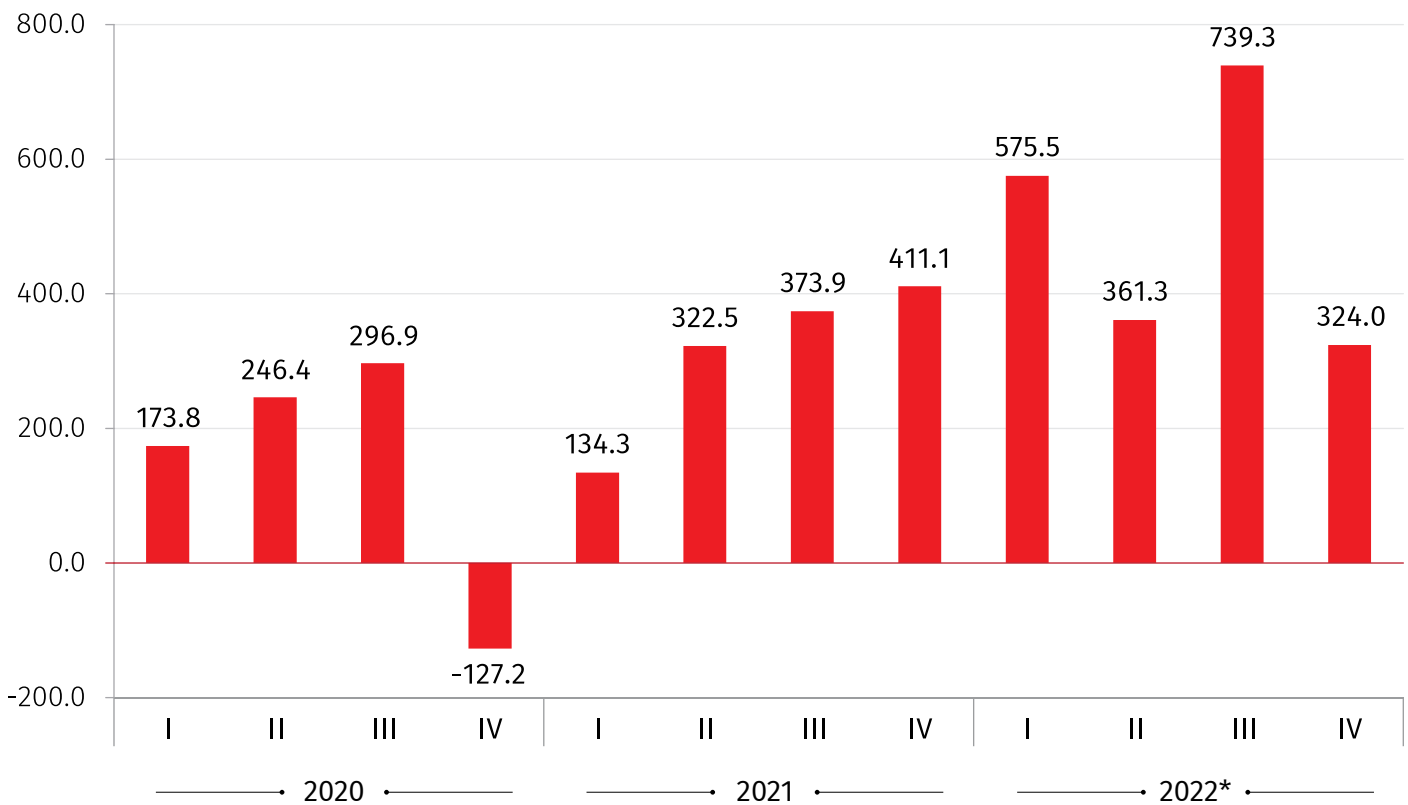
Foreign direct investments (FDI) in Georgia amounted to USD 324.0 million in Q4 2022 (preliminary data).

The chart below shows dynamics of FDI during 2020-2022.

CHART №1

FDI IN GEORGIA IN 2020-2022

(MILLION US DOLLARS)



*Preliminary data.

NATIONAL STATISTICS OFFICE OF GEORGIA

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TABLE №1

FDI IN GEORGIA BY COMPONENTS IN 2021-2022 (MILLION US DOLLARS)

	2021				TOTAL	2022*				TOTAL
	I	II	III	IV		I	II	III	IV	
TOTAL	134.3	322.5	373.9	411.1	1 241.8	575.5	361.3	739.3	324.0	2 000.0
Of which:										
Equity	29.7	39.4	37.9	103.2	210.3	256.5	96.2	225.9	107.7	686.3
Reinvestment of earnings [^]	73.5	251.2	293.5	151.7	769.9	313.6	248.6	439.7	287.4	1 289.4
Debt instruments ^{^^}	31.1	31.8	42.6	156.1	261.6	5.4	16.4	73.6	-71.2	24.3

*Preliminary data.

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

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

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FDI by major investor countries in Q4 2022 is shown in table №2.

TABLE №2

MAJOR INVESTOR COUNTRIES BY Q4 2022 (MILLION US DOLLARS)

	2021				TOTAL	2022*				TOTAL
	I	II	III	IV		I	II	III	IV	
TOTAL	134.3	322.5	373.9	411.1	1 241.8	575.5	361.3	739.3	324.0	2 000.0
Of which:										
United Kingdom	89.9	122.9	59.7	331.0	603.6	88.4	64.2	122.1	153.6	428.3
United States	-59.7	4.5	31.8	39.8	16.4	32.2	6.4	64.7	60.5	163.9
Russia	35.7	12.6	18.8	8.5	75.5	-11.0	10.6	36.6	34.7	71.0
China	-10.6	-4.4	-4.5	-8.6	-28.1	36.6	30.7	7.2	34.0	108.5
Czech Republic	13.6	30.7	35.6	0.9	80.8	6.1	26.6	24.3	29.3	86.4
Netherlands	10.9	49.6	65.3	12.5	138.3	32.8	44.8	47.8	20.4	145.7
Malta	-13.5	7.8	14.8	-11.4	-2.2	10.2	4.5	8.4	11.3	34.4
Marshall Islands	6.7	7.4	1.3	4.0	19.4	18.3	9.1	2.9	10.2	40.5
Panama	-0.2	2.6	-11.5	-0.6	-9.6	0.3	0.3	0.1	9.4	10.1
Germany	8.4	10.1	11.9	5.7	36.2	9.1	8.8	7.7	9.1	34.7
Other countries	53.0	78.7	150.8	29.2	311.7	352.5	155.1	417.4	-48.6	876.4

*Preliminary data.

NATIONAL STATISTICS OFFICE OF GEORGIA

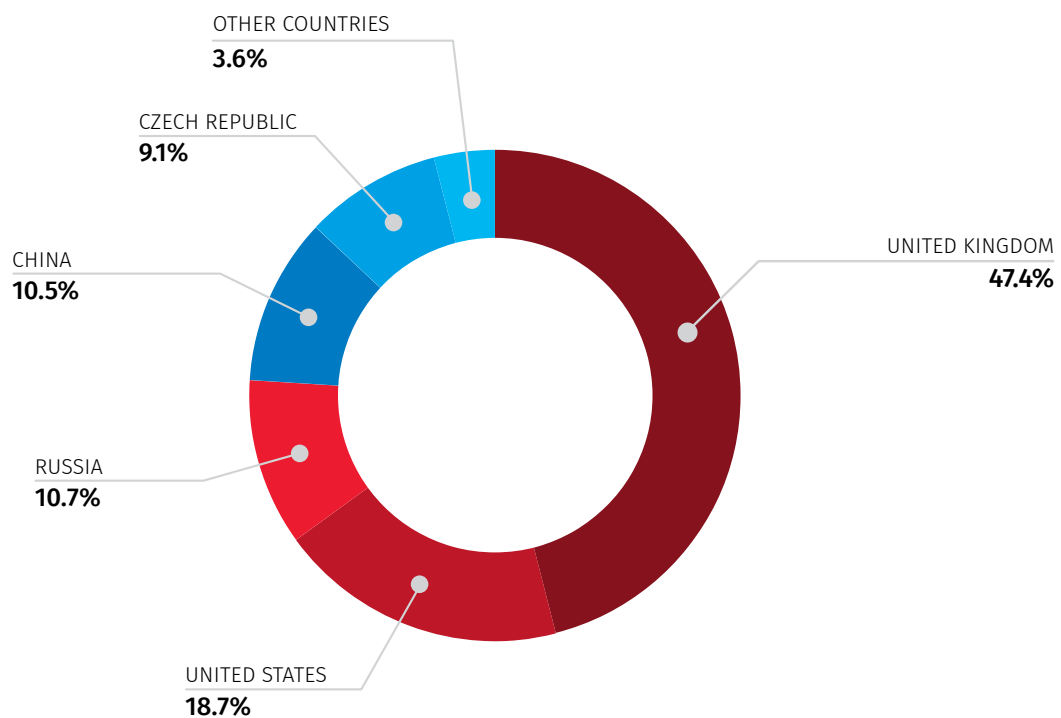
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The United Kingdom reaching USD 153.6 million in Q4 2022 (47.4 percent) was the major foreign direct investor country, United States was the second with USD 60.5 million (18.7 percent) followed by Russia with USD 34.7 (10.7 percent).

The shares of FDI by major foreign direct investor countries Q4 2022 is shown in Chart №2.

CHART №2

FDI BY MAJOR INVESTOR COUNTRIES IN Q4 2022*



*Preliminary data.

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

TABLE №3

FDI BY ECONOMIC SECTORS IN 2021-2022 (MILLION US DOLLARS)

	2021				TOTAL	2022*				TOTAL
	I	II	III	IV		I	II	III	IV	
TOTAL	134.3	322.5	373.9	411.1	1 241.8	575.5	361.3	739.3	324.0	2 000.0
of which:										
Financial and insurance activities	98.7	148.4	91.0	133.1	471.2	115.7	58.6	154.8	197.3	526.4
Information and communication	-62.8	4.1	21.3	33.1	-4.4	17.4	-1.1	60.9	63.9	141.0
Real estate activities	19.8	12.0	-12.9	23.2	42.2	80.2	61.5	222.3	42.9	406.9
Energy	40.7	66.9	117.7	-39.8	185.6	35.7	74.0	6.6	32.8	149.1
Construction	-9.8	-4.0	3.8	-5.2	-15.2	19.7	30.4	15.0	26.0	91.1
Arts, entertainment and recreation	-9.5	10.9	17.3	213.5	232.1	4.8	12.3	142.9	13.1	173.1
Transport	-4.0	-18.1	27.2	-0.7	4.5	21.9	14.0	35.1	10.7	81.7
Manufacturing	21.7	53.2	51.0	7.8	133.7	39.6	41.9	38.7	10.2	130.4
Administrative activities	-0.9	1.3	4.3	3.8	8.5	-0.3	1.6	4.4	4.1	9.8
Education	0.5	2.9	6.7	2.8	12.8	1.4	2.5	2.5	4.1	10.5
Human health activities	12.4	4.0	5.1	4.4	25.9	2.0	-0.9	3.8	2.8	7.7
Mining and quarrying	-20.7	-5.4	-0.1	0.4	-25.9	1.1	0.3	0.5	0.2	2.0
Water supply; sewerage	0.1	0.0	0.3	-0.1	0.4	197.0	-0.1	0.0	0.1	197.0
Agriculture	-0.8	-1.8	0.7	3.7	1.8	2.7	2.9	0.5	-0.1	6.0
Hotels and restaurants	-1.0	-8.7	5.4	-3.0	-7.4	10.6	6.9	16.1	-2.0	31.5
Professional, scientific and technical activities	0.9	4.1	11.2	8.6	24.7	0.9	-5.2	5.9	-2.5	-0.9
Trade	47.0	50.2	22.0	22.2	141.3	23.0	58.8	25.7	-66.6	40.8
Other service activities	2.0	2.5	2.0	3.3	9.9	2.2	2.9	3.6	-13.0	-4.3

*Preliminary data.

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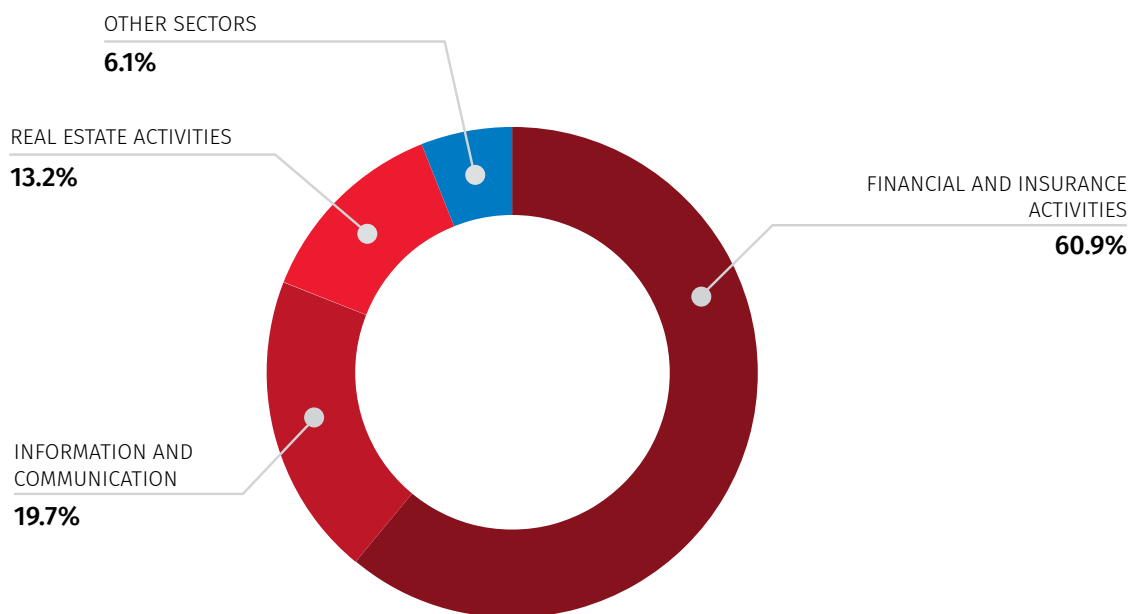
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The share of three major economic sectors in FDI reached 93.9 percent in Q4 2022. The largest share of FDI was registered in the financial and insurance activities sector, reaching USD 197.3 million (60.9 percent) in Q4 2022, the Information and communication sector was the second with USD 63.9 million (19.7 percent), followed by the real estate activities sector with USD 42.9 million (13.2 percent).

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

CHART №3

**FDI BY MAJOR ECONOMIC SECTORS
IN Q4 2022***



*Preliminary data.

NATIONAL STATISTICS OFFICE OF GEORGIA

10.03.2023

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, 2023 that may affect some changes in the existing dynamic sets.

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