

DIRECT INVESTMENT (January – November 2014)¹

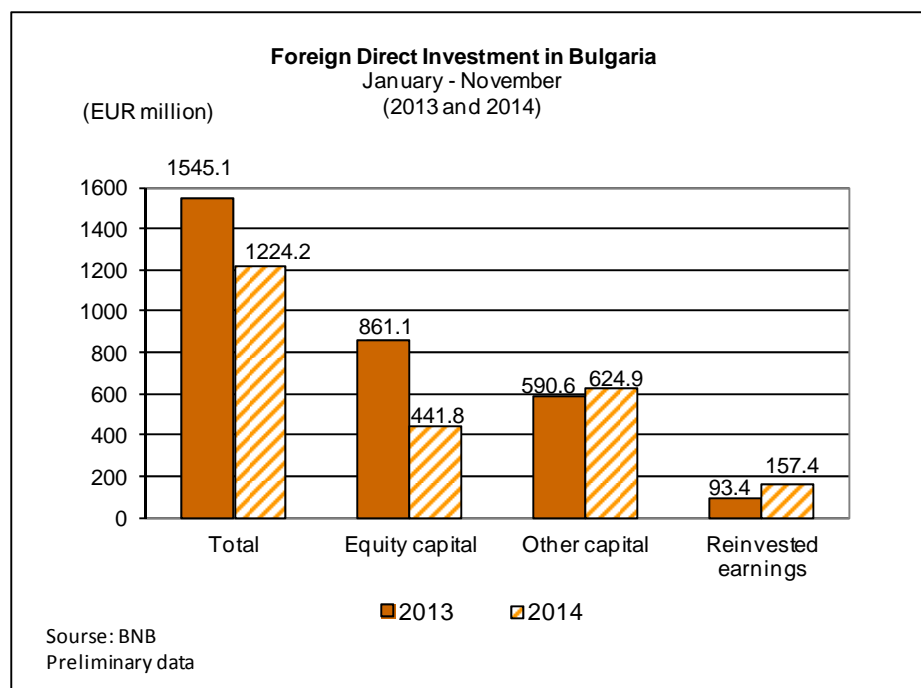
Foreign direct investment in Bulgaria recorded a net inflow of EUR 1224.2 (3% of GDP) in January – November 2014 according to preliminary data, dropping by EUR 321 million (20.8%) from January – November 2013 (an inflow of EUR 1,545.1 million, 3.8% of GDP)². In November 2014 they grew by EUR 416.6 million, compared with an increase of EUR 234.7 million in November 2013.

	2013						2014						2014/2013
	Q1	Q2	Q3	Oct.	Nov.	Jan-Nov	Q1	Q2	Q3	Oct.	Nov.	Jan-Nov	Jan-Nov
Direct investment, net	389.4	395.2	418.8	-28.1	221.6	1396.8	464.6	-14.3	-0.9	215.7	408.5	1073.5	-323.3
Direct investment abroad *	-16.1	-46.3	-52.9	-19.9	-13.1	-148.3	-44.3	-66.6	-27.5	-4.2	-8.1	-150.6	-2.3
Equity capital	-14.6	-30.6	-33.7	-7.7	-4.0	-90.7	-15.5	-60.5	-24.5	-2.8	-2.1	-105.5	-14.8
Other capital	-10.4	-10.6	-17.1	-12.2	-9.1	-59.4	-28.8	-6.0	-3.0	-1.3	-6.0	-45.2	14.2
Reinvested earnings	8.9	-5.1	-2.1	0.0	0.0	1.7	0.0	0.0	0.0	0.0	0.0	0.0	-1.7
Foreign Direct Investment	405.5	441.5	471.7	-8.2	234.7	1545.1	508.9	52.2	26.6	219.9	416.6	1224.2	-321.0
Equity capital, incl.	251.4	320.3	194.1	60.2	35.1	861.1	100.3	-0.7	287.2	17.0	38.0	441.8	-419.3
<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>	251.4	320.3	194.1	60.2	35.1	861.1	100.3	-0.7	287.2	17.0	38.0	441.8	-419.3
Other capital	127.7	107.8	244.1	-78.5	189.5	590.6	366.3	14.1	-306.4	187.6	363.3	624.9	34.3
Reinvested earnings	26.4	13.4	33.5	10.1	10.1	93.4	42.2	38.8	45.8	15.3	15.3	157.4	64.0

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.

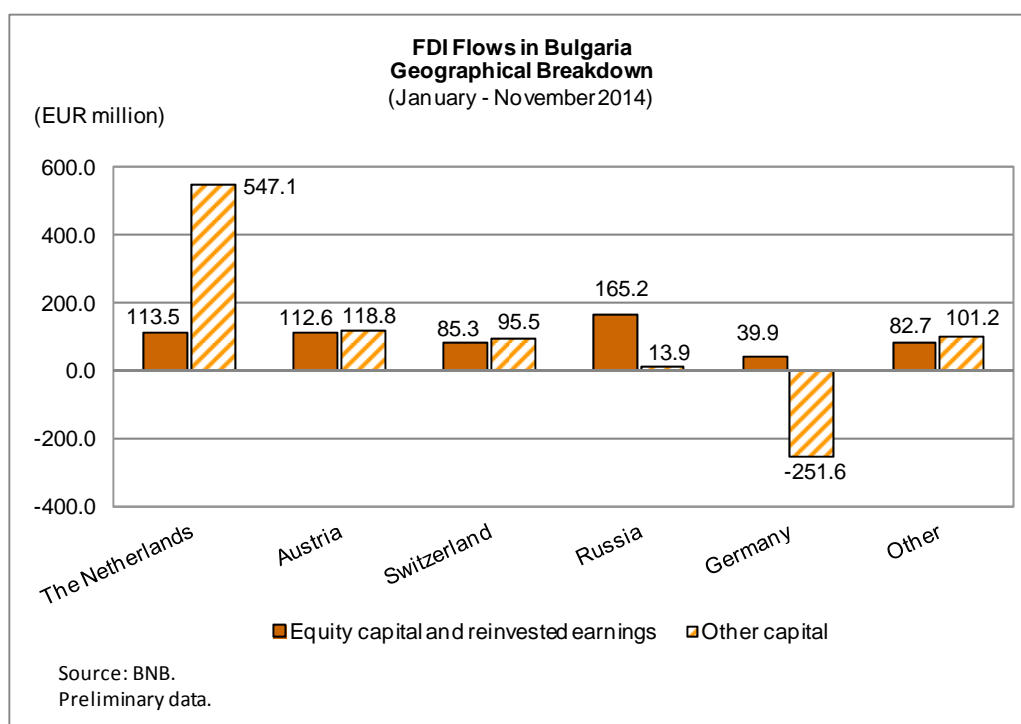
The *equity capital* (acquisition/disposal of shares and equities in cash and contributions in kind by non-residents in/from the capital and reserves of Bulgarian enterprises and receipts/payments from/for real estate deals in the country) amounted to EUR 441.8 million. It decreased by EUR 419.3 million compared to that attracted in the same period of 2013 (EUR 861.1 million). *The receipts from real estate investments of non-residents* amounted to EUR 112 million, compared with EUR 139 million attracted in January – November 2013.



The net *other capital* (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 624.9 million in January – November 2014, compared with a positive one of EUR 590.6 million in January – November 2013.³

Based on preliminary data on profit/loss, the *reinvested earnings*⁴ (the share of non-residents in the undistributed earnings/ loss of the enterprise) were estimated at EUR 157.4 million for January – November 2014, compared with EUR 93.4 million in the same period of 2013.

By country, the largest direct investment in Bulgaria in January – November 2014 were those from the Netherlands (EUR 660.6 million). The largest net outflows for the period were to Germany (EUR -211.7 million).



According to preliminary data, *direct investment abroad* increased by EUR 150.6 million in January – November 2014, compared with an increase of EUR 148.3 million in January – November 2013. In November 2014 they grew by EUR 8.1 million, compared with an increase of EUR 13.1 million in November 2013.

¹ Preliminary data. When comparing the data year-on-year it should be taken into account that the initial data on the January – November 2013 FDI, published in the BNB press release on 17 January 2014 have been subsequently revised (www.bnb.bg, section Press Releases/Statistical Press Releases/Balance of Payments). The data for November 2014 are to be revised with the January – December 2014 report. The 2013 and 2014 data are subject to revisions with the annual NSI data and reports from foreign direct investment enterprises.

² GDP amounting to EUR 40,250 million for 2014 (BNB estimate), and EUR 41,047.3 million for 2013 (NSI data as of 01.10.2014) according to ESA 2010.

³ Data on *Other capital* are based on preliminary information from foreign direct investment enterprises on credits extended/received to/from nonresidents. The 2013 and 2014 data are subject to revisions with the quarterly and annual reports.

⁴ The 2013 and 2014 data include estimates of reinvested earnings of *banks*. Data on reinvested earnings of *non-financial enterprises* for 2013 will be presented with the January 2015 report.