

DIRECT INVESTMENT (January – June 2016)¹

According to preliminary data, *foreign direct investment in Bulgaria* presented according to the *directional principle* amounted to EUR 778.4 million (1.7% of GDP²) in January – June 2016, dropping by EUR 179.5 million (18.7%) from January – June 2015 (EUR 957.9 million, 2.2% of GDP)³. In June 2016 *foreign direct investment in Bulgaria* grew by EUR 182.1 million, compared with an increase of EUR 169.2 million in June 2015.

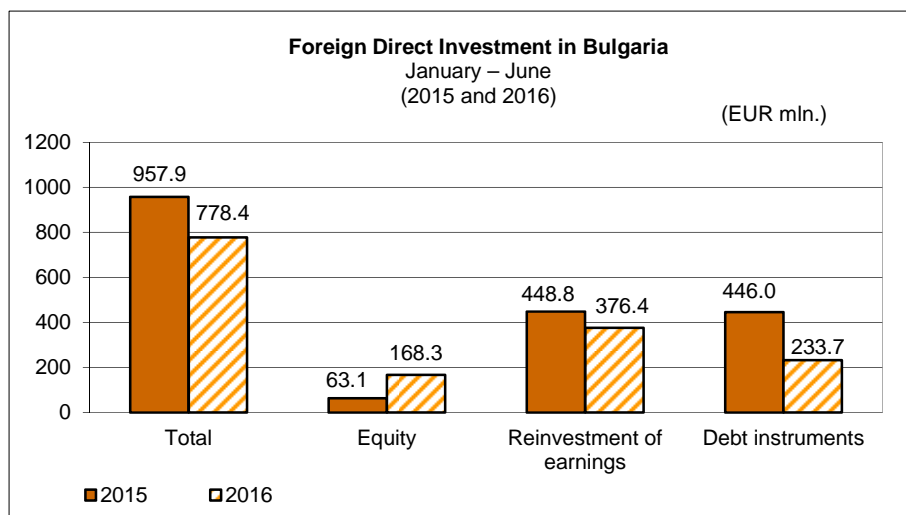
	2015					2016					(EUR million)
	Q1	Apr	May	Jun	Jan-Jun	Q1	Apr	May	Jun	Jan-Jun	2016/2015
Direct investment, net	-559.4	-238.9	-3.8	-162.7	-964.8	-356.7	-54.7	-121.6	-143.7	-676.6	288.2
Direct investment abroad *	26.6	-42.7	2.7	6.5	-6.9	10.9	38.7	13.7	38.4	101.8	108.7
Equity	36.3	0.9	6.9	13.5	57.6	12.1	8.4	9.5	25.9	55.9	-1.8
Reinvestment of earnings	-9.8	-1.4	-2.7	-1.4	-15.3	-8.7	-5.6	-3.9	-4.2	-22.4	-7.1
Debt instruments	0.0	-42.2	-1.5	-5.6	-49.2	7.5	36.0	8.2	16.7	68.4	117.6
Foreign Direct Investment	586.0	196.2	6.4	169.2	957.9	367.6	93.4	135.4	182.1	778.4	-179.5
Equity	95.2	24.4	-112.3	55.8	63.1	144.5	63.2	-49.5	10.1	168.3	105.1
Reinvestment of earnings	214.6	78.1	78.1	78.1	448.8	139.0	79.1	79.1	79.1	376.4	-72.4
Debt instruments	276.3	93.7	40.6	35.3	446.0	84.1	-49.0	105.7	92.9	233.7	-212.3

Data presented following the directional principle and compiled in accordance with the methodological requirements of the Sixth Edition of the *Balance of Payments and International Investment Position Manual (IMF, 2008)*.

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

A positive sign denotes an increase in assets and liabilities; a negative sign denotes a decrease in assets and liabilities.

Equity (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 168.3 million in January – June 2016. It grew by EUR 105.1 million in comparison with that attracted in January – June 2015 (EUR 63.1 million).



¹ Preliminary data. The data for January 2014 – June 2016 are to be revised with the July 2016 report. The 2014 and 2015 data are subject to revisions with the annual NSI data and reports from foreign direct investment enterprises.

² GDP amounting to EUR 45,474 million for 2016 (BNB forecast), and EUR 44,161.6 million for 2015 (NSI data as of 8 March 2016) according to ESA 2010.

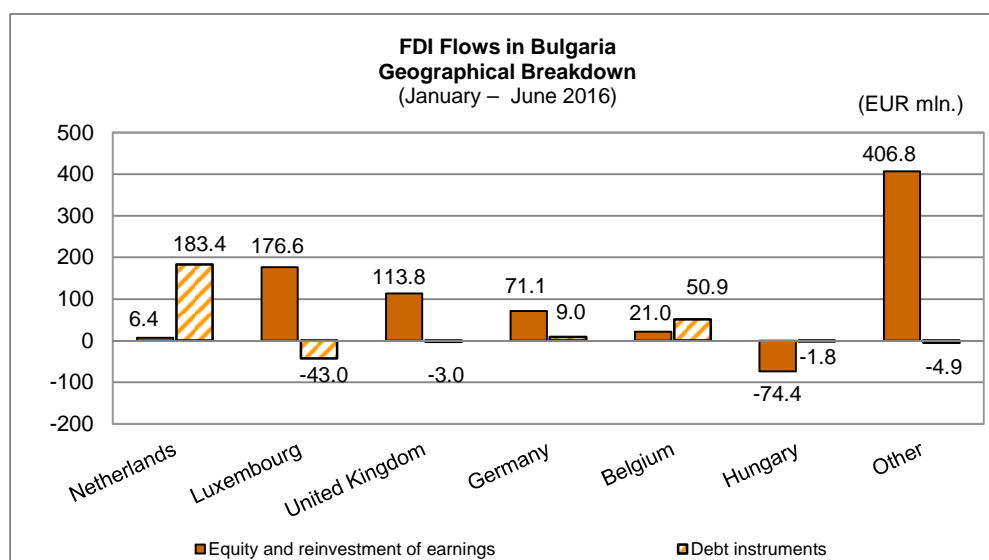
³ When comparing the data year-on-year it should be taken into account that the initial FDI data for January – June 2015, published in the BNB press release on 17 August 2015, have been subsequently revised (www.bnb.bg, section Press Office/Statistical Press Releases/Balance of Payments).

Real estate investments of non-residents totalled EUR 26.1 million, compared with EUR 36.5 million attracted in January – June 2015. The largest inflow of real estate investment was from Norway – EUR 4.7 million (18.2% of the total amount for January – June 2016), Russia and the United Kingdom (EUR 3.9 million each, 14.9% of the total amount for the period).

Reinvestment of earnings (the share of non-residents in the undistributed earnings/ loss of the enterprise based on preliminary profit and loss data) were estimated at EUR 376.4 million for January – June 2015, compared with EUR 448.8 million in the same period of 2015.

The net *debt instruments* (the change in the net liabilities between affiliated enterprises on financial loans, suppliers' credits and debt securities) totalled EUR 233.7 million in January – June 2016, compared with EUR 446 million in January – June 2015⁴.

The largest net direct investment inflow in Bulgaria for January – June 2016 was from the Netherlands (EUR 189.7 million, 24.4% of the total amount for the period), Luxembourg (EUR 133.6 million, 17.2%), and the United Kingdom (EUR 110.8 million, 14.2%).



According to preliminary data, *direct investment abroad* totalled EUR 101.8 million in January – June 2016, compared with a decline of EUR 6.9 million in January – June 2015. In June 2016 it grew by EUR 38.4 million, compared with an increase of EUR 6.5 million in June 2015.

⁴ The data on *debt instruments* are based on preliminary information from foreign direct investment enterprises on credits extended/received to/from nonresidents. The data for 2014 and 2015 are subject to revisions with their quarterly and annual reports.