



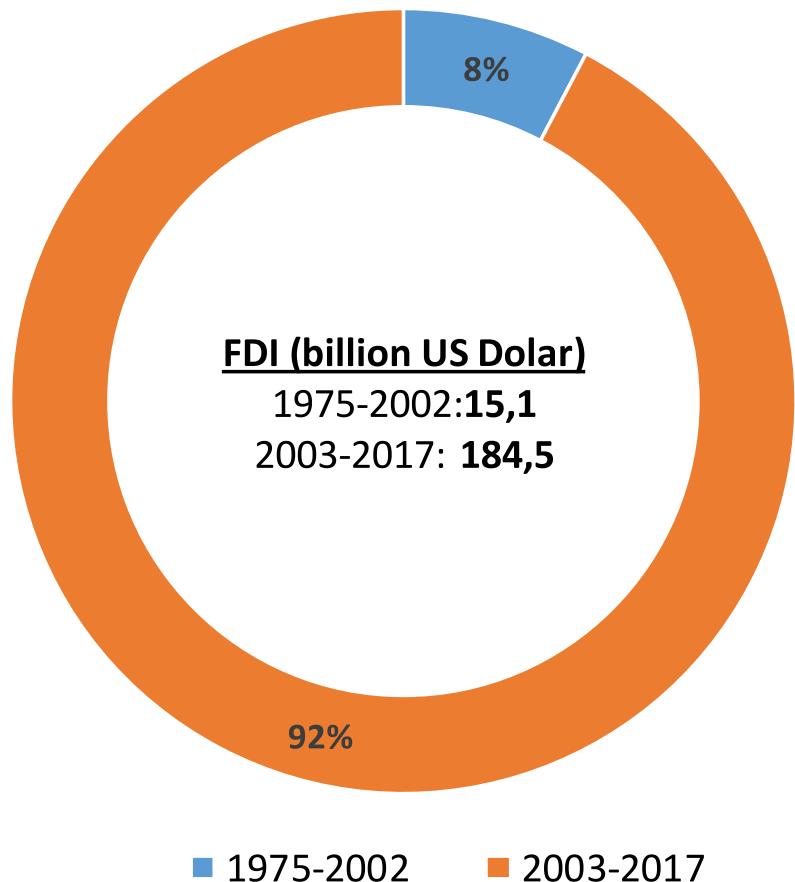
**Turkey**  
Discover  
the potential

## *Outline:*

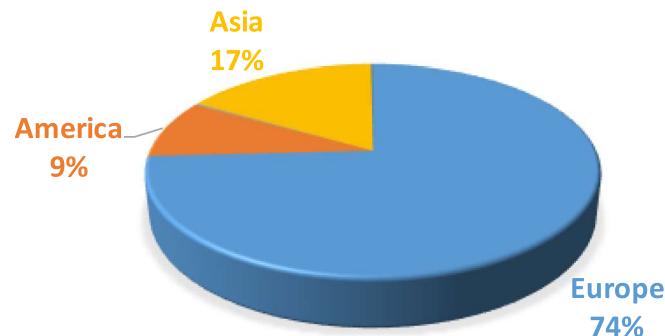
- *FDI in Turkey*
- *FDI Regime in Turkey*
- *Investment Incentives*

## FDI in TURKEY

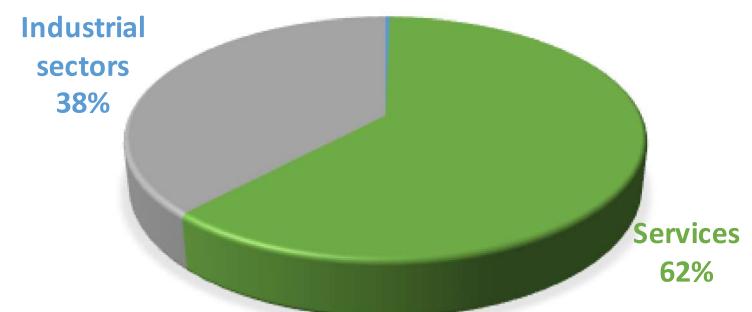
### Total FDI Inflows



### FDI INFLOWS BY HOME COUNTRY GROUPS

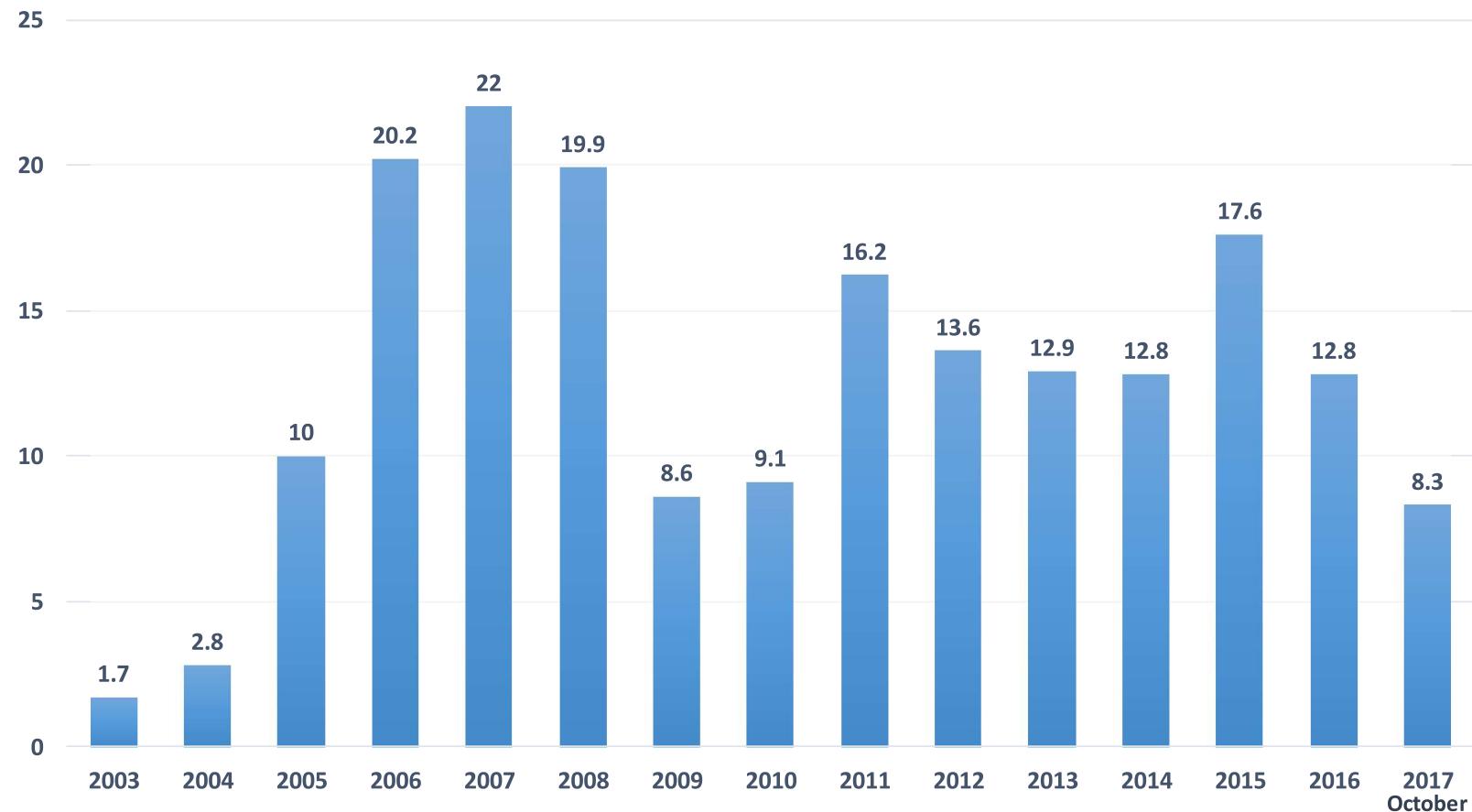


### FDI INFLOWS BY SECTORS





## FDI in TURKEY



**Turkey**  
Discover  
the potential



## Number of Companies with Foreign Capital in Turkey (Cumulative)

55.329

55.330

55.331

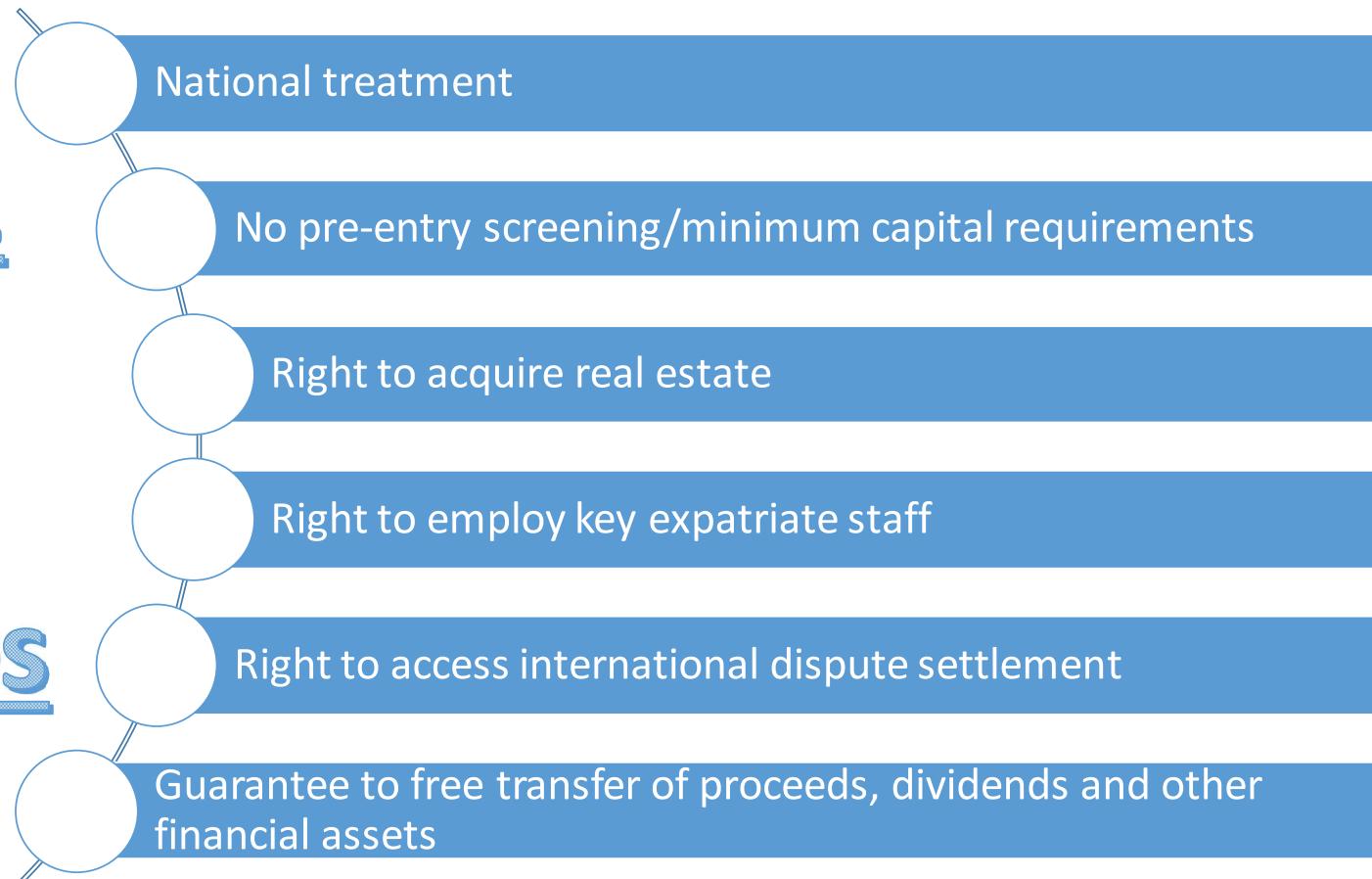


**Turkey**  
Discover  
the potential



# Law No. 4875 Main Principles

## Foreign Direct Investment Regime



**Turkey**  
Discover the potential



## Acquisition of Real Estate by Foreigners



**Turkey**  
Discover the potential

### For Real Persons

- No reciprocity requirement
- Acquisitions up to 30 hectares
- Requirement to develop a project within two years in case the acquisition of a vacant land
- Total area of real estates can not exceed 10% of the privately owned land in the town

### For Foreign Companies

- Acquisition according to the provisions of special laws (Law on petroleum, tourism, industrial zones)

### For Turkish Companies With Foreign Capital

- Companies controlled by foreign investors can acquire real estates to conduct business activities listed in their Articles of Association
- Permission requirement for the acquisitions in military zones and special security zones



# Legal Framework of Turkey's Investment Relations



**Turkey**  
Discover  
the potential

## Bilateral Investment Treaties

- Signed with 102 countries
- 76 treaties are in force

## Avoidance of Double Taxation Treaties

- 82 treaties are in force



## Latest Major Legislation regarding Investment Climate



**Turkey**  
Discover  
the potential

# Citizenship

invest at least  
USD 2 million

acquire an  
immovable  
asset of at least  
USD 1 million

hold at least  
USD 3 million  
in government  
bonds for 3 years

create jobs  
for at least  
100 persons

deposit at least  
USD 3 million  
in Turkish banks



# INVESTMENT INCENTIVE PROGRAM



**Turkey**  
Discover the potential

## General Investment Scheme

Aims to support all investment projects that are not excluded from the program

## Regional Investment Incentive Scheme

Aims to eliminate inter-regional imbalances

## Priority Investment Incentive Scheme

Aims to increase production of goods and services in critical sectors

## Large Scale Investment Incentive Scheme

Aims to improve technology and R&D capacity of Turkey

## Strategic Investment Incentive Scheme

**Aims to increase production of intermediate and final products with high import dependence**

## Project Based Incentive Scheme

Aims to serve the technological transformation of Turkey through crucial investments



# Support Measures

Support Measures	General Investment Incentive Scheme	Regional Investment Incentive Scheme	Priority Investment Incentive Scheme	Large Scale Investment Incentive Scheme	Strategic Investment Incentive Scheme
VAT Exemption	✓	✓	✓	✓	✓
Customs Duty Exemption	✓	✓	✓	✓	✓
Tax Deduction		✓	✓	✓	✓
Social Security Premium Support (Employer's Share)		✓	✓	✓	✓
Income Tax Withholding Support *	✓	✓	✓	✓	✓
Social Security Premium Support (Employee's Share) *		✓	✓	✓	✓
Interest Support		✓	✓		✓
Land Allocation		✓	✓	✓	✓
VAT Refund					✓

\* Investments in Region 6 are eligible for Income Tax Withholding Allowance and Social Security Premium Support (Employee's Share)



# Regions

