

# Foreign Direct Investment in Bangladesh

## Survey Report

July-December, 2008



**Statistics Department  
Bangladesh Bank**



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# Foreign Direct Investment (FDI) in Bangladesh ; A Survey Report

July-December, 2008



**BANGLADESH BANK**  
(The Central Bank of Bangladesh)

## Foreword from the Governor

I am pleased to see that the Statistics Department of Bangladesh Bank (BB) is bringing out a new half yearly hard copy publication titled '**Foreign Direct Investment in Bangladesh**', reporting time series data on foreign direct investment (FDI) and foreign borrowings by private sector industrial enterprises in Bangladesh. These data series covering the year 2008 uploaded in BB website attracted wide interest from analysts, researchers and policy makers in Bangladesh. Because FDI and external borrowings are components of balance of payments (BOP) and international investment positions (IIP), these data series are of interest also to users in institutions abroad like IMF, UNCTAD and WB. I believe this publication will further broaden the access and ease of use.

The data series and other information reported in this publication are outcomes of half yearly surveys conducted by BB with questionnaires mailed to individual companies and firms. These surveys pose challenges in ensuring fullest possible coverage of companies/firms receiving foreign direct investment or foreign loans and in eliciting high enough levels of response to the questionnaires. Recently, the Statistics Department has involved banks in collecting the responses from their client companies/firms and forwarding these to BB.

Views and suggestions from users about improvements in the publication and the surveys will be welcome.



(Dr. Atiur Rahman)

Governor

Bangladesh Bank

Dhaka, February 2010

# Contents

| <b>Subject</b>  | <b>Pages</b> |
|---|--------------|
| 1. Explanatory Notes                                      | 1            |
| 2. Survey Methodology                                     | 3            |
| 3. Distribution of Reporting Enterprises                  | 3            |
| 4. FDI Inflows Survey Findings                            | 4            |
| 5. Review by Components                                   | 5            |
| 6. FDI Inflows by Area                                    | 6            |
| 7. FDI Inflows by Major Sectors                           | 7            |
| 8. FDI Inflows by Major Countries                         | 8            |
| 9. Stock Position of Foreign Direct Investment (FDI)      | 8            |
| 10. Stock Position of Private Sector External Debt (PSED) | 11           |
| Appendix : Survey Questionnaire (Form FI - 1)             | 12           |

## List of Tables

| <b>Subject</b>  | <b>Pages</b> |
|---|--------------|
| Table 1: FDI Inflows in Bangladesh during July-December,2008  | 4            |
| Table 2: Time Series Data on FDI Inflows                      | 5            |
| Table 3: EPZ and Non-EPZ wise Time Series Data on FDI Inflows | 5            |
| Table 4: Time Series Data on Major Sector-wise FDI Inflows    | 7            |
| Table 5: Time Series Data on Major Country-wise FDI Inflows   | 8            |
| Table 6: Time Series Data on Major Sector-wise FDI Stock      | 9            |
| Table 7: Time Series Data on Major Country-wise FDI Stock     | 10           |

## List of Figures

| <b>Subject</b>   | <b>Pages</b> |
|--|--------------|
| Figure 1 : Reporting status of enterprises for the period July-December,2008 | 3            |
| Figure 2 : Half yearly Time Series Data on FDI Inflows                       | 4            |
| Figure 3 : Yearly Time Series Data on FDI Inflows                            | 4            |
| Figure 4 : FDI Inflows in Non-EPZ  | 5            |
| Figure 5 : FDI Inflows in EPZ  | 5            |
| Figure 6 : Major Sector-wise FDI Inflows during July-December,2008           | 6            |
| Figure 7 : Major Country-wise FDI Inflows during July-December,2008          | 7            |
| Figure 8 : Stock position of Foreign Direct Investment (FDI)                 | 8            |
| Figure 9 : Trends in Major Sector-wise FDI Stock                             | 9            |
| Figure 10 : Trends in Major Country-wise FDI Stock                           | 10           |
| Figure 11 : Stock Data on Private Sector External Debt (PSED)                | 11           |

# Foreign Direct Investment (FDI) in Bangladesh, July-December, 2008

## 1. Explanatory Notes

### Definition of FDI

Foreign Direct Investment is the category of international investment that reflects the objective of a resident entity in one economy obtaining a lasting interest in an enterprise resident in another economy. (The resident entity is the direct investor and the enterprise is the direct investment enterprise.) The lasting interest implies the existence of a long-term relationship between the direct investor and the enterprise and a significant degree of influence by the investor on the management of the enterprise. Direct investment comprises not only the initial transaction establishing the relationship between the investor and the enterprise but also all subsequent transactions between them and among affiliated enterprises, both incorporated and unincorporated. A direct investment enterprise is an incorporated or unincorporated enterprise in which a direct investor owns 10 percent or more of the ordinary shares or voting power for an incorporated enterprise or its equivalent for an unincorporated enterprise (IMF, Balance of Payment Manual, 5<sup>th</sup> edition, 1993, page-86). The components of FDI are : a) Equity capital b) Reinvested earnings and c) Intra-company loans.

A **foreign direct investor** is an individual, an incorporated or unincorporated public or private enterprise, a group of related individuals, or a group of related incorporated and/or unincorporated enterprise which has a direct investment enterprise - that is, a subsidiary, associate or branch - operating in a country other than the country or countries of residence of the foreign direct investor or investors.

A **direct investment enterprise** is defined as an incorporated or unincorporated enterprise in which a foreign investor owns 10 per cent or more of the ordinary shares or voting power of an incorporated enterprise or its equivalent for an unincorporated enterprise. A direct investment enterprise may be an incorporated enterprise - a subsidiary or associate company - or an unincorporated enterprise (branch). Direct investors may have direct investment enterprise which have subsidiaries, associates and branches in one country or in several countries.



In a subsidiary enterprise a direct investor owns more than 50 percent shares; in an associate enterprise a direct investor owns 50 percent or less shares and branches are wholly or jointly owned unincorporated enterprise either directly or indirectly owned by the direct investor.

### **Authority**

Article 69 of the Bangladesh Bank Order, 1972 (President's Order No. 127 of 1972) authorizes Bangladesh Bank to request from natural or juridical persons including the government, such data or information as are required for proper execution of its responsibilities.

### **Data Confidentiality**

Bangladesh Bank respects the right to privacy and confidentiality of the respondents, not publishing any statement or data of individual or corporate bodies without consent of the respondents concerned.

### **Residents and Non-residents**

**Residents** include all individuals, households, enterprises or other organizations operating in Bangladesh, regardless of whether they are citizens of the country or not, and/or are owned by Bangladeshi citizens or foreigners. These units have their centers of economic interest in Bangladesh. Branches, subsidiaries and affiliates of foreign banks and enterprises operating in Bangladesh and persons who normally live in Bangladesh for one year or more are Bangladeshi residents, regardless of citizenship.

**Non-residents** are individuals, households, enterprises or other organizations ordinarily domiciled in a country other than Bangladesh. Non-resident branches and subsidiaries of Bangladeshi banks and enterprises operating in another country are examples of non-residents, as are persons who do not normally live in Bangladesh.

### **Foreign Assets and Liabilities**

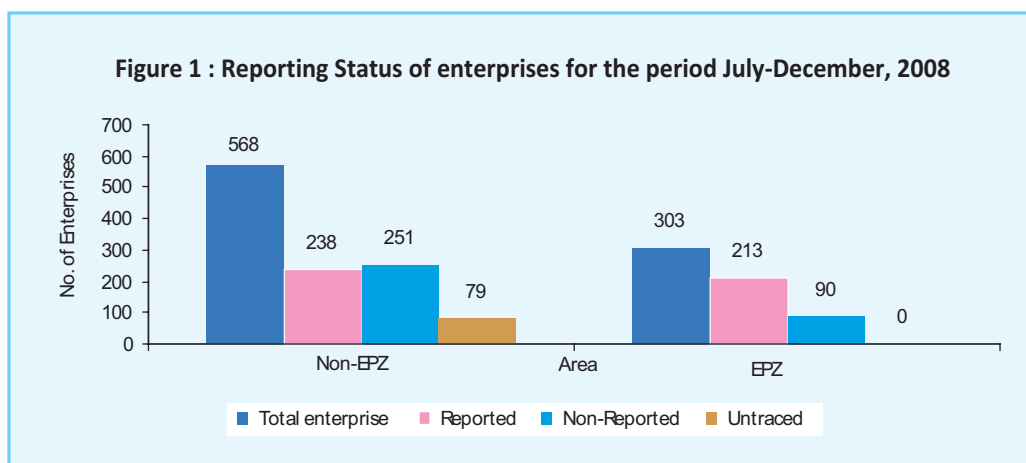
An asset or liability must represent actual claims that are legally in existence. Foreign assets of resident enterprise/company/entity comprise its claims on non-residents and liabilities comprise its indebtedness to non-residents.

## 2. Survey Methodology

Bangladesh Bank, as the central bank of the country, monitors and compiles FDI flows data needed for drawing up balance of payments and international investment positions of Bangladesh. Bangladesh Bank has been conducting an enterprise survey since 1995 to collect detailed information on foreign direct investment in Bangladesh. This survey is being conducted twice a year, covering the period January-June and July-December. This survey covers 100% foreign owned companies and joint-venture companies registered with Bangladesh Export Processing Zones Authority (BEPZA) and the Board of Investment (BOI) respectively. The registered projects which did not start operations till the end of the survey period are excluded from the survey. A prescribed survey questionnaire is used to collect FDI data from EPZ and Non-EPZ areas. The enterprises are to submit their completed survey form for the period January-June and July-December by 30<sup>th</sup> September and 31<sup>st</sup> March respectively. The survey covers FDI inflows, outflows and outstanding stocks of investment of each enterprise.

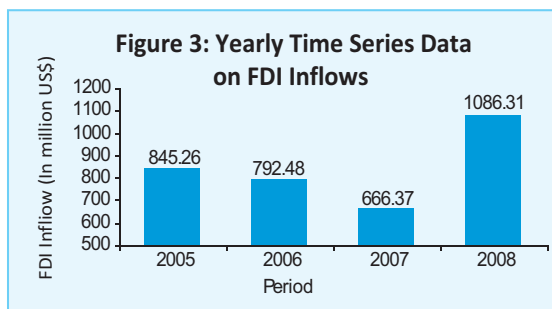
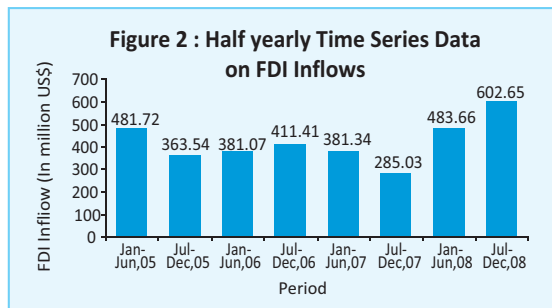
## 3. Distribution of Reporting Enterprises

For the current survey (for the period July-December, 2008) FDI survey forms were sent to 871 enterprises. Among them 303 enterprises are located in EPZ areas and the rest 568 are in Non-EPZ areas. Out of the total 871 enterprises, 451 (51.78%) enterprises submitted FDI returns, of which 213 (70.3%) from EPZs and 238 (41.9%) from Non-EPZ areas. FDI data in connection with the rest of 420 (48.22%) enterprises, 330 and 90 enterprises registered with BOI and BEPZA respectively were not included in the survey report because there were 341 non-response and 79 untraced enterprises. On the other hand, during the period January-June, 2008, out of 629 enterprises, 288 (45.79%) submitted their FDI returns. Among these 288 enterprises, 125 are located in Non-EPZ areas and 163 located in EPZ areas. The data relating to the 341 enterprises which were not included in the survey report because of non-response and untraced enterprises. Out of 341 non-response including missing enterprises, 201 are located in Non-EPZ areas and 140 located in EPZ areas. Though the number of enterprises submitted FDI returns were not altogether satisfactory, the survey captures the major enterprises with larger amount of FDI.



#### 4. FDI Inflow Survey Findings

- i) Total FDI inflows during July-December, 2008 increased by US\$ 118.99 million or 24.60% to US\$ 602.65 million compared to the previous half year. This was also higher by US\$ 317.62 million or 111.43% compared to July December, 2007.
- ii) Total FDI inflows increased by US\$ 419.95 million or 63.02% to US\$ 1086.31 million during the year 2008 compared to the decrease of US\$ 126.12 million or 15.91% during 2007 and a decline of US\$ 52.78 million or 6.24% during 2006.



**Table 1: FDI Inflows in Bangladesh during July-December, 2008**

(In million US\$)

| Name of Area | July-December, 2008 |                |                     |                     |
|--------------|---------------------|----------------|---------------------|---------------------|
|              | Total               | Equity capital | Reinvested earnings | Intra-company loans |
| a) Non-EPZ   | 533.23              | 419.32         | 113.91              | 0.00                |
| b) EPZ       | 69.42               | 11.02          | 35.81               | 22.59               |
| Total (a+b)  | 602.65              | 430.34         | 149.72              | 22.59               |

#### 5. Review by Components

- i) Equity capital increased by US\$ 51.43 million or 13.57% to US\$ 430.34 million during July-December, 2008 compared to the increase of US\$ 212.13 million or 127.19% during the previous half year and decrease of US\$ 68.05 million or 28.98% during July-December, 2007.
- ii) Reinvested earnings increased by US\$ 53.71 million or 55.94% to US\$ 149.72 million during July-December, 2008 compared to the decrease of US\$ 5.69 million or 5.59% during the previous half year and a decrease of US\$ 9.84 million or 8.82% during July-December, 2007.
- iii) Intra-company loans increased by US\$ 13.85 million or 158.47% to US\$ 22.59 million during July-December, 2008 compared to the decrease of US\$ 7.81 million or 47.19% during the previous period January-June, 2008 and a decrease of US\$ 18.41 million or 52.66% during July-December, 2007.

**Table 2: Time Series Data on FDI Inflows**

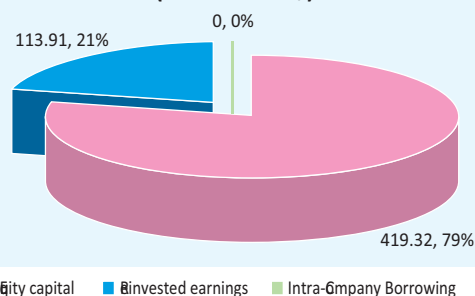
(In million US\$)

| Item                | 2005    |         |        | 2006    |         |        | 2007    |         |        | 2008    |         |         |
|---------------------|---------|---------|--------|---------|---------|--------|---------|---------|--------|---------|---------|---------|
|                     | Jan-Jun | Jul-Dec | Total  | Jan-Jun | Jul-Dec | Total  | Jan-Jun | Jul-Dec | Total  | Jan-Jun | Jul-Dec | Total   |
| FDI inflows         | 481.72  | 363.54  | 845.26 | 381.07  | 411.41  | 792.48 | 381.34  | 285.03  | 666.37 | 483.66  | 602.65  | 1086.31 |
| Equity capital      | 252.35  | 173.24  | 425.59 | 273.98  | 229.67  | 503.65 | 234.83  | 166.78  | 401.61 | 378.91  | 430.34  | 809.25  |
| Invested earnings   | 144.12  | 103.36  | 247.48 | 95.28   | 169.46  | 264.74 | 111.54  | 101.70  | 213.24 | 96.01   | 149.72  | 245.73  |
| Intra-company loans | 85.25   | 86.94   | 172.19 | 11.81   | 12.29   | 24.09  | 34.96   | 16.55   | 51.51  | 8.74    | 22.59   | 31.33   |

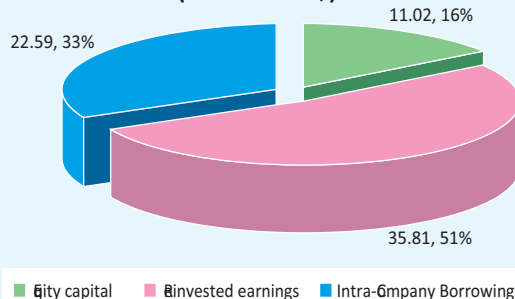
**6. FDI Inflows by Area**

- i) Total FDI inflows into Non-EPZ areas increased by US\$ 98.70 million or 22.71% to US\$ 533.23 million during the period under review compared to the increase of US\$ 188.51 million or 76.62% during January-June, 2008 and a decrease of US\$ 68.89 million or 21.88% during July-December, 2007.
- ii) Total FDI inflows into EPZ increased by US\$ 20.29 million or 41.30% to US\$ 69.42 million during July-December, 2008 compared to the increase of US\$ 10.12 million or 25.94% during January-June, 2008 and a decrease of US\$ 27.42 million or 41.28% during July-December, 2007.

**Figure 4 : FDI Inflow for Non-EPZ (July-December,2008)  
(In million US\$)**



**Figure 5: FDI Inflow for EPZ (July-December,2008)  
(In million US\$)**



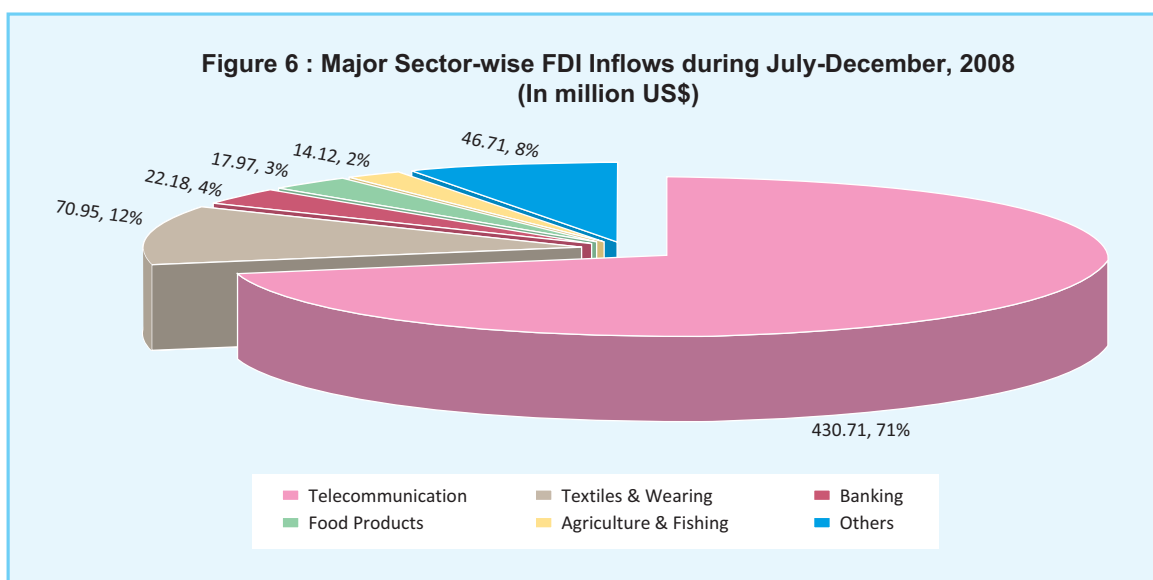
**Table 3 : EPZ and Non-EPZ wise Time Series Data on FDI Inflows**

(In million US\$)

| Area    | 2005    |         |        | 2006    |         |        | 2007    |         |        | 2008    |         |         |
|---------|---------|---------|--------|---------|---------|--------|---------|---------|--------|---------|---------|---------|
|         | Jan-Jun | Jul-Dec | Total  | Jan-Jun | Jul-Dec | Total  | Jan-Jun | Jul-Dec | Total  | Jan-Jun | Jul-Dec | Total   |
| EPZ     | 62.99   | 47.83   | 110.82 | 26.68   | 44.35   | 71.03  | 66.43   | 39.01   | 105.44 | 49.13   | 69.42   | 118.55  |
| Non-EPZ | 418.73  | 315.71  | 734.44 | 354.39  | 367.07  | 721.46 | 314.91  | 246.02  | 560.93 | 434.53  | 533.23  | 967.76  |
| Total   | 481.72  | 363.54  | 845.26 | 381.07  | 411.41  | 792.48 | 381.34  | 285.03  | 666.37 | 483.66  | 602.65  | 1086.31 |

## 7. FDI Inflows by Major Sectors

- i) Inflows of FDI into Telecommunication Sector increased by US\$ 220.03 million or 104.44% to US\$ 430.71 million during July-December, 2008 compared to the increase of US\$ 121.44 million or 136.08 % during January-June, 2008. It decreased by US\$ 23.42 million or 20.79% during July-December, 2007.
- ii) FDI inflows into Textile and Wearing Sector increased by US\$ 15.54 million or 28.04% to US\$ 70.95 million during July-December, 2008 compared to the increase of US\$ 17.4 million or 45.78 % during January-June, 2008. It decreased by US\$ 26.33 million or 40.92% during July-December, 2007.
- iii) FDI inflows into Banking Sector decreased by US\$ 97.40 million or 81.45% to US\$ 22.18 million during July-December, 2008 compared to the increase of US\$ 82.35 million or 221.19 % during January-June, 2008. It decreased by US\$ 5.51 million or 12.89% during July-December, 2007.
- iv) FDI inflows into Food Sector increased by US\$ 13.05 million or 265.24% to US\$ 17.97 million during July-December, 2008 compared to the decrease of US\$ 1.43 million or 22.52 % during January-June, 2008. It increased by US\$ 2.86 million or 81.95% during July-December, 2007.
- v) FDI inflows into Agriculture Sector increased by US\$ 13.81 million or 4454.84% to US\$ 14.12 million (Particularly in Tea production) during period under review compared to the decrease of US\$ 3.03 million or 90.72 % during January-June, 2008. It also decreased by US\$ 0.65 million or 16.29 % during July-December, 2007.



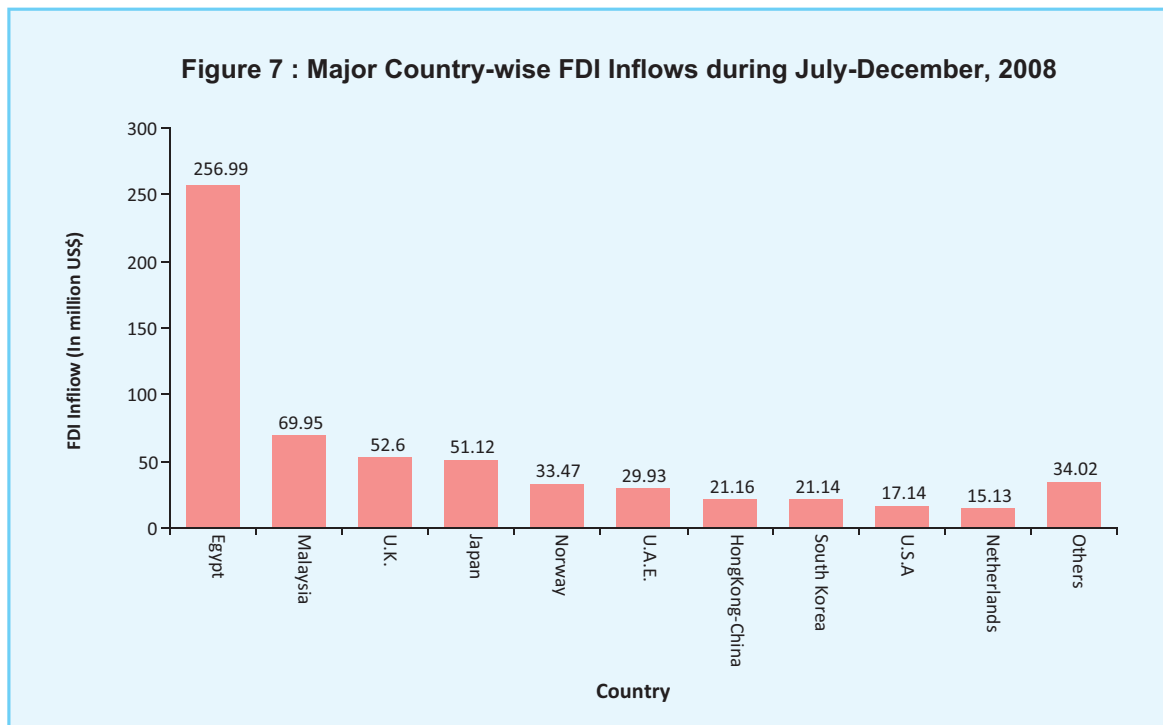
**Table 4 : Time Series Data on Major Sector-wise FDI inflows**

(In million US\$)

| Sector                   | 2005          |               |               | 2006          |               |               | 2007          |               |               | 2008          |               |                |
|--------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|----------------|
|                          | Jan-Jun       | Jul-Dec       | Total         | Jan-Jun       | Jul-Dec       | Total         | Jan-Jun       | Jul-Dec       | Total         | Jan-Jun       | Jul-Dec       | Total          |
| Telecommunication        | 165.32        | 113.52        | 278.84        | 154.45        | 192.05        | 346.50        | 112.66        | 89.24         | 201.90        | 210.68        | 430.71        | 641.39         |
| Textiles & Wearing       | 52.01         | 44.53         | 96.54         | 29.00         | 41.11         | 70.11         | 64.34         | 38.01         | 102.35        | 55.41         | 70.95         | 126.36         |
| Banking                  | 56.42         | 61.37         | 117.79        | 68.59         | 49.09         | 117.68        | 42.74         | 37.23         | 79.96         | 119.58        | 22.18         | 141.76         |
| Food Products            | 0.00          | 0.00          | 0.00          | 5.27          | 3.71          | 8.98          | 3.49          | 6.35          | 9.84          | 4.92          | 17.97         | 22.89          |
| Agriculture & Fishing    | 1.63          | 0.69          | 2.32          | 0.68          | 0.58          | 1.26          | 3.99          | 3.34          | 7.33          | 0.31          | 14.12         | 14.43          |
| Others                   | 206.34        | 143.45        | 349.76        | 123.1         | 124.87        | 247.98        | 154.13        | 110.88        | 264.99        | 92.77         | 46.71         | 139.5          |
| <b>Total FDI Inflows</b> | <b>481.72</b> | <b>363.54</b> | <b>845.26</b> | <b>381.07</b> | <b>411.41</b> | <b>792.48</b> | <b>381.34</b> | <b>285.03</b> | <b>666.37</b> | <b>483.66</b> | <b>602.65</b> | <b>1086.31</b> |

### 8. FDI Inflows by Major Countries

FDI inflows from major countries for the period July-December, 2008 arranged in descending order of magnitude were: Egypt (US\$ 256.99 million) , Malaysia (US\$ 69.95 million) , U.K. (US\$ 52.60 million), Japan (US\$ 51.12 million), Norway (US\$ 33.47 million) ,UAE (US\$ 29.93 million), Hong Kong (US\$ 21.16 million) , South Korea (US\$ 21.14 million), USA (US\$ 17.14 million) and Netherlands (US\$ 15.13 million) which were 42.64%, 11.61%, 8.73%, 8.48%, 5.55%, 4.97%, 3.51% , 3.51% , 2.84% and 2.51% respectively towards the contribution of total FDI inflow.



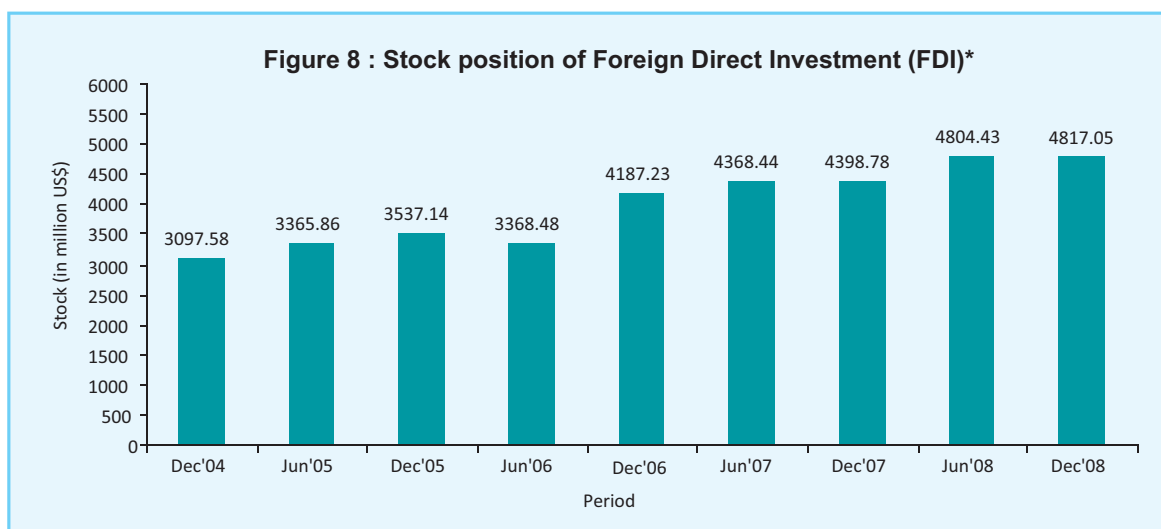
**Table 5 : Time Series Data on Major Country-wise FDI inflows**

(In million US\$)

| Country                  | 2005          |               |               | 2006          |               |               | 2007          |               |               | 2008          |               |                |
|--------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|----------------|
|                          | Jan-Jun       | Jul-Dec       | Total         | Jan-Jun       | Jul-Dec       | Total         | Jan-Jun       | Jul-Dec       | Total         | Jan-Jun       | Jul-Dec       | Total          |
| Egypt                    | 22.16         | 26.24         | 48.40         | 41.15         | 64.21         | 105.36        | 59.26         | 15.91         | 75.17         | 116.41        | 256.99        | 373.40         |
| Malaysia                 | 24.91         | 8.16          | 33.07         | 17.54         | 26.93         | 44.47         | 18.80         | 0.74          | 19.55         | 0.77          | 69.95         | 70.72          |
| U.K.                     | 92.44         | 60.38         | 152.82        | 17.50         | 52.97         | 70.48         | 70.76         | 71.79         | 142.55        | 77.97         | 52.60         | 130.57         |
| Japan                    | 33.75         | 12.67         | 46.42         | 9.95          | 12.84         | 22.79         | 15.95         | 20.66         | 36.61         | 6.03          | 51.12         | 57.15          |
| Norway                   | 24.60         | 28.88         | 53.48         | 24.54         | 58.41         | 82.96         | 18.94         | 6.74          | 25.67         | 0.00          | 33.47         | 33.47          |
| U.A.E.                   | 2.24          | 53.24         | 55.49         | 47.27         | 40.75         | 88.02         | 21.27         | 62.00         | 83.27         | 72.27         | 29.93         | 102.19         |
| Hong Kong                | 27.19         | 25.90         | 53.10         | 17.43         | 30.00         | 47.42         | 32.49         | 22.96         | 55.46         | 18.69         | 21.16         | 39.85          |
| South Korea              | 18.12         | 11.74         | 29.86         | 38.40         | 15.46         | 53.86         | 14.60         | 13.08         | 27.68         | 23.50         | 21.14         | 44.64          |
| U.S.A                    | 58.09         | 83.73         | 141.83        | 103.87        | 71.85         | 175.71        | 89.66         | 30.70         | 120.36        | 23.78         | 17.14         | 40.91          |
| Netherlands              | 8.38          | 6.98          | 15.36         | 7.92          | 5.08          | 13.00         | 13.13         | 5.54          | 18.67         | 16.56         | 15.13         | 31.68          |
| Others                   | 169.84        | 45.62         | 215.43        | 55.5          | 32.91         | 88.41         | 26.48         | 34.91         | 61.38         | 127.68        | 34.02         | 161.73         |
| <b>Total FDI inflows</b> | <b>481.72</b> | <b>363.54</b> | <b>845.26</b> | <b>381.07</b> | <b>411.41</b> | <b>792.48</b> | <b>381.34</b> | <b>285.03</b> | <b>666.37</b> | <b>483.66</b> | <b>602.65</b> | <b>1086.31</b> |

## 9. Stock position of Foreign Direct Investment (FDI)

Stock Position of Foreign Direct Investment (FDI) increased by US\$ 12.62 million or 0.26% to US\$ 4817.05 million as on end December, 2008 compared to the increase of US\$ 405.65 million or 9.22% as on end June, 2008. It also increased by US\$ 30.33 million or 0.69% as on end December, 2007.



\* At book values in financial statements, which may differ from market value of stocks.

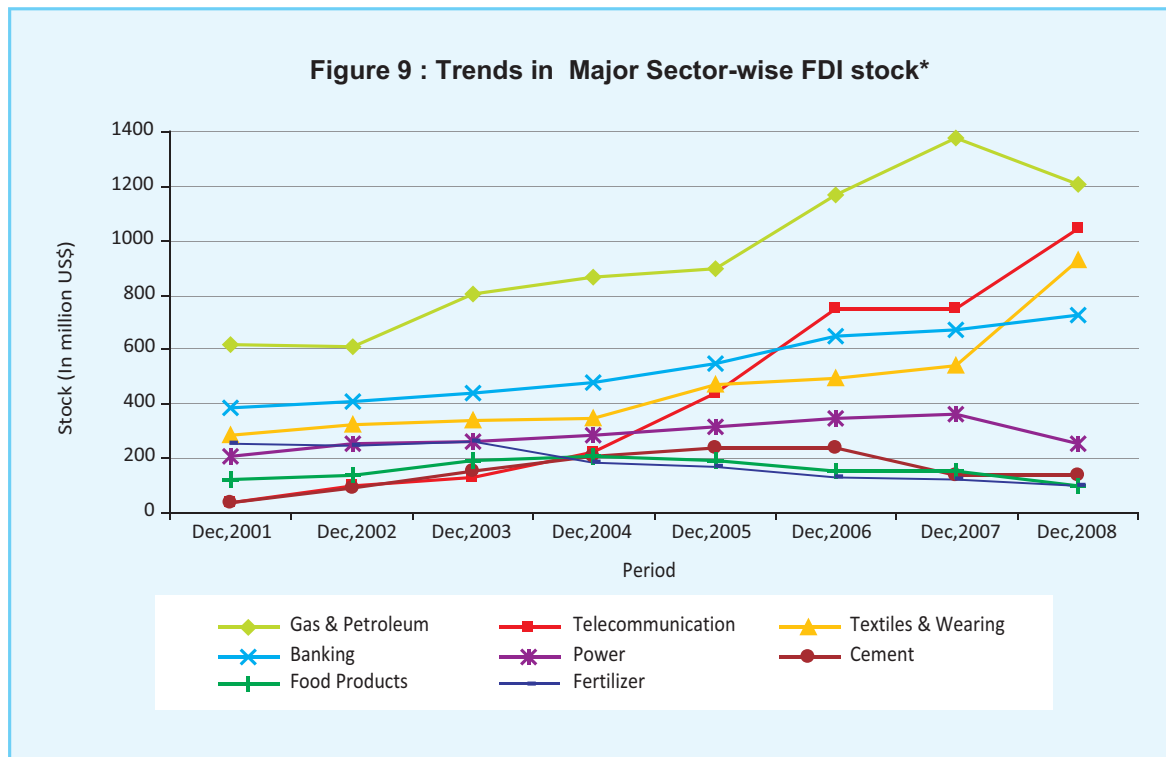
FDI stocks from major sectors for the period July-December, 2008 arranged in descending order of magnitude were: Gas & Petroleum (US\$ 1203.40 million) , Telecommunication (US\$ 1045.96 million) , Textiles & Wearing (US\$ 925.03 million), Banking (US\$ 728.40 million), Power (US\$ 251.45 million) , Cement (US\$ 139.07 million), Food Products (US\$ 104.18 million), Fertilizer (US\$ 103.71 million), which were 24.98%, 21.71%, 19.20%, 15.12%, 5.22%, 2.89%, 2.16% and 2.15% respectively towards the contribution of total FDI stock.

**Table 6 : Time Series Data on Major Sector-wise FDI Stock\***

(In million US\$)

| Sector                 | December 2004  | December 2005  | December 2006  | December 2007  | December 2008  |
|------------------------|----------------|----------------|----------------|----------------|----------------|
| Gas & Petroleum        | 867.09         | 900.21         | 1167.22        | 1375.74        | 1203.40        |
| Telecommunication      | 225.45         | 441.54         | 749.91         | 749.34         | 1045.96        |
| Textiles & Wearing     | 346.59         | 475.43         | 493.21         | 543.94         | 925.03         |
| Banking                | 483.20         | 549.25         | 648.40         | 669.47         | 728.40         |
| Power                  | 289.09         | 316.68         | 344.83         | 364.84         | 251.45         |
| Cement                 | 209.89         | 238.47         | 238.00         | 135.80         | 139.07         |
| Food Products          | 209.29         | 191.63         | 155.57         | 150.93         | 104.18         |
| Fertilizer             | 188.81         | 167.49         | 133.20         | 122.82         | 103.71         |
| Others                 | 278.18         | 256.45         | 256.88         | 285.90         | 315.86         |
| <b>Total FDI stock</b> | <b>3097.58</b> | <b>3537.14</b> | <b>4187.23</b> | <b>4398.78</b> | <b>4817.05</b> |

\* At book values in financial statements, which may differ from market value of stocks.



\* At book values in financial statements, which may differ from market value of stocks.



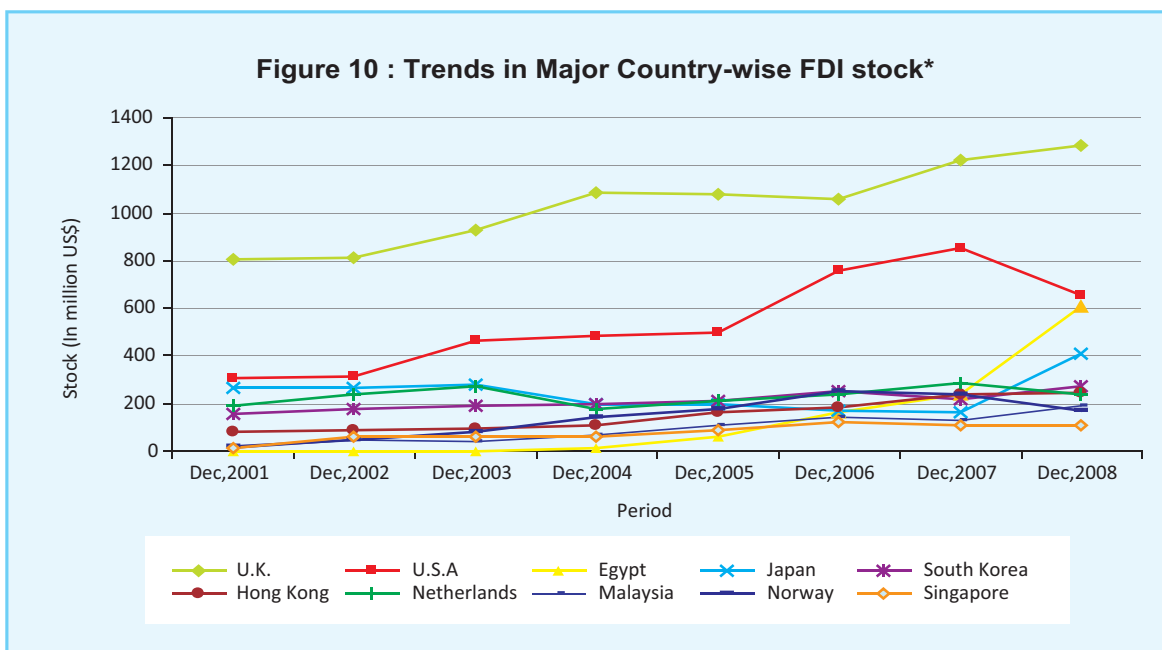
FDI stock from major countries for the period July-December, 2008 arranged in descending order of magnitude were: U.K. (US\$ 1283.39 million) , U.S.A (US\$ 655.20 million) , Egypt (US\$ 610.15 million), Japan (US\$ 410.33 million), South Korea (US\$ 270.94 million), Hong Kong (US\$ 248.15 million), Netherlands (US\$ 241.16 million) , Malaysia (US\$ 189.27 million), Norway (US\$ 169.30 million) and Singapore (US\$ 106.16 million) which were 26.64%, 13.60%, 12.67%, 8.52%, 5.62% ,5.15%, 5.01% , 3.93% , 3.51% and 2.20% respectively towards the contribution of total FDI stock.

**Table 7 : Time Series Data on Major Country-wise FDI Stock\***

(In million US\$)

| Country                | December 2004  | December 2005  | December 2006  | December 2007  | December 2008  |
|------------------------|----------------|----------------|----------------|----------------|----------------|
| U.K.                   | 1088.70        | 1080.38        | 1057.75        | 1222.15        | 1283.39        |
| U.S.A                  | 487.16         | 498.54         | 761.01         | 856.73         | 655.20         |
| Egypt                  | 14.65          | 60.47          | 163.01         | 239.84         | 610.15         |
| Japan                  | 195.29         | 198.24         | 169.91         | 161.43         | 410.33         |
| South Korea            | 196.07         | 209.92         | 251.53         | 221.76         | 270.94         |
| Hong Kong              | 108.18         | 165.84         | 181.28         | 239.28         | 248.15         |
| Netherlands            | 175.18         | 209.20         | 237.14         | 286.09         | 241.16         |
| Malaysia               | 67.50          | 108.35         | 143.46         | 128.93         | 189.27         |
| Norway                 | 145.84         | 180.72         | 256.02         | 235.96         | 169.30         |
| Singapore              | 60.05          | 91.03          | 123.77         | 112.18         | 106.16         |
| Others                 | 558.96         | 734.45         | 842.35         | 694.43         | 633.00         |
| <b>Total FDI stock</b> | <b>3097.58</b> | <b>3537.14</b> | <b>4187.23</b> | <b>4398.78</b> | <b>4817.05</b> |

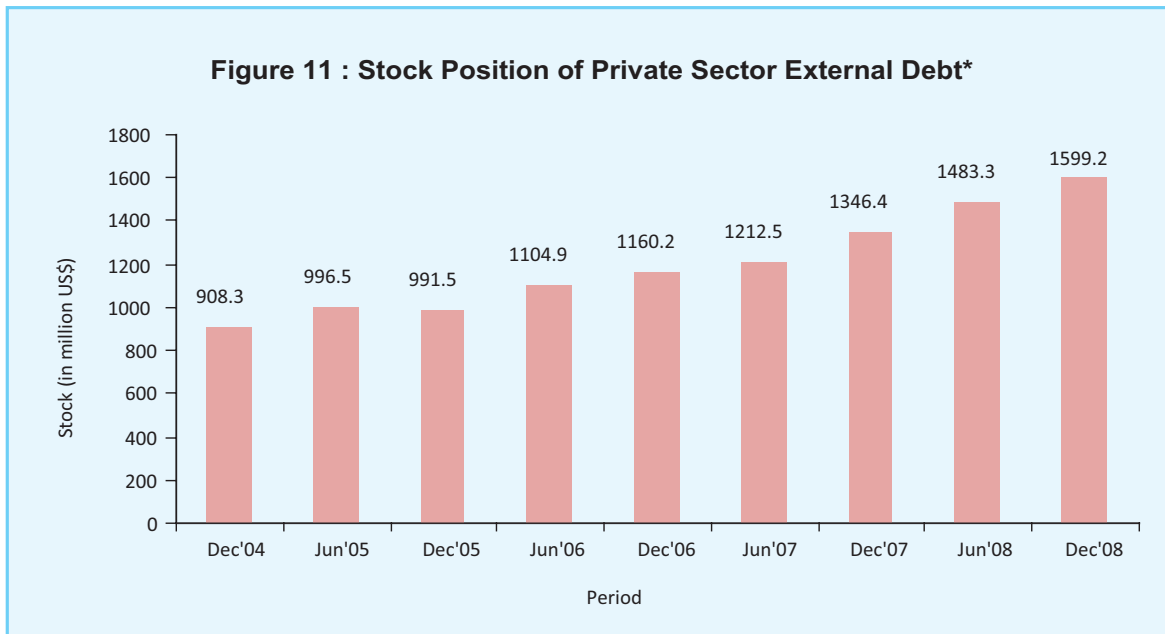
\* At book values in financial statements, which may differ from market value of stocks.



\* At book values in financial statements, which may differ from market value of stocks.

## 10. Stock Position of Private Sector External Debt (PSED)

Stock position of Private Sector External Debt (PSED) increased by US\$ 115.9 million or 7.81% to US\$ 1599.2 million as on end December, 2008 compared to the increase of US\$ 136.9 million or 10.17% as on end June,2008. It also increased by US\$ 133.9 million or 11.04% as on end December, 2007.



\* At book values in financial statements, which may differ from market value of stocks.

## Appendix

FORM: F I- 1  
(REVISED)

### FORM -1: FOREIGN INVESTMENT IN BANGLADESH

Area Code :   
(for internal use of Bangladesh Bank)

1. Name of the reporting enterprise / organization .....  
Company Code No. (for internal use of Bangladesh Bank)

2. Legal form of enterprise (Please tick one box only):

- Company incorporated in Bangladesh  A branch of an enterprise incorporated abroad  
 An unincorporated enterprise (Individual, sole trader)  Unincorporated enterprise (partnership / joint venture)

3. Nature of **major** business activities conducted in Bangladesh .....  
Purpose Code No. (for internal use of Bangladesh Bank)

4. Date of Implementation of the Enterprise :

5. Factory Location :

6. Address for Correspondence :

7. Machinery and Equipment Imported during the reporting period :

| Machinery and Equipment Imported | Date of Import | Value in thousand Taka | As Capital Contribution |
|----------------------------------|----------------|------------------------|-------------------------|
|                                  |                |                        | (Yes/No)                |
| a) By Foreign Investor           |                |                        |                         |
| b) By Local Investor             |                |                        |                         |
| b) By the Company                |                |                        |                         |

8. Total Foreign Equity Investment (as at the end of the reporting period)

(Taka in thousand) .....

(Should be equal to the sum of Equity Capital on page 3)

9. List names, countries & percentages of equity held by foreign direct investors :

Investor : (a)..... Country : (a)..... Equity (a) ..... % Type Code

(b)..... (b)..... (b) ..... % (for internal use of B.B)

(c)..... (c)..... (c) ..... %

10. External Debt of the reporting enterprise (as at the end of the reporting period)

(Taka in thousand) .....

(Should be equal to the sum of Code : 2321, 2322, 2421, 2422 on page 3)

11. Total paid-up capital of the reporting enterprise (Taka in Thousand) .....

12. Banker's address .....

**Form - 1(A) : Claims on Nonresidents**  
**Half -year ended : .....**

*(Taka in thousands)*

| Instrument Type   | Code No. | Country of Investors |                                    | Opening Position as on<br>/ / | Change in Position |          |         | Due to Exchange Rate | Closing Position as on<br>/ / |
|---|----------|----------------------|------------------------------------|-------------------------------|--------------------|----------|---------|----------------------|-------------------------------|
|   |          | Name                 | Code No. (for Internal use of B.B) |                               | Transactions       |          |         |                      |                               |
|   |          |                      |                                    |                               | Increase           | Decrease | Net     |                      |                               |
| A   | B        | C                    | D                                  | E                             | F                  | G        | H = F-G | I                    | J = E+H+I                     |
| <b>I. CLAIMS ON FOREIGN DIRECT INVESTORS (see Technical note)</b> |          |                      |                                    |                               |                    |          |         |                      |                               |
| <b>1. Short Term</b>  |          |                      |                                    |                               |                    |          |         |                      |                               |
| a) Loans  | 1121     |                      |                                    |                               |                    |          |         |                      |                               |
| b) Trade Credits  | 1141     |                      |                                    |                               |                    |          |         |                      |                               |
| c) Other debts (to be specified)                                  | 1145     |                      |                                    |                               |                    |          |         |                      |                               |
| <b>2. Long Term</b>   |          |                      |                                    |                               |                    |          |         |                      |                               |
| a) Loans  | 1122     |                      |                                    |                               |                    |          |         |                      |                               |
| b) Bonds and notes  | 1152     |                      |                                    |                               |                    |          |         |                      |                               |
| c) Other debts (to be specified)                                  | 1155     |                      |                                    |                               |                    |          |         |                      |                               |
| <b>3. Other Claims (to be specified)</b>                          |          |                      |                                    |                               |                    |          |         |                      |                               |
|   | 1159     |                      |                                    |                               |                    |          |         |                      |                               |
| <b>II. CLAIMS ON OTHER NONRESIDENTS (see Technical note)</b>      |          |                      |                                    |                               |                    |          |         |                      |                               |
| <b>4. Short Term</b>  |          |                      |                                    |                               |                    |          |         |                      |                               |
| a) Loans  | 1221     |                      |                                    |                               |                    |          |         |                      |                               |
| b) Trade Credits  | 1241     |                      |                                    |                               |                    |          |         |                      |                               |
| c) Other debts (to be specified)                                  | 1245     |                      |                                    |                               |                    |          |         |                      |                               |
| <b>5. Long Term</b>   |          |                      |                                    |                               |                    |          |         |                      |                               |
| a) Loans  | 1222     |                      |                                    |                               |                    |          |         |                      |                               |
| b) Bonds and notes  | 1252     |                      |                                    |                               |                    |          |         |                      |                               |
| c) Other debts (to be specified)                                  | 1255     |                      |                                    |                               |                    |          |         |                      |                               |
| <b>6. Other Claims</b>  |          |                      |                                    |                               |                    |          |         |                      |                               |
| a) Currency and deposits  | 1251     |                      |                                    |                               |                    |          |         |                      |                               |
| b) Others (to be specified)                                       | 1259     |                      |                                    |                               |                    |          |         |                      |                               |
| <b>7. Total Claims (I+II)</b>                                     |          |                      |                                    |                               |                    |          |         |                      |                               |

Note : Please use additional sheets, if necessary.

**Form - 1(B) : Liabilities to Nonresidents**

**Half -year ended : .....**

*(Taka in thousands)*

| Instrument Type  | Code No. | Country of Investors |                                    | Opening Position as on / / | Change in Position |          |         |                      | Closing Position as on / / |
|--|----------|----------------------|------------------------------------|----------------------------|--------------------|----------|---------|----------------------|----------------------------|
|  |          | Name                 | Code No. (for Internal use of B.B) |                            | Transactions       |          |         | Due to Exchange Rate |                            |
|  |          |                      |                                    |                            | Increase           | Decrease | Net     |                      |                            |
| A  | B        | C                    | D                                  | E                          | F                  | G        | H = F-G | I                    | J = E+H+I                  |
| <b>I. LIABILITIES TO FOREIGN DIRECT INVESTORS (see Technical note)</b> |          |                      |                                    |                            |                    |          |         |                      |                            |
| <b>1. Equity Capital</b>   |          |                      |                                    |                            |                    |          |         |                      |                            |
| a) Ordinary Shares   | 2311     |                      |                                    |                            |                    |          |         |                      |                            |
| b) Revaluation & Capital Reserves                                      | 2312     |                      |                                    |                            |                    |          |         |                      |                            |
| c) Share Money Deposits  | 2313     |                      |                                    |                            |                    |          |         |                      |                            |
| d) Reinvested Earnings/ Retained Profit                                | 2314     |                      |                                    |                            |                    |          |         |                      |                            |
| e) Other Reserves  | 2319     |                      |                                    |                            |                    |          |         |                      |                            |
| <b>2. Short Term</b>   |          |                      |                                    |                            |                    |          |         |                      |                            |
| a) Loans   | 2321     |                      |                                    |                            |                    |          |         |                      |                            |
| b) Trade Credits   | 2354     |                      |                                    |                            |                    |          |         |                      |                            |
| c) Other debts (to be specified)                                       | 2355     |                      |                                    |                            |                    |          |         |                      |                            |
| <b>3. Long Term</b>  |          |                      |                                    |                            |                    |          |         |                      |                            |
| a) Loans   | 2322     |                      |                                    |                            |                    |          |         |                      |                            |
| b) Bonds and notes   | 2352     |                      |                                    |                            |                    |          |         |                      |                            |
| c) Other debts (to be specified)                                       | 2356     |                      |                                    |                            |                    |          |         |                      |                            |
| <b>4. Other Liabilities (to be specified)</b>                          | 2359     |                      |                                    |                            |                    |          |         |                      |                            |
| <b>II. LIABILITIES TO OTHER NONRESIDENTS (see Technical note)</b>      |          |                      |                                    |                            |                    |          |         |                      |                            |
| <b>5. Equity Securities</b>  |          |                      |                                    |                            |                    |          |         |                      |                            |
| a) Ordinary Share  | 2411     |                      |                                    |                            |                    |          |         |                      |                            |
| b) Preference Shares   | 2412     |                      |                                    |                            |                    |          |         |                      |                            |
| c) Share Money Deposits  | 2413     |                      |                                    |                            |                    |          |         |                      |                            |
| d) Other   | 2419     |                      |                                    |                            |                    |          |         |                      |                            |
| <b>6. Short Term</b>   |          |                      |                                    |                            |                    |          |         |                      |                            |
| a) Loans   | 2421     |                      |                                    |                            |                    |          |         |                      |                            |
| b) Trade Credits   | 2441     |                      |                                    |                            |                    |          |         |                      |                            |
| c) Other debts (to be specified)                                       | 2445     |                      |                                    |                            |                    |          |         |                      |                            |
| <b>7. Long Term</b>  |          |                      |                                    |                            |                    |          |         |                      |                            |
| a) Loans   | 2422     |                      |                                    |                            |                    |          |         |                      |                            |
| b) Bonds and notes   | 2452     |                      |                                    |                            |                    |          |         |                      |                            |
| c) Other debts (to be specified)                                       | 2455     |                      |                                    |                            |                    |          |         |                      |                            |
| <b>8. Other Liabilities</b>  |          |                      |                                    |                            |                    |          |         |                      |                            |
| a) Currency and deposits   | 2451     |                      |                                    |                            |                    |          |         |                      |                            |
| b) Others (to be specified)  | 2459     |                      |                                    |                            |                    |          |         |                      |                            |
| <b>9.Total Liabilities(I+II)</b>                                       |          |                      |                                    |                            |                    |          |         |                      |                            |

Note : Please use additional sheets, if necessary.

**Form - 1(C) : Operating Profit and Net Income of the Reporting Enterprise  
during the Half-year ending : .....**

|   | Total to all shareholders of the enterprise<br>(Taka in thousands) | Share attributable to Foreign Direct Investors (%)<br>(please specify country and percentage in the next Box) |  |  |  |  |
|---|--|---|--|--|--|--|
|   |  |   |  |  |  |  |
| 1. Profit before Tax  |  |   |  |  |  |  |
| 2. Tax on profit due for payment  |  |   |  |  |  |  |
| 3. Net profit after Tax   |  |   |  |  |  |  |
| 4. Provision for Dividend   |  |   |  |  |  |  |
| 5. Provision for others (such as Profit Repatriation ..... to be specified) |  |   |  |  |  |  |
| 6. Reinvested Earnings (3-4-5)*   |  |   |  |  |  |  |
| 7. Remittances abroad during the period                                     |  |   |  |  |  |  |
| a) Profits/ Earnings  |  |   |  |  |  |  |
| b) Dividends  |  |   |  |  |  |  |
| c) Interests  |  |   |  |  |  |  |
| d) Technical fees   |  |   |  |  |  |  |
| e) Royalty fees   |  |   |  |  |  |  |
| f) Consultancy fees   |  |   |  |  |  |  |
| g) Others (to be specified)   |  |   |  |  |  |  |

\*Which equals to net transactions of code no. 2314 of Form-1 (B)

Date: ...../...../.....

Signature : .....

Name : .....

Designation : .....

(Official seal)

Telephone No : .....

**Note :** Change in mailing address may please be notified promptly to : Deputy General Manager, Foreign Investment & External Debt Division, Statistics Department, Bangladesh Bank, Head Office, Dhaka.