



Division on Investment, Technology and Enterprise Development

World Investment Report 2006

FDI from developing and transition economies: implications for development

Country fact sheet:

Brazil

EMBARGO

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17:00 hrs GMT on 16 October 2006.

Foreign direct investment (FDI) overview, selected years

(Millions of dollars and percentages)

FDI flows	1990-2000	2002	2003	2004	2005	as a percentage of gross fixed capital formation			
	(Annual average)					1990-2000	2003	2004	2005
						(Annual average)			
Brazil									
Inward	12 000	16 590	10 144	18 146	15 066	9.6	11.3	15.3	9.5
Outward	1 048	2 482	249	9 807	2 517	0.9	0.3	8.3	1.6
<i>Memorandum</i>									
Argentina									
Inward	7 141	2 149	1 652	4 274	4 662	15.2	8.4	14.6	11.8
Outward	1 334	- 627	774	442	1 157	2.6	3.9	1.5	2.9
Mexico									
Inward	9 302	18 275	14 184	18 674	18 055	12.1	11.7	13.9	12.2
Outward	591	891	1 253	4 432	6 171	0.7	1.0	3.3	4.2
South America									
Inward	29 693	28 488	23 994	37 419	44 697	12.2	13.9	16.5	15.5
Outward	4 401	4 100	4 968	11 382	11 966	1.9	3.0	5.2	4.2
Latin America and the Caribbean									
Inward	51 185	54 340	46 137	100 506	103 663	12.0	13.5	15.9	16.8
Outward	17 239	14 682	15 412	27 502	32 825	1.8	3.0	4.7	8.0
Developing economies									
Inward	134 670	163 583	175 138	275 032	334 285	8.9	9.3	10.7	12.8
Outward	56 580	49 742	35 566	112 833	117 463	3.3	1.6	4.8	5.1
World									
Inward	495 391	617 732	557 869	710 755	916 277	7.6	7.3	7.7	9.4
Outward	492 566	539 540	561 104	813 068	778 725	7.7	7.4	9.3	8.3
FDI stocks	1980	1990	2000	2004	2005	as a percentage of gross domestic product			
						1990	2000	2004	2005
Brazil									
Inward	17 480	37 243	103 015	161 259	201 183	8.5	17.1	27.2	25.4
Outward	38 545	41 044	51 946	69 196	71 556	9.4	8.6	11.7	9.0
<i>Memorandum</i>									
Argentina									
Inward	5 344	8 778	67 601	50 583	55 245	6.2	23.8	33.1	30.4
Outward	5 970	6 057	21 141	21 476	22 633	4.3	7.4	14.0	12.5
Mexico									
Inward	..	22 424	97 170	191 509	209 564	8.5	16.7	28.3	27.3
Outward	1 632	2 672	8 273	22 219	28 040	1.0	1.4	3.3	3.6
South America									
Inward	29 022	68 037	289 620	374 460	451 811	8.8	22.8	31.9	30.3
Outward	45 043	49 335	95 934	122 993	136 576	6.4	7.5	10.5	9.2
Latin America and the Caribbean									
Inward	39 736	118 097	538 972	801 028	937 344	10.3	25.8	37.6	36.7
Outward	48 598	60 598	211 726	311 256	345 320	5.4	10.2	14.6	13.5
Developing economies									
Inward	137 147	370 314	1 756 394	2 349 348	2 756 916	9.8	26.3	27.9	27.0
Outward	72 307	148 715	871 040	1 120 008	1 273 612	4.1	13.0	13.3	12.5
World									
Inward	561 403	1 789 303	5 802 933	9 544 887	10 129 739	8.5	18.3	23.3	22.7
Outward	571 228	1 791 092	6 471 435	10 325 240	10 671 889	8.6	20.5	25.2	23.9

Source: UNCTAD, *World Investment Report 2006*; www.unctad.org/wir or www.unctad.org/fdistatistics

For details, see "definitions and sources" in annex B and annex tables B. 1-3 in WIR06.

Cross-border merger and acquisition overview, 1990-2005

(Millions of dollars)

	Sales				Purchases			
	1990-2000 (Annual average)	2003	2004	2005	1990-2000 (Annual average)	2003	2004	2005
Brazil	550	5 271	6 639	5 800	217	3 065	9 124	3 848
<i>Memorandum</i>								
Argentina	2 121	2 467	285	2 696	462	679	103	2 308
Mexico	1 299	1 155	6 403	4 066	711	5 282	1 973	2 813
South America	4 833	8 566	13 148	16 432	1 146	3 879	9 488	6 910
Latin America and the Caribbean	7 153	12 085	25 284	30 675	2 332	11 460	16 487	14 045
Developing economies	12 561	40 166	54 700	100 633	9 128	31 060	39 809	83 150
World	117 889	296 988	380 598	716 302	117 889	296 988	380 598	716 302

Source: UNCTAD, *World Investment Report 2006*; www.unctad.org/wir or www.unctad.org/fdistatistics

For details, see "definitions and sources" in annex B and annex tables B. 4 and 6 in *WIR06*.

Inward FDI Performance and Potential Index rankings, 1990-2005^a

Economy	Inward FDI Performance Index				Inward FDI Potential Index				
	1990	2000	2004	2005	1990	2000	2003	2004	
Togo	44	89	73	78	Argentina	59	44	65	67
Macedonia, TFYR	..	70	82	79	Turkey	63	72	71	68
France	54	75	83	80	Tunisia	71	74	66	69
Austria	80	79	94	81	Botswana	32	71	67	70
Brazil	75	48	72	82	Brazil	52	67	70	71
Argentina	40	44	86	83	South Africa	54	68	72	72
Switzerland	31	40	79	84	Azerbaijan	..	123	84	73
El Salvador	92	57	84	85	Viet Nam	78	73	68	74
Venezuela	34	59	90	86	Costa Rica	51	64	69	75
Russian Federation	..	104	87	87	Venezuela	36	54	74	76

Source: UNCTAD, *World Investment Report 2006*; www.unctad.org/wir or www.unctad.org/fdistatistics

Note: Covering 141 economies. The performance index is based on the country's share in global FDI inflows and GDP. The potential index is based on 12 economic and policy variables. Country order is based on the ranking of 2005, for Inward FDI Performance Index, and 2004, for inward FDI Potential Index.

^a Three-year moving averages, using data for the three previous years, including the year in question. For details, see annex table A.I.9. in *WIR06*.

Outward FDI Performance Index ranking, 1990-2005

Economy	1990	2000	2004	2005
Estonia	..	52	40	37
Botswana	12	32	33	38
New Zealand	18	25	37	39
Jamaica	69	33	38	40
Brazil	17	35	41	41
Brunei Darussalam	..	29	42	42
Lebanon	44	59	51	43
Slovenia	45	56	45	44
Venezuela	43	39	44	45
Japan	28	41	46	46

Source: UNCTAD, *World Investment Report 2006*; www.unctad.org/wir or www.unctad.org/fdistatistics

Note: Covering 141 economies. The performance index is based on the country's share in global FDI outward stocks and GDP. Country order is based on the ranking of 2005.

^a Three-year moving averages, using data for the three previous years, including the year in question

Presence in the top 100 non-financial TNCs from developing countries, ranked by foreign assets, 2004 ^a

(Millions of dollars and number of employees)

Corporation	Ranking by:			Industry	Foreign			
	Foreign assets	TNI ^b	II ^c		Assets	Sales	Employment	No. of affiliates
Petroleo Brasileiro S.A. - Petrobras	12	96	72	Petroleum expl./re	6 221	11 082	6 196	23
Companhia Vale do Rio Doce	25	60	87	Mining & quarryin	4 025	9 395	2 736	6
Metalurgica Gerdau S.A.	33	56	76	Metal and metal p	3 358	3 423	7 110	4

Source: UNCTAD/Erasmus University database.

For details, see annex table A.I.12. in WIR06.

^a All data are based on the companies' annual reports unless otherwise stated. Data on affiliates is based on the Dun and Bradstreets 'Who owns Whom' database.

^b TNI, the Transnationality Index, is calculated as the average of the following three ratios: foreign assets to total assets, foreign sales to total sales and foreign employment to total employment.

^c II, the "Internationalization Index", is calculated as the number of foreign affiliates divided the number of all affiliates (Note: Affiliates counted in this table refer to only majority-owned affiliates).

Note: The list covers non-financial TNCs only. In some companies, foreign investors may hold a minority share of more than 10 per cent.

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This fact sheet and additional information on the *World Investment Report 2006* and the *Report* itself can be found at the following URL:

<http://www.unctad.org/wir>

The sources for all this information are the *World Investment Report 2006* and UNCTAD databases on FDI/TNC, cross-border M&As and BITs and DTTs. These databases can be found at the following URL:

<http://www.unctad.org/fdistatistics>

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For more information, please contact **Masataka Fujita**, Chief, Investment Trends Section, Investment Issues Analysis Branch, Division on Investment, Technology and Enterprise Development,

UNCTAD, tel: +41 22 917 6217, fax: +41 22 917 0194, or e-mail: masataka.fujita@unctad.org; or Press Office, tel: +41 22 917 5828/1646, fax: +41 22 917 0051, or e-mail:

unctadpress@unctad.org