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Inward Foreign Affiliates Statistics – IFATS

2023

Inward Foreign Affiliates Statistics - IFATS describes the activity of business entities resident in the reporting country - Montenegro, and under the control of foreign business entities (legal entities and / or natural persons).

Business entities with the share of foreign capital (one or more countries) in total capital of 50% or more are observed. The main objective of this type of statistics is to show the share of these business entities in the domestic economy and their impact on it.

This survey in 2023 in Montenegro covers 851 business entities (sections B-J, L-N) which makes up about 97% of the total production value of business entities that are foreign - owned.

Key indicators:

Share in the total number of business
entities
2.4%

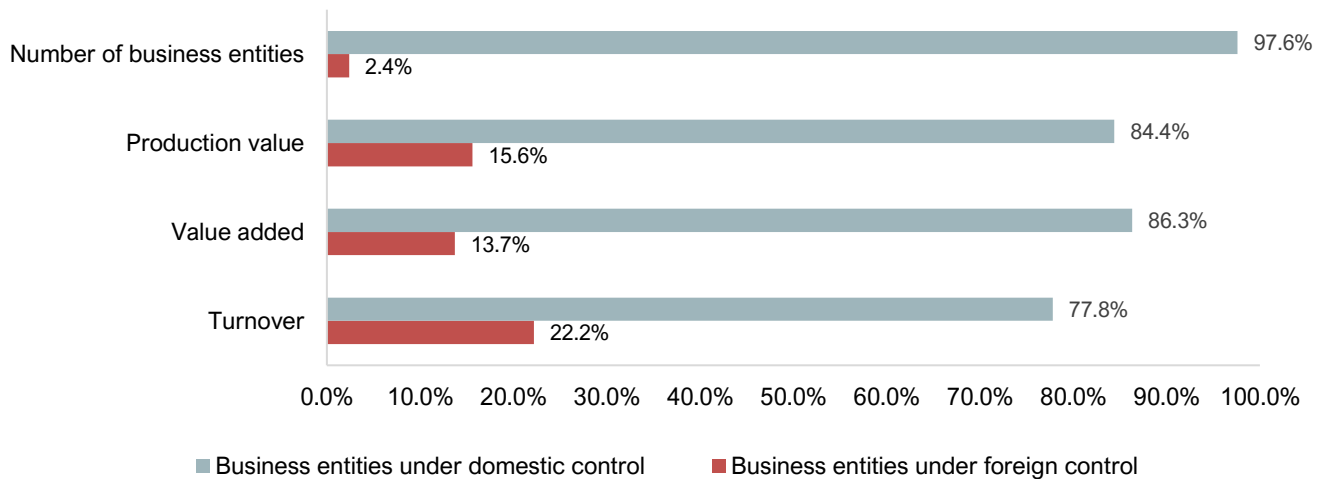
Share in the total value added
13.7%

The share of foreign-owned business entities in Montenegro in the total number of all active business entities that submitted financial statements are 2.4%, while their share in the total value added are 13.7% (Sectors B-J, L-N).

Observed by the country of origin of equity ownership of business entities, the results are as it follows:

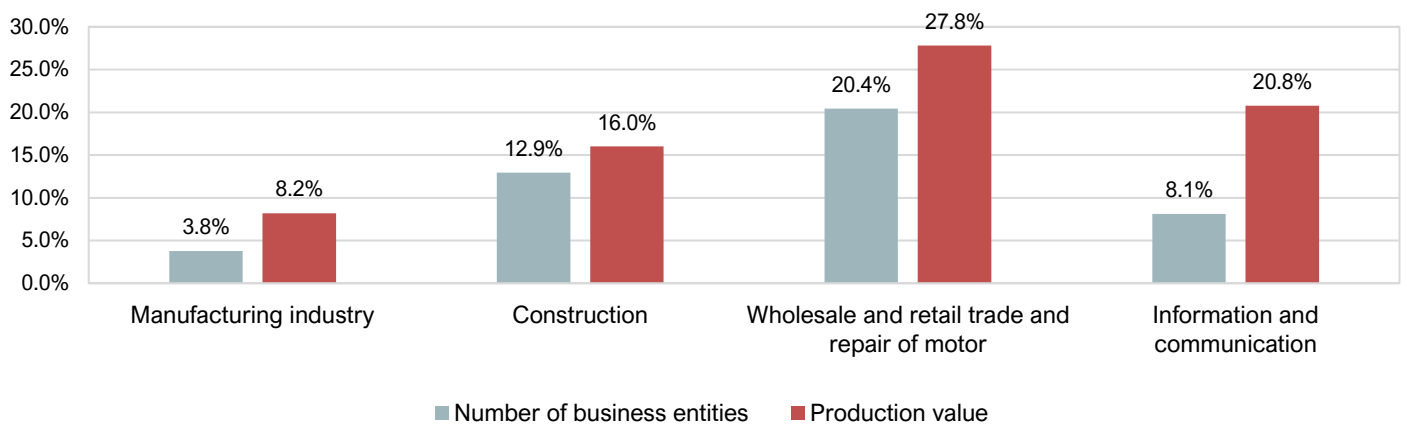
- There are 24.3% of the number of foreign-owned business entities from EU member countries, while there are 75.7% from non-EU countries;¹
- 34.3% of the turnover generated by foreign-owned business entities are from EU member countries, while there are 65.7% from non-EU countries;
- 36.6% of production value generated by foreign-owned business entities are from EU member countries, while 63.4% are from non-EU countries;
- 38.4% of the value added generated by foreign-owned business entities are from EU member countries, while 61,6% are from non-EU countries.

¹ Non-EU countries comprise: Great Britain, China, Turkey, Switzerland, Serbia, Russia, USA, Norway, Japan, North Macedonia, Bosnia and Herzegovina, Albania, Belarus, Ukraine, United Arab Emirates, Panama, Liechtenstein, Seychelles, etc.

Graph 1. Business entities under domestic and foreign control**Table 1. Inward Foreign Affiliates Statistics, by country**

	Number of covered business entities	Turnover, in thous. EUR	Production value, in thous. EUR	Intermediate consumption, in thous. EUR	Value added, in thous. EUR
Total	851	2 570 444.2	1 238 844.3	749 218.0	478 888.1
Austria	16	181 047.6	65 754.0	45 755.7	20 998.2
Bosnia and Herzegovina	33	78 525.1	24 518.8	12 919.8	12 599.0
British Virgin Islands	4	5 214.0	1 822.3	1 462.9	1 059.4
Netherlands	19	102 612.3	94 471.9	46 468.9	33 002.9
Croatia	22	136 676.4	60 400.8	24 396.5	19 004.3
Italy	21	28 079.1	24 724.4	12 230.8	14 493.6
China	8	83 648.8	57 064.9	36 983.3	20 481.6
Cyprus	25	144 920.2	78 892.6	56 458.6	25 434.0
Germany	15	18 154.4	12 452.6	8 343.4	6 109.1
Poland	8	17 060.4	15 914.0	6 802.8	11 111.2
Slovenia	32	261 386.1	66 878.0	38 961.0	24 917.0
Serbia	179	718 659.8	314 895.9	154 256.0	121 071.8
Switzerland	21	297 404.9	92 309.0	78 559.3	44 749.7
Turkey	83	99 715.5	69 521.6	31 622.7	26 898.9
United Arab Emirates	9	146 604.0	22 257.1	17 425.8	8 831.3
Great Britain	32	28 182.7	21 500.1	10 521.6	12 278.6
Other countries	324	222 553.0	215 466.2	166 048.6	75 847.6

Observed by countries, the largest share of production value covered by business entities in the total production value is generated by Serbia 25.4%. while its share in the total number of covered business entities amounted to 21.0%. On the other hand, with 2.2% of foreign-owned business entities covered, Netherlands achieved 7,6% of production value in the total generated production value of foreign-owned business entities.

Graph 2. Sectors with the largest share in total number and production value of foreign-owned business entities

METHODOLOGICAL NOTES

Inward Foreign Affiliates Statistics - IFATS describes the activity of business entities resident in the reporting country - Montenegro, and under the control of foreign business entities (legal entities and / or natural persons).

The framework used for inward foreign affiliates statistics (IFATS) is a registry of surveys on foreign direct investments obtained from the Central Bank of Montenegro.

Definitions

Number of business entities refers to businesses resident in the reporting country (Montenegro) and under supervision of foreign business entities (legal entities and / or natural persons) and have been active for at least a part of the reporting period.

Turnover includes calculated income from sale of products, goods and services by the reporting unit to third parties during the reference period, excluding VAT.

Production value is defined as the market value of all goods and services produced.

Intermediate consumption at purchase prices is the value of products and services that are transformed, used or consumed in the production process.

Gross value added represents the difference between gross production value and intermediate value (intermediate) consumption.

Confidentiality

Aggregated data for which there is a reason for confidentiality (due to a small number of units, dominance rules or secondary confidentiality) are not published, in accordance with the Law on Official Statistics and Official Statistical System (Official Gazette of Montenegro No 18/12 and 47/19).

When using the data, state:

"Data source: Statistical Office - MONSTAT"

More data, as well as detailed methodological notes can be found in the section: [Inward Foreign Affiliates Statistics - IFATS](#)