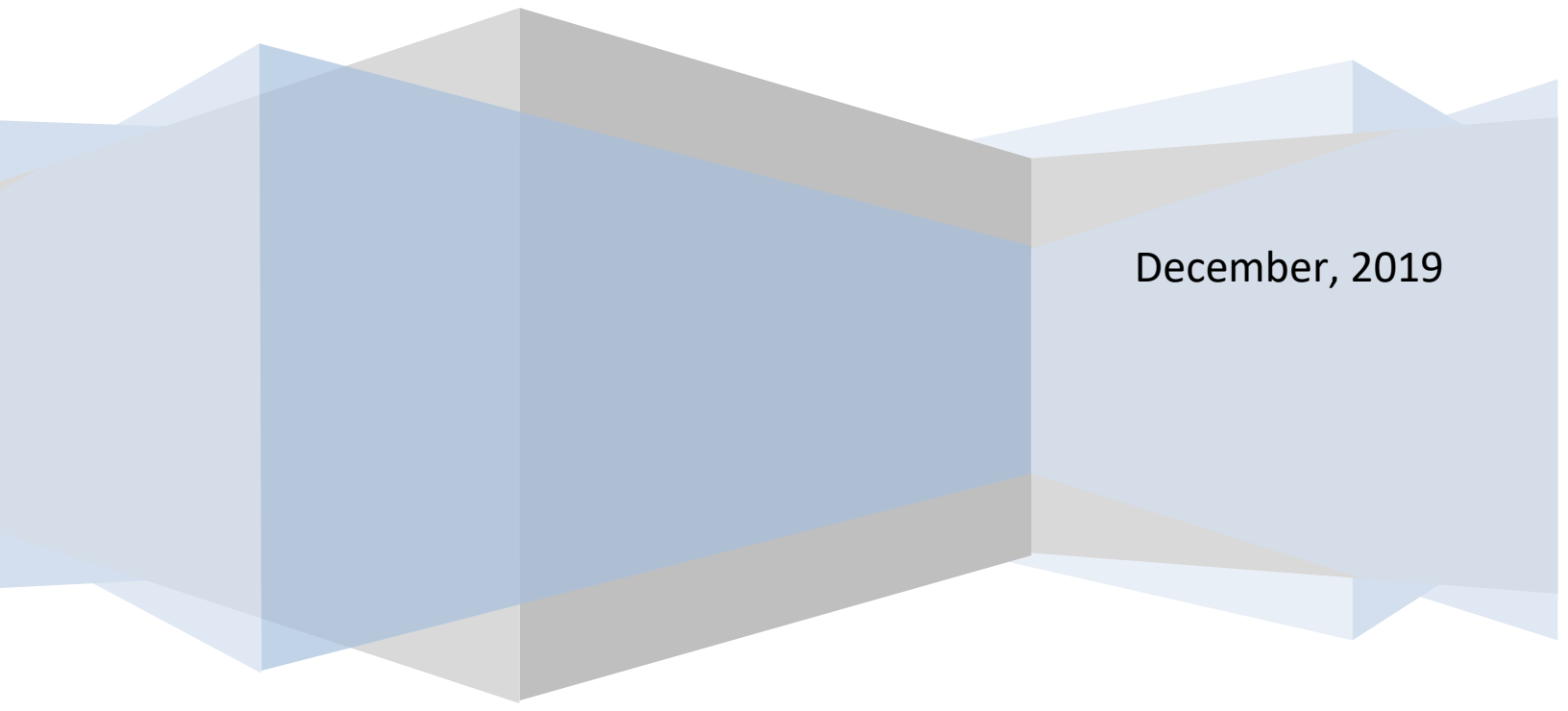


Foreign Businesses in Albania

2016-2018

INSTAT



December, 2019

Preface and Acknowledgement

Albanian Institute of Statistics (INSTAT) in cooperation with Bank of Albania is compiling for the first time a separate publication for the flow of foreign direct investment stock, and impact of the enterprises whose ownership is foreign or joint in Albanian economy. Referring to the period 2016-2018, the statistics concerning the foreign and joint (Albanian + Foreign) private enterprises intend to monitor the situation, the structure, the intensity of trade and their performance within the Albanian territory.

INSTAT produce statistics by presenting the figures for economic reality in the country as well as to respond to the increasing demands for statistical information of decision makers, researchers and academics in Albania. Even though, it would not be enough without the collaboration of enterprises to answer the surveys organized by INSTAT, administrative sources and other institutions.

I find the opportunity to express gratitude and consideration to the National Central Bank, enabling the Foreign Direct Investment to be increased as well as the overall improvement of economic statistics.

The collaboration with other institutions and policy-makers increases the responsibility of INSTAT for producing more publications and statistical information that will serve for better understanding the economic reality in order to face with future challenges.

INSTAT will always offer you a continuous partnership and a fruitful cooperation as this publication also proves.

Elsa Dhuli, PhD

Acting Director General of INSTAT

Contents

<i>Introduction</i>	3
A. Foreign and joint enterprises.....	5
Table 1: Foreign and joint active enterprises, 2016 -2018	5
Fig.1 Structure of the foreign and joint enterprises by regions, 2018.....	5
Fig.2: Foreign and Joint (Albanian + Foreign) active enterprises by countries	5
Table 2: Foreign and Joint (Albanian + Foreign) active enterprises by countries, 2016-2018.....	6
Table 3: Active enterprises by ownership and regions, 2016 -2018.....	7
Table 4: Foreign and joint active enterprises by economic activity and regions, 2016-2018	7
Table 5: Active enterprises by size class of enterprises, 2016-2018.....	7
B. Main economic indicators of foreign and joint enterprises	1
Fig.3: Share of the main indicators of foreign and joint enterprises in total resident enterprises, 2016-2018	9
Table 6: Foreign and joint enterprises indicators by countries, 2016-2018.....	10
Fig. 4 Share of the employments in the foreign and joint enterprises	11
Fig.5 Share of the turnover on foreign and joint enterprises	11
Fig.6 Percentage of employment by economic activities for foreign enterprises owned by EU countries, 2016-2018	12
Fig.7 Percentage of turnover by economic activities for foreign enterprises owned by EU countries, 2016-2018	13
Fig.8 Percentage of investments by economic activities for foreign enterprises owned by EU countries, 2016-2018	13
Fig.9 Main indicators by size class of enterprises, 2018	15
C. Foreign Direct Investments.....	
D. Trade of goods by enterprises	17

Introduction

This material prepared by INSTAT, in cooperation with the Bank of Albania, includes the data for the reference years 2016-2018 and will be continuous publication with annual frequency.

The material is composing in four chapters. First chapter present the number of foreign and joint enterprises operating in Albania divided by type of Ownership, country of direct investor, main economic activity and size class.

Second chapter express the role and impact of foreign and joint enterprises to Employment, Turnover and Investment indicators.

Chapter three reviews the FDI Flow and Stock by countries and activities referring data from Bank of Albania.

Chapter four focus in structure of foreign and joint enterprises to Exports and Import in Albania economy.

Referring to the 2016-2018 period, statistics regarding foreign and joint private enterprises aim to monitor the situation, structure, intensity of trade and their performance within Albanian territory.

The main findings written in the material show that in 2018, foreign and joint enterprises employed 15.6 % of total employment and contributed with 25.8 % in total annual turnover.

Enterprises with 100% foreign dominance cover 65.6 % of the total foreign and joint enterprises, while the enterprises with foreign dominance cover 13.7 % of them.

In the end of 2018, number of foreign and joint enterprises decreased by 0.6 %, compared with 2017. In 2018, the main shares of foreign and joint enterprises are from Italy and Greece by 52.8 % of enterprises,

A. Foreign and joint enterprises

In 2018, the number of foreign and joint enterprises operating in Albania was 6,259, while this was 6,295 in 2017.

Table 1: Foreign and joint active enterprises, 2016 -2018

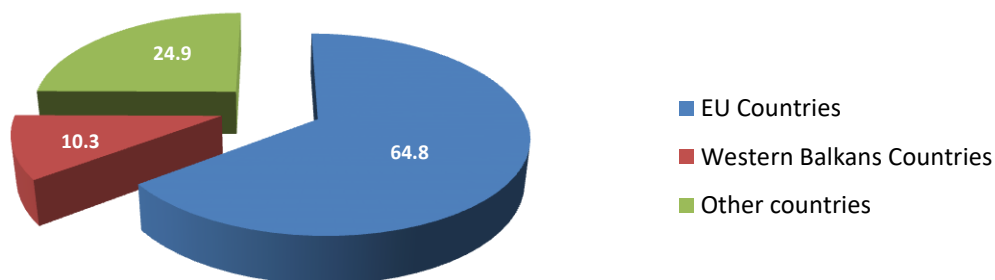
Ownership	2016		2017		2018	
	number	%	number	%	number	%
Total	160,679	100	162,452	100.0	162,835	100.0
Albanian 100%	155,042	96.5	156,157	96.1	156,576	96.2
Foreigner and Join	5,637	3.5	6,295	3.9	6,259	3.8
<i>of which</i>						
Foreigner 100%	4,024	2.5	3,704	2.3	4,109	2.5
Joint (Albanian + Foreigner)	1,613	1.0	2,591	1.6	2,150	1.3
<i>of which</i>						
Albanian Dominance	822	0.5	1,476	0.9	1,294	0.8
Foreign Dominance	791	0.5	1,115	0.7	856	0.5

Source: INSTAT

In 2018 the enterprises from European Community countries covered approximately 2.5 % of total active enterprises and 64.8 % of the total foreign and joint enterprises.

The enterprises from the Western Balkans origin represent 10.3% while the other countries covered 24.9% of total foreign and joint enterprises.

Fig.1 Structure of the foreign and joint enterprises by regions. 2018 (%)



Large enterprises with foreign owners or foreign co-owners operate mainly in call-centre sector in shoes manufacture and banking sector.

Enterprises with Italian and Greek owners and co-owners cover 52.8% of the total foreign and joint active enterprises.

Fig.2: Foreign and Joint (Albanian + Foreign) active enterprises by countries (%)

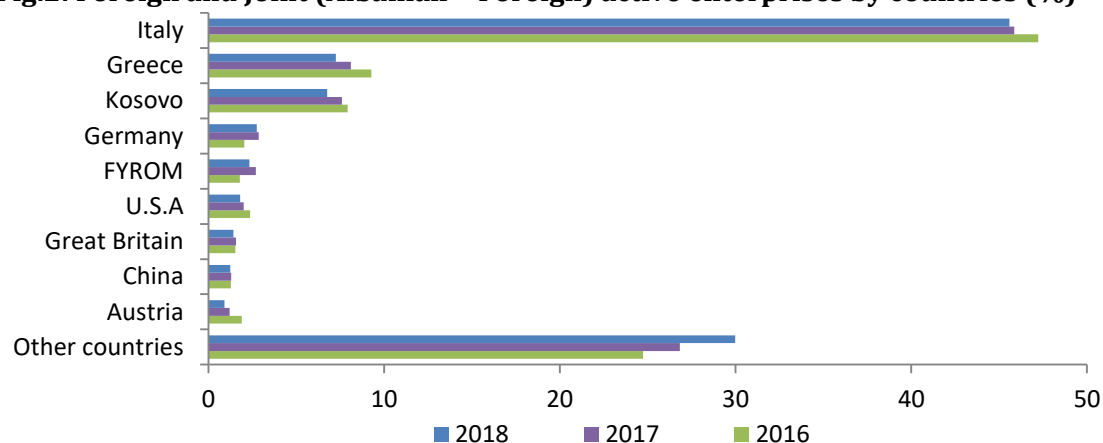


Table 2: Foreign and Joint (Albanian + Foreign) active enterprises by countries. 2016-2018

Foreign and joint enterprises		2016			2017			2018		
		Total	Foreign 100%	Joint (Albanian + Foreign)	Total	Foreign 100%	Joint (Albanian + Foreign)	Total	Foreign 100%	Joint (Albanian + Foreign)
TOTAL		5,637	4,024	1,613	6,295	3,704	2,591	6,259	4,109	2,150
EU Countries	Austria	107	71	36	76	47	29	57	32	25
	Great Britain	86	61	25	98	51	47	89	55	34
	Germany	155	101	54	180	121	59	172	124	48
	Greece	522	314	208	510	250	260	453	249	204
	Netherland	40	24	16	49	32	17	51	34	17
	Italy	2,662	1,850	812	2,887	1,619	1,268	2,853	1,821	1,032
	Spain	38	26	12	25	14	11	24	15	9
	Other EU Countries	334	241	93	372	228	144	357	235	122
	Total EU Countries	3,944	2,688	1,256	4,197	2,362	1,835	4,056	2,565	1,491
Western Balkan Countries	Bosnia-Herzegovina	8	8	0	14	11	3	11	8	3
	Kosovo	446	347	99	478	319	159	423	290	133
	Montenegro	14	10	4	26	18	8	23	17	6
	North Macedonia	100	82	18	170	123	47	146	103	43
	Serbia	46	37	9	56	33	23	42	26	16
	Total Balkan Countries	614	484	130	744	504	240	645	444	201
Others countries	United Arab Emirates	20	13	7	12	7	5	36	19	17
	Canada	18	15	3	32	19	13	27	21	6
	China	72	58	14	81	59	22	77	59	18
	USA	133	89	44	126	72	54	113	72	41
	Turkey	434	355	79	433	273	160	374	242	132
	Switzerland	44	35	9	58	40	18	48	37	11
	Other countries	358	287	71	612	368	244	883	650	233
	Total other Countries	1,079	852	227	1,354	838	516	1,558	1,100	458

Source: INSTAT

Foreign enterprises represent 65.6% of the total foreign and joint enterprises. While joint enterprises with foreigner dominance represent 13.7% of the total.

Table 3: Active enterprises by ownership and regions. 2016 -2018

Ownership	2016				2017				2018			
	Total	EU Countries	Western Balkans Countries	Other countries	Total	EU Countries	Western Balkans Countries	Other countries	Total	EU Countries	Western Balkans Countries	Other countries
Total	5,637	3,944	614	1,079	6,295	4,197	744	1,354	6,259	4,056	645	1,558
Foreigner 100 %	4,024	2,688	484	852	3,704	2,362	504	838	4,109	2,565	444	1,100
Joint (Albanian + Foreigner)	1,613	1,256	130	227	2,591	1,835	240	516	2,150	1,491	201	458
Albanian Dominance	822	621	82	119	1,476	975	157	344	1,294	856	129	309
Foreign Dominance	791	635	48	108	1,115	860	83	172	856	635	72	149

Source: INSTAT

In Albanian economy, the enterprises from EU countries are dominant in other services activity (25.1%), trade (15.8%) and industry (10.9 %) of the total foreign and joint enterprises,

Table 4: Foreign and joint active enterprises by economic activity and regions, 2016-2018

Economic Activity	Total	Producers of goods	Agriculture, forestry and fishing	Industry	Construction	Producers of services	Trade	Transport and storage	Accommodation and food service activities	Information and communication	Other Services
Total	5,637	1,523	61	1,009	453	4,114	1,621	117	239	279	1,858
2016 EU Countries	3,944	1,140	44	765	331	2,804	1,046	80	116	195	1,367
Western Balkans Countries	614	141	9	92	40	473	233	14	64	34	128
Other countries	1,079	242	8	152	82	837	342	23	59	50	363
Total	6,295	1,645	71	1,096	478	4,650	1,721	121	337	339	2,132
2017 EU Countries	4,197	1,201	50	804	347	2,996	1,038	87	126	231	1,514
Western Balkans Countries	744	174	7	123	44	570	262	14	132	31	131
Other countries	1,354	270	14	169	87	1,084	421	20	79	77	487
Total	6,259	1,477	73	942	462	4,782	1,721	115	304	373	2,269
2018 EU Countries	4,056	1,055	50	681	324	3,001	991	75	114	252	1,569
Western Balkans Countries	645	143	6	90	47	502	245	18	94	29	116
Other countries	1,558	279	17	171	91	1,279	485	22	96	92	584

Source: INSTAT

By the size of enterprises based on the number of employed, in 2018 small enterprises from EU

countries covered 77.8 % of all EU enterprises, while the large companies covered 1.1 %,

This percentage of the small and large businesses is related to economic activity where they operate,

Table 5: Active enterprises by size class of enterprises, 2016-2018

Size by employed	2016				2017				2018			
	Total	EU Countries	Western Balkans Countries	Other countries	Total	EU Countries	Western Balkans Countries	Other countries	Total	EU Countries	Western Balkans Countries	Other countries
Total	5,637	3,944	614	1,079	6,295	4,197	744	1,354	6,259	4,056	645	1,558
01-04	4,359	3,042	507	810	4,792	3,174	578	1,040	4,972	3,157	549	1,266
05-09	466	300	54	112	566	355	97	114	527	335	61	131
10-49	505	363	42	100	608	407	60	141	504	363	30	111
50-249	233	187	c	37	256	213	6	37	198	156	5	37
250+	74	52	c	c	73	48	3	22	58	45		13

Source: INSTAT

B. Main economic indicators of foreign and joint enterprises¹

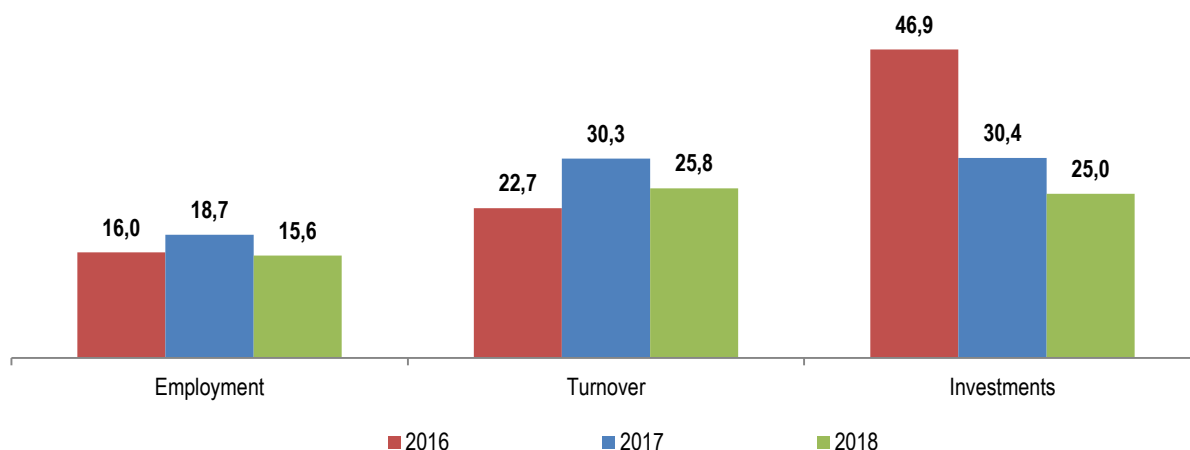
The statistics on foreign and joint enterprises intend to monitor the relevance, the structure and the performance of these enterprises within the Albanian territory.

To what extent?

In 2018, the foreign and joint enterprises have employed 15.6 % of total employment to 18.7 % that it was in 2017. Turnover realized by foreign enterprises comprises 25.8 % of total turnover of resident enterprises in 2018, while during previous year it was 30.3 %. The percentage of the investments of the foreign enterprises was 25.0 % during 2018, while in 2017 it was 30.4 %.

¹ SBS cover all active enterprises in Albania, all legal forms that provide goods or services for the market, but exclude agriculture, hunting and fishing, financial and insurance, public and defense administration, compulsory social security and extraterritorial organizations and bodies which are not part of the survey.

Fig.3: Share of the main indicators of foreign and joint enterprises in total resident enterprises, 2016-2018 (%)



Source: INSTAT

From which countries?

In EU countries, during 2018, Italy (50.4 % of employment and 27.3 % of turnover) and Greece (10.2 % of employment and 10.3 % of turnover) are two countries with the largest share of employment and turnover. Turkey covers 8.2 % of employment and 10.9 % of turnover and it has the biggest impact among other countries. In Western Balkan countries, Kosovo covers 2.8 % of employment and 4.5 % of turnover.

EU Countries invested 45.5 % of total investments done by foreign owned enterprises in 2018. The largest share is invested by Italy (14.0 %). For other countries, China (17.4 %) and Turkey (10.4 %) are dominant in the value of investments done during 2018, while for Western Balkan country is Kosovo (3.6 %).

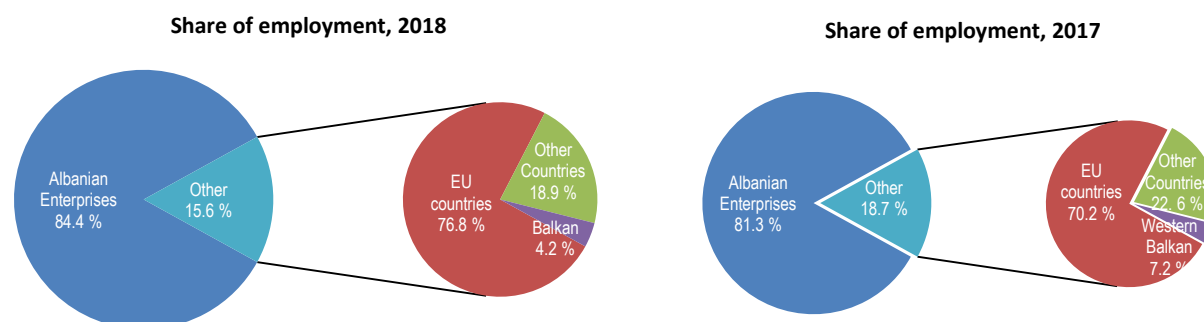
Table 6: Structure of main indicators for Foreign and joint enterprises by countries, 2016-2018

Foreign and joint enterprises indicators by countries		Employment			Turnover			Investments		
		2016	2017	2018	2016	2017	2018	2016	2017	2018
EU Countries	Austria	3.1	2.1	0.9	5.5	3.1	1.2	14.8	17.8	0.0
	Great Britain	0.3	0.5	0.5	0.2	0.2	1.0	0.1	0.0	0.0
	Germany	4.0	3.7	4.0	6.8	4.9	6.1	2.7	3.0	10.1
	Netherlands	0.8	0.6	3.3	1.8	1.6	2.3	0.1	0.1	3.0
	Greece	10.9	9.9	10.2	13.2	11.3	10.3	3.6	10.5	13.6
	Italy	49.6	49.0	50.4	25.2	24.1	27.3	9.9	16.1	14.0
	Other EU Countries	5.8	4.5	7.6	8.2	16.9	15.2	0.8	2.0	4.8
	Total EU Countries	74.6	70.2	76.8	60.9	62.1	63.4	32.0	49.5	45.5
Western Balkan Countries	Bosnia & Herzegovina	0.1	0.0	0.0	0.2	0.0	0.0	0.6	0.0	0.0
	Serbia	0.5	0.7	0.5	2.1	2.9	1.0	0.1	1.3	0.3
	Kosovo	2.9	5.2	2.8	2.9	3.0	4.5	1.5	1.9	3.6
	Montenegro	0.2	0.0	0.1	0.5	0.3	0.1	0.0	0.0	0.0
	North Macedonia	0.5	1.3	0.9	1.5	1.9	1.9	0.4	0.3	0.3
	Western Balkan Countries	4.1	7.2	4.2	7.3	8.1	7.5	2.6	3.6	4.2
Other countries	United Arab Emirates	0.3	0.3	1.4	0.4	0.3	1.1	0.2	0.1	0.2
	Canada	1.4	1.1	0.5	6.6	3.8	0.5	1.5	11.2	0.0
	China	0.8	1.0	1.6	1.3	0.8	6.1	0.3	0.5	17.4
	USA	1.2	0.9	0.4	0.8	0.5	1.0	0.2	0.8	0.4
	Turkey	10.4	10.5	8.2	12.5	11.5	10.9	20.2	32.6	10.4
	Switzerland	1.0	0.9	1.9	3.5	2.4	2.7	42.4	0.2	2.4
	Other countries	6.1	7.9	5.1	6.8	10.5	6.8	0.5	1.5	19.5
	Total other countries	21.3	22.6	18.9	31.9	29.8	29.0	65.4	46.9	50.4

Source: INSTAT

EU countries have the largest share of employments in the foreign and joint enterprises; in 2018 it was 76.8 %, while in 2017 it was 70.2 %.

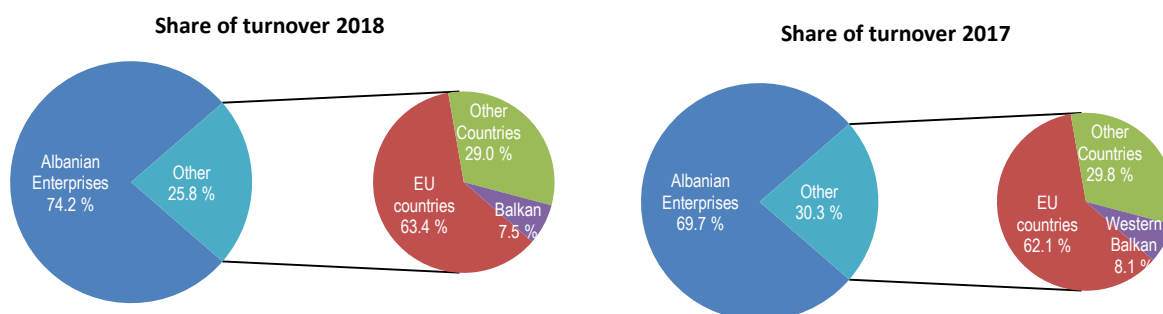
Fig. 4: Structure of the employments in the foreign and joint enterprises by regions



Source: INSTAT

Regarding to the turnover, the situation appears to be similar to that of the employments, EU countries have the largest share of turnover in foreign owned enterprises; 63.4 % during 2018, to 62.1 % in 2017.

Fig. 5: Structure of the turnover on foreign and joint enterprises by regions



Source: INSTAT

Which sectors?

For the employment, the largest share of foreign owned enterprises is in Manufacturing by 41.7 %, during 2018, which shows an increase by 8.5 p.p. compared with 2017.

Regarding to the turnover, during 2018, the largest share is in Trade (24.5 %) decreased by 16.8 p.p. compared with 2017 and in the other Services (19.5 %) increased by 4.3 p.p.

In 2018, the largest share of investments was realized in Mining & quarrying with 22.3 %, while the largest share of investments in 2017 was realized in Manufacturing with 36.4 %.

Table 7: Structure of main indicators by economic activity, 2016-2018

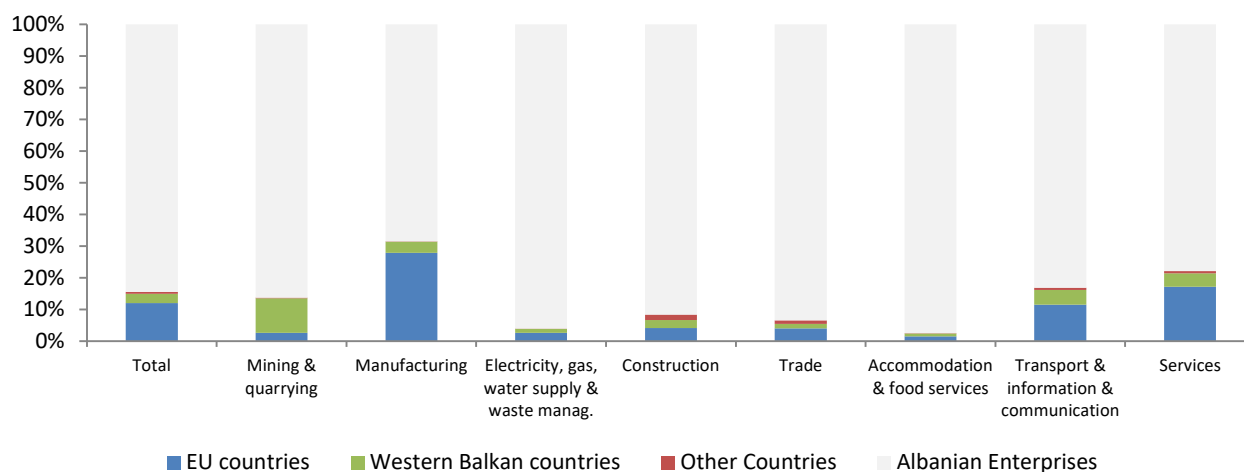
										%
Year	Indicators	Economic Activities	Mining & quarrying	Manufactur- ing	Electricity gas, water	Constructi- on	Trade	Accommod-ation & food services	Transport & information & communication	Services
		Nace Rev.2	05-09	10-32	35-39	41-43	45; 46; 47	55; 56	49-53; 58-63	33; 68-82; 85-96 excl, 94
2016	Employment		3.8	38.1	1.9	5.6	9.0	1.8	7.7	32.1
	Turnover		9.2	19.0	7.3	11.6	22.3	0.5	15.3	14.8
	Investments		3.8	22.1	58.3	2.2	2.9	0.4	5.6	4.8
2017	Employment		2.5	33.2	1.1	4.8	19.3	1.9	9.7	27.4
	Turnover		5.2	16.2	3.4	7.8	41.3	0.4	10.5	15.2
	Investments		11.5	36.4	22.2	5.5	7.7	0.5	7.9	8.2
2018	Employment		2.0	41.7	1.1	4.7	10.2	1.7	8.0	30.6
	Turnover		6.0	17.0	6.7	12.8	24.5	2.0	11.5	19.5
	Investments		22.3	18.9	21.6	10.0	4.6	0.2	10.3	12.0

Source: INSTAT

Concerning the employment structure for each economic activity by regions, shown in figure 6, it's evident that foreign owned enterprises has the largest share of employment in Manufacture sector by 31.5 % and the lowest share is in Accommodation & food services by 2.5 %.

EU countries have the largest share of employment in Manufacture sector by 27.9 %. For Western Balkan countries the largest share of employment is in Construction sector by 1.7 % and for other countries, the Mining and quarrying sector has the largest share of employment by 10.9 %.

Fig.6: Structure of employment in each economic activity by regions, 2018



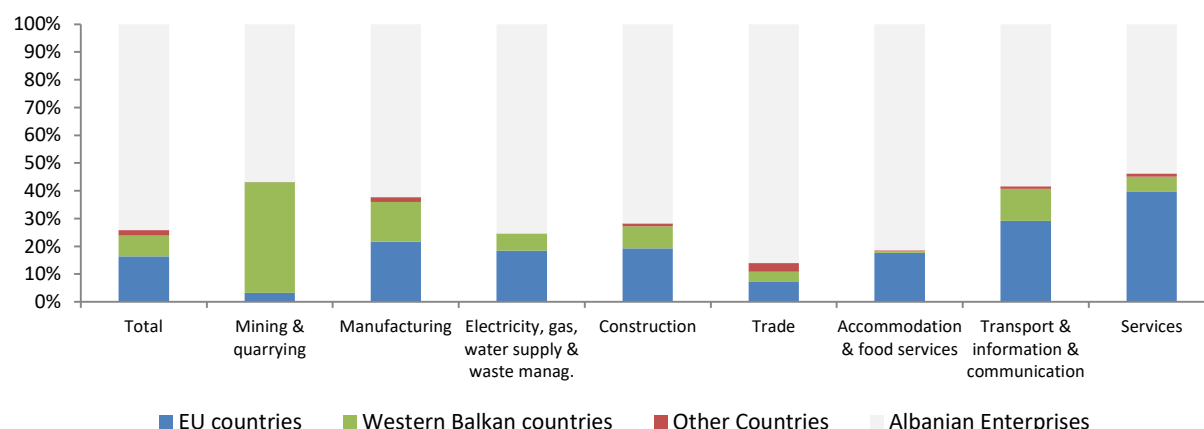
Source: INSTAT

The impact of foreign owned enterprises, shown in figure 7, is larger in turnover compare to the impact of those enterprises in employment for each one of the economic activities.

Foreign owned enterprises dominate in share of turnover compare to Albanian enterprises in the other Services sector by 46.2 % where the biggest impact is from EU countries (39.7 %). The lowest share of turnover for foreign owned enterprises is in Trade by 13.9 %.

EU countries have the largest impact of turnover in the Mining and quarrying sector by 39.9 % and Western Balkan countries have the largest impact of turnover in the Trade sector by 3.1 %.

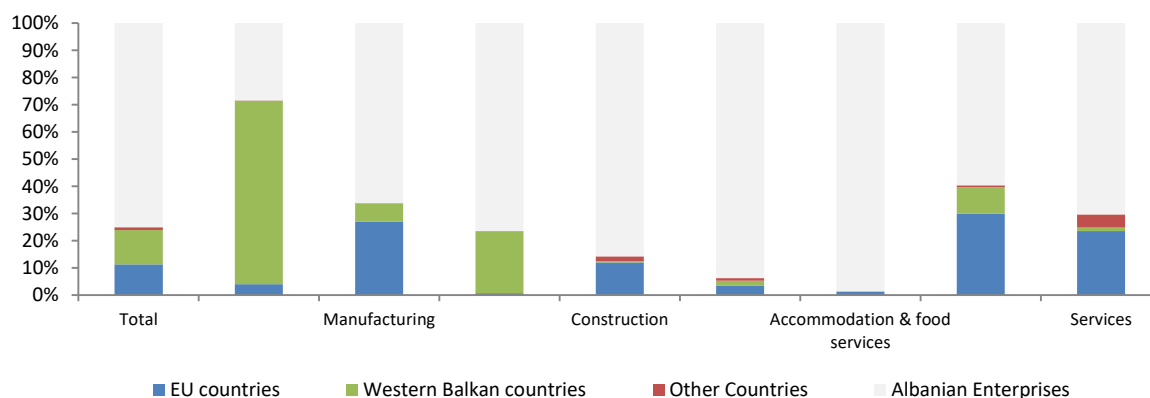
Fig.7: Structure of turnover in each economic activity by regions, 2018



Source: INSTAT

Foreign owned enterprises dominate in share of investment compare to Albanian enterprises in the Mining and quarrying sector (71.6 %), Transport, information and communication sector (40.4 %) and Manufacture sector (33.9 %). In the Mining and quarrying sector (67.5 %) other countries have the biggest impact in investment of foreign owned enterprises, while the EU countries have the largest impact on Transport, Information and Communication sector (29.9 %) and on Manufacture sector (27.1 %).

Fig.8: Structure of investment in each economic activity by regions, 2018



Source: INSTAT

The table 8 below presents the structure of turnover realized in each economic activity by main countries during 2018 for foreign and joint enterprises.

In Mining and quarrying industry, the largest share of turnover is realized by enterprises owned from other countries (92.5 %) where China is the dominant country with 78.7 %. For Accommodation and food sector the largest share of turnover is realized by EU countries (95.0 %) where Italy represents 87.5 %. In EU countries, Italy dominates also in Manufacturing (35.5 %), Electricity, gas; water supply and waste management sector (43.7 %), Construction (44.0 %), Trade (17.6 %) and other Services (26.0 %). Germany dominates in Transport, information and communication sector (28.6 %).

Tab. 8: Structure of turnover for foreign owned enterprises in each economic activity by countries, 2018

Regions	Economic Activities	Mining & quarrying	Manufacturing	Electricity, gas, water supply & waste manag,	Construction	Trade	Accommodation & food services	Transport & information & communication	Services
	Nace Rev.2	05-09	10-32	35-39	41-43	45; 46; 47	55; 56	49-53; 58-63	33; 68-82; 85-96 excl 94
EU Countries	Austria	0.0	0.1	0.0	1.1	0.5	6.6	0.4	3.5
	Great Britain	0.0	0.0	0.6	0.4	1.6	0.0	0.0	2.8
	Germany	0.3	0.8	11.4	1.0	4.5	0.3	28.6	3.6
	Netherlands	0.0	0.7	0.0	0.0	3.3	0.0	3.1	5.2
	Greece	1.3	10.3	0.0	20.1	7.3	0.5	24.4	6.6
	Italy	0.9	35.5	43.7	44.0	17.6	87.5	12.5	26.0
	Other EU Countries	4.9	10.1	19.7	1.6	16.8	0.0	1.1	38.3
	Total EU Countries	7.4	57.5	75.4	68.1	51.7	95.0	70.1	85.9
Western Balkan Countries	Bosnia&Herzegovina	0.0	0.0	0.0	0.0	0.1	0.0	0.0	0.0
	Serbia	0.0	3.9	0.0	0.0	0.9	0.0	0.8	0.2
	Kosovo	0.1	0.1	0.0	4.0	14.4	0.0	0.7	2.1
	Montenegro	0.0	0.0	0.0	0.0	0.2	0.7	0.0	0.0
	North Macedonia	0.0	0.4	0.0	0.0	6.8	0.7	0.8	0.2
	Western Balkan Countries	0.1	4.4	0.0	4.0	22.4	1.4	2.3	2.6
Other countries	United Arab Emirates	0.7	0.6	10.5	0.8	0.0	0.2	0.1	0.8
	Canada	6.8	0.0	0.0	0.0	0.1	0.0	0.3	0.1
	China	78.7	0.0	0.0	0.0	0.9	0.4	10.1	0.0
	USA	3.6	0.1	0.0	2.3	1.4	0.0	0.5	0.3
	Turkey	1.7	28.4	7.9	11.7	6.4	2.8	15.3	2.8
	Switzerland	0.0	0.3	0.0	0.0	8.5	0.0	0.1	2.7
	Other Countries	0.9	8.7	6.2	13.0	8.7	0.2	1.1	4.9
	Total other countries	92.5	38.1	24.6	27.9	26.0	3.7	27.6	11.5

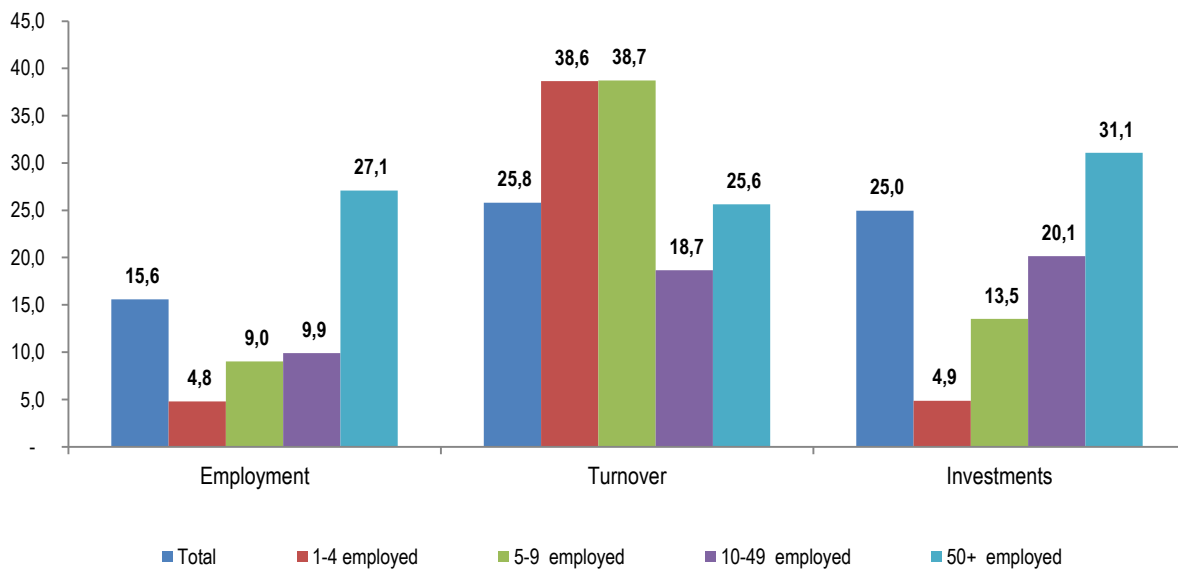
Source: INSTAT

What are the characteristics of enterprises owned by foreigners compared to national enterprises?

During 2018, enterprises with 50 and more employees cover 27.1 % of total employment and have realized 25.6 % of turnover and 31.1 % of total national investments.

Enterprises with 5-9 employees have the larger contribution in turnover by 38.7 % and the second larger in total employment by 27.1%, with a very small margin with enterprises with 1-4 employees having an impact on turnover of 38.6 %.

Fig.9: Share of main indicators by size class of enterprises, 2018



Source: INSTAT

C. Foreign Direct Investments

Foreign direct investment (FDI) is a key driver of international economic integration and globalisation, Reliable FDI statistics have always been essential for policy makers faced with the challenges of attracting and making the most of international investment.

Tab.9: FDI stock by country (mil Euro)

FDI	2016	2017	2018
Total DI stock	5,677.3	6,456.1	7,602.8
EU-28	3,365.8	3,672.2	4,155.3
Austria	359.6	447.5	505.0
United Kingdom	38.4	51.2	62.1
Germany	122.7	111.5	148.5
Greece	1,232.6	1,216.8	1,149.0
Italy	604.4	610.1	699.2
Netherland	718	826.8	1,007.2
Other EU countries	290.1	408.2	584.3
Switzerland	550.1	893.7	1,315.8
Canada	739.5	883.8	1,000.6
USA	80.8	79.1	102.8
Other	941.0	927.3	1,028.3

Source: Bank of Albania

DI stock has increased by 17.8 % in 2018 compared with 2017. At the end of 2018, EU countries comprised the majority of DI stock (54.7 %), with dominant countries Greece and Netherland, by 15.1 % and 13.2 %, respectively.

Tab. 10: FDI flow by country (mil Euro)

FDI	2016	2017	2018
Total DI flow	942.5	899.9	1,019.6
EU-28	241.6	351.2	420.5
Austria	23.1	55.0	56.1
United Kingdom	6.5	9.0	7.9
Germany	18.7	-20.4	21.2
Greece	10.3	27.2	-27.8
Italy	45.7	61.6	52.9
Other EU countries	137.3	218.8	310.1
Switzerland	432.6	338.6	354.9
Canada	134.8	149.1	83.4
USA	10.2	3.3	13.7
Other	123.4	57.7	147.1

Source: Bank of Albania

DI flow has increased by 13.3 % in 2018 compared with 2017. In 2018, USA has been the largest growth by almost 4 times, while Germany declined by 1 time, compared to 2017.

Tab.11: FDI stock by Activities (mil Euro)

FDI	2016	2017	2018
Total DI stock	5,677.3	6,456.1	7,602.8
B-Mining and quarrying	651.8	865.0	1,071.7
C-Manufacturing	607.2	591.1	653.2
(D+E)-Electricity, gas and water supply	1,109.1	1,512.0	2,057.8
J-Information and communication	1,214.6	1,169.5	1,108.3
K-Financial and insurance activities	936.6	1,006.2	1,079.8
Other	1,158.0	1,312.3	1,632.1

Source: Bank of Albania

The “Electricity, gas and water supply” sector and “Information and communication” sector comprised the highest values of stock at the end of 2018, by 27.1 % and 14.6 %, respectively.

Tab. 12: FDI flow by Activities (mil Euro)

FDI	2016	2017	2018
Total DI flow	942.5	899.9	1,019.6
B-Mining and quarrying	157.6	216.2	176.8
C-Manufacturing	54.2	22.9	33.9
(D+E)-Electricity, gas and water supply	565.1	407.5	454.0
J-Information and communication	-15.7	-24.1	-66.1
K-Financial and insurance activities	72.4	111.8	96.6
Other	108.8	165.6	324.3

Source: Bank of Albania

The “Electricity, gas and water supply” sector and “Mining and quarrying” sector comprised the highest values of flow during 2018, respectively by 44.5 % and 17.3 %.

D. Trade of goods by enterprises

This chapter aims to provide new statistics on goods exchange characteristics in Albania for the period 2016-2018, for the foreign and joint private enterprises.

In 2018, the number of exporting enterprises with the Italian ownership was 338 and importing enterprises with the Italian ownership was 613. In 2018, the number of exporting enterprises with the Greek ownership was 78 and importing enterprises with the Greek ownership was 156.

Tab.13 Number of foreign and joint private enterprises by countries, 2016-2018

		Exports			Imports		
		2016	2017	2018	2016	2017	2018
EU Countries	Austria	25	25	13	39	34	16
	France	13	14	11	21	23	19
	Germany	21	25	20	47	51	55
	Greece	89	92	78	183	174	156
	Italy	314	353	338	619	652	613
	Netherlands	8	8	9	16	14	14
	United Kingdom	4	5	4	14	17	19
	Others of EU	41	32	37	87	86	85
Western Balkan Countries	Bosnia & Herzegovina	3	c	c	5	c	c
	Kosovo	27	38	34	86	107	97
	North Macedonia	7	18	12	25	41	36
	Montenegro	c	c	c	c	4	5
	Serbia	7	7	4	13	22	22
Other countries	Canada	3	c	c	6	9	5
	China	5	7	7	15	31	23
	Switzerland	8	9	11	16	16	19
	Turkey	41	43	29	99	118	96
	United Arab Emirates	4	4	12	4	4	13
	USA	9	9	7	27	30	25
	Other countries	38	37	40	76	89	105

Source: INSTAT

In 2018, Italy has the main share of exports value (47.1 %), China (13.5 %) and Turkey (12.5 %). Moreover, Italy has the main share of imports value (41.2 %), followed by Turkey (12.5 per cent). and Greece (12.0 %).

Tab. 14: External trade in goods of foreign and joint private enterprises by countries, 2016-2018 (%)

		Exports			Imports		
		2016	2017	2018	2016	2017	2018
EU Countries	Austria	0.9	1.9	0.1	4.2	4.7	0.4
	France	1.0	1.3	1.7	7.2	2.7	2.2
	Germany	1.9	2.4	2.9	3.9	3.7	6.4
	Greece	6.5	5.3	5.2	10.9	10.2	12.0
	Italy	54.6	54.2	47.1	36.6	40.6	41.2
	Netherlands	0.0	0.2	1.4	2.0	1.9	2.5
	United Kingdom	0.0	0.01	0.01	0.1	0.2	0.2
	Others of EU	3.7	3.0	4.0	3.8	7.2	5.4
Western Balkan Countries	Bosnia & Herzegovina	0.0	c	c	0.2	c	c
	Kosovo	1.0	1.4	4.2	1.1	1.5	2.8
	North Macedonia	0.2	0.2	0.02	0.8	0.9	1.6
	Montenegro	c	c	c	c	0.0	0.04
	Serbia	0.7	0.4	0.01	2.3	3.4	1.5
Other countries	Canada	16.4	c	c	2.1	2.6	0.01
	China	0.2	0.2	13.5	0.3	0.8	3.2
	Lebanon	3.4	2.5	2.3	0.7	0.9	c
	Switzerland	0.9	0.01	0.1	11.2	4.7	3.1
	Turkey	5.9	9.3	12.5	9.4	10.2	12.5
	United Arab Emirates	1.3	1.6	2.5	1.2	1.7	0.9
	USA	0.3	0.2	0.1	0.5	0.7	1.0
	Other countries	1.0	5.2	2.2	1.4	1.2	2.1

Source: INSTAT

The share of exports value of foreign and joint enterprises in 2018 was 50.9 %, while in 2017 it was 49.2 %; for imports value the share in 2018 was 27.5 % while in 2017 it was 28.8 %.

Tab.15: The export / import structure of foreign and joint ventures in total enterprises, 2016-2018

%

Size of enterprises	Aktiviteti (NACE Rev.2)											
	2016				2017				2018			
	Total	B-E Industry	G Trade	Others	Total	B-E Industry	G Trade	Others	Total	B-E Industry	G Trade	Others
Exports												
Total	48.2	51.1	28.8	57.4	49.2	50.6	42.6	43.6	50.9	52.5	35.8	68.4
1-9	47.7	58.3	44.1	21.3	48.5	55.5	46.2	37.7	53.2	66.3	46.0	38.0
10-49	25.7	27.0	16.8	51.0	30.0	29.7	24.5	50.1	37.0	26.8	42.3	79.1
50-249	47.5	48.1	11.2	86.6	49.5	51.5	c	c	39.8	41.8	c	c
250+	58.2	59.3	-	84.3	57.7	55.9	c	c	65.8	66.3	c	c
Imports												
Total	29.0	49.3	13.2	46.9	28.8	49.2	14.8	31.8	27.5	47.5	13.0	39.0
1-9	29.2	52.4	16.5	58.9	24.1	60.9	16.3	18.6	17.3	37.4	13.2	20.0
10-49	22.0	45.4	12.9	28.6	24.0	43.0	16.1	39.1	20.9	51.2	11.9	32.0
50-249	28.8	48.3	c	c	29.2	47.6	c	c	24.7	34.1	c	c
250+	43.1	52.5	c	c	40.5	51.5	c	c	48.8	61.0	c	c

Source: INSTAT

In 2018, exports from EU countries accounted for 62.4 % of exports of foreign and joint enterprises, from 68.3 % in 2017. While, imports of these enterprises account for 67.0 % of imports from 71.3 % in 2017.

Tab.16: The export / import structure of foreign and joint ventures from EU in total enterprises, 2016-2018

%

Size of enterprises	Aktiviteti (NACE Rev.2)											
	2016				2017				2018			
	Total	B-E Industry	G Trade	Others	Total	B-E Industry	G Trade	Others	Total	B-E Industry	G Trade	Others
Exports												
Total	68.7	70.2	63.8	44.3	68.3	72.8	40.7	59.3	62.4	62.9	53.0	70.8
1-9	68.8	73.7	63.9	76.7	66.2	87.4	55.6	63.1	90.1	95.0	86.8	73.4
10-49	80.6	88.3	65.1	61.5	74.3	88.0	57.9	40.6	50.2	64.1	23.4	70.2
50-249	87.6	91.4	56.0	33.5	91.3	91.3	c	c	76.8	77.5	c	c
250+	53.1	53.4	-	24.9	49.7	54.0	c	c	54.3	53.7	c	c
Imports												
Total	68.7	68.2	70.0	68.6	71.3	72.0	69.6	71.4	67.0	63.6	64.6	86.3
1-9	78.3	53.9	77.7	95.6	79.3	87.5	72.4	76.6	72.4	81.5	68.0	71.3
10-49	39.5	22.2	58.9	52.3	54.9	41.0	63.0	65.8	60.0	57.4	57.2	78.0
50-249	87.0	94.4	77.0	49.7	87.9	92.2	c	c	75.9	77.7	c	c
250+	68.9	76.0	-	46.1	62.6	61.8	c	c	62.4	56.1	c	c

Source: INSTAT