

EXPATRIATES

23 BHUTANESE FOR 1 EXPAT

FDI companies employed a total of 190 foreign workers, which is only 4.19 % of total regular employees in the companies. For every single expat working in the country, there are 23 locals employed.

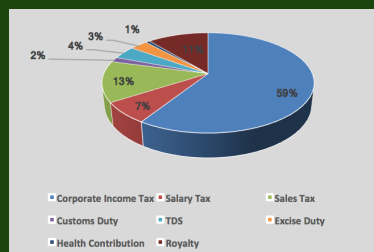
63% BY 7 COMPANIES

Seven companies employed 63 % of total regular employees during the year. Companies includes hotels (Bhutan Resorts Private Limited, Bhutan Eco Venture Private Limited, Bhutan Ventures Hospitality Private Limited), financial institutions (BoBL, BNBL), ITES company (Scan Cafe Private Limited) & Mountain Hazelnut Ventures Private Limited.

3. TAX CONTRIBUTION

Contribution made by operating FDI companies as of 31st December, 2017 as per the survey stands at Nu. 1565.16 million.

TAX COMPOSITION



FDI ANNUAL BULLETIN

2018

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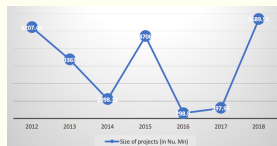
www.moea.gov.bt

FDI TREND: 2018

FDI inflow in terms of the number of projects have increased significantly during the year with a recorded number of 16 projects approved. The chart below shows the trend of annual FDI project approval for the last eight years.



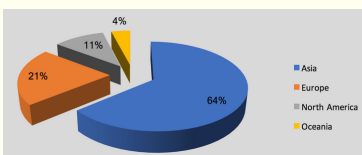
PROJECT COST TREND



Project cost has increased by almost 10 fold owing to huge capital intensive projects such as hotels.

INCREASED BY TEN FOLD

ORIGIN OF INVESTORS



64 % IS FROM ASIA

From within Asia, India is the major source of investment **WITH 51 %** in Bhutan followed by Singapore **WITH 15 %** and Thailand **WITH 13 %**.

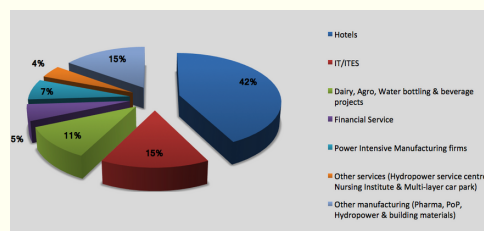
FDI PROJECTS AS OF 2018

Total number of projects increased to 73 from 57 in 2017 with 16 new projects approved.



SERVICE SECTOR DOMINATES WITH 65 %

SECTORAL SHARE OF FDI



42 % of approved projects are in hotel sector followed by 15 % in IT/ITES.

64 % of approved projects have started operation.

FDI BY LOCATION

62 % of FDI projects approved are located in Thimphu, Paro and Phuentsholing with highest number (34 %) being in Thimphu.

Thimphu is the preferred destination for FDI in service sector namely hotel and IT/ITES

FDI BY INVESTOR TYPE

PRIVATE COMPANY:	INDIVIDUAL INVESTOR:	INSTITUTIONAL & SOE:
72 %	9 %	19 %

FDI CONTRIBUTION

Annual survey conducted revealed some of the tangible impacts made by FDI as of 31st December, 2017. The contribution are:

1. CAPITAL INFLOW

Capital inflow from foreign investors during the year 2017 as recorded from survey in Nu. million:

INR	US\$
22.2	6.2

2. EMPLOYMENT :2018

A total of 4,336 Bhutanese were directly employed as regular employees by the operating FDI projects. Including 683 Bhutanese employed as casual workers, a total of 5,019 Bhutanese were employed during the year.

EMPLOYMENT BY GENDER: BHUTANESE



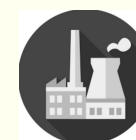
42 % **58 %**

EMPLOYMENT TREND

FDI companies employed a total of 5,307 employees up from 4,895 employees in 2017, an increase of about 8.4 % from previous year.



AVERAGE EMPLOYMENT: MANUFACTURING VS. SERVICE



90



130