1И//611996К(039)

UNITED NATIONS CONFERENCE ON TRADE AND DEVELOPMENT



## INVESTIMENT 2016

**INVESTOR NATIONALITY: POLICY CHALLENGES** 



## TABLE OF CONTENTS

PREFACEiii
ABBREVIATIONS iv
ACKNOWLEDGEMENTS
KEY MESSAGESx
CHAPTER I. GLOBAL INVESTMENT TRENDS
A. CURRENT TRENDS
1. FDI by geography
2. FDI by sector and industry
3. Investment flows through offshore financial hubs19
<b>B. PROSPECTS</b>
1. Key factors influencing future FDI flows
2. UNCTAD business survey24
C. INTERNATIONAL PRODUCTION29
CHAPTER II. REGIONAL INVESTMENT TRENDS
INTRODUCTION
DEVELOPING ECONOMIES
1. Africa
2. Developing Asia
3. Latin America and the Caribbean
4. Transition economies57
5. Developed countries64
STRUCTURALLY WEAK, VULNERABLE AND SMALL ECONOMIES71
1. Least developed countries
2. Landlocked developing countries
3. Small Island developing states

PTER III. RECENT POLICY DEVELOPMENTS AND KEY ISSUES 89
ATIONAL INVESTMENT POLICIES90
verall trends
preign investment and national security-related policies94
ITERNATIONAL INVESTMENT POLICIES101
ecent developments in the IIA regime
vestment dispute settlement
A reform: taking stock and charting the way forward
IVESTMENT FACILITATION: FILLING A SYSTEMIC GAP
PTER IV. INVESTOR NATIONALITY: POLICY CHALLENGES123
ITRODUCTION: THE INVESTOR NATIONALITY CONUNDRUM124
omplex ownership and investor nationality124
he importance of ownership and nationality in investment policy 125
new perspective on MNE ownership structures
or investment policymakers126
OMPLEXITY IN MNE OWNERSHIP STRUCTURES
lapping MNE ownership structures129
haracteristics of highly complex MNEs134
eterminants of complexity in MNE ownership structures
ooking ahead: trends in ownership complexity141
OMPLEX OWNERSHIP OF AFFILIATES AND HE BLURRING OF INVESTOR NATIONALITY144
new «bottom-up» perspective on ownership structures144
he ownership matrix and the investor nationality mismatch index 147
bottom-up map of affiliate ownership

D. COMPLEX OWNERSHIP: INVESTMENT POLICY IMPLICATIONS
1. Complex ownership and investor nationality: policy implications
2. Ownership and control in national investment policies
3. Ownership and control in international investment policies171
E. RETHINKING OWNERSHIP-BASED INVESTMENT POLICIES
1. National investment policy: the effectiveness of ownership rules
2. International investment policy: the systemic implications
of complex ownership
<b>REFERENCES</b> 190
ANNEX TABLES195
Annex table 1. FDI flows, by region and economy, 2010–2015196
Annex table 2. FDI stock, by region and economy, 2000, 2010 and 2015200
Annex table 3. Value of cross-border M&As, by region/economy of seller/purchaser, 2009–2015
Annex table 4. Value of cross-border M&As, by sector/industry, 2009–2015207
Annex table 5. Cross-border M&A deals worth over \$3 billion completed in 2015208
Annex table 6. Value of announced greenfield FDI projects, by source/destination, 2009–2015210
Annex table 7. Number of announced greenfield FDI projects, by source/destination, 2009–2015213