

FDI in the Minerals Sector

January 2003 to December 2007

Report Criteria

This report includes all overseas investment and inter-state (USA Only) projects recorded by fDi Markets between January 2003 and December 2007 based on the following criteria:

- Sector: Minerals

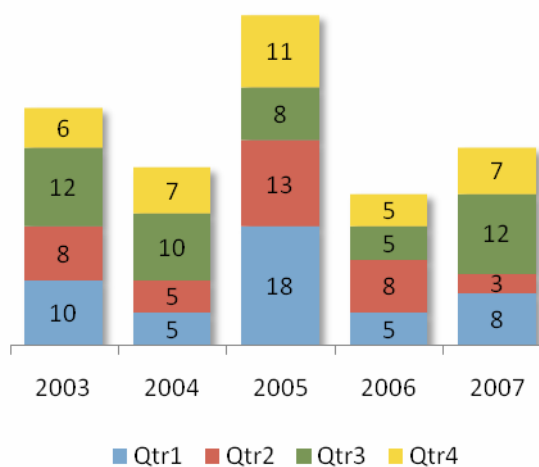
Report Highlights

- Between January 2003 and December 2007, fDi Markets recorded a total of 166 investment projects from 109 companies
- The average number of jobs created per project was 338
- The leading business activity was Extraction, which accounted for 49% of projects.
- The top ten companies accounted for 33% of all investment projects with De Beers (South Africa), Alrosa (Russia) and Rio Tinto Group (UK) among the top 10 companies.
- The top three source markets for outward investment were Canada, Australia and Russia, providing 20%, 10% and 10% of investment projects respectively
- The top three destination markets for inward investment were India, Russia and South Africa, attracting 8%, 8% and 8% of investment projects respectively

Project Trends Analysis

Between 2003 and 2007, fDi Markets recorded a total of 166 investment projects.

Year	No of Projects	Percentage Growth
2003	36	
2004	27	-25.0%
2005	50	85.2%
2006	23	-54.0%
2007	30	30.4%
Total	166	
Average	33	

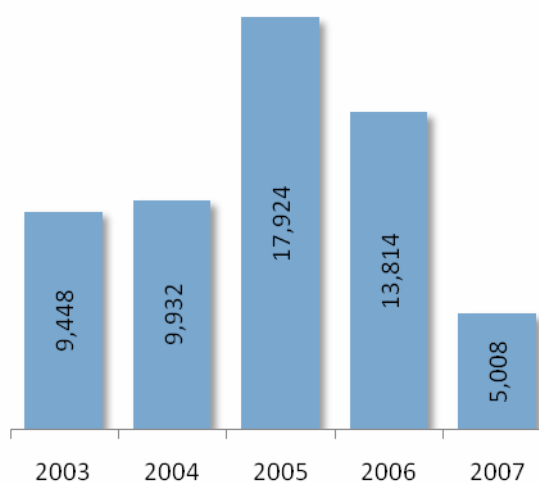


Source: FDI Intelligence from Financial Times Ltd

Jobs Analysis

The average project size was 338 jobs per project.

Year	Total No of Jobs Created*	Percentage Growth
2003	9,448	
2004	9,932	5.1%
2005	17,924	80.5%
2006	13,814	-22.9%
2007	5,008	-63.7%
Total	56,126	
Average	11,225	



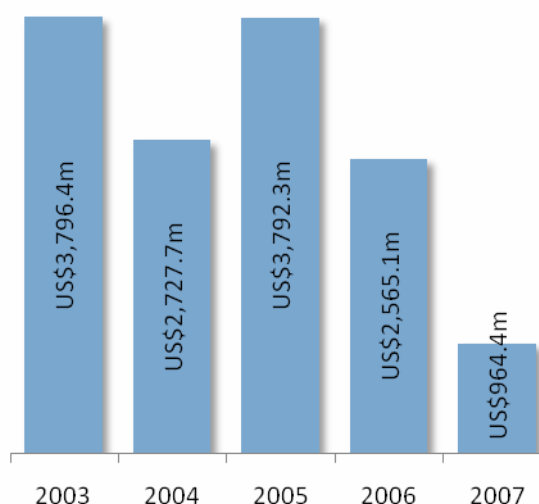
*Jobs data based on both actual and estimated values

Source: FDI Intelligence from Financial Times Ltd

Investment Analysis

The average project size was USD83 million per project.

Year	Total Investment (USDm)*	Percentage Growth
2003	3,796.4	
2004	2,727.7	-28.2%
2005	3,792.3	39.0%
2006	2,565.1	-32.4%
2007	964.4	-62.4%
Total	13,845.9	
Average	2,769.2	



*Investment data based on both actual and estimated values

Source: FDI Intelligence from Financial Times Ltd

Industry Analysis: No of Projects by Activity

Extraction accounted for the highest number of projects, with a total of 82, representing 49% of the investment projects. Among the top business activities, Sales, Marketing & Support, recorded the highest growth at 31% per annum on average.

Business Activities	2003	2004	2005	2006	2007	Total	Average Annual Growth
Extraction	18	16	32	9	7	82	-1.3%
Manufacturing	9	6	6	9	11	41	9.7%
Sales, Marketing & Support	5	3	7	4	7	26	31.4%

Design, Development & Testing	3	1	1		2	7	n/a
Logistics, Distribution & Transportation	1		1		3	5	n/a
Headquarters			1	1		2	n/a
Business Services			1			1	n/a
Education & Training		1				1	n/a
Retail			1			1	n/a
Overall Total	36	27	50	23	30	166	9.2%

Source: FDI Intelligence from Financial Times Ltd

Company Analysis: Projects by Year

A total of 109 companies were recorded as investing overseas. De Beers from South Africa is the top company with a total of 13 investment projects announced between January 2003 and December 2007. The top ten companies accounted for 33% of the investment projects.

Company	Source Country	2003	2004	2005	2006	2007	Total
De Beers	South Africa	2	2	6	3		13
Alrosa	Russia	3		6	1		10
Rio Tinto Group	UK	2	1	1	2		6
European Gemological Laboratory (EGL)	Belgium	3	2				5
BHP Billiton	Australia	2	1		2		5
Omya	Switzerland			2	2	1	5
Firestone Diamonds	UK		2	1			3
Golden Peaks Resources	Canada			3			3
Cosentino	Spain					3	3
Endiama	Angola		2				2
Other Companies		24	17	31	13	26	111
Overall Total		36	27	50	23	30	166

Source: FDI Intelligence from Financial Times Ltd

Source Market Analysis: Country

Between January 2003 and December 2007, Canada accounted for the highest number of outward investment projects overseas, with 34 projects. This represents 20% of the investment projects.

Source Country	2003	2004	2005	2006	2007	Total	Average Annual Growth
Canada	7	5	20	1	1	34	44.1%
Australia	3	3	1	8	2	17	139.6%
Russia	4	1	8	1	2	16	159.4%
Belgium	6	6		1	2	15	n/a
South Africa	2	2	7	3		14	n/a
UK	5	4	3		2	14	n/a
USA	1	2	3		5	11	n/a

Switzerland	1		2	2	2	7	n/a
Germany	1			3	1	5	n/a
Israel		1	3		1	5	n/a
* Other Countries	6	3	3	4	12	28	45.8%
Overall Total	36	27	50	23	30	166	9.2%

Source: FDI Intelligence from Financial Times Ltd

A total of 28 companies from Canada invested overseas during this period, representing 26% of all companies. The top ten source countries accounted for 83% of outward investment projects and 80% of companies investing overseas.

Source Country	Projects	% Projects	Companies	% Companies
Canada	34	20.48%	28	25.69%
Australia	17	10.24%	12	11.01%
Russia	16	9.64%	5	4.59%
Belgium	15	9.04%	10	9.17%
South Africa	14	8.43%	2	1.83%
UK	14	8.43%	8	7.34%
USA	11	6.63%	11	10.09%
Switzerland	7	4.22%	3	2.75%
Germany	5	3.01%	5	4.59%
Israel	5	3.01%	4	3.67%
Other Countries	28	16.87%	22	20.18%
Totals	166	100%	110	100.92%

Source: FDI Intelligence from Financial Times Ltd

Source Market Analysis: City

Vancouver is the leading source city for outward investment with 12 companies providing 17 investment projects between January 2003 and December 2007. The top ten source cities accounted for 51% of outward investment projects and 40% of companies investing overseas.

Source City	Projects	% Projects	Companies	% Companies
Vancouver	17	10.24%	12	11.01%
Johannesburg	13	7.83%	1	0.92%
Moskva	10	6.02%	1	0.92%
London	10	6.02%	6	5.50%
Antwerpen	9	5.42%	8	7.34%
Melbourne	8	4.82%	3	2.75%
Toronto	6	3.61%	6	5.50%
Oftringen	5	3.01%	1	0.92%
Perth	4	2.41%	4	3.67%
Dublin	3	1.81%	2	1.83%
Other Cities	81	48.80%	67	61.47%

Totals

166

100%

111

101.83%

Source: FDI Intelligence from Financial Times Ltd

Destination Market Analysis: Country

Between January 2003 and December 2007, the country attracting the greatest number of projects was India, with 14 inward investment projects. This represents 8% of inward investment projects.

Destination Country	2003	2004	2005	2006	2007	Total	Average Annual Growth
India	6	4	1	1	2	14	-2.1%
Russia	4		3	4	2	13	n/a
South Africa	4	3	4	1	1	13	-16.7%
Canada	4	4	1	2		11	n/a
Botswana	1	5	4		1	11	n/a
China	4		1	2	3	10	n/a
Namibia	2	2	2	1	2	9	12.5%
USA	2		1	2	1	6	n/a
Angola	1	1	3	1		6	n/a
Hong Kong			2		3	5	n/a
* Other Countries	8	8	28	9	15	68	62.2%
Overall Total	36	27	50	23	30	166	9.2%

Source: FDI Intelligence from Financial Times Ltd

A total of 11 companies have invested in India during this period, representing 10% of all companies investing overseas. The top ten destination countries accounted for 59% of inward investment projects.

Destination Country	Projects	% Projects	Companies	% Companies
India	14	8.43%	11	10.09%
Russia	13	7.83%	13	11.93%
South Africa	13	7.83%	11	10.09%
Canada	11	6.63%	6	5.50%
Botswana	11	6.63%	10	9.17%
China	10	6.02%	10	9.17%
Namibia	9	5.42%	9	8.26%
Angola	6	3.61%	4	3.67%
USA	6	3.61%	6	5.50%
Hong Kong	5	3.01%	5	4.59%
Other Countries	68	40.96%	62	56.88%
Totals	166	100%	147	134.86%

Source: FDI Intelligence from Financial Times Ltd

Destination Market Analysis: City

Dubai is the leading destination city attracting 4 inward investment projects from 4 companies between January 2003 and December 2007. The top ten destination cities attracted 14% of inward investment projects.

Destination City	Projects	% Projects	Companies	% Companies
Dubai	4	2.41%	4	3.67%
Kimberley	3	1.81%	3	2.75%
Windhoek	3	1.81%	3	2.75%
Surat	2	1.20%	2	1.83%
Zvishavane	2	1.20%	1	0.92%
Mumbai	2	1.20%	2	1.83%
Bangalore	2	1.20%	2	1.83%
Tel Aviv	2	1.20%	2	1.83%
Beijing	2	1.20%	2	1.83%
Shanghai	2	1.20%	2	1.83%
Other Cities	142	85.54%	136	124.77%
Totals	166	100%	159	145.87%

Source: FDI Intelligence from Financial Times Ltd

Project Type

Between January 2003 and December 2007, New investment was the type of project with the greatest number of projects, accounting for 142 projects. This represents 86% of all investment projects.

Project Type	2003	2004	2005	2006	2007	Total	Average Annual Growth
New	31	26	38	19	28	142	6.8%
Expansion	5	1	12	4	2	24	225.8%
Overall Total	36	27	50	23	30	166	9.2%

Source: FDI Intelligence from Financial Times Ltd

Notes on this report

1. Disclaimer: This report was automatically created by fDi Markets using the criteria selected by the user. While care has been taken in programming the analysis and presentation of data, abnormalities may occur. Financial Times Ltd accepts no responsibility for the accuracy or otherwise of the content
2. All investment project data and information is based on public information on company investment announcements. Financial Times Ltd accepts no responsibility or otherwise for the accuracy of the data and information, nor does Financial Times Ltd claim to track all investment projects.
3. Jobs data and capital investment data, if included, is not recorded for all projects and may include estimates. Financial Times Ltd takes no responsibility for the accuracy

or otherwise of the jobs and investment data.

4. The default currency used to record capital investment amounts is millions of US Dollar (USD). If the user has selected an alternative currency, the amounts stated are converted from US Dollars to the chosen currency using a conversion reference table. This table is periodically updated from published exchange rates. Financial Times Ltd do not accept responsibility or otherwise for variances that occur between published exchange rates and the currency reference table used
5. If you have any queries on the content of this report, please contact your designated account manager using the facility provided within the fDi Markets system.

SAMPLE