

Inward FATS in Spain
Year 2015

Affiliates of foreign companies invoiced 488,156 million euros and employed 1,380,544 people in 2015.

France (18.1%), the United States (15.6%) and Germany (13.9%) were the countries whose affiliates in Spain generated the greatest turnover.

The branches of activity where the foreign affiliates obtained the greatest turnover were *Transport equipment (14.0%) and Mining and quarrying industries, energy, water and waste (12.2%)*

In 2015 there were 12,338 affiliates of foreign companies in the sectors *Industry, Trade* and other non-financial market *Services*.

These companies generated a turnover of 488,156 million euros, employing 1,380,544 people.

Structure of the Inward FATS in Spain

Results by branch of activity¹

41.3% of the affiliate companies investigated in the survey belonged to the *Services* sector, 34.3% to the *Trade* sector and 24.4% to *Industry*.

Main variables by activity sector

Year 2015. (Main economic variables in million euros)

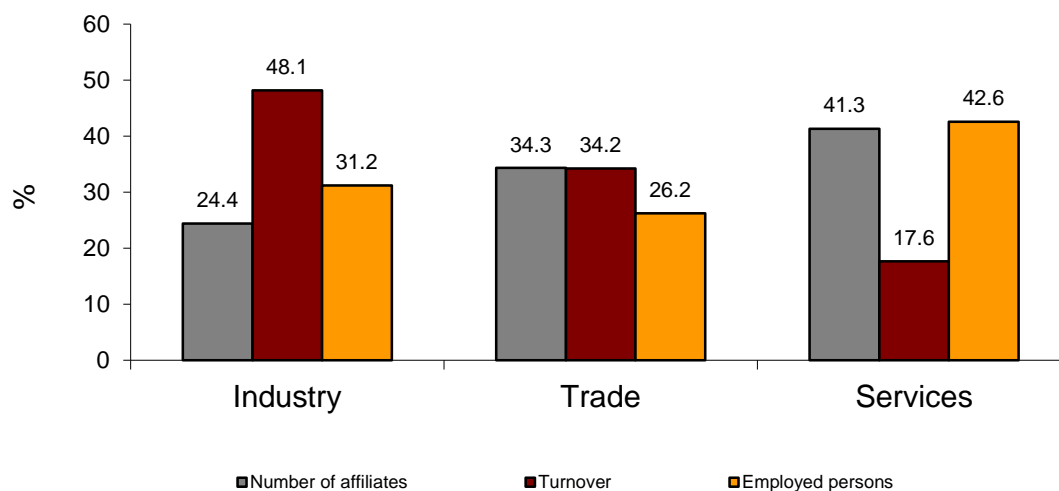
Sector	Affiliate companies	Employed persons	Turnover
Industry	3,009	430,451	235,022
Trade	4,233	362,208	167,090
Services	5,096	587,884	86,045
TOTAL	12,338	1,380,544	488,156

¹ The companies studied were classified according to their main activity. Likewise, all of the study variables referring to the company were assigned to said activity.

The affiliates in the industrial sector generated 48.1% of the overall turnover of the affiliate companies, those in *Trade* generated 34.2% while those in the *Services* sector generated 17.6%.

In terms of distribution of employment by sector, the affiliates in the *Services* sector employed the greatest percentage of people (42.6% of the total), followed by *Industry* (31.2%) and *Trade* (26.2%)

Main variables by activity sector. Year 2015 (in percentage)



Other variables by activity sector

Year 2015. (in million euros)

	Industry	Trade	Services	Total
Production value	211,076	42,096	62,269	315,442
Added value at factor cost	43,568	21,496	34,219	99,282
Purchases and work carried out by other companies	166,367	131,431	33,314	331,113
Personnel costs	22,675	14,652	22,032	59,359
External services	29,361	19,384	20,944	69,689
Gross investment in material fixed assets	7,366	2,137	6,623	16,125
Total Operating Income	240,496	170,897	88,963	500,356
Total Operating Costs	230,401	168,764	83,244	482,409
Total sales outside Spain	101,476	18,492	16,821	136,789

Results by branch of activity

By analysing the number of affiliate companies for each of the 26 branches of activities for which statistical information is available, it can be observed that those that had a greater number of affiliate companies were the two activities corresponding to *wholesale Trade* (concerning 24.7% of all affiliates) and *Professional, scientific and technical activities* (12.6%).

Main results by branch of activity

Year 2015

Branch of activity	Affiliates		Employees		Turnover	
	Number	%	Number	%	Million €	%
Industry	3,009	24.4	430,451	31.2	235,022	48.1
Mining and quarrying industries, energy, water and waste	1,122	9.1	29,279	2.1	59,484	12.2
Food, beverages and tobacco	228	1.8	43,921	3.2	22,488	4.6
Textile, manufacture, leather and footwear	47	0.4	5,162	0.4	987	0.2
Wood and cork, paper and graphic arts	140	1.1	17,023	1.2	5,649	1.2
Chemical and pharmaceutical industry	297	2.4	48,630	3.5	28,080	5.8
Rubber and plastic products	173	1.4	31,950	2.3	8,908	1.8
Various non-metallic ore products	102	0.8	15,106	1.1	4,405	0.9
Metallurgy and manufacture of metallic products	219	1.8	37,117	2.7	18,078	3.7
Electrical, electronic and optical material and equipment	123	1.0	31,371	2.3	10,390	2.1
Mechanical machinery and equipment	171	1.4	22,899	1.7	5,500	1.1
Transport equipment	213	1.7	130,422	9.4	68,126	14.0
Various manufacturing industries	175	1.4	17,572	1.3	2,928	0.6
Trade	4,233	34.3	362,208	26.2	167,090	34.2
Sale and repair of motor vehicles and motorcycles	220	1.8	17,908	1.3	23,260	4.8
Commission trade	494	4.0	11,382	0.8	1,557	0.3
Wholesale of agrarian, food and household products	1,270	10.3	80,021	5.8	51,944	10.6
Wholesale of machinery, equipment and others	1,778	14.4	63,385	4.6	52,330	10.7
Retail trade food, fuel and equipment for ICT	131	1.1	95,219	6.9	22,893	4.7
Publishing, cinema, radio, television and communications	341	2.8	94,295	6.8	15,106	3.1
Services	5,096	41.3	587,884	42.6	86,045	17.6
Transport	174	1.4	27,907	2.0	4,785	1.0
Storage and activities connected to transport	462	3.7	41,509	3.0	9,303	1.9
Accommodation	319	2.6	84,861	6.1	4,881	1.0
Other retail trade	359	2.9	33,948	2.5	18,111	3.7
Computer activities	562	4.6	73,895	5.4	9,295	1.9
Real estate activities	866	7.0	4,976	0.4	3,179	0.7
Professional, scientific and technical activities	1,555	12.6	88,420	6.4	19,043	3.9
Administrative and support service activities	799	6.5	232,367	16.8	17,448	3.6
TOTAL	12,338	100.0	1,380,544	100.0	488,156	100.0

In turn, the branches of activity with the most staff employed were *Administrative and support service activities* (16.8%), *Transport equipment* (9.4%) and *Retail trade of food, fuel and equipment for ICT* (6.9%)

As regards turnover, the branches that contributed to the total with the greatest percentage were *Transport material* (14.0%), *Mining and quarrying industries, energy, water and waste* (12.2%) and *Wholesale of machinery, equipment and others* (10.7%).

In turn, those with the lowest contribution were *Textile, manufacture, leather and footwear* (0.2%), *Commission trade* (0.3%) and *Various manufacturing industries* (0.6%).

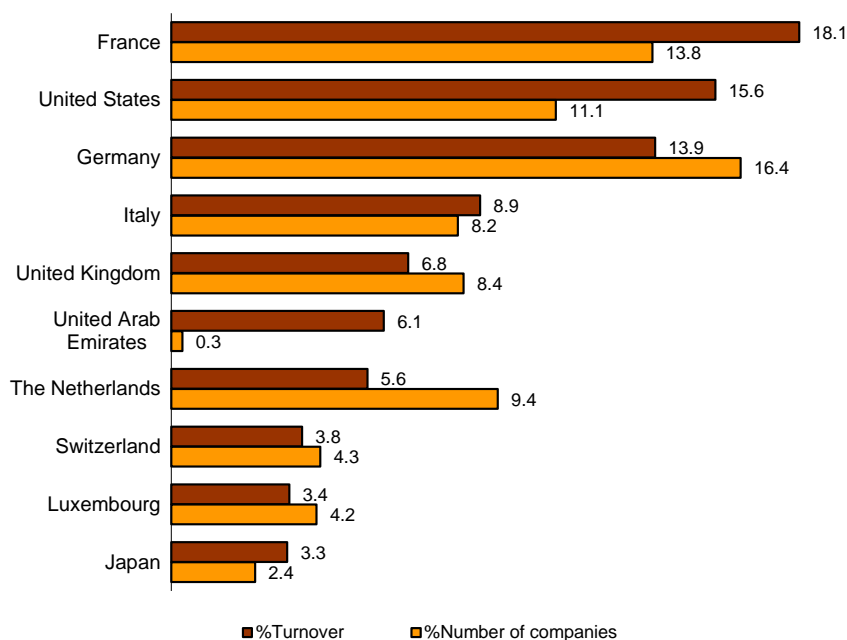
Results by country of the parent company

The countries whose affiliates generated the greatest turnover in 2015 were France (18.1% of the total), the United States (15.6%) and Germany (13.9%).

In turn, the companies that contributed the greatest number of companies were Germany (16.4% of the total), France (13.8%) and the United States (11.1%).

It should be noted that the 10 main countries accounted for 78.5% of the overall number of affiliates and 85.5% of the turnover generated by these affiliates.

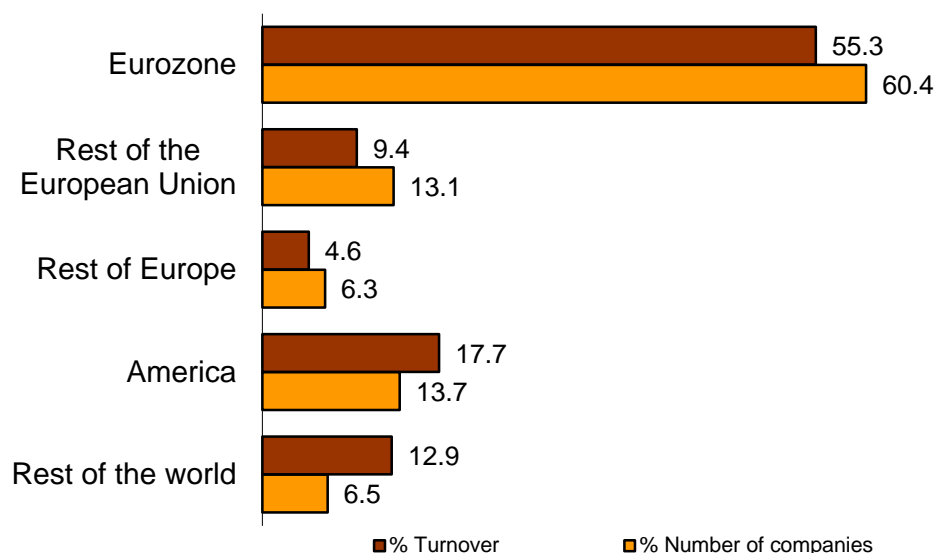
Main countries by turnover and number of affiliates. Year 2015



Results by geographical area of the parent company

Most of the companies that controlled affiliates in Spain were located in the Euro Zone of the European Union (60.4%). The turnover generated by these affiliates was 55.3% of the total.

Distribution by geographical area of the parent company. Year 2015



By sector, the Euro Zone 64.4% of foreign companies controlled affiliate companies in *Industry*, 63.6% in *Trade* and 55.3% in the rest of the *Services* sector. These affiliates generated 57.5%, 53.6% and 52.9% of the turnover of the affiliates in *Industry*, *Trade* and *Services*, respectively.

Number of affiliates of foreign companies by geographic area and sector

Year 2015

Geographic area	Industry		Trade		Services		Total	
	Number	%	Number	%	Number	%	Number	%
Eurozone	1,937	64.4	2,692	63.6	2,817	55.3	7,446	60.4
Rest of the European Union	341	11.3	429	10.1	850	16.7	1,620	13.1
The rest of Europe	131	4.4	256	6.0	385	7.6	772	6.3
America	349	11.6	559	13.2	786	15.4	1,695	13.7
The rest of the world	250	8.3	297	7.0	258	5.1	805	6.5
TOTAL	3,009	100.0	4,233	100.0	5,096	100.0	12,338	100.0

Turnover of affiliates of foreign companies by geographic area and sector

Year 2015

Geographic area	Industry		Trade		Services		Total	
	Millions €	%	Millions €	%	Millions €	%	Millions €	%
Eurozone	135,107	57.5	89,487	53.6	45,489	52.9	270,082	55.3
Rest of the European Union	12,144	5.2	16,499	9.9	17,460	20.3	46,102	9.4
The rest of Europe	9,035	3.8	8,658	5.2	4,885	5.7	22,578	4.6
America	48,564	20.7	23,525	14.1	14,140	16.4	86,228	17.7
The rest of the world	30,173	12.8	28,922	17.3	4,072	4.7	63,166	12.9
TOTAL	235,022	100.0	167,090	100.0	86,045	100.0	488,156	100.0

Representation of the foreign affiliates within the Spanish economy

The affiliates of foreign companies in Spain in *Industry*, *Trade* and other non-financial market *Services* represented 0.6% of all companies in these sectors in 2015.

The turnover and employment generated by these companies covered 29.1% and 13.8% of the total, respectively.

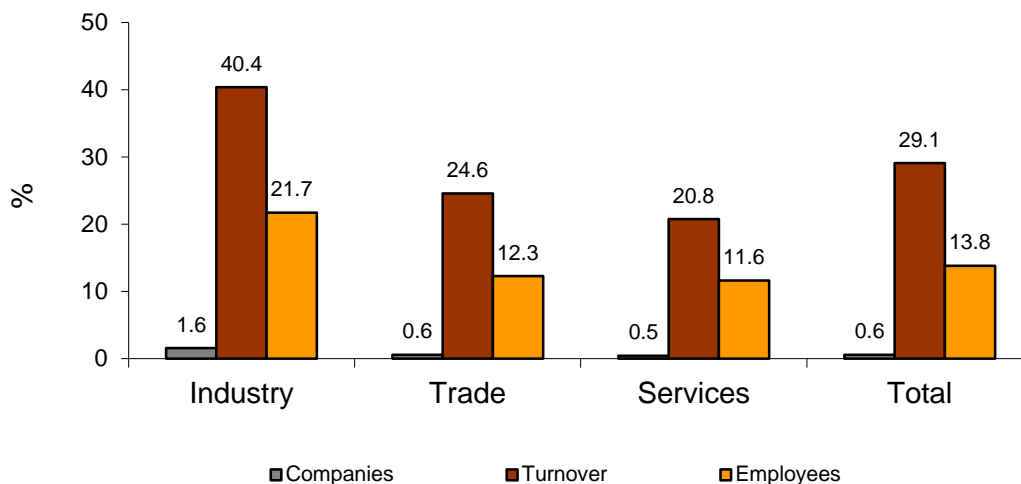
Results by activity sector

In the Industrial sector, 1.6% of companies were affiliates of foreign companies. This figure was 0.6% in *Trade* and 0.5% in *Services*.

As regards the turnover, the affiliates in *Industry* generated 40.4% of the total volume generated by the companies in this sector, those in *Trade* generated 24.6% while those in *Services* generated 20.8%.

In turn, 21.7% of the people employed in *Industry* worked for affiliates of foreign companies in 2015. In *Trade* and *Services* these percentages were 12.3% and 11.6%, respectively.

Relation between the data of affiliates and total companies within the sector. Year 2014 (percentage)

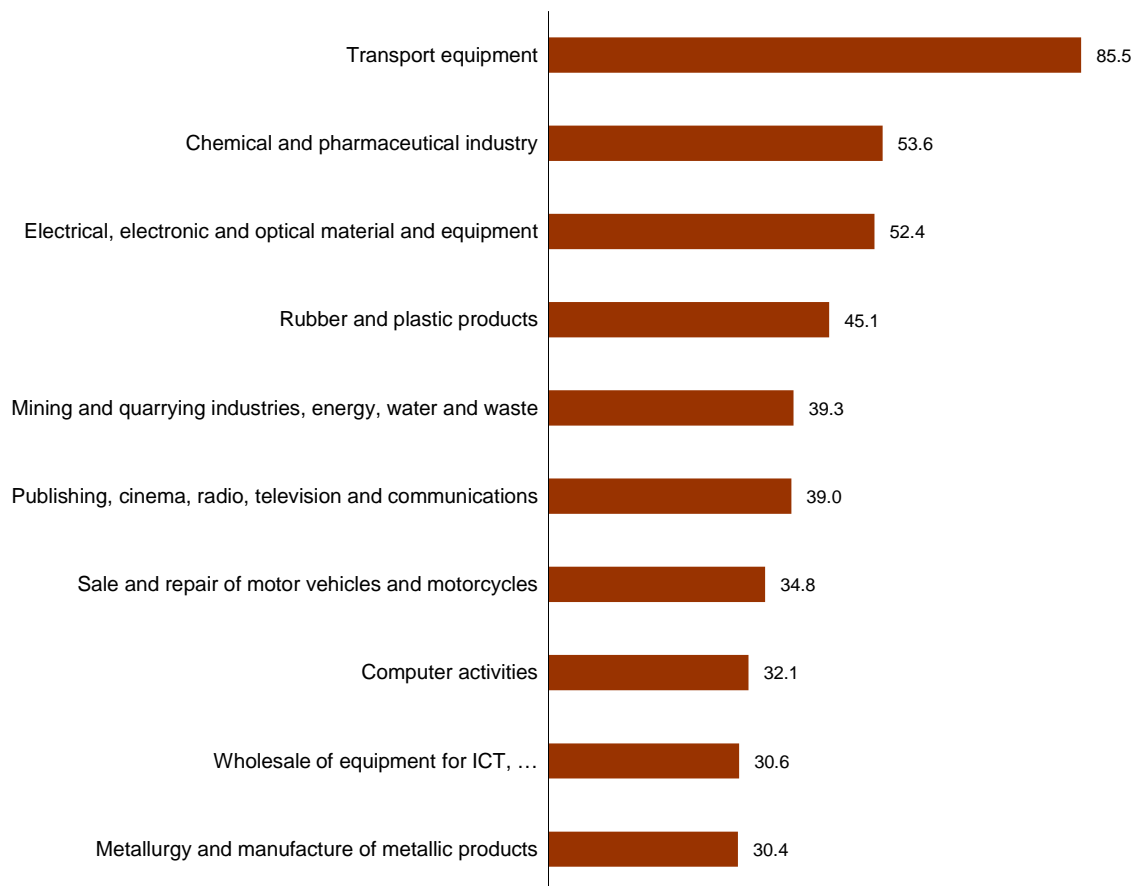


Results by branch of activity

As regards the contribution of affiliates of foreign companies for each branch of activity, *Transport equipment* should be noted, where 85.5% of the overall turnover was generated by affiliate companies.

The following branches with a significant contribution from affiliates were *Chemical and pharmaceutical industry*, *Electrical, electronic and optic material and equipment* and *Rubber and plastic products*, which contributed 53.6%, 52.4% and 45.1%, respectively, of the overall turnover generated in each activity.

Main branches of activity by turnover generated by the affiliates, as compared with the total of each branch. Year 2015 (percentage)



In turn, the branches of activity that contributed the least were *Accommodation*, *Textile, manufacture, leather and footwear* and *Transport*, all of which had a turnover attributable to affiliates of less than 10% of the total.

Results by value of sales outside Spain

43.0% of sales outside of Spain in the *Industry, Trade and Services* sectors was carried out by affiliate companies.

In *Industry*, the affiliates generated 56.5% of exports, while in *Trade and Services* the percentages were 24.0% and 27.6%, respectively.

By branch of activity, *Transport equipment (90.3%), Retail trade food, fuel and equipment for ICT (75.5%) and Electrical, electronic and optical material and equipment (60.5%)* accumulated the greatest percentages of sales abroad carried out by affiliate companies.

Sales outside Spain by branch of activity

Year 2015

Branch of activity	Total companies		Affiliates of foreign companies	
	Millon €	% of the total	Millon €	% of the total
		sales		sales
Industry	161,772	28.8	88,899	39.7
Mining and quarrying industries, energy, water and waste	14,171	8.5	8,071	12.1
Food, beverages and tobacco	19,428	18.6	3,952	18.1
Textile, manufacture, leather and footwear	4,076	29.3	545	56.7
Wood and cork, paper and graphic arts	5,356	22.8	1,894	35.1
Chemical and pharmaceutical industry	23,460	45.1	14,676	51.5
Rubber and plastic products	6,634	36.3	3,951	45.1
Various non-metallic ore products	4,637	30.7	1,156	28.6
Metallurgy and manufacture of metallic products	22,156	39.8	8,474	51.3
Electrical, electronic and optical material and equipment	7,871	45.0	4,975	55.4
Mechanical machinery and equipment	9,163	53.1	3,646	57.7
Transport equipment	41,820	65.9	36,679	68.9
Various manufacturing industries	2,999	21.1	881	37.4
Trade	64,209	10.4	14,543	10.6
Sale and repair of motor vehicles and motorcycles	2,827	5.2	1,078	6.7
Commission trade	897	19.4	464	34.1
Wholesale of agrarian, food and household products	34,471	16.6	6,208	13.2
Wholesale of machinery, equipment and others	21,348	14.4	5,579	15.4
Retail trade food, fuel and equipment for ICT	843	0.7	423	1.7
Publishing, cinema, radio, television and communications	3,823	5.0	791	7.1
Services	52,697	14.2	13,555	18.4
Transport	10,206	18.0	1,501	27.9
Storage and activities connected to transport	7,617	20.2	2,208	33.9
Accommodation	4,787	8.5	543	13.1
Other retail trade	3,817	8.0	1,727	9.6
Computer activities	7,061	27.5	1,261	16.3
Real estate activities	333	1.6	61	2.4
Professional, scientific and technical activities	11,887	17.2	3,526	23.2
Administrative and support service activities	6,989	12.6	2,728	19.4
Total	278,679	18.0	116,996	26.9

Results by parent company country

In terms of added value, the French affiliates generated the greatest percentage: 4.5% of the added value generated by all of the companies resident in Spain in the sectors investigated. French affiliates also contributed the most to the added value in the *Commerce* (5.0%) and remaining *Services* (3.8%) sectors.

As regards the main investor countries for each branch of activity, according to the percentage of added value that their affiliates generated out of the total for the branch of activity, it should be underlined that Germany generated 22.0% in *Transport equipment*, the United States generated 21.5% in *Commission trade* and France generated 20.3% in *Rubber and plastic products*.

Main investing countries by branch of activity

Year 2015. (According to the value generated by their affiliates)

Branch of activity	Country	% the value added in each branch
Industry	The United States	5.8
Mining and quarrying industries, energy, water and waste	Italy	14.0
Food, beverages and tobacco	The Netherlands	3.4
Textile, manufacture, leather and footwear	France	2.8
Wood and cork, paper and graphic arts	Sweden	2.6
Chemical and pharmaceutical industry	The United States	16.9
Rubber and plastic products	France	20.3
Various non-metallic ore products	The United States	5.1
Metallurgy and manufacture of metallic products	The United States	5.9
Electrical, electronic and optical material and equipment	Germany	11.5
Mechanical machinery and equipment	The United States	10.4
Transport equipment	Germany	22.0
Various manufacturing industries	France	4.3
Trade	France	5.0
Sale and repair of motor vehicles and motorcycles	Germany	5.9
Commission trade	The United States	21.5
Wholesale of agrarian, food and household products	The United States	7.1
Wholesale of machinery, equipment and others	The United States	5.1
Retail trade food, fuel and equipment for ICT	France	7.9
Other retail trade	France	6.1
Services	France	3.8
Transport	United Kingdom	1.7
Storage and activities connected to transport	Germany	2.7
Accommodation	France	2.1
Publishing, cinema, radio, television and communications	United Kingdom	10.6
Computer activities	The United States	9.3
Real estate activities	France	4.3
Professional, scientific and technical activities	United Kingdom	3.1
Administrative and support service activities	France	4.4
TOTAL	France	4.5

Methodological note

The Statistics on Affiliates of Foreign Companies in Spain (Inward FATS) offer information regarding the main economic variables of the affiliates of foreign companies operating in the sectors of Industry, Trade and the rest of the non-financial market Services. The scope of this survey includes those affiliate companies whose main activity is included in sections B to E (Industry), G (Trade), H to J and L to N (non-financial market services) of the National Classification of Economic Activities in force (CNAE-2009). In this area of implementation, this survey fulfils (EC) Regulation no. 716/2007 of the European Parliament and Council of 20 June 2007, regarding the community statistics on the structure and activity of foreign affiliates.

Affiliates of foreign companies are considered to be those companies located in Spain that are controlled by a non-resident institutional unit or company. To this end, control is understood to be the ability to determine the company's general policy. One unit controls another when it directly or indirectly possesses more than half of the shareholders' vote, or more than half of the shares; nevertheless, at times, this ability to control may be made effective through a minority control, that is, without the need to possess half of the shares or votes (for example, if the percentage, although below 50%, is greater than that of any other owner). In accordance with the methodology established by the European regulation on statistics regarding affiliates, the criterion applied in this survey to determine the company that controls each affiliate is that of the final owner. The final owner of a foreign affiliate is considered to be the institutional unit or company that, proceeding hierarchically upwards along the chain of control of said affiliate, exercises control over itself, not being controlled, in turn, by any other unit.

This statistical operation provides information regarding the main variables, broken down both by the activity, size or Autonomous Community of the affiliate company, and by the country or geographical area of the parent company (final owner).

In order to enrich the dissemination of this survey and favour the comparative analysis of the results thereof, we also present, aside from the specific data regarding affiliates provided by the survey, additional data regarding the percentage represented by the results of the affiliate companies, as compared with the total companies. This additional data has been obtained from the *Structural Business Statistics: Industrial Sector, Trade Sector and Services Sector* (new name of the former Annual Industrial Companies Survey, Annual Trade Survey, and Annual Services Survey, surveys that have been reformed from the reference year 2015), aimed at investigating the companies whose main activity relates to one of these three sectors.

The Statistics on Affiliates of Foreign Companies in Spain (Inward FATS) complements this information, which in the context of statistics on economic globalisation, provides the statistics on Affiliates of Spanish Companies Abroad (FILEXT).