

## Foreign Direct Investment from Israel to the United States

## Israeli FDI in the United States

Israel is the seventeenth largest source of foreign direct investment (FDI) into the United States in 2013. The total stock of FDI from Israel to the United States is \$27.2 billion, constituting more than forty percent of all FDI in the United States that originates in the Middle East. In the United States, FDI from Israel provides:

**New Jobs:** U.S. subsidiaries of Israeli firms employed over 23,200 U.S. workers in 2012. The average yearly salary of these workers is \$90,647.

**Innovative R&D:** In 2012, U.S. subsidiaries of Israeli-owned firms invested \$551 million in research and development in the United States.

**More U.S. Exports:** Israeli-owned firms contributed \$404 million to U.S. goods exports in 2012.

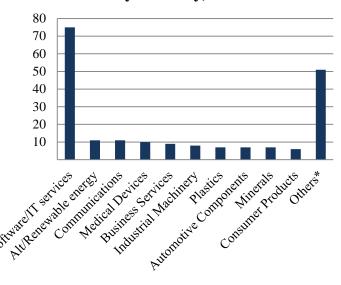
| Rank | Largest Sources: FDI in the<br>United States | 2013 Position<br>(Millions USD) |
|------|--|---------------------------------|
| 1    | United Kingdom                               | 540,489                         |
| 2    | Japan  | 344,143                         |
| 3    | Canada                                       | 280,536                         |
| 4    | Germany                                      | 278,283                         |
| 5    | France                                       | 238,977                         |
| 6    | Switzerland                                  | 140,142                         |
| 7    | Netherlands                                  | 137,333                         |
| 8    | Ireland                                      | 117,090                         |
| 9    | Spain  | 52,085                          |
| 10   | Australia                                    | 51,709                          |
| 11   | Sweden                                       | 48,582                          |
| 12   | Norway                                       | 40,986                          |
| 13   | Italy  | 38,445                          |
| 14   | Belgium                                      | 34,260                          |
| 15   | Mexico                                       | 32,878                          |
|      |  |                                 |

U.S.- Israel Bilateral FDI: Annual Flows and Position (in USD millions)

| <b>Foreign Direct Investment Position</b>  | 2009     | 2010     | 2011     | 2012     | 2013     |  |  |  |
|--|----------|----------|----------|----------|----------|--|--|--|
| U.S. FDI in Israel                         | \$9,018  | \$9,464  | \$9,008  | \$8,676  | \$9,539  |  |  |  |
| Israeli FDI in the United States (by UBO)* | \$19,603 | \$19,902 | \$21,123 | \$23,717 | \$27,169 |  |  |  |
| Foreign Direct Investment Flows            | 2009     | 2010     | 2011     | 2012     | 2013     |  |  |  |
| U.S. FDI to Israel                         | - \$166  | \$185    | - \$253  | \$828    | \$1,329  |  |  |  |
| Israeli FDI in the United States           | \$1,166  | \$273    | \$6,202  | \$31     | \$134    |  |  |  |

<sup>\*</sup>Ultimate Beneficial Owner

## **Announced FDI Projects from Israel** in the US by Industry, 2003-2015



<sup>\*</sup>Includes industries with projects 6 or less: Semiconductors, Real Estate, Textiles, and 13 others.

## **Announced FDI Projects In The United States**

Between January 2003 and January 2015, 202 investment projects were announced by Israeli firms in the United States. The Software/IT Services sector comprises of over 37 percent of all FDI projects in the United States from Israel, making it the largest sector. Recent projects include:

**November 2014** – *Forter*, a Software & IT services company provides fraud prevention solutions. It has raised \$15 million in funding for its expansion into the U.S.

**September 2014** – *Plasan Carbon Composites*, a subsidiary of *Plasan Sasa*, is a Automotive Components sector company. It is investing \$29 million to expand its manufacturing center in Walker, MI, creating 620 additional jobs by 2017.

**June 2014** – *Bank Leumi USA*, a subsidiary of *Leumi Group*, is investing \$9.6 million in the Financial Services sector on a business services project in Los Angeles, CA. It expanded the capacity of its commercial business services in healthcare, commercial real estate, apparel and technology.

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Sources: U.S. Bureau of Economic Analysis; fDimarkets.com