

Attractive Investment Area
Leading the World
Beyond Korea



Republic of Korea
CHANGWON



A Great Leap to the World



New Era for Great Changwon

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A new era dawns for Changwon!

Changwon is located in the southeastern part of the Korean Peninsula, and is equipped with excellent industrial infrastructure such as ports and well-connected network of roads, the cluster-type cooperation among industry, academia, research institutes and government, and abundant human resources – combining to make Changwon an ideal investment area. By taking advantage of Changwon's active administrative support and optimal investment incentives, global Korean corporates such as LG, Hanwha, and Doosan Heavy Industries are operating their businesses very successfully in Changwon. Also, the city's rich history and beautiful natural landscapes enhance its competitiveness in the tourism, leisure, and cultural industries, and various other fields.

Take up a new challenge by locating your business in Changwon where dreams come true!

Global Business A Challenge to Achieve Your Dream of Success

Changwon Always With You!

We will help you accomplish your dreams by providing attractive incentives and customized administrative support for investor companies based on superb industrial and tourism infrastructure.



History of Changwon and Current Status

Prehistoric Times

According to excavated materials, it is estimated that people started to live in Changwon since the New Stone Age and they began to settle in the town since the Bronze Age.

Joseon Dynasty

The Taejong Chronicles state that in July 1408, the 8th year of Taejong's rule, "Euichang-hyun and Hoewon-hyun were combined and elevated to form Changwon-bu and officials were dispatched to govern the area."

Korean Empire

In Gojong Year 32 (1895), due to the 23 district policy, reorganized changwon-gun and Ungcheon-gun were renamed Changwon-bu with a prefect to govern the area. In 1910, Changwon-bu was changed to Masan-bu and the port of Masan was opened. Later, in 1941, Changwon-gun was separated from Masan-bu.

Modern Period

Masan-bu was renamed Masan city in 1949, Changwon-gun Jinhae-eup was elevated to Jinhae city in 1955, Changwon district branch office was elevated to Changwon city in 1980 and the three cities have since become three separate cities with their respective administrative systems.

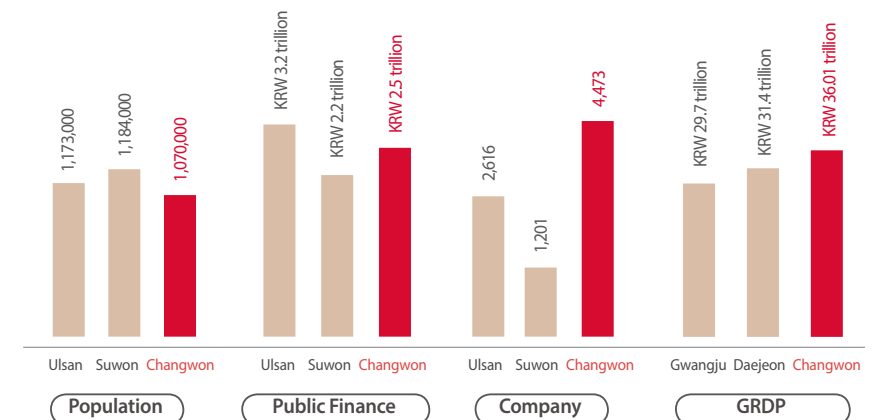
5th Elected Presidential Term

According to voluntary integration policy of South Korea's regional administrative district, Changwon · Masan · Jinhae, which used to share the same roots since prehistoric times, have become the first integrated city, Changwon City on July 1, 2010.

6th Elected Presidential Term

Since the integration of the three cities, Changwon's administration is now in its 2nd term. It is preparing a new balanced development plan based on resolute innovation and reform. This will enhance its competitiveness, so that Changwon metropolitan city can be reborn and advance confidently into the future.

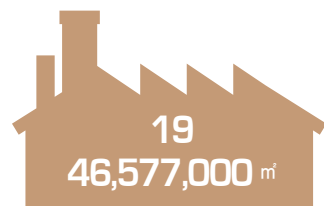
Changwon city is located in the southeastern part of the Korean peninsula where the land meets the sea, with a spectacular rias coast spanning 324km. Its population is around 1.1 million making it one of Korea's largest primary local governments. Global corporations such as LG, Hanwha, Doosan Heavy Industries, Volvo, Hyundai and STX Offshore & Shipbuilding are increasing their competitiveness within the city. In terms of population, public finance and the size of the area, it surpasses many metropolitan cities and is the key city in the southeast region leading the Korean economy.



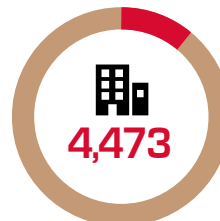
Center of Korea's Economy, Changwon

Changwon city's exports in 2015 recorded US\$17.7 billion, which exceeded Busan (US\$15.5 billion), Daegu (US\$7 billion), Gwangju (US\$15.2 billion), and Chungbuk(US\$15.2 billion). Its GRDP is KRW 36 trillion, which is more than Daejeon (KRW 31 trillion), and Gwangju (KRW 29 trillion). Also, considering Korea's 1,000 largest manufacturing companies and their sales revenue, Changwon has 42 companies, which is more than Ulsan (38), Chungbuk (35) and Daegu (29) and its sales are KRW 37.6 trillion, more than Busan (KRW 21.1 trillion), Daegu (KRW 10.3 trillion), and Gwangju (KRW 7.5 trillion).

Industrial Status of Changwon City



Number & Area of Industrial Complex



Number of Companies

Large Companies
Small and Medium-sized Companies



Number of Workers



Production



Export

Establishment of foundation for Changwon Metropolitan City, focusing on three major economic zones

Changwon National Industrial Complex

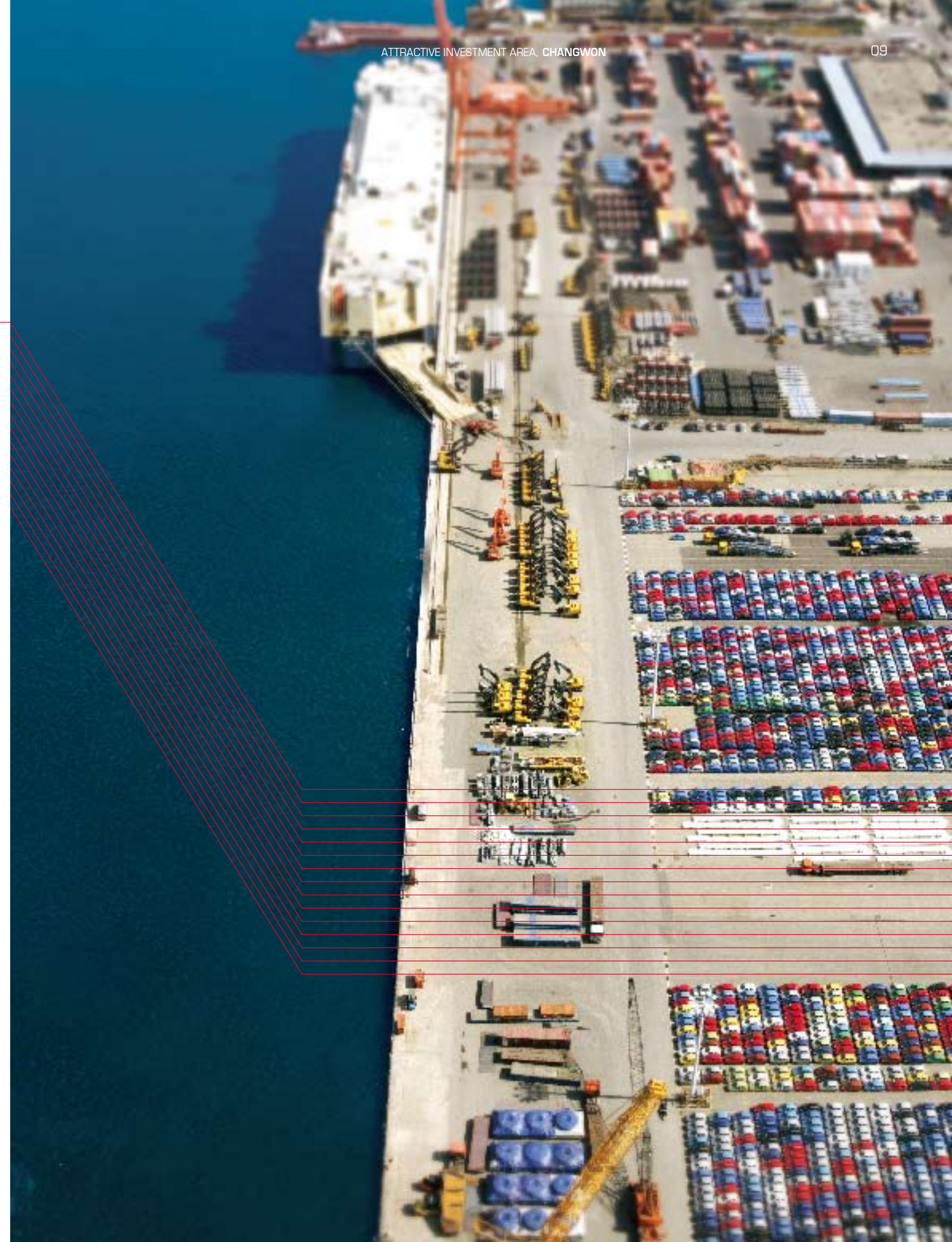
Change from mechanized manufacturing to high-tech industry

Busan-Jinhae Free Economic Zone

Be the hub of marine leisure and logistics as the new port hinterland

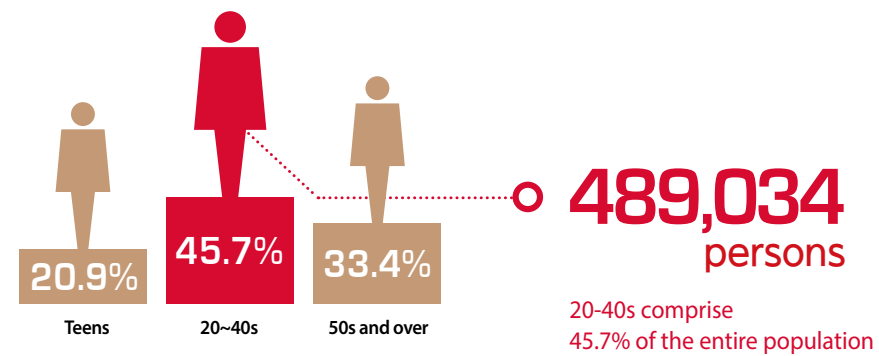
Masan Free Trade Zone

The first foreigner-exclusive industrial complex where foreign investment companies are concentrated



Abundant Human Resources and Huge Consumer Market

People in their 20-40s make up 45.7% of the total population in Changwon city, allowing easy access to labor. The city is also close to China which has the greatest population as a single country of 1.3 billion people. This means Changwon can be the optimal investment bridgehead to entering China for Korea-located companies invested from the USA, EU, Japan and other investor nations.



Excellent R&D workforce

There are numerous research facilities and superior human resources such as the Korea Electrotechnology Research Institute (KERI), the Korea Institute for Materials Science, LG Electronics Changwon R&D Center, numerous universities, and corporate research institutions.

Huge consumer market

There is a large consumer market which consists of 11 cities within a 50km radius (Busan metropolitan city, Yangsan city, Gimhae city, Jinju city, etc.) with more than 6.2 million consumers.

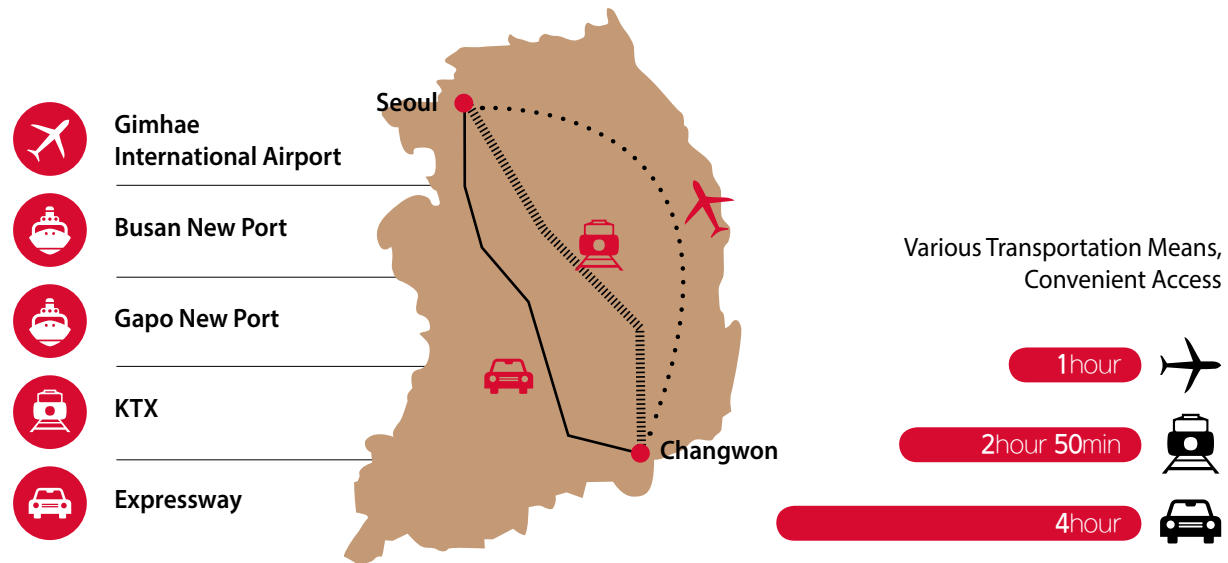
Bridgehead to China

Changwon city is close to China with a population of 1.3 billion and can serve as the optimal stepping stone to entering China and global market for Korea-located companies invested from the USA, EU, Japan and other investor nations.



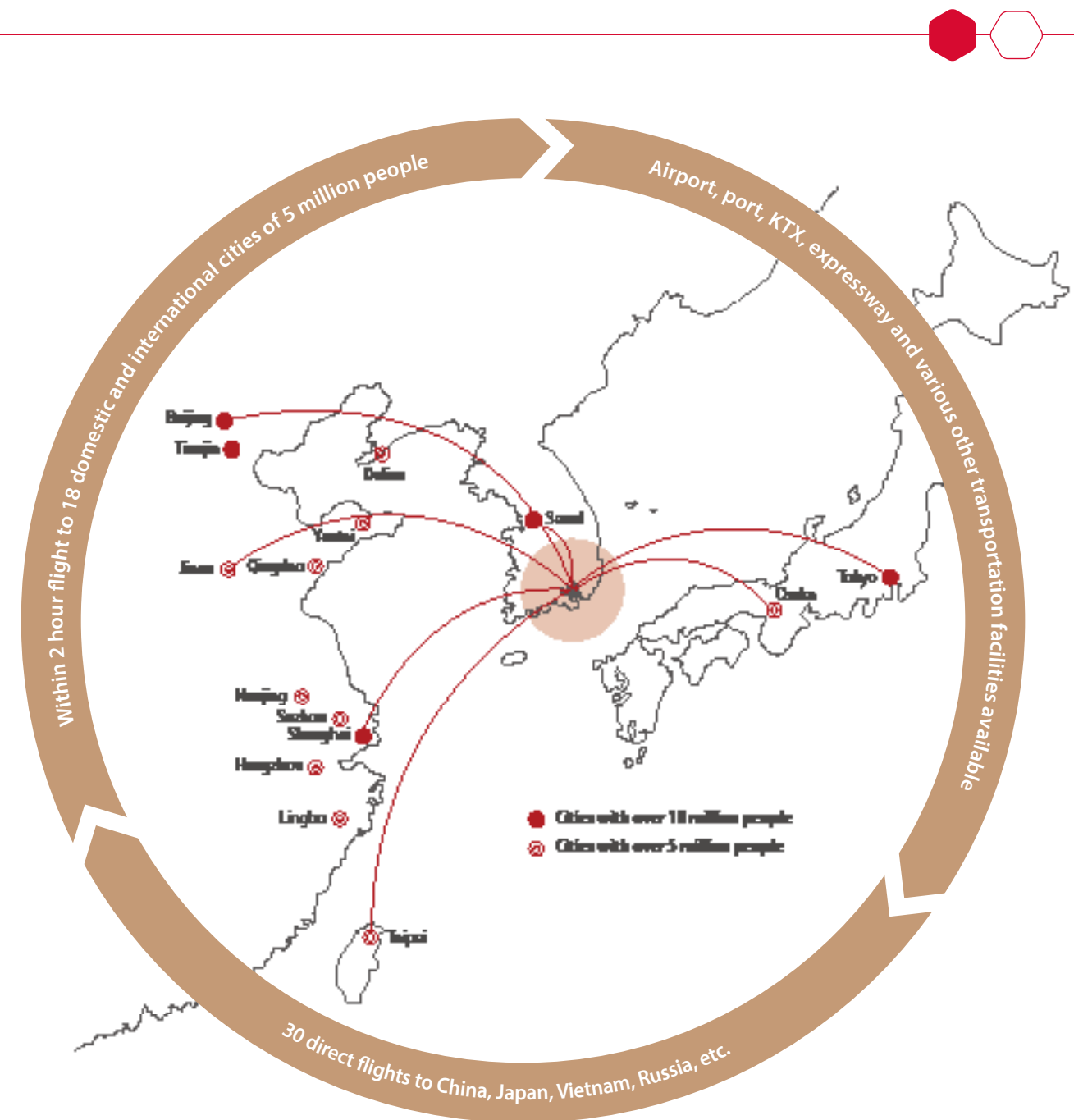
Crucial Element for Corporate Activity: Convenient Transportation Infrastructure

Gimhae International Airport is located within 50 minutes from Changwon city. There are three KTX stations – Masan station, Changwon station and Changwon central station – within the city center. Namhae expressway and Jungbu Naeryuk expressway run through the center, thus allowing for convenient transportation. Also, Busan New Port and Gapo New Port are both in the city. Changwon is therefore the most suitable place to set up an export operation base – to advance into not only the Chinese market, but also the global market.



Superior accessibility due to its location at the center of the southeast region and Jeju Island

- From Seoul to Changwon : One hour by air, 2 hours and 50 minutes by KTX express train
- From Gimhae airport : 30 direct flights to China, Japan, Vietnam, Russia, etc.



Convenient Living Environment for Foreigners

To provide foreigners with a superior medical environment, an organic network of Sungkyunkwan University Samsung Changwon Hospital, Changwon Gyeongsang University Hospital and overseas medical corporations will be established. In order to establish a high-quality educational environment that is vital for attracting overseas private capital, renowned universities, its branch campuses, and foreign schools will be actively targeted.

Establishment of Foreign Educational Institutions

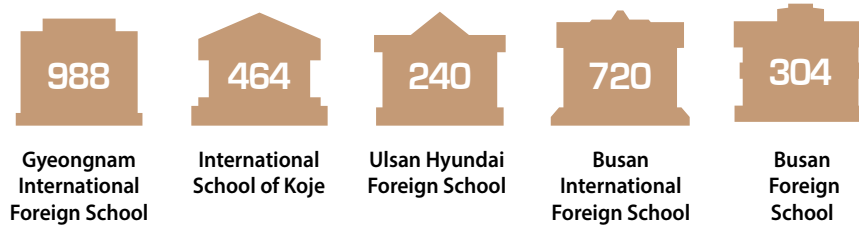
Target Area : Busan-Jinhae Free Economic Zone, Jinhae-gu

Business : Establishment of international university branch campuses and international foreign schools, etc.

Period : 2015 ~ 2022

Area : 100,000㎡

Nearby Foreign School Status and Number of Students



High-quality medical services

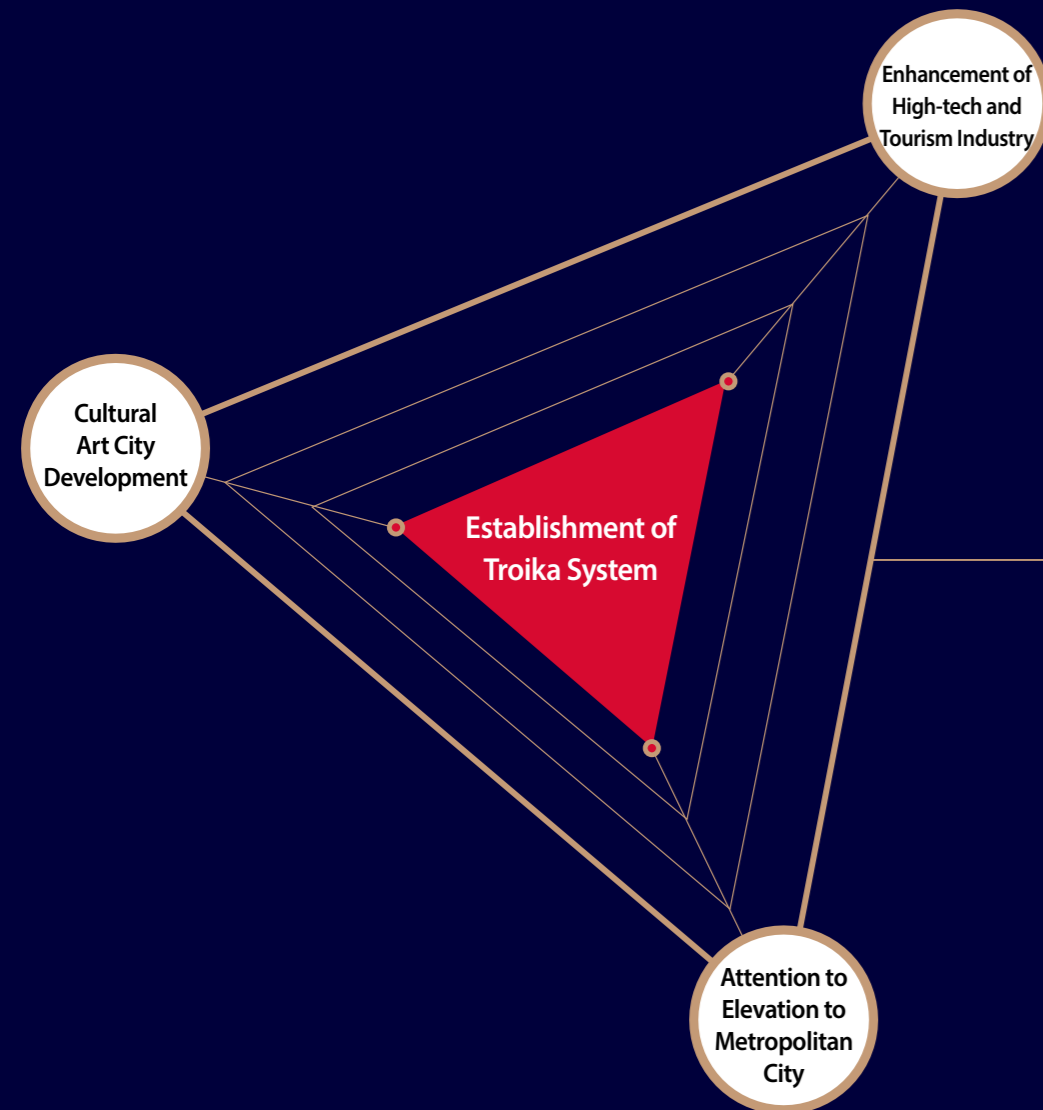


Fatima Hospital : 490 beds, www.fatimahosp.co.kr
 Changwon Gyeongsang University Hospital : 700 beds, www.gnuch.co.kr
 Samsung Changwon Hospital : 720 beds, smc.skku.edu
 Hanmaeum Hospital : 400 beds, www.hanheart.co.kr



NURTURE NEW BUSINESSES

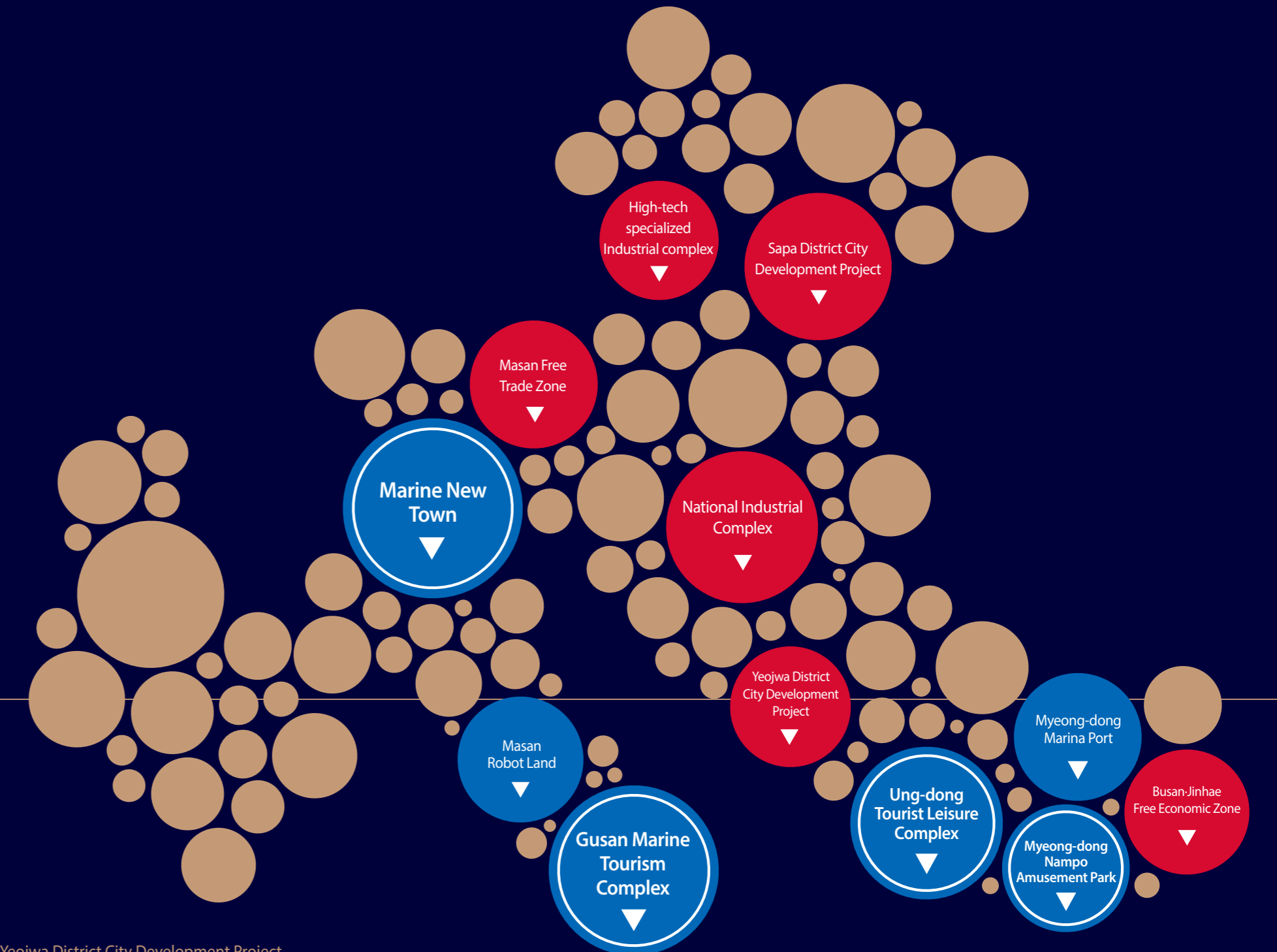
Three Main Goals for Administration in 2016



TWO-TRACK STRATEGY

The 6th Elected Presidential Term's Emphasized Policies
TWO-TRACK Strategy :
 Nurture Tourism Industry & High-tech Industry

CHANGWON



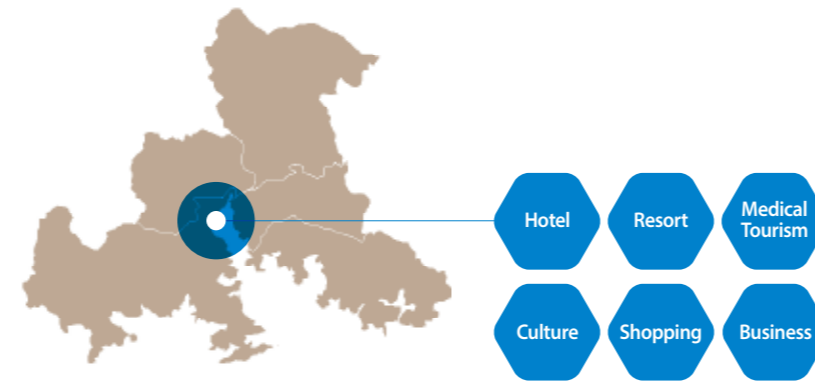
Tourism Industry

- ☒ Masan Marine New Town
- ☒ Gusan Marine Tourism Complex
- ☒ Myeong-dong Nampo Amusement Park
- ☒ Ung-dong Tourist Leisure Complex
- Myeong-dong Marina Port
- Masan Robot Land

High-tech Industry

- Yeojwa District City Development Project
- Sapa District City Development Project
- National Industrial Complex
- Busan-Jinhae Free Economic Zone
- Masan Free Trade Zone
- High-tech specialized Industrial complex

01 Masan Marine New Town Culture · Tourism · Marine Leisure Complex



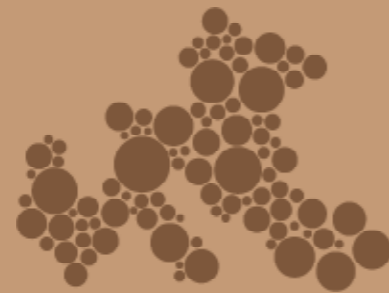
Marine New Town is 628,000㎡ in area, and it is the first town to be built on the ocean. KTX, Namhae Expressway, and Jungbu Naeryuk Expressway run through the area. The town is 40 minutes from Gimhae International Airport and is also near Busan New Port and Gapo New Port. It is in the center of Ung-dong Tourist Leisure Complex and Gusan Marine Tourism Complex; there is also the beautiful coast of Masan bay and diverse islands nearby. Changwon city is committed to creating this place as a landmark, and it is the hope and future of Changwon City.



Business Outline
 Location : Public Waters, Wolpo-dong, Masanhappo-gu, Changwon-si
 Period : 2004 ~ 2018
 Area : Urban 642,000㎡ (628,000㎡ : Complex City Area)
 Development Costs : KRW 350.2 billion (Public 92.5 bn., Private Finance-Lotting out 257.7 bn.)
 Project Operator : Changwon City (Agent: Masan Marine New Town Inc.)



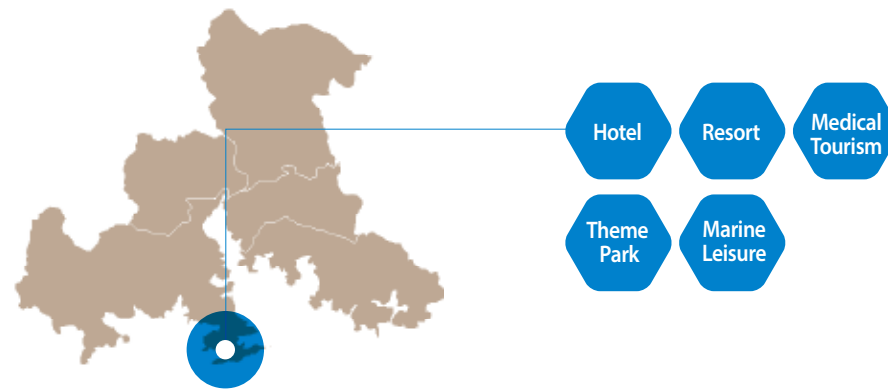
Major Investment Projects
 Private Developer Mixed-use Development
 - Cultural Facilities, Deluxe Hotel
 - Park, Business Center
 - Commerce, Business · Residence Facility



ATTRACTIVE INVESTMENT AREA, CHANGWON

- 01 Masan Marine New Town
- 02 Gusan Marine Tourism Complex & Masan Robot Land
- 03 Ung-dong Tourist Leisure Complex
- 04 Myeong-dong Marina Port
- 05 Myeong-dong Nampo Amusement Park
- 06 Changwon Resort Development Project
- 07 Plans to Promote Medical Service Industry
- 08 Plans to Establish Foreign Educational Institutions
- 09 Yeojwa District City Development Project
- 10 Sapa District City Development Project
- 11 High-tech Industrial Complex

02 Gusan Marine Tourism Complex & Gyeongnam Masan Robot Land



Gusan Marine Tourism Complex is an area where administrative processes are fully in place to accept investments. It is organized in conjunction with the nearby Robot Land as a four- season residential type tourist resort and is one-hour by road from Busan Haeundae, and Namhae Hallyeohaesang National Marine Park. Also there are beautiful coastline and various famous Korean mountains in the vicinity.

Gusan Marine Tourism Complex Business Outline

Location : Gubok-Sim-ri Area, Gusan-myeon, Masanhappo-gu, Changwon-si

Period : 2009 ~ 2020

Area : 2,842,000㎡ (860,000 pyeong)

Business Expenses : KRW331.1 billion (Public 33.3 bn., Private 297.8 bn.)

Business Contents :

- Public Facilities : Roads, Parking Lots, Water and Sewage, Parks, etc.
- Private Facilities : Company Training Center, Healthcare&Resort Center, Adventure Experience Center, GolfTown · Horseriding Center

Related Legislation : Tourism Promotion Act Article 52, 54

Other : Near Nation's First Robot Land Establishment Project (National Project)

Gyeongnam Masan Robot Land Business Outline

Location : Gubok-Bandong-ri Area, Gusan-myeon, Masanhappo-gu, Changwon-si

Period : 2009 ~ 2019 (1st Stage 2009~2018, 2nd Stage 2017~2019)

Area : 1,260,000㎡ (380,000 pyeong)

Business Expenses : KRW 700 billion (Nation KRW 56 bn., Province KRW 100 bn., City KRW 110 bn., Private KRW 434 bn.)

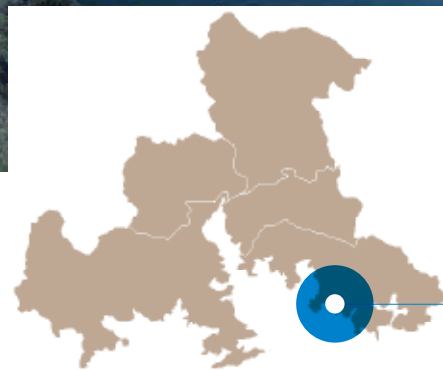
Business Contents :

- 1st Stage
 - Public Sector : R&D Center, Convention Center, Robot Exhibition Facility, Infrastructure, etc.
 - Private Sector : Robot Theme Park, Youth Hostel
- 2nd Stage
 - Private Sector : Hotel, Condo, other Accommodation

Major Investment Projects Golf town, Resort Complex, Adventure Facility, Healthcare Facility, Company Training Facility



03 Ung-dong Tourist Leisure Complex



- Theme Park
- Hotel
- Resort
- Casino
- Marine Leisure

Ung-dong Tourist Leisure Complex is located in the hinterland of Busan New Port and Busan Jinhae Free Economic Zone. The construction of Korea's largest global theme park is in progress.

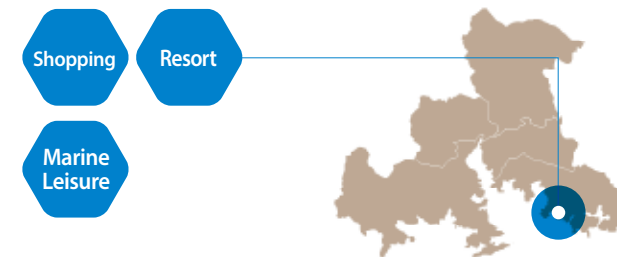
Business Outline

Location : New Port Area, Ungcheon-dong, Jinhae-gu
Period : 2003 ~ 2018
Area : 2,258,692㎡ (683,254 pyeong)
Construction Operator : Changwon City, Gyeongnam Development Corporation [Developer – Jinhae Ocean Inc.]
Business Expenses : KRW 346.1 billion (City 4.9 bn., Public Corporation 8.7 bn., Private 332.5 bn.)
Business Method : Public Development (Development Time Period 2009 ~ 2039)

Major Investment Projects

Golf town, Hotel, Resort, School, Hospital, etc.

04 Myeong-dong Marina Port



- Shopping
- Resort
- Marine Leisure

Myeong-dong Marina Port is the largest business project in Gyeongnam that the Ministry of Oceans and Fisheries is actively promoting. It is near Ung-dong Tourist Leisure Complex, Myeong-dong Nampo Amusement Park, Busan New Port and Busan Jinhae Free Economic Zone and therefore, cruising, yacht and other various marine leisure sports can be enjoyed, along with business activities.

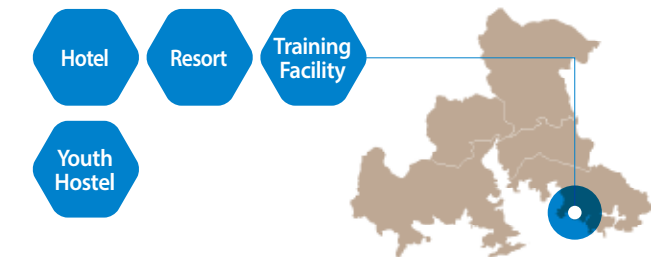
Business Outline

Location : Myeong-dong area, Jinhae-gu
Period : 2008 ~ 2020
Area : Outer Breakwater 480m / Landward(Landfill) 49,700㎡ / Waters 60,700㎡
Business Expenses : Total KRW 80 billion (National KRW 26.8 bn., Province KRW 10 bn., City KRW 43.2 bn.,)
Main Facilities : Mooring (300 ships), Clubhouse, Commercial Facilities, Accommodations, Industrial Facilities, etc.

Major Investment Projects

Hotel and Resort, Shopping Mall, Yacht Academy, Clubhouse, Company Training Facility

05 Myeong-dong Nampo Amusement Park



- Hotel
- Resort
- Training Facility
- Youth Hostel

Myeong-dong Nampo Amusement Park which consists of six islands near Myeong-dong Marina Port is a nature-friendly residential-type vacation spot. It is located in the vicinity of Busan New Port and Busan Jinhae Free Economic Zone which allows it to be a destination where both business activities and leisure activities can be enjoyed with family and friends.

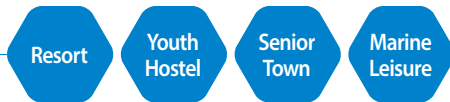
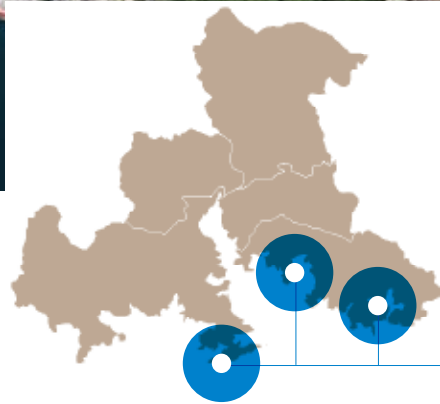
Business Outline

Location : Myeong-dong area, Jinhae-gu (Myeong-dong land and six other islands)
Period : 2009 ~ 2020
Area : 1,776,000㎡ (Land 644,000㎡, Sea 1,132,000㎡)
Business Expenses : KRW 360 billion (Public 167 bn., Private 193 bn.)
Main Facilities
 • Public : Umjido Marine Park, Solar Tower, Ecological Learning Center, etc.
 • Private : Accommodations (Youth Hostel, Resort Hotel)

Major Investment Projects

Youth Hostel, Hotel and Resort, Company Training Facility

06 Changwon Resort Development Project



Changwon City is in the center of southern Korea with more than 6.2 million residents within a 50km radius. During our nation's greatest Cherry Blossom Festival and Gagopa Chrysanthemum Festival, more than five million tourists gather in the region. Gusan Marine Tourism Complex and Marina Port are under development to transform the area into a family-friendly resort for various types of tourists.

Business Outline

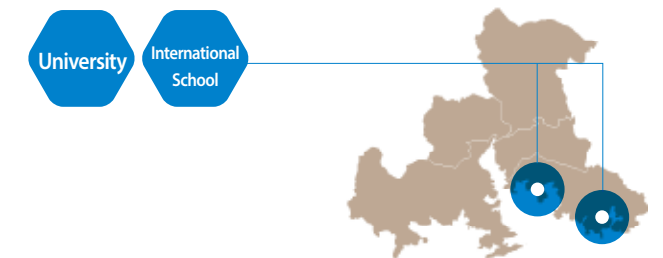
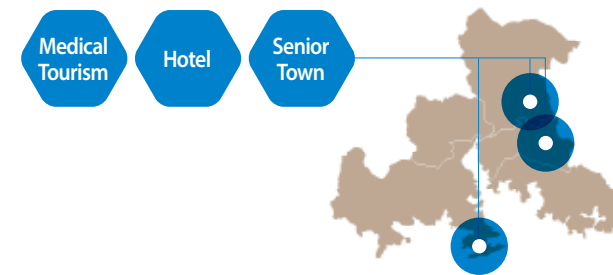
Target Area : Gusan Marine Tourism Complex, Myeong-dong Nampo Amusement Park, Jinhae Sokcheon Port, etc.
Business Contents : Resort 250 rooms, Aqua Facility
Period : 2015 ~ 2020
Area : 30,000㎡

Major Investment Projects

Resort, Youth Hostel, Waterpark, Company Training Facility, Senior Town

07 Plans to Promote Medical Service Industry

08 Plans to Establish Foreign Educational Institutions



Recently, the numbers of medical tourists from China, Vietnam, Russia, etc. are continuously increasing. High-quality medical services for these tourists are available from Changwon Gyeongsang University Hospital, Samsung Changwon Hospital, Hanmaeum Hospital and Fatima Hospital. Changwon City is especially suitable for rich Chinese medical tourists who prefer a destination with great scenery because of its 324km long beautiful coastline.

There are numerous foreign workers from around 140 foreign-invested companies located in Changwon. Also, visitors to Busan New Port, Busan Jinhae Free Economic Zone, Changwon National Industrial Complex and Masan Free Trade Zone are on the rise. Therefore, we plan to establish superb educational institutions such as foreign branch schools and international foreign schools to provide high-quality educational services.

Business Outline

Target Area : Changwon Gyeongsang University Hospital, Gusan Marine Tourism Complex, Changwon Station Area
Business Contents : Medical Tourist Hotel (Meditel), Senior Town, etc.
Period : 2015 ~ 2020
Area : 40,000㎡

Major Investment Projects

Medical Tourist Hotel, Senior Town

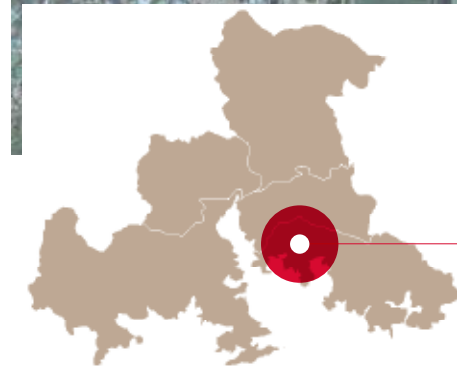
Business Outline

Target Area : Busan Jinhae Free Economic Zone, Sapa District, Bukmyeon New Town
Business Contents : Establishment of foreign branch schools and international schools, etc.
Period : 2015 ~ 2022
Area : 100,000㎡

Major Investment Projects

International University Branch Campuses, Foreign Schools

09 Yeojwa District (Former Site of Military Staff College) City Development Project



Research Facility R&D

Yeojwa District is located in the heart of Jinhae, which is the city of military ports and cherry blossoms. It is 30 minutes from Busan New Port, Busan Jinhae Free Economic Zone, Changwon National Industrial Complex, Ung-dong Tourist Leisure Complex, Myeong-dong Marina Port, Nampo Amusement Park, and thus is an optimal location for industry, business, research and leisure.

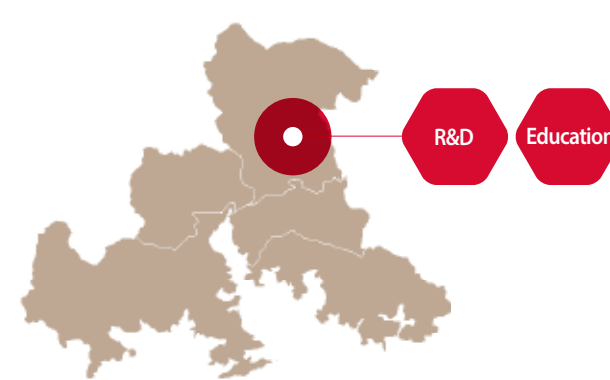
Business Outline

Location : 924-1 Area, Yeojwa-dong, Jinhae-gu (Former: Army College Area)
Period : 2013 ~ 2019
Area : 325,630㎡
Business Expenses : KRW 46.8 billion

Major Investment Projects

Technology Research Center, High-tech R&D Center, Business Facilities, Sports Center

10 Sapa District City Development Project



Sapa District is located in the center of Changwon City which has 1.10 million people. It is also 30 minutes from Gimhae International Airport, 10 minutes from KTX Changwon Jungang Station and is an important transportation center. There are the Gyeongnam Provincial Hall, Changwon City Hall and 80 other public institutions within 10 minutes driving distance. In addition, there are five major residential areas, various apartments for work, shopping mall complex, department store, markets – all of which make Changwon the very best area for investment.



Business Outline

Location : Towol-dong, Sapajeong-dong, Daebang-dong, Namsan-dong Area, Seongsan-gu, Changwon-si
Period : 2012 ~ 2018
Business Expenses : KRW 220 billion
Business Method : Public Development
Area : 914,690㎡

Residential Lot	City Based Facility Lot	Educational Research Facility Lot	Extra Lot
81,483㎡	773,006㎡	55,577㎡	4,624㎡

Available Investment Target Area

Area : 55,577㎡ (Educational Research Facility Lot)
Period : 2016 ~ 2017
Available Investment Subject : School, Educational Institute, Vocational Training Center, Academic Research Institution, Library

Major Investment Projects

R&D Center, Knowledge Industry Center, Educational Research Facility

11 High-tech Industrial Complex



01 Changwon National Industrial Complex

Location Within Changwon City Area (south of Changwon Main street)
Area 25,302,000m²
Organized Period Feb.1974
Main Industries Industrial Machinery, Electronics, Transportation equipment, Steel, Petrochemicals, etc.
Location Condition – Southeast industrial belt by forming a machine industry cluster
 – Expressway, KTX, Gimhae Airport, Busan New Port, Masan Port and other convenient logistics transportation network
 * Technology Free Zone (zone 1, 2, 3 (850,000m²))
 – Zone1&2 : Fuel cell, Energy Storage System Industry, Electric vehicles Parts Industry
 – Zone3 : Smart Venture Town, Venture Firm Accumulation Center, Supporting facility, Accommodations



02 Masan Free Trade Zone

Location Bongam-Yangdeok-dong Area, Masanhoewon-gu, Changwon-si
Area 1,042,000m²
Organized Period Jan. 1970
Main Industries Electronics, Precision instrument, Machine products, Metal, Base metals, etc.
Location Condition – The greatest amount of foreign invested companies as Korea's first industrial complex for foreigners
 – Convenient transportation and inexpensive industrial water and electricity



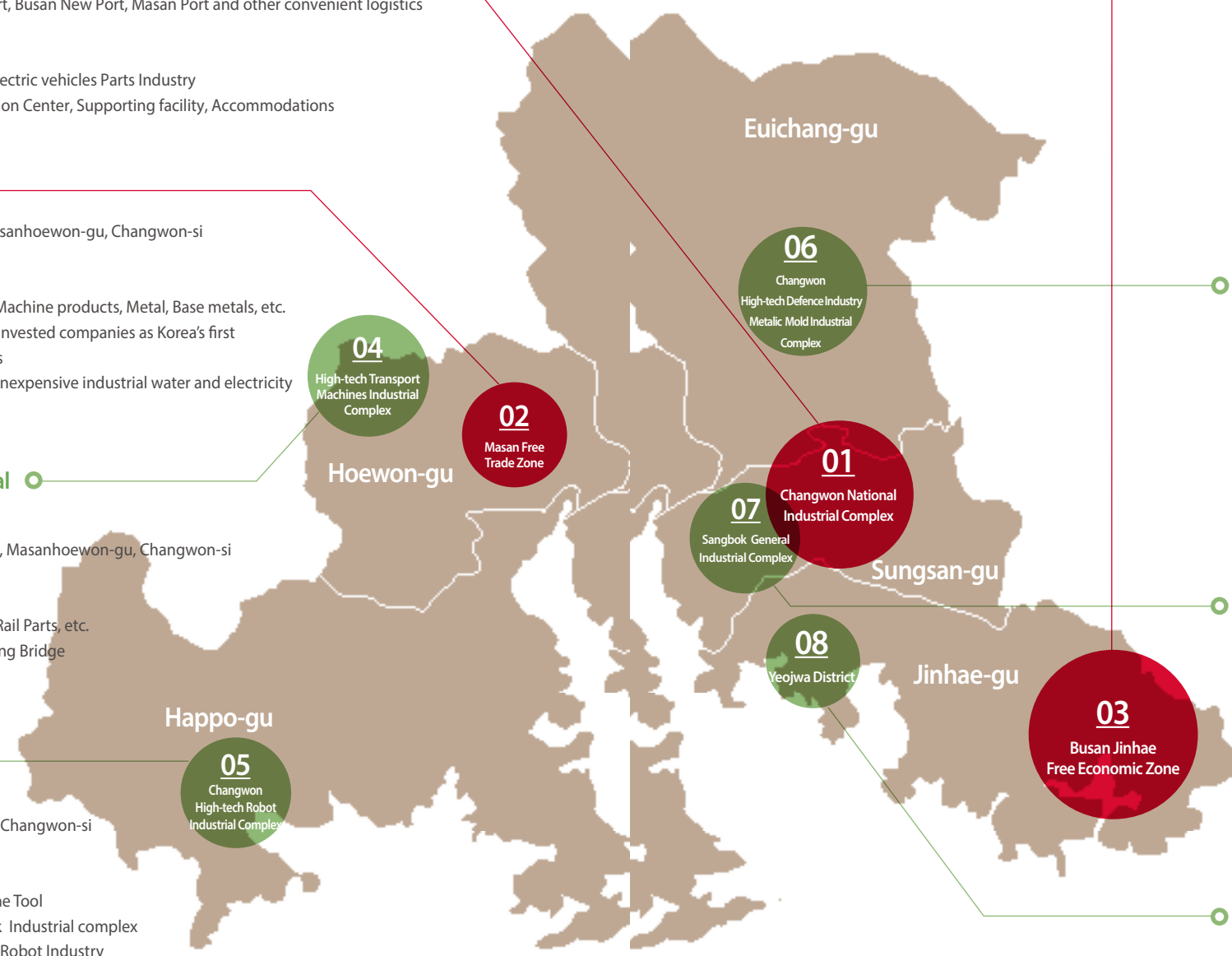
04 High-tech Transport Machines Industrial Complex (Pyeongseong)

Location Pyeongseong-ri Area, Naeseo-eup, Masanhoewon-gu, Changwon-si
Area 920,000m²
Organized Period 2015 ~ 2021
Main Industries Automobile, Aircraft, High-speed Rail Parts, etc.
Location condition Naeseo IC, Gapo New Port, Machang Bridge



05 Changwon High-tech Robot Industrial Complex (Jinjeon)

Location Jinjeon-myeon, Masanhappo-gu, Changwon-si
Area 3,526,000m²
Organized Period 2014 ~ 2028
Main Industries Robot Industry, High-tech Machine Tool
Location Condition Gusan-myeon Robot Land, Jinbuk Industrial complex
 Robot Business Belt, Gyeongnam Robot Industry Development Project



03 Busan Jinhae Free Economic Zone

Designation Law Special Law for designating and operating Free Economic Zone
Designation Date Oct. 30, 2003
Period 2003 ~ 2020
Business Expenses KRW 9.9046 trillion
Planned Population 182,000 persons
Area Gangseo-gu, Busan-si · Jinhae-gu, Changwon-si : 51.18km²
 ※ Development area ⇒ 19 districts 32.6km²



06 Changwon High-tech Defence Industry Metallic Mold Industrial Complex

Location Deoksan-ri, Dong-eup, Euichang-gu, Changwon-si
Area 1,062,000m²
Period 2011 ~ 2020
Main Industries Defense Industry, Metallic Mold
Location Condition Near Dongchangwon IC, Gimhae Airport



07 Sangbok General Industrial Complex

Location 86, Changkok-dong area, Seongsan-gu, Changwon-si
Area 116,000m²
Period 2012 ~ 2017
Investment Categories Information and Communications, Knowledge industry, High-tech Industry
 * Specified for Knowledge Industry Center(lease)
Location Condition Near Wanam IC, Gimhae Airport, Busan New Port



08 Yeojwa District

Location 924-1, Yeojwa-dong, Jinhae-gu, Changwon-si (Former Site of Military Staff College)
Area 325,630,000m²
Period 2013 ~ 2019
Major investment project R&D complex, Changwon Silicon Valley

TOURISM

Changwon City is the host of Korea's largest cherry blossom festival in Jinhae and many other festivals. It has a sparkling blue ocean, long history and profound culture. Not only marine leisure sports but also tourism, recreation and business come together in Changwon.

Festivals of Changwon



Annually
in April

Jinhae-gu
Jinhae-Gunhangje
(Cherry blossom Festival in Jinhae, naval port city)

**Jinhae Military Band
& Honor Guard Festival**

Annually
in October

Masanhappo-gu
**Masan Gagopa
Chrysanthemum Festival**

Annually
in October

Euichang-gu
Changwon K-POP World Festival



THE BEST PLACE TO INVEST

Changwon City is offering various incentives and benefits so that foreign investors and domestic/global companies can invest conveniently. Due to its excellent business infrastructure and high potential for growth, LG, Hanwha, Doosan Heavy Industries and 140 foreign companies have managed successful business activities in Changwon.



Starting a business in Korea

How foreigners can start a business in Korea

There are three main ways a foreigner can start a business in Korea: by creating a local company; or establishing a branch; or a liaison office in Korea.

	Local Company	Branch	Liaison Office
Relevant Laws and Regulations	Foreign Investment Promotion Act	Foreign Exchange Transactions Act	
Company Type	Domestic Company	Foreign Company	
Scope of Operation	Unlimited revenue generation within authorized scope		Cannot generate revenue
Capital Requirement	Over KRW 100 million per case	No limit to capital requirement	
Annual Tax	Corporate Tax : 10~22% of taxable income Residence Tax : 10% of corporate tax VAT : 10% of supply value ~ 10% of supply cost	Corporate Tax : 10~22% of taxable income Residence Tax : 10% of corporate tax VAT : 10% of supply value ~ 10% of supply cost	No requirement to pay tax
Tax Exemption	Tax exemption granted according to Foreign Investment Promotion Act	Tax exemption not available according to Foreign Investment Promotion Act	
Foreign Direct Investment	Allowed	Disallowed	Disallowed

Foreign Investment Process

The foreign investment process consists largely of four steps, namely: foreigner investment reporting; investment fund remittance; registration of incorporation and entrepreneur; and registration of foreign investment enterprise. When comparing these requirements with those for a Korean domestically establishing a company, there are only two steps that are different, namely: 'foreigner investment reporting' and 'registration of foreign investment enterprise.' But when registering as an individual businessman, the 'registration of incorporation' process is not necessary.



Investment Incentive Policy

Tax-deduction Support Policy

Type	Requirement	Support Detail	
		National Tax	Local Tax
High-tech business Industrial support service	High value-added, High technology, Economic effect, etc.	• Income tax, Corporate tax → 100% for 5 years, 50% for 2years	• Acquisition tax → 100% Exemption of foreign investment rate for 15 years
Individual-type foreign investment area	Manufacturing over US\$30 million Tourism over US\$20 million Logistics over US\$10 million R&D over US\$2 million Information and Communications field, Service over US\$30 million	• Tariff, individual consumption tax, VAT → Exemption (capital goods introduced within 5 years)	• Property tax → 100% for 7 years, 50% for 3 years
Complex-type foreign investment area	Manufacturing US\$10 million Tourism US\$10 million Logistics US\$5 million	• Income tax, corporate tax → 100% for 3 years, 50% for 2 years • Tariff → Exemption (capital goods introduced within 5 years)	※ Changwon City : Exemption for 15 years
Other Industrial Complex			• Acquisition Tax → New expansion 50%, major repairs 25% deduction • Property tax → 75% exemption for 5 years
Tourism Complex	Real estate for tourist district development by tourist district developer		• Acquisition tax → 25% End on Dec. 31, 2016

Rent-deduction Support Policy

Type	Requirement	Support Detail	
		Deduction Rate	Rent Period / Rent Expense
Individual-type foreign investment area		100%	
Complex-type foreign investment area	Industrial support service and High-tech business over US\$1 million	100%	• Time Period : Up to 50 years • Rent Expense : 1% of land price
	Manufacturing over US\$5 million	75%	
Material and Component Complex	Over US\$5 million	100%	
National-General-Urban High-tech-Agricultural/Industrial District		50%	

Cash Support Policy

Requirement	Support Details	
	Item	Amount
Over 30% of foreign investment with significant economic benefit	Support location, infrastructure, construction, Capital goods, employment, education and training Subsidy	Over 5% FDI

Fund Interest-free Loan Policy

Type	Requirement	Loan Limit	Redemption Condition
Founding of SME (Small and Medium-sized Enterprise) Transfer of out-of-province company New additional establishment of company in and out of province	Investment over 15 billion KRW & Over 100 New employees Limitable by industry type	Interest-free loan within 50% of acquisition cost for factory site	3 year balloon payment after 5 year grace period

Large-scale Investment Company Support Policy

Type	Requirement	Support Limits	Additional Requirements
Foreign Investment Company	Foreign investment over US\$50 million or over 300 regular employees	Within 5/100 of investment amount (Up to KRW 10 billion)	Consent of Provincial Assembly

SME (Small and Medium-sized Enterprise) Raising Loan Funding

Type	Requirement	Loan Limit	Redemption Condition	
SME with separate HQ and place of business	Manufacturing company, software industry, manufacturing related service company	Fund to stabilize business	KRW 300 million	Bullet payment after 2 year grace period
		Facility fund	KRW 500 million	Bullet payment after 3 year grace period

Subsidy for Regional Investment Promotion

Type	Requirement	Support Limits
Relocation of the corporation in the capital to other regions	Under the condition notified by Ministry of Trade, Industry and Energy	Criteria for small and medium-sized business → Location subsidy : Within 30% of land purchase price, Within 14% of facility investment



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