INCENTIVES

Tax reduction and exemption

Eligibility: Businesses with high technologies, industry support service businesses and companies in Foreign Investment Zones (incl. Kaizan type)
Benefits:
- Corporate and income taxes: 100% exemption for 3 years and 50% for the next 2 years
- Acquisition tax: 100% exemption for 7 years
- Property tax: 100% exemption for 10 years in Jeju, Ulsan, Gyeonggi
- 100% exemption for 7 years in Seosan, Yeongju, Busan

Eligibility: Foreign-invested companies in Urban Free Trade Zone
Benefits:
- Corporate and income taxes: 100% exemption for 3 years and 50% for the next 2 years
- Acquisition and property taxes: 100% exemption for 7 years
- Rental fee for factory site: 80% refund for companies with more than USD 10 million of FDI, zero basis. Allowed to work outside of UFTZ. No value-added tax

Subsidies

<table>
<thead>
<tr>
<th>Subsidies for employment</th>
<th>Subsidies for employee training</th>
<th>Subsidies for facility construction &amp; expansion</th>
</tr>
</thead>
<tbody>
<tr>
<td>Eligibility</td>
<td></td>
<td></td>
</tr>
<tr>
<td>New</td>
<td>US$2,000 per resident worker every month for the first 6 months</td>
<td>US$300 per resident worker every month for the first 6 months</td>
</tr>
<tr>
<td>New</td>
<td>when employment exceeds 25 or more when more than 20 new workers</td>
<td>when training or less than 20 new workers</td>
</tr>
<tr>
<td>Benefits</td>
<td>when businesses with high technologies or industry support services held steady or improved their facilities spending more than USD 10 million</td>
<td>when businesses with high technologies or industry support services held steady or improved their facilities spending more than USD 10 million</td>
</tr>
</tbody>
</table>

Cash grants

Eligibility: The foreign investment ratio shall be over 20% and meet the following requirements:
- Industry support service businesses with high technologies or parts/materials manufacturing greenfield investment (new-built complex or factory building)
- Foreign-invested companies newly built or expanded to create more than the number of regular workers prescribed by the cardinal order (Number of worked employees or expanded FDI that is made in Korea related to industry support services or businesses with high technologies)
- Submission of regular report prior to
- In case of foreign investment, it is highly subject to the domestic economy and is considered to have satisfied necessary requirements and approved by the Foreign Invest Committee
- In case foreign companies that are newly built or more than 50% or construction of a regional headquarters in Korea to take charge of all business in more than 20 locations
- In case foreign companies that are engaged in building or strategic industries, some benefits to the regional economic development

Benefits: Cash grants will be determined by the Foreign Investment Committee and through negotiation with foreign investors

Special support

Eligibility: Companies with FDI of USD 20 million or more than 100 regular workers
Benefits: Financial incentives within 20% of total amount invested in land purchases and infrastructure construction

For more information, please visit www.investinulsan.org

ULSAN METROPOLITAN CITY
Investment & Enterprise Service Division, 121, Janggung-ro, Nam-gu, Ulsan, Korea Tel. 052-224-3689 Fax. 052-224-3687
Industrial Complexes

Korea’s largest industrial cluster
- One of the largest producing cities in Korea, the hub of the heavy and chemical industries.
- Multi-national companies like Hyundai Motors, Hyundai Heavy Industries, SK Energy, Samsung, and LG are major contributors.
- Leading industries include machinery, electrical machinery, petrochemicals, and electronics.

Ulsan, leading Korea’s industrial development
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Optimal industrial infrastructure such as airports, ports, and railroads
- Ulsan port has been positioned itself as a major logistics center in Northeast Asia.
- Ulsan Airport has been recently expanded to accommodate increasing air traffic.

State-of-the-art R&D centers for various research, development, and technology innovation
- SNU Industrial Research Institute (SRI)
- Korea Institute of Industrial Technology
- Korea Research Institute of Chemical Technology
- Korea Research Institute of Construction Technology
- Korea Research Institute of Materials Science

ECO-friendly city with excellent human resources
- Located in the southeastern part of Korea, a renowned city of natural beauty.

Strengthening Future New Growth Engines including Ulsan FTZ and Northeast Asia OH Hub etc.
- Ulsan Free Trade Zone
- Northeast Asian Ocean Hub
- Complex Transfer Center
- Ulsan FTZ

Ulsan Free Trade Zone (FTZ)
- Location: Ulsan City
- Area: 5,300ha
- Features: Foreign investor-oriented trade, services, and logistics

Bongye Industrial Complex
- Location: Ulsan City
- Area: 640ha
- Features: Automotive, machinery

New Industrial Complex
- Location: Ulsan City
- Area: 1,620ha
- Features: General manufacturing, machinery, fabricated metal

Complex Transfer Center at Ulsan-KTX Station
- Location: Ulsan City
- Area: 250ha
- Features: Transporation for KTX, smart traffic, and logistics

Gangdong Development Project
- Location: Ulsan South
- Area: 600ha
- Features: Smart Industry, logistics, commercial, accommodation

Northeast Asia Oil Hub-Uljan Project
- Location: Ulsan South
- Area: 1,000ha
- Features: Petrochemical, refining, storage, transportation

Sustainable City
- Location: Ulsan
- Area: 800ha
- Features: Sustainable living, green city

A center of business in Northeast Asia, attracting global attention:
Ulsan, Korea’s industrial capital city

Note: The information provided is a summary of the key features and highlights of Ulsan, Korea’s industrial capital city. For more detailed information, please refer to the source or specific documents.