## What is the "object of investment" recognized as foreign investment?

Every month, Invest Korea provides answers to some frequently asked questions submitted by foreign-invested companies in Korea and potential investors.



## What is the "object of investment" that is recognized as foreign investment?



The term "object of investment" means any object in which a foreign investor invests in order to possess stocks, etc. pursuant to Article 2(1)8 of the Foreign Investment Promotion Act, and which falls under any of the following:



- A means of international payment as defined under the Foreign Exchange Transactions Act or a means of domestic payment incurred by the exchange of such a means of international payment
- Capital goods
- Proceeds from stocks, etc. acquired under the Foreign Investment Promotion Act
- Industrial property rights, intellectual property rights prescribed by Presidential Decree, other technologies corresponding thereto, and rights pertaining to the use of such rights or technologies
- Where a foreigner closes his/her own branch or office located in Korea and converts the branch company or office into another domestic corporation, or where a domestic corporation, the stocks of which are held by a foreigner, is dissolved, the residual property to be distributed to the foreigner upon liquidation of such branch, office, or corporation
- The amount of redemption of loans prescribed by the Foreign Investment Promotion Act or of other loans from foreign countries
- Stocks prescribed by Presidential Decree
  - 1. Stocks of foreign corporations listed or registered on foreign securities markets

2. Stocks held by foreigners under the Foreign Investment Promotion Act or the Foreign Exchange Transactions Act

- Real estate located in Korea (required to submit documents certifying the transaction pursuant to the Foreign Exchange Transactions Act)
- Other means of domestic payment prescribed by Presidential Decree (Proceeds from the sale of stocks, etc. of a Korean corporation or a company or of real estate owned by a foreigner pursuant to the Foreign Investment Promotion Act or the Foreign Exchange Transactions Act)

If you have further questions please contact



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