



Procedure

# Procedure by Type of Investment

> Reinvestment of Unappropriated  
Retained Earnings



# Reinvestment of Unappropriated Retained Earnings

## 【 Foreign Direct Investment Process 】



### 01. Establishment of Investment Plan

Foreign invested company (declarant) establishes a usage plan for unappropriated earned surplus and produces an investment plan.

※ The notification form prepared based on the overview of Investment Plan is examined by KOTRA in advance.

### 02. Notification of Foreign Direct Investment

A notification of foreign direct investment should be made to the KOTRA Foreign Investor Support Center in advance.

※ Amount recognized as unappropriated retained earnings = Amount of unappropriated retained earnings to be invested X Foreign investment ratio

### 03. Execution of Investment

The investment is carried out by the foreign-invested company as planned.



## DOCUMENTS

When notifying foreign investment through reinvestment of unappropriated retained earnings

- **2 copies of the notification form** (Attached Form 2-2 of the Enforcement Rules of the Foreign Investment Promotion Act: Notification of foreign investment through reinvestment of unappropriated retained earnings and notification of change 📄)
- **Overview of Investment Plan through Use** (Attached Form 2-3 of the Enforcement Rules of the Foreign Investment Promotion Act 📄)
- **Audit report of financial statements** (external audit report)
- **Statement of appropriation of retained earnings for the most recent settlement period**
- **Copy of foreign invested company registration**

※ For further information: KOTRA Foreign Investor Support Center (1600-7119)