

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

Service businesses eligible for tax reduction/exemption in a free economic zone



Is a foreign-invested company operating a service business such as an engineering business within a free economic zone eligible to apply for tax reduction or exemption?



A foreign-invested company is eligible for tax reduction or exemption as long as the foreign investment amount is USD 10 million or more and the company establishes a new facility to operate a service business.



Additional information

- Service businesses eligible to apply for tax reduction/exemption within a free economic zone
 - A company operating the following businesses can apply for tax reduction/exemption, provided that the company's foreign investment amount is USD 10 million or more and the company establishes a new facility within a free economic zone (businesses additionally added to the list of businesses eligible for application for tax reduction/exemption on Feb. 2, 2012).
 - Engineering business
 - Telecommunications business
 - Computer programming and system integration and management
 - Information service business
 - Other science technology service business
 - Movie, video and broadcasting program production businesses; movie, video and broadcasting program production service businesses; recording facility operating business; music and other audio publication business
 - Game software development and supply business
 - Performance facility operating business, performance group, other creative and art related services

If you have further questions please contact +82-1600-7119 or visit www.investkorea.org >>How We Can Help >> Online Consulting.