# **Expanded Incentives for FDI in Korea**

Korea enhances financial incentives, extends tax benefits, and improves investment conditions for foreign investors



Comprehensive Support Package (Cash Grant, Tax, Financial Support)

Enhancing FDI Environment and Living Condition



#### **Cash Grant:**

## Increased support limits and government contribution ratios, with proactive execution of the 2025 cash grant budget of KRW 200 billion in the first half of the year.

Permanent increase in cash grant support limits by 5~20%p, with a temporary additional increase of up to 75%(+10~25%p) in 2025.



#### Current

R&D Centers, National Strategic Technologies	50%
New Growth, Advanced & Materials/Parts/Equipment	40%
Global Corporate Regional Headquarters, Large-Scale Employment, Regional Specialized Industries	30%

**Revised \*** To be temporarily increased in 2025

R&D Centers(National Strategic Industries),	50%
Global Corporate Regional Headquarters	(75%)
R&D Centers(Others),	50%
National Strategic Technologies	(60%)
New Growth, Advanced & Materials/Parts/Equipment	45% (55%)
Large-Scale Employment, Regional Specialized Industries	40% (50%)



#### **Tax Benefits:**

# Extension(up to 7 years) of tax exemptions for imported capital goods used in foreign investment

#### **Opportunity Development Zones:**

#### Establishment of a separate investment quota for foreign investment in non-metropolitan areas

with comprehensive support including tax benefits, financial support, and improved living conditions.



#### **Financial Support:**

preferential financial support program for foreign-invested enterprises through the Export-Import Bank of Korea (KEXIM) and review of a new Foreign Investment Promotion Fund to ease investment burdens.



### **Regulatory Reforms:**

# Development of a FDI environment improvement measures aligned with global standards.

Education, Healthcare, Easing Employment, Immigration, Industry Restrictions, and etc.

#### **Promotion**:

The Invest KOREA Summit 2025 will be held at its largest scale to date.

