

Request Points of 2019's Proposal

<Overall Concept>

Securing “Non-Discriminatory Status”

< 3 essential factors of the proposal >

1. Improving the Modern Market System

To construct a market system where orderly competition exists, we propose reviewing various systems that are obstructing fair competition, fair treatment to domestic companies and foreign companies and further reform of the intellectual property right system.

2. Deepening the Reform of the Administrative Management System

To construct a constitutional and service type government, we propose simplifying, expediting administrative procedures and abolishing permits, licenses and authentication significantly. At the same time, we propose the unification of system application and interpretation and securing a sufficient preparation period for system change.

3. Improving the New System for Overall Opening Up

To adapt the globalization of the economy, we propose opening up further the restriction against entry of foreign investment in the manufacturing and service industry and further adoption of global standards.

< This Year's Key Areas >

1. “Investment”

We expect that the Chinese market will be more open as the Foreign Investment Law, which will be enforced from 2020, shall be implemented as specified in the provisions stipulated by the law.

We continue to propose further opening up of regulation against the market entry for foreign investment and active efforts to further adopt global standards.

2. “Taxation”

Major amendments of taxation have been made, such as the reduction of the value-added tax rate from the 1st of April 2019, and the reduction of the social insurance burden rate for companies from the 1st of May 2019. We propose further improvement in securing a sufficient preparation period in case of such system amendments and unifying the application and interpretation of the system.