

Business Environment in Jeju Island, South Korea

Corporate Investment Division

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Overview of Jeju

“Seoul to Jeju in just 1 hour.”
“Three times the size of Singapore.”



Population

690,000



Area

1,850 km²

Overview of Jeju

Linking to Numerous Major Asian Cities
Connecting to 16 Megacities, each with Over
10 Million Inhabitants, all within 3 Hours of
Travel



Overview of Jeju

"The Best Weekend Destination in Asia"



- The Ultimate Getaway: Relaxation, Tourism, and Leisure Sports
- Outstanding Facilities for Meetings, Incentives, Conferences, and Events



Special Self-Governing Province

South Korea`s Model for Autonomy and Decentralization

Introduction of advanced decentralization system

Transfer of Central Administrative Authority

Self-Governing model for other cities in South Korea

Nurturing of Exemplary Autonomous City



First Place



FDI Numbers in Regions Outside of Seoul



Based on arrival
amount
(2016-2017)

\$909 M(2016)

\$903 M.(2017)

Jeju 1.7%,
Nationwide 0.2%
(2013-2022)

Employment rate

Jeju 71.1%,
Nationwide 62.3%
(as of 4Q of 2022)

Population Growth Rate (Excluding Sejong City)

Innovative Strategies for the Future of Jeju

Cutting-Edge Sectors: Wind Power Generation, Green Hydrogen Energy, Space Industry, Urban Air Mobility (UAM), Bio Industry, and More.





Smart Island Project

- Smart Grid Test-Bed
- Pioneering an Integrated Control Platform for Smart Drones
- Advancing Autonomous Vehicle Technology and Strategic Infrastructure Development
- Industrializing the Reuse of EV Batteries



Carbon Free Island by 2030



01

Meeting 100% of the Provincial Power Demand with **4,085MWh** of Renewable Energy

02

Substituting 75% of Provincial Vehicles with **377,000** Eco-Friendly Electric Cars

03

Reducing Energy Demand by **23.4%**

04

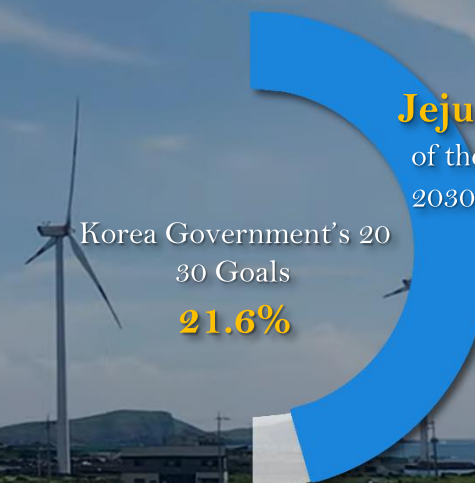
Promoting Emerging Energy-Convergent Industries

10-Year Milestones in Achieving Carbon Neutrality

Jeju Island: Pioneering Carbon Neutrality in Korea



As of 2022



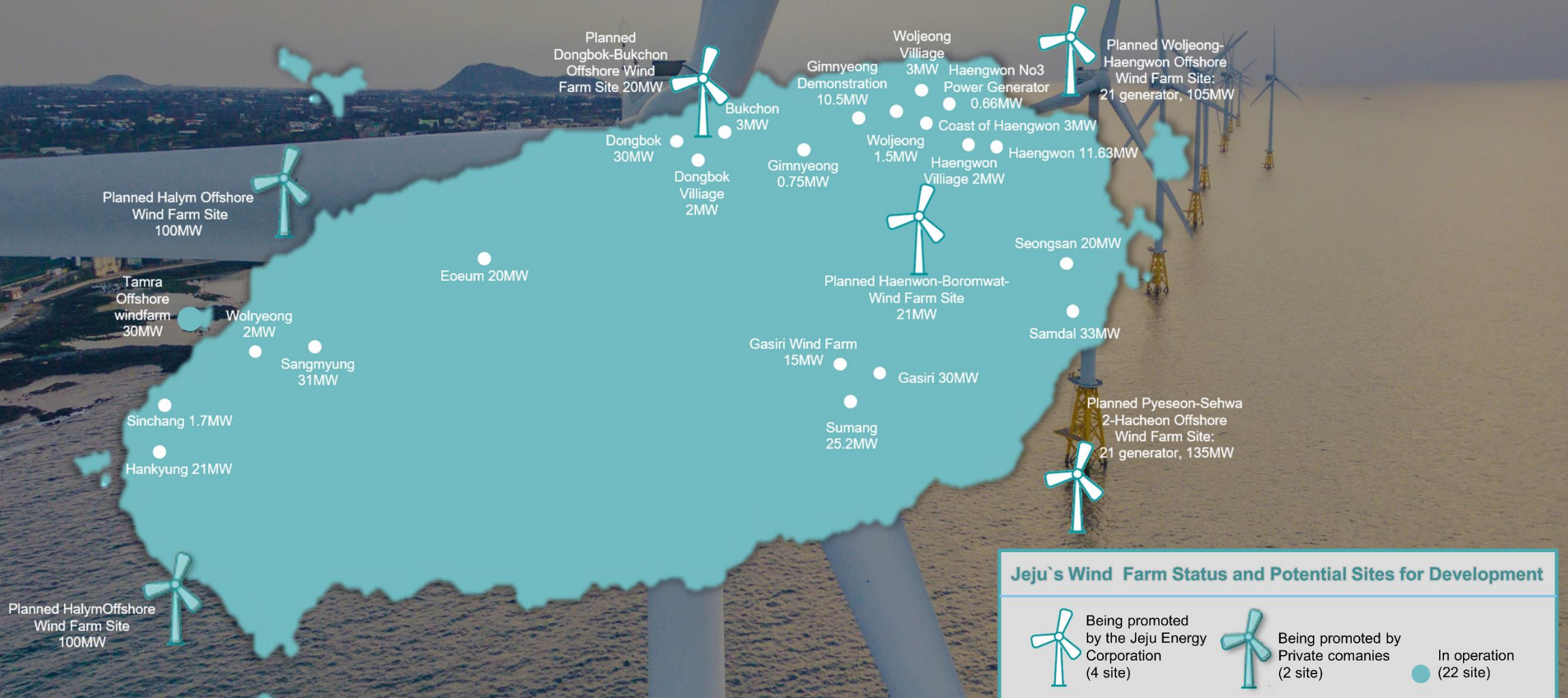
Jeju 89% (2022)
of the Korea government's 2030 Goals



	Wind	Solar	Hydroelectric	Bio	Waste
Location	22	1,569	5	5	2
Capacity	294.44	515.365	0.8	4.739	21.6 (MW)

[Renewable energy supply status :2022.12]

Jeju Wind Power Development





Jeju Energy Corporation

- July 2012: Establishment of Jeju Energy Corporation (JEC)
- Ensuring the Swiftness and Public Accessibility of Wind Power Projects

[The Development Process of a Wind Farm]





Jeju Electric Vehicle Business

Regulation-Free Special Zone for Electric Vehicle Charging Service

1. Advanced charging infrastructure
2. Mobile charging service
3. Sharing platform for charging infrastructure
4. Specialized diagnosis service for electric vehicles

Electric vehicle rate
9.06%
1st in Korea
National average
1.50%

Cumulative number
of Evs registered
32,976 Units

EV Rent Car
14.9%

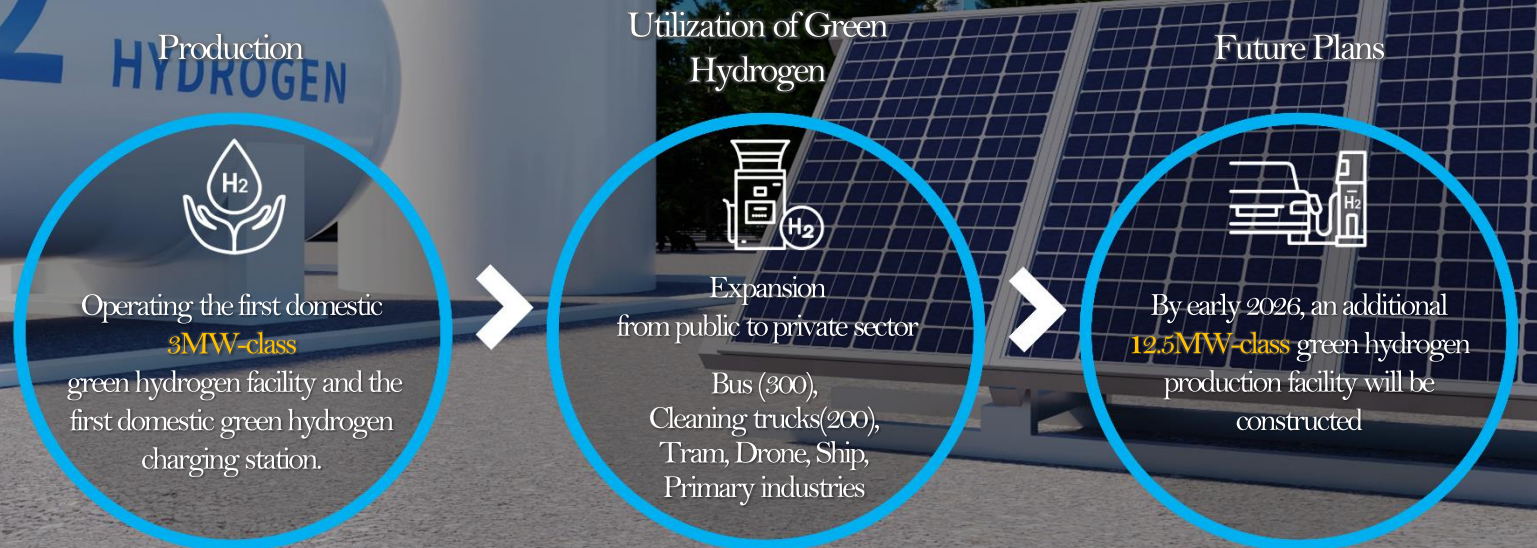
Battery Industrialization Center

- Korea's first complex specializing in reusing EV batteries
- Establishing a regional independent EV waste battery inspection base
- Building the Energy Storage System (ESS) linked with renewable energy
- Establishing a business model that can spread locally and abroad



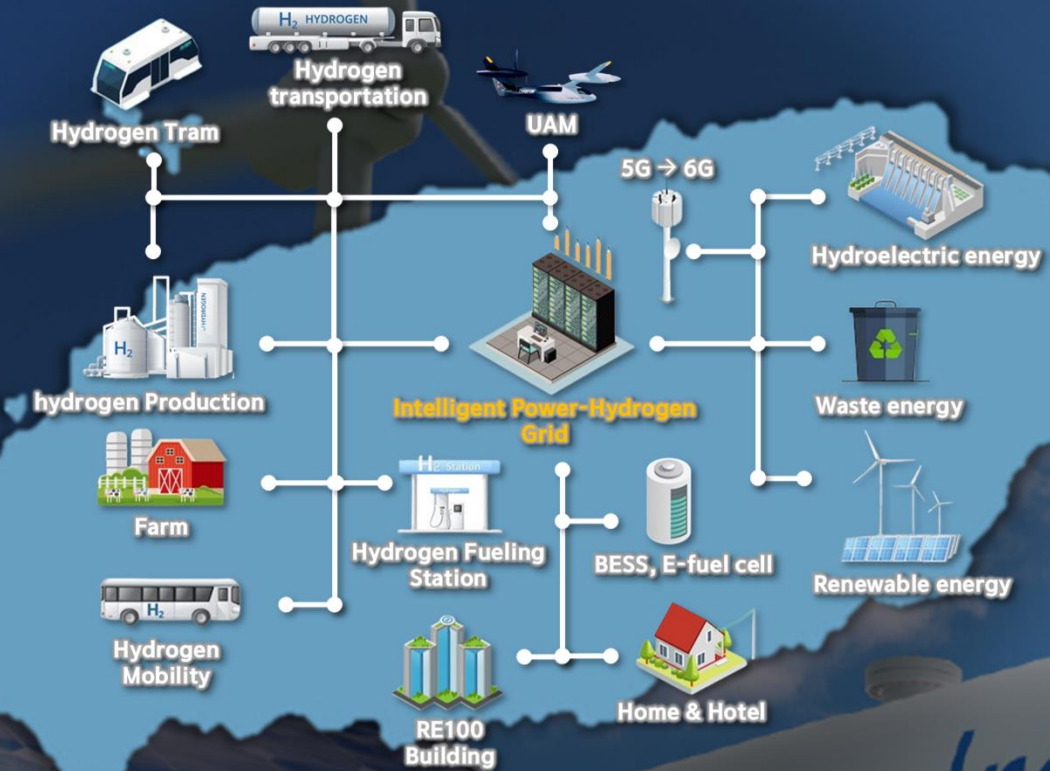
Jeju Hydrogen Economy

Leading the Transition to a Hydrogen Economy:
Establishing the Green Hydrogen Global Hub



Investment Opportunities in the Great Energy Transition

- Pioneering the First Low-Carbon Centralized Contract Market System
- Energy Storage System (ESS) Deployment for Sustainability
- Jeju-inspired Implementation of RE100 Renewable Energy Standards



Hydrogen H₂

Jeju - style Urban Air Mobility

- Vision: Pioneering the Commercialization of Urban Air Mobility (UAM) in South Korea by 2025
- Jeju's Advantage: Geographical characteristics, featuring minimal factors posing a threat to aircraft operations, and the presence of a robust, established aviation operation system
- Jeju-style UAM Services: Catering to the tourism sector, logistics delivery, emergency patient transportation, and more.

[Participating Entities in the Jeju UAM Project]

KAC KOREA AIRPORTS
CORPORATION

SK telecom

Hanwha Systems

Investment Incentives

Criteria : An investment of over 5 million US dollars in renewable energy projects

Corporate tax Income
tax

100% exemption for 3 years
50% the following 2 years

Acquisition tax

75% reduction for 5 years

Property tax

75% reduction for 10 years

Various
development levies
and customs duties are
exempted or reduced

* Eligibility for tax relief is determined by the investment industry and amount.

Investment Incentives

Foreign investment support for New Growth Industries

Land
Subsidy

Up to **25%**
of the land acquisition
cost

Equipment Subsidy

Up to **10%**
of the equipment
investment costs

Employment Subsidy

Up to **300 million KRW**

Initial
Investment Costs

Up to **50 million KRW**

Export Subsidy

Within **20%**
of the total of Location
& Equipment Subsidies

Logistics Costs

Up to a maximum of
200 million KRW

Facility Cost for
Renewable Energy Equipment

Up to **200 million KRW**

Consulting Fee

Up to **100 million KRW**



Thank you

감사합니다



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