1	Sector:	Agriculture, Forestry and Fisheries, and Related Services (except fisheries within the territorial sea, internal waters, exclusive economic zone and continental shelf provided for in the reservation No. 11 in the Schedule of Japan in Annex II to Annex 8-B)	
	Sub-Sector:		
	Industry Classification:	JSIC 01	Agriculture
		JSIC 02	Forestry
		JSIC 03	Fisheries, except aquaculture
		JSIC 04	Aquaculture
		JSIC 6324	Agricultural cooperatives
		JSIC 6325	Fishery and fishery processing cooperatives
		JSIC 871	Agriculture, forestry and fisheries cooperative associations, n.e.c.
	Obligations Concerned:	National treatment (Article 8.8)	
	Level of Government:	Central Government	
	Measures:	Foreign Exchange and Foreign Trade Law (Law No. 228 of 1949), Article 27[1]	
		Cabinet Order on Foreign Direct Investment (Cabinet Order No. 261 of 1980), Article 3	

[1] For greater certainty, for the purposes of this reservation, the definition of "inward direct investment" provided in Article 26 of the Foreign Exchange and Foreign Trade Law applies with respect to the interpretation of this reservation.

Description: <u>Investment liberalisation</u>

1. The prior notification requirement and screening procedures under the Foreign Exchange and Foreign Trade Law apply to foreign investors who intend to make investments in agriculture, forestry and fisheries, and related services (except fisheries within the territorial sea, internal waters, exclusive economic zone and continental shelf provided for in the reservation No. 11 in the Schedule of Japan in Annex II to Annex 8-B) in Japan.
2. The screening is conducted from the viewpoint of whether the investment is likely to cause a situation in which significant adverse effect is brought to the smooth operation of the Japanese economy.[1]
3. The investor may be required to alter the content of the investment or discontinue the investment process, depending on the screening result.

[1] For greater certainty, absence of reference in this description to "national security", which is referred to in the reservations No. 10, 12, 13, 15, 37, 43, 44, 52 and 54 in the Schedule of Japan in this Annex, does not mean that Article 1.5 does not apply to the screening or that Japan waives its right to invoke Article 1.5 to justify the screening.