

# The Reduction of Statutory Corporate Tax Rates

FY2016  
Reform

- Tax rates will be reduced while securing revenue by expanding the tax base through system reforms.
- The statutory corporation tax rates (for national and local taxes) were reduced to “below the 30% level” in FY2016.

	FY2014 (before reform)	FY2015 (FY2015 reform)	FY2016 (FY2016 reform)	FY2018
Corporation tax rate	25.5%	23.9%	23.4%	23.2%
Enterprise tax proportionate to the income level (large corporations) * Including local special corporate tax * Standard tax rate for corporations with annual income exceeding 8 million yen	7.2%	6.0%	3.6%	3.6%
Statutory corporation tax rates (national and local taxes)	34.62%	32.11%	29.97%	29.74%