

## 5003: Consumption Tax Exemption on Exports (For Industries)

Any business entity intending to sell products in Japan shall, in principle, pay consumption tax.

However, the consumption tax is exempt if sales of goods are treated as an export transaction.

This is based on the principle that the consumption tax is a national sales tax and should not be levied on goods consumed outside of Japan. This system is called Export Exemption.

In order to receive the export exemption, the following documents are necessary to certify that goods are exported.

### 1. General Exportation

Export permit, Victualling Bill or Export Certificate of Customs

(If goods are accompanied or brought in by a third party, an Export Permit for Consignment)

### 2. Export by Post

(1) Export permit or Export Certificate of Customs when the value of goods is more than ¥200,000.

(2) When the value of goods is less than ¥200,000, documents according to the following types of Post items.

#### ○Postal Parcel or EMS

① Documents certifying the acceptance of the Post item issued by Japan Post Co., Ltd.

② A receipt of the shipping slip, etc. (the following items are described)

a. Exporter Name (or Trade Name) and Address, etc.

b. Product name and quantity and price for each product.

c. Recipient Name (or Trade Name) and Address, etc.

d. Date of underwriting by Japan Post Co., Ltd.

#### ○Letters, Postal items

Documents certifying the acceptance of the Post item issued by Japan Post Co., Ltd. (with Product name and quantity and price for each product.)

Please contact the nearest tax office about the procedures for consumption tax exemption. Information regarding consumption tax are also provided on the web-page of the National Tax Agency (<https://www.nta.go.jp/english/>).