



KPMG Japan e-Tax News

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TAX UPDATE

2022 TAX REFORM — PASSAGE OF THE BILLS

The 2022 tax reform bills were passed by the 208th ordinary session of the Japanese National Diet on 22 March 2022. The main items of the 2022 tax reform are as follows:

■ Corporate Taxation

- Tax credits for acceleration of substantial salary increases
- Restriction on eligible companies for special tax measures
- Japanese group relief system

■ International Taxation

- Special provision for reduction of book value of shares in subsidiaries
- Earnings stripping rules

■ Improvements in Tax Administration Matters

- Electronic preservation system for account books, etc.
- Reporting requirement for assets/liabilities and overseas assets

The following back issues of the KPMG Japan Tax Newsletter include brief summaries of the above items:

- [Outline of the 2022 Tax Reform Proposals](#) (16 December 2021)

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