



2025

INVEST IN TAIWAN

CREATE OPPORTUNITIES TOGETHER

— in MANUFACTURING —

CONTENT

1

WHY TAIWAN

2

INVESTMENT
OPPORTUNITIES

3

INVESTMENT
INCENTIVES

4

INVESTMENT
SERVICES



WHY TAIWAN

1

WHY TAIWAN

- Strategic Location
- Reliable Transportation Network
- Mature Industry Clusters
- Resilient Supply Chain

**GLOBAL
COMPETITIVENESS**

6th

Worldwide

(3rd in Asia)

**ECONOMIC
FREEDOM**

4th

Worldwide

(2nd in Asia)

- Advanced R&D Capabilities
- Robust Intellectual Property Rights (IPR) Protections
- Quality Workforce
- Great Quality of Life

Source: 2025 World Competitiveness Ranking by the International Institute for Management Development (IMD) Business School in Lausanne, Switzerland; 2025 data from the Heritage Foundation, a United States think tank.

1

WHY TAIWAN

A map of East Asia, including China, Korea, and Japan, is shown in a light blue color. Overlaid on this map are three concentric circles centered on Taiwan. The innermost circle is yellow and labeled 'EAST ASIA'. The middle circle is a darker blue and labeled 'NORTHEAST ASIA'. The outermost circle is a lighter blue and labeled 'SOUTHEAST ASIA'. Taiwan itself is highlighted in white within the yellow circle.

EAST ASIA

NORTHEAST ASIA

SOUTHEAST ASIA

STRATEGIC LOCATION

Taiwan is located at the intersection of East Asia, Northeast Asia, and Southeast Asia.

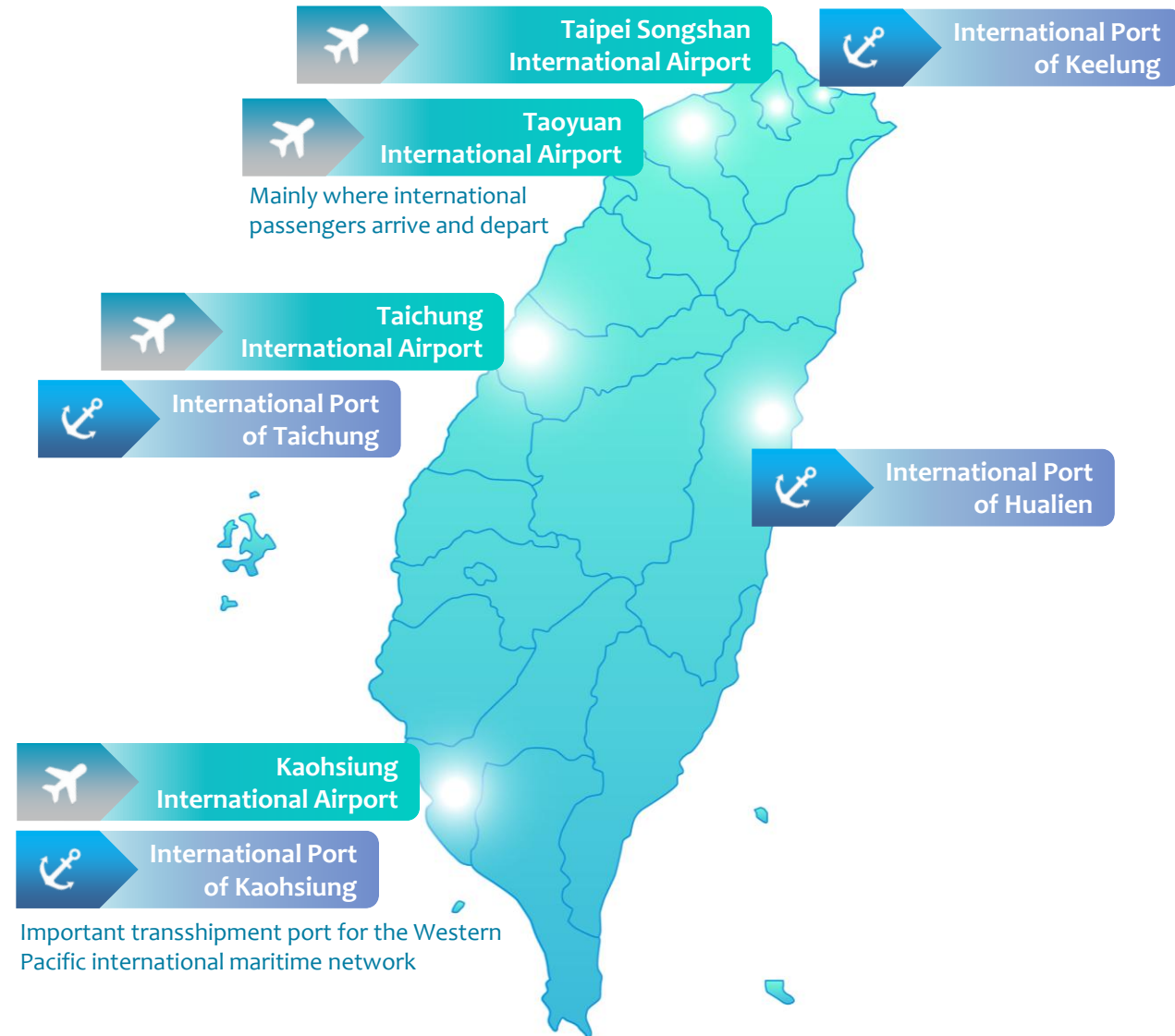
Therefore, it serves as a strategic hub for trade between China, Japan, the Korean Peninsula, and Southeast Asian countries.

1

WHY TAIWAN

RELIABLE TRANSPORTATION NETWORK

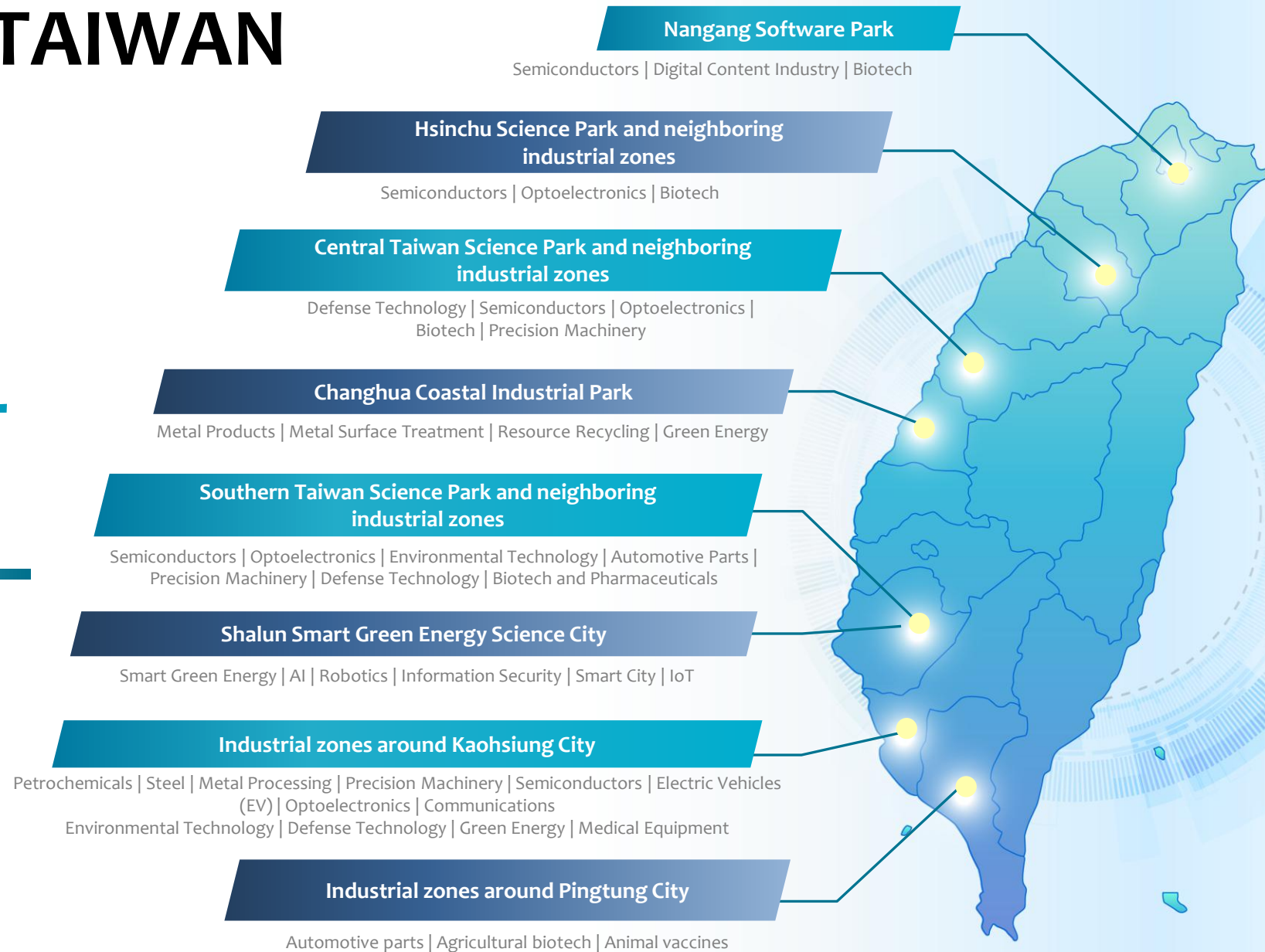
- Taiwan has 4 major international airports and 4 major international ports, which form a reliable maritime and air transportation network that covers the entire island.
- International logistics giants such as DHL, FedEx, UPS, Coupang, Yusen, and GEODIS have all established transshipment centers in Taiwan.
- The High Speed Rail (HSR) and Taiwan Railway (TRA) network connects to other transportation networks, allowing same-day commute across the entirety of the west coast of Taiwan.



1

WHY TAIWAN

MATURE INDUSTRIAL CLUSTERS



RESILIENT SUPPLY CHAIN

◆ Complete semiconductor industry chain:

Includes IC design, wafer manufacturing, and advanced packaging and testing, which provides access to reliable, efficient, and flexible suppliers.

◆ AI Industrial Automation and Smart Transition:

Taiwan has robust semiconductor and ICT industries, which work together to accelerate AI implementation and software and hardware integration.

◆ Cross-domain Integration Accelerates Development of the Big Health Industry:

Supply chain collaboration in our robust ICT and precision machinery manufacturing industry drives innovation and growth in the big health industry.

In the face of GEOPOLITICAL RISKS, Taiwan aim to DEEPEN COLLABORATION with DEMOCRATIC COUNTRIES to facilitate INNOVATION, SAFETY, RESILIENCE, and MUTUAL PROSPERITY, which will ensure greater SUPPLY CHAIN RESILIENCE & SECURITY.

1

WHY TAIWAN

ADVANCED R&D CAPABILITIES

Science parks leverage R&D capabilities of research institutions to promote industrial innovation.

SEMICONDUCTORS

GREEN ENERGY

BIOTECH MEDICINE

PRECISION MACHINERY

ICT

OPTOELECTRONICS

HSINCHU SCIENCE PARK

626 companies (2025.04)

Yilan Science Park, Longtan Science Park, Hsinchu Biomedical Science Park, Hsinchu Science Park, Jhunan Science Park, Tongluo Science Park

CENTRAL TAIWAN SCIENCE PARK

242 companies (2025.04)

Houli Science Park, Taichung Science Park, Chung Hsing Science Park, Huwei Science Park, Erlin Science Park

SOUTHERN TAIWAN SCIENCE PARK

284 companies (2025.04)

Chiayi Science Park, Tainan Science Park, Kaohsiung Science Park, Nanzih Science Park, Ciaotou Science Park, Pingtung Science Park

17

SCIENCE PARK
LOCATIONS

+

15

MAJOR RESEARCH &
DEVELOPMENT INSTITUTIONS

1

WHY TAIWAN



ROBUST INTELLECTUAL PROPERTY RIGHTS (IPR) PROTECTIONS

ROBUST REGULATIONS & REGIME

The Commercial Case Adjudication Act and Intellectual Property and Commercial Court Organization Act, implemented on July 1, 2021, established a system of professional judges and investigation officers to more efficiently handle commercial litigation.

MULTIPLE PATENT PROSECUTION HIGHWAYS (PPHS)

Taiwan has signed Patent Prosecution Highway (PPH) agreements with the United States, Japan, South Korea, Poland, Spain, and other countries to expedite patent cases.

THE INTELLECTUAL PROPERTY AND COMMERCIAL COURT

INTELLECTUAL PROPERTY RIGHTS POLICE (IPRP)

GLOBAL RECOGNITION FOR TAIWAN'S IPR PROTECTION

In the 2025 *Index of Economic Freedom*, Taiwan ranked 4th in economic freedom out of 184 economies worldwide, maintaining a top 4 global ranking and top 2 Asia ranking for two consecutive years. In particular, Taiwan received a rating of “free” (score of 100-80) on Judicial Effectiveness and Property Rights, and scores continue to improve each year.

1

WHY TAIWAN

QUALITY WORKFORCE

2025 WORLD COMPETITIVENESS RANKING

- R&D personnel per thousand capita **#2**
- Percentage of people aged 25-34 with college degrees or higher **#3**

2024 IMD World Talent Ranking

- Taiwan ranks **#18** globally for talent, and **#4** in Asia
- **#3** in PISA math scores for 15-year-olds
- **#6** in science-related graduates



1 WHY TAIWAN

GREAT QUALITY OF LIFE

2024 – 2025 LIVABILITY RANKING

- Ranked **#1** in East Asia by the World Happiness Report
- Top 4 best countries worldwide for relocation, **#1** in Asia
- Ranked **#1** globally on the Numbeo Health Care Index
- Ranked **#4** globally on the Numbeo Safety Index
- Ranked **#4** globally on Healthcare Infrastructure Able to Meet Social Needs

Source: Numbeo 2025, World Population Review, Der Tagesspiegel





INVESTMENT OPPORTUNITIES

INVESTMENT OPPORTUNITIES

FIVE TRUSTED INDUSTRY SECTORS

SEMICONDUCTORS

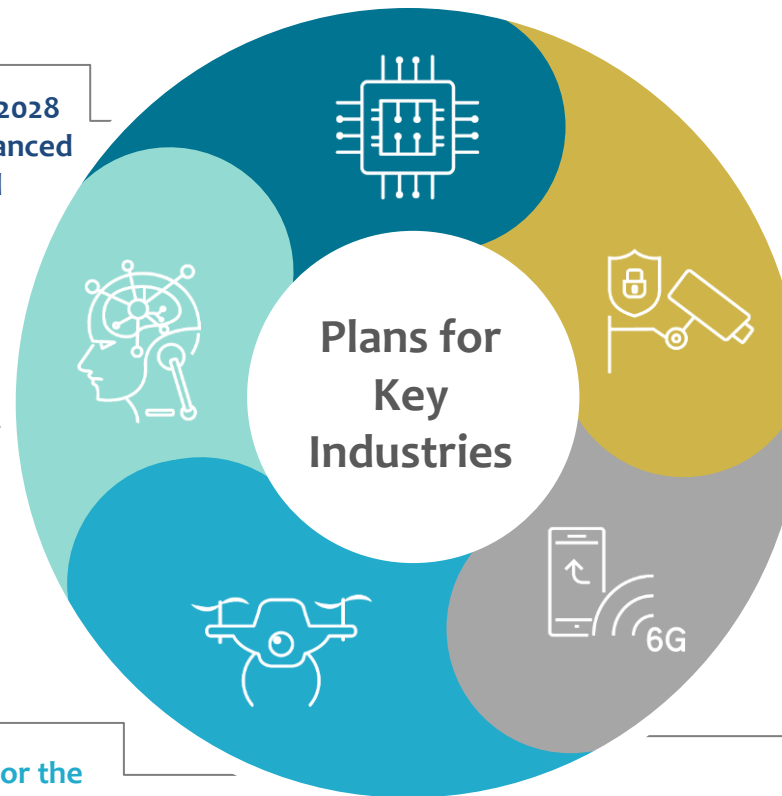
1. Industry output expected to reach NT\$2.6 trillion by 2028
2. Improve domestic integrated circuit (IC) design, advanced manufacturing process and packaging, materials and equipment.

AI

1. Grow the AI, software, information security, and other digital economy industries into trillion-dollar industries by 2026.
2. Set up a NT\$10 billion fund for AI investments, and build new data centers to secure international collaborations.

MILITARY

1. Aim for 10x growth to NT\$30 billion in output value for the Drone industry by 2028.
2. Build drone supply chain and establish a self-sufficient national defense industry.



SECURITY & SURVEILLANCE

1. Aim for NT\$100 billion and NT\$30 billion in output value for the information security and security & surveillance industries respectively by 2028.
2. Enhance resilience by expanding information security, semiconductor use, and military industry applications

NEXT-GENERATION COMMUNICATIONS

1. Aim for NT\$30 billion in output value for integrated satellite communication services by 2028.
2. Develop critical 6G technologies, integrate ground-to-satellite networks, and develop field solutions.

THE SEMICONDUCTOR INDUSTRY entering a GOLDEN ERA for GROWTH

2024

The total output of the
global semiconductor
industry is

NT\$20.3 trillion

2024

Total output of Taiwan's
semiconductor industry

NT\$5.3 trillion

2026

Total output of Taiwan's
semiconductor industry
is estimated to reach

NT\$7.1 trillion

TAIWAN RANKS in MARKET SHARE:

#1 Globally

Wafer foundry &
packaging and testing

#2 Globally

IC design

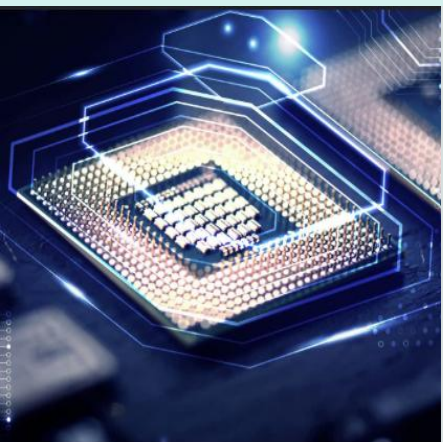
#2 Globally

Total semiconductor
industry output in 2024

RAPID EXPANSION of GENERATIVE AI & EMERGING APPLICATIONS drives GROWTH in the GLOBAL SEMICONDUCTOR MARKET

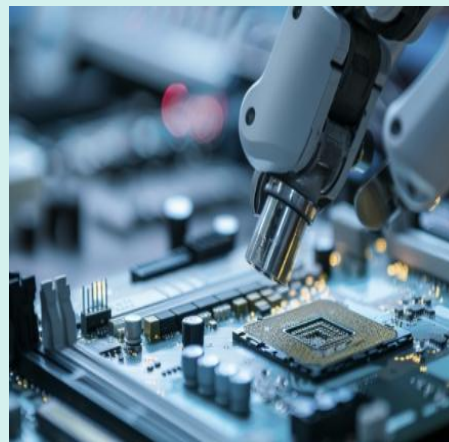
Surge in computing, storage, and bandwidth demand is driving growth in related materials and equipment, while also accelerating the commercialization of advanced packaging and silicon photonics.

SEMICONDUCTOR MATERIALS



- In 2024, **global market** revenue reached US\$67.5 billion, with wafer materials accounting for US\$42.9 billion and packaging materials accounting for US\$24.6 billion.
- **Taiwan's semiconductor chemicals market** reached US\$3.745 billion in revenue in 2024, and is projected to grow to US\$7.691 billion by 2030.

SEMICONDUCTOR EQUIPMENT



- **Global semiconductor equipment sales** reached a historical record high of US\$117.1 billion in 2024.
- **Taiwan's market revenue** reached US\$16.6 billion in 2024, ranking third worldwide. It is projected to reach US\$41.262 billion by 2030.

Taiwan continues to play a leading role in the global semiconductor industry, driving significant market demand across related supply chains.

INVESTMENT OPPORTUNITIES

FOCUS ON TWO MAJOR TECHNOLOGIES:

**ADVANCED PACKAGING &
HIGH-SPEED TRANSMISSION**

TO ENSURE AI UPGRADES FOR THE SEMICONDUCTOR INDUSTRY

1 COLLABORATE ON TECHNOLOGICAL RESEARCH & VERIFICATION

Develop and verify CoWoS × CPO modules through two-way international collaborations, with foreign companies providing the key materials and equipment required for packaging and integration.

Mass production and verification platform for silicon photonics module

2 ESTABLISH LOCAL SUPPLY CHAINS

Taiwanese manufacturers provide packaging and testing services and establish mass production facilities for AI/HPC chips, incorporating foreign companies into the local materials/equipment supply chain.

Build an AI-chip packaging-and-production base

3 BUILD TECHNOLOGICAL ALLIANCES & ECOSYSTEMS

Foreign companies collaborate with R&D and higher education institutions to establish multinational R&D and verification bases with the required materials and testing and packaging equipment and personnel.

Integrate silicon photonics and CPO to create an international ecosystem

NETHERLANDS



ASML

**Government-Supported Project
Collaboration for Next-
Generation Technologies**

Continues investment into Taiwan, establishing plans for R&D and manufacturing of next-generation optical wafer metrology equipment (2nm model) through the Ministry of Economic Affairs' A+ Program, enhancing domestic self-sufficiency.

GERMANY



ZEISS

**Leading Optical Technologies
Manufacturer
Creates Exponential Growth**

Built an **innovation center** in Hsinchu in 2024, and further pledged to invest NT\$6.5 billion over the next five years to expand operations in Taiwan, including building a **Center for Quality Excellence** in Taichung.

AMERICA



MICRON

**Major Global Memory Chip
Manufacturer Increases HBM
Investment into Taiwan**

Micron is Taiwan's largest foreign investor, having already **invested up to NT\$1.2 trillion. Continuing to expand HBM production capacity** and developing advanced 1-Gamma manufacturing processes, Micron also expanded operations to Tainan in 2024.

GERMANY



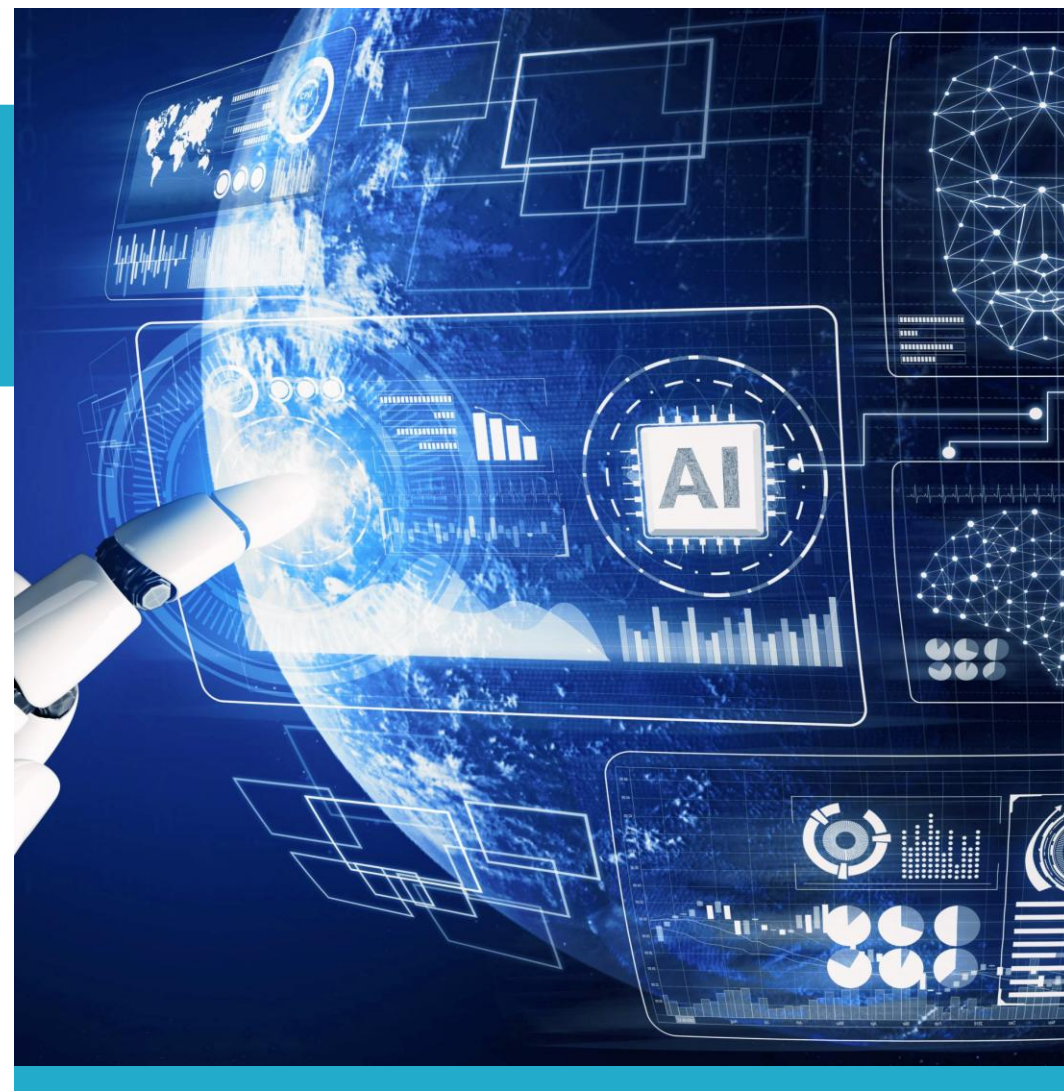
MERCK

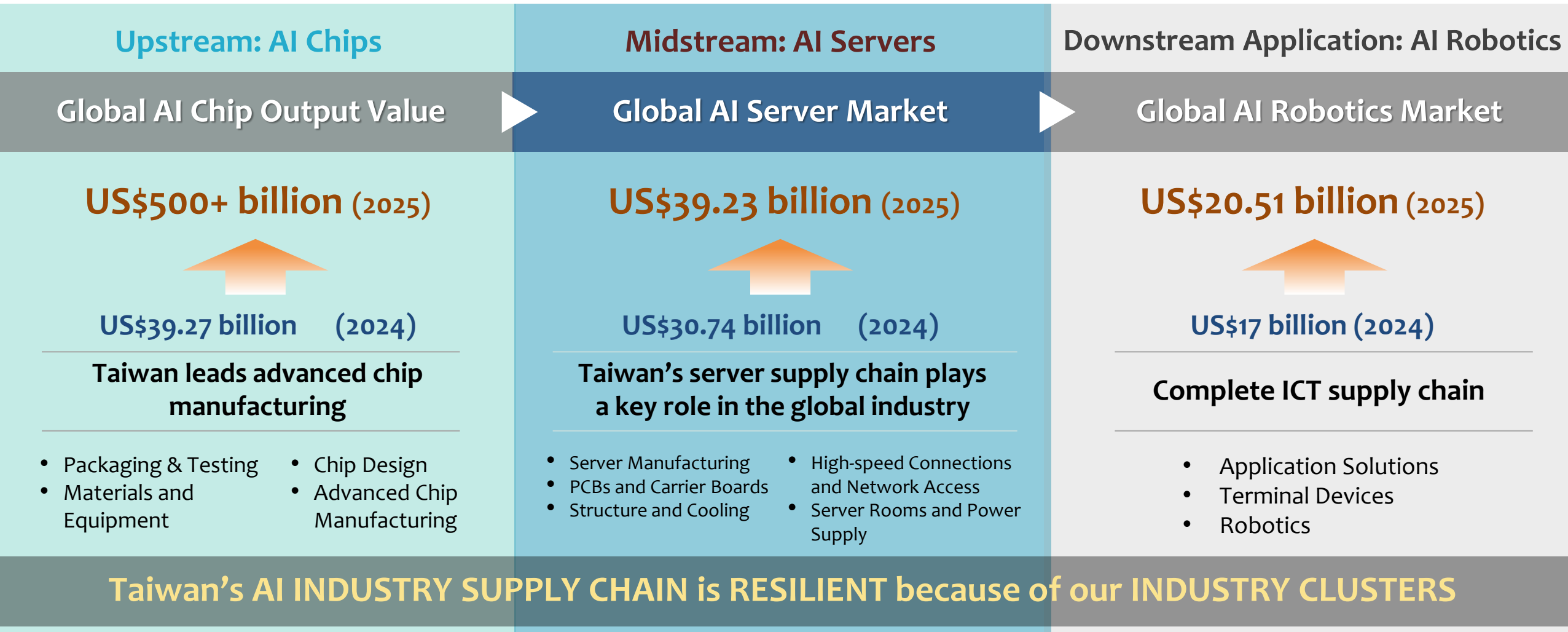
**Further NT\$10 billion Investment
into Taiwan to Build
Semiconductor Mega Site**

Merck announced in 2021 that it would invest NT\$17 billion into Taiwan over the next 5-7 years to build **the world's first mass materials production facility and R&D center** in Kaohsiung. The project's first phase is expected to be completed in December 2025.

AI Chips, AI Servers & AI Applications: Build A Globally COMPETITIVE and COMPREHENSIVE Industry Ecosystem

- Taiwan aims to become a global hub for **AI chips and server** manufacturing and integration through building a complete semiconductors ecosystem.
- Taiwan's long-term strategic plans for building chip, sensor, and system integration provides key support for developing **AI robotics** technology.
- The **Ten AI Initiatives Promotion Plan** is under planning and aims to generate NT\$7 trillion in output value by 2028 and exceed NT\$15 trillion by.





INVESTMENT OPPORTUNITIES

BUILDING A ROBOTICS ECOSYSTEM

- Focus on fundamental research R&D and industry-academia collaborations
- Apply research findings, cultivate talent, and support technological applications



Smart Robotics Research Center

Talent Cultivation,
Collaboration Platform



Smart Robotics Innovation and Application R&D Center

Verification environment,
Adding value through AI

- Focus on implementing technological applications and industry verification
- Build demonstration sites, promote industry integration and innovative collaborations

Joint R&D of cutting-edge technologies, invest in key technologies, and advance smart applications



Taiwan Tech Arena South - Shalun



National Institutes of Applied Research
Smart Robotics Research Center - Shalun



ITRI Smart Robotics Innovation and
Application R&D Center - Shalun



Liuying Science and Technology Park
Smart Robotics Industry Cluster - Liuying



AMERICA



CISCO SYSTEMS

Network equipment leader accelerates development of Taiwan's AI infrastructure

Cisco continues to expand investment into Taiwan and launched its **Taiwan Digital Acceleration Plan 3.0** in 2024, focusing on applying sustainability, information security, and AI to promote smart cities, transportation, and talent development.

AMERICA



GOOGLE

Global tech titan enhances Taiwan's hardware R&D foundation

Google opened their second hardware R&D office in Taiwan, Tpark, in 2024. This solidified Taiwan as **their largest hardware R&D base outside of the United States**. Over the past decade, Google's Taiwan team has **grown by more than 20 times in size**.

AMERICA



AMD

US chip giant helps develop Taiwan AI industry ecosystem

AMD began operations at its **R&D offices in Tainan and Kaohsiung** in 2025, focusing on **AI hardware & software and silicon photonics technologies**. It has also collaborated with some National Universities to cultivate local AI talent.

AMERICA



NVIDIA

AI tech giant sets sights on Taiwan to establish R&D and advanced computing center

Nvidia has established a logistics and AI R&D Center in Taiwan, and collaborated with **Foxconn** to build the **Taipei-1 AI Supercomputer Advanced Computing Center** in Kaohsiung's Asia New Bay Area.

Industrial Foundation

ICT | Semiconductor | Precision Manufacturing

Healthcare Advantages

Smart Hospital | Clinical Trials | Rapid Deployment

Tech Momentum

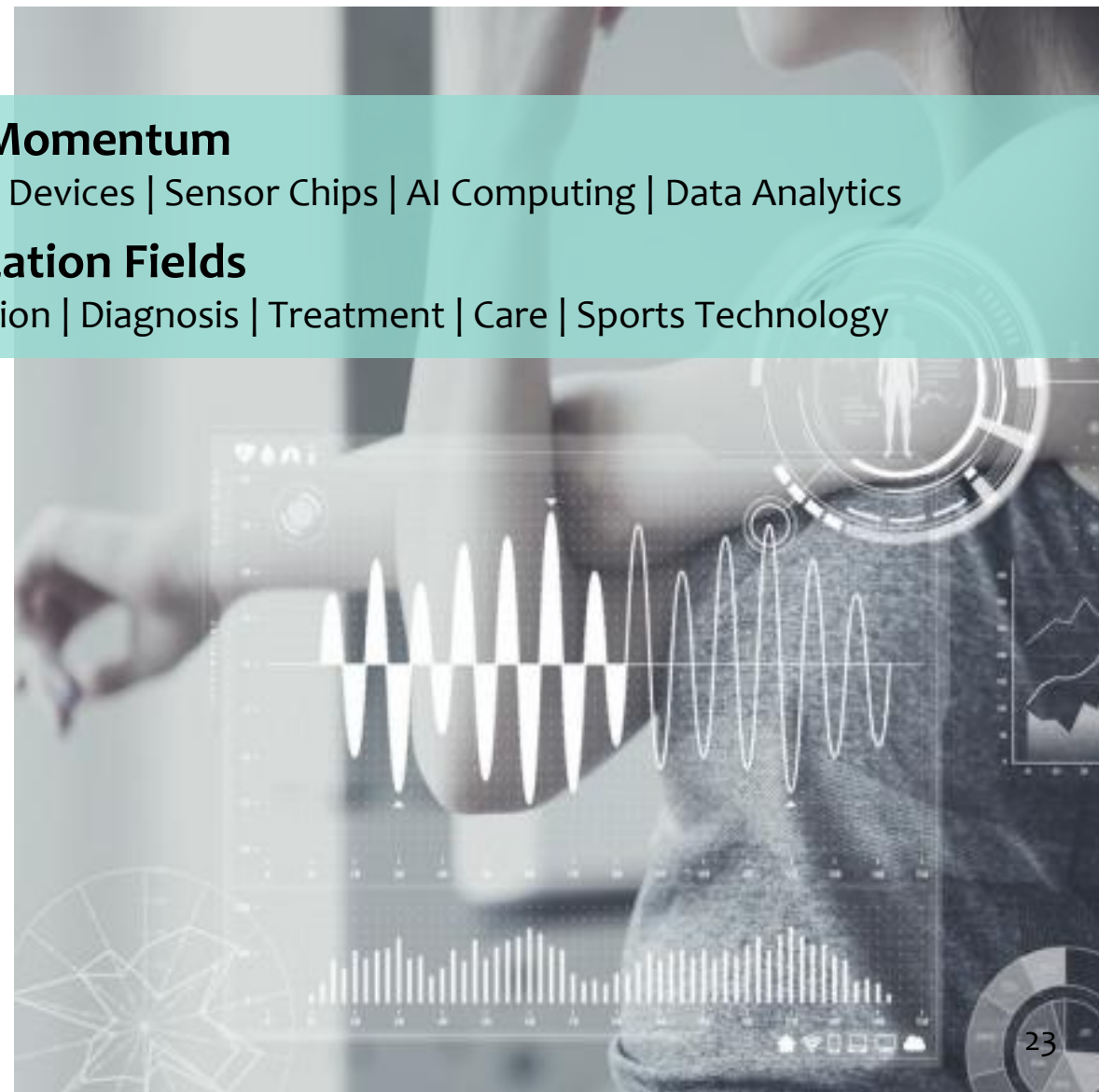
Medical Devices | Sensor Chips | AI Computing | Data Analytics

Application Fields

Prevention | Diagnosis | Treatment | Care | Sports Technology

- Taiwan has been ranked **No.1 on the Global Healthcare Index for 8 consecutive years**
- Ranked 6th in the world and **No.1 in Asia** by the World Health Organization (WHO) for healthcare services
- **8** Taiwanese hospitals were ranked on the 2025 list of the world's best smart hospitals
- Taiwan's health and wellness industry output is projected to exceed **NT\$300 billion** in 2025
- Taiwan holds the **No.1** largest share in the global fitness equipment market

Source: Ministry of Education Sports Administration, Straits Exchange Foundation, Executive Yuan, Numbeo, Newsweek, Commercial Times, Statista & Newsweek



INVESTMENT OPPORTUNITIES

By 2030, **11.7%** of the GLOBAL POPULATION will be AGED 65 and older
Taiwan's **OEM/ODM Industry for Exercise Equipment** is ranked **3rd Worldwide**

2030 GLOBAL MARKET

- Estimated US\$15 trillion in business opportunities in healthcare, preventative healthcare, and health promotion
- The smart healthcare market is estimated to reach at \$385.2 billion
- The sports technology market is estimated to reach at US\$103.2 billion

Source: ITRI, National Development Council, IDC



Taiwan's ICT Industry Gains Momentum by Tapping into the Global Health Market

- **Hardware and software integration capabilities** able to meet international demands
- **Attracting international biotech companies to establish R&D centers in Taiwan**
Taiwan possesses a complete biotech and pharmaceutical supply chain, accessible health insurance data, clinical experience, CDMO capabilities, and regulatory support.

**SMART TECH INNOVATION and AGING POPULATION
drives growth in BIG HEALTH INDUSTRY**

INVESTMENT OPPORTUNITIES

Building a Big Health Industry Chain through Cross-domain Collaborations

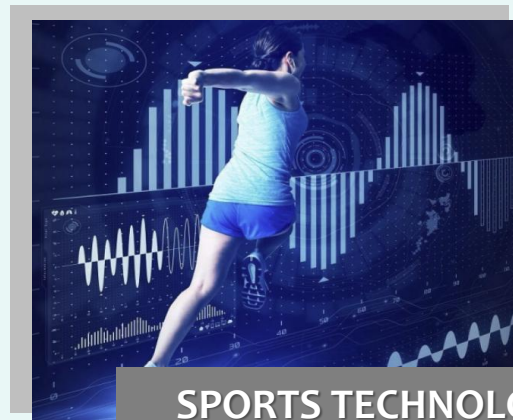
- Upstream: Core manufacturing and component suppliers
- Downstream: AI and data application services
- Midstream: ICT Integration and platform development
- Medical facilities: Big health institutions and clinical trial platforms



BIOPHARMACEUTICALS

CO-CREATION OF SMART HEALTHCARE SPACES

Build a smart care ecosystem by incorporating AI expertise from foreign companies into Taiwan's healthcare facilities.



SPORTS TECHNOLOGY

SMART PHARMACEUTICAL CHAIN COLLABORATIONS

Integrate experience in digital therapeutics from foreign companies with Taiwan's biopharmaceutical supply chain and promote technology collaborations.



SMART HEALTHCARE

INNOVATIVE APPLICATIONS OF CLINICAL DATA

Promote collaborations between foreign AI healthcare companies and Taiwanese clinical trial institutions, with rich clinical trial experience as the foundation.

AMERICA

[RESILIENCE

RESILIENCE

Taiwan Bio-Manufacturing Corporation forms alliance with US company Resilience to enter the global CDMO market

In 2024, Taiwan Bio-Manufacturing Corporation obtained licenses for five advanced manufacturing processes from the US company Resilience, and expects to **achieve GMP standards for its nucleic acid drug manufacturing operations and enter mass production** by 2026.

SWITZERLAND



SHL GROUP

The leading manufacturer of drug delivery systems establishes global production plant in Taiwan

Illumina has established a global manufacturing base in Taiwan, and announced future plans in 2024 **to invest US\$100 million across the next five years to enhance production capabilities of smart medical devices, such as autoinjectors.**

AMERICA

illumina

ILLUMINA

Cross-border collaboration promoting diversified development and accelerating growth of the WGS market

Genomix announced a strategic partnership with Illumina in 2025 to jointly promote **gene sequencing and multi-body technology applications** within the Asia Pacific region, working together to seize the business opportunities presented by whole genome sequencing (WGS).



INVESTMENT INCENTIVES

3

INVESTMENT INCENTIVES

TAX INCENTIVES

R&D SUBSIDIES &
INCENTIVE PROGRAMS

EXCLUSIVE
INCENTIVES

INCENTIVES FOR ATTRACTING
GLOBAL TALENT

1

R&D TAX CREDITS

Up to 15% of R&D expenditures can be deducted from the profit-seeking enterprise income tax payable for the current year; or up to 10% can be deducted from the profit-seeking enterprise income tax payable over 3 years.

2

TAX CREDITS for SMART MACHINERY/ 5G/ INFORMATION SECURITY/ AI/ ENERGY CONSERVATION & CARBON REDUCTION

For related expenditures between NT\$1 million and NT\$2 billion, the enterprise may deduct 5% of these expenditures from the profit-seeking enterprise income tax for that year, or deduct 3% of these expenditures from the profit-seeking enterprise income tax payable for the next three years.

3

PATENT & COPYRIGHT FEES

If an enterprise earns licensing revenue from IP created through its own R&D, it may deduct up to 200% of that year's R&D costs—up to the revenue amount—and may choose this deduction instead of the R&D tax credit.

4

R&D TAX CREDITS FOR BIOTECH & PHARMACEUTICAL COMPANIES

Up to 25% of the amount invested into R&D expenditures can be deducted from the profit-seeking enterprise income tax payable each year for five years, starting from the year where the enterprise is liable to pay income tax, and up to a maximum of 50% of the profit-seeking enterprise income tax payable that year.

5

SUBSTANTIAL REINVESTMENT OF SURPLUS EARNINGS

Within three years of the year following the year in which the surplus earnings are generated, if the amount of surplus earnings used to construct or purchase buildings, hardware, software, equipment, or technology for the enterprise's own production or business use reaches a specified amount, the amount spent may be listed as a deduction from surplus earnings for the current year and exempted from the 5% profit-seeking enterprise income tax.

6

IMPORTING MACHINERY, INSTRUMENTS, & EQUIPMENT NOT MANUFACTURED IN TAIWAN

Imports are exempt from customs duty.

3

INVESTMENT INCENTIVES

R&D SUBSIDIES &
INCENTIVE PROGRAMS

GLOBAL INNOVATION PARTNERSHIP INITIATIVES PROGRAM

Provides grants to encourage multinationals to co-develop key technologies with Taiwanese firms. Grants cover up to

50% R&D EXPENDITURES

TAIWAN INDUSTRY INNOVATION PLATFORM PROGRAM (TIIP)

Offers project funding to attract foreign companies into high-end products and applications and raise overall value-added. Project funding capped at

40-50% OF EXPENDITURES

THREE MAJOR PROGRAMS FOR INVESTING IN TAIWAN 2.0 (valid until 2027.12.31)

Supports enterprises in navigating global geopolitical and supply-chain shifts, while driving AI adoption and green transformation across industries.

**SERVICE FEE SUBSIDIES
VARY BY LOAN SIZE**

GENERAL TAX INCENTIVES

- **Imports are exempt from customs duties, commodity tax, and business tax**
Raw materials, fuels, materials, intermediate goods, machinery and equipment
- **Business tax is exempted for**
 - ✓ Goods and services exported abroad
 - ✓ Raw materials, fuels, materials, intermediate goods, and machinery and equipment purchased from taxable regions

FREE TRADE ZONES

- Enterprises in Taiwan that engage only in preparatory or auxiliary activities and engage in procurement, import, storage, or transportation within free trade zones are exempt from profit-seeking enterprise income tax on revenue derived from selling goods.
- Exempt from tobacco and alcohol tax, tobacco health and welfare surcharges, trade promotion service fees, and commercial port service fees

SCIENCE & TECHNOLOGY PARKS

- R&D grants of up to NT\$10 million
- Grants shall not exceed 50% of total project funding

RETIREMENT, HEALTH INSURANCE, & TAX BENEFITS

- Professionals who meet specified criteria can pay reduced taxes for 5 years
- Relaxed health insurance coverage restrictions
- Improved retirement protections under new labor pension fund system

RELAXED WORK, VISA & RESIDENCY REGULATIONS

- Taiwan Employment Gold Card combines four certificates into one
- Visitor visa for employment-seeking purpose
- Work permits for foreign freelance art workers

TAX DEFERRALS FOR EMPLOYEE BONUSES & STOCK OPTIONS

- Employees of a company who receive stock compensation of up to NT\$5 million are exempt from income tax on this bonus amount in the year it is received, and may defer tax payment until the stocks are transferred (such as through a sale or gift)

GLOBAL TALENT RECRUITMENT

- Foreign professionals with specific qualifications and who have resided in the country for one year can apply for permanent residency
- A new digital nomad visa allowing stays of up to two years has been launched to attract more digital nomad workers
- Removed annual limits on number of overseas Chinese or International students hired by enterprises

RELAXED RESIDENCY REGULATIONS FOR PARENTS, SPOUSES, & CHILDREN

- Personal work permits for adult children staying in Taiwan
- Relaxed regulations on spouses and children applying for permanent residency
- Extended stay duration for immediate family members visiting high-level foreign professionals or professionals with specific skills working in Taiwan



GENEROUS REWARDS
to attract **GLOBAL ELITES**
and gain a **COMPETITIVE EDGE**



INVESTMENT SERVICES

4

INVESTMENT SERVICES



ONE-STOP SERVICE

Inter-agency coordination and integrated resources

LAND/SITE SEARCH

Land acquisition and valuation services

24HR RESPONSE TIME

Integrated online and offline operations for rapid response

SERVICES OFFERED

- Dedicated, professional, and responsible, providing fully tailored services.
- Helps companies look for factory and office sites, and apply for investment incentive programs.
- Provides high-quality support by leveraging both government and private-sector resources to facilitate investment.
- Coordinates with central and local government agencies to expedite administrative processes for investment projects.
- Provides investment plan consulting and evaluation services, as well as tax and regulatory consulting services.
- Provides talent recruitment consulting services.

Thank You!



November 2025

<https://investtaiwan.nat.gov.tw>