

Environment-Related Tax System in Japan

	Subject to Tax	Tax Rate	Tax Revenue (FY 2012)	How the Tax Revenue is to be Spent	
Energy Taxation	Gasoline Tax (Nation)	Volatile Oil Collected from manufacturing facilities or picked up from the bonded areas	JPY 48.6/1 (Main Rules: JPY 24.3/1)	JPY 2,611 billion	General Finances
	Local Gasoline Excise (Nation)		JPY 5.2/1 (Main Rules: JPY 4.4/1)	JPY 279.3 billion	General Finances (Fully granted as general fund of states, specified cities, and municipalities)
	Oil and Gas Tax (Nation)	Oil and Gas for the Car Collected from the filled fields or picked up from the bonded areas	JPY 17.5/kg	JPY 22 billion	General finances (one half of the tax revenue is granted as general fund of states, specified cities and municipalities)
	Diesel Oil Delivery Tax (State)	Diesel Oil Picked up from the primary distributors or exclusive agencies and accompanied by a delivery of diesel fuel according to the reality of the custody.	JPY 32.1/1 (Main Rules: JPY 15.0/1)	JPY 890.2 billion	General Finances
	Aviation Fuel Tax (Nation)	Aviation Fuel Shall be packed in aircrafts	JPY 18.0/1 * Special tax rate upto March 2014 (Main Rules: JPY 26.0/1)	JPY 56.6 billion	Aviation Maintenance (2/9 of the tax revenue is granted as cost for aviation measures in cities and states related to aviation)
	Petroleum and Coal Tax (Nation)	Crude Oil, Petroleum Products, Gaseous Hydrocarbons, and Coal Collected from the fields or picked up from the bonded areas	•Crude Oil, Petroleum Products JPY 2,040/kl •LPG and LNG JPY 1,080/t •Coal JPY 700/t	JPY 546 billion	Stable Fuel Supply Measures Measures such as development and stockpiling of oil and natural gas in order to ensure a stable and inexpensive supplies of oil, coal, and flammable natural gas
			Special Provision for Tax for Climate Change Mitigation	Added to the tax rate according to the amount of CO2 emissions * Enforced from Oct. 2012, and increased in the tax rate gradually over three and a half years.	•Crude Oil, Petroleum Products JPY 760/kl •LPG and LNG JPY 780/t •Coal JPY 670/t
	Electric Power Development Promotion Tax (Nation)	Electricity Sold By general electricity utilities	JPY 375/1000kwh	JPY 329 billion	Measures to Supply Location Subsidiary to be granted pursuant to the provisions of the Act on the Development of Areas Adjacent to Electric Power Generation Facilities, financial measures for the safety in the surrounding area of power generation facilities and financial measure to contribute to installation of facilities used for other power generation and its smooth operation. Measures to Power Usage Financial measures to promote the use of facilities for power generation, to secure safety and to facilitate the supply of electricity by power generation facilities.

JPY 4,734.1 billion in total

Vehicle Taxation	Motor Vehicle Weight Tax (Nation)	Automobile Inspected automobile to receive the certification of vehicle inspection and be inspected and notified light vehicle to receive the designation of vehicle number		JPY 703.2 billion	General finances (407/1000 of the tax revenue is granted as general fund of cities) Part of the tax revenue is issued as compensation expense of Pollution-Related Health Damage.
	Automobile Tax (State)	Automobile Car and Truck acquired as of April 1	Example: Passenger and Private Cars Total emissions of 1.5-2 litres JPY 39,500/year	JPY 1,567.7 billion	General Finances
	Light Vehicle Tax (Municipality)	Light Vehicle Light vehicle and bicycle with prime mover as of April 1	Example: Light Vehicle and Private Car JPY 7,200/year	JPY 181 billion	General finances
	Automobile Acquisition Tax (State)	Automobile to be acquired	•Private Car 5% of acquisition price •Car for Business and Light Vehicle 3% of acquisition price (Main Rules: 3% for Each)	JPY 206.8 billion	General Finances

JPY 2,658.7 billion in total