

Japan

New system to expedite the employment of foreign IT professionals

Executive summary

The Japanese government is creating a new framework that may enable eligible companies to employ foreign IT professionals within one month. The new system is expected to go into effect in late 2023.

Background

Currently, foreign nationals who are employed by IT companies in Japan are required to apply for a Certificate of Eligibility (CoE) and work permit before entering Japan. In general, the time taken to complete the CoE application process for companies that hire foreign nationals for the first time is at least three months. This processing time includes a check by Japan's Immigration Services Agency to confirm that the host company meets all requirements.

Key developments

Once the new system is implemented, regional authorities may conduct pre-assessments of eligible companies and provide prior approval for hiring foreign IT professionals, which will reduce the immigration processing time once these companies employ eligible individuals. The government is expected to initially introduce the new system in 13 National Strategic Special Zones, beginning with Fukuoka City.

Impact on employers

The new system will streamline the process of hiring international talent for Japanese businesses, especially small and medium-sized companies and startups. Host companies will be required to complete additional processes to demonstrate that they meet the relevant criteria.

Key steps

EY will continue to monitor these developments. Should you have any questions, we encourage you to contact one of our immigration professionals.



EY | Building a better working world

EY exists to build a better working world, helping create long-term value for clients, people and society and build trust in the capital markets.

Enabled by data and technology, diverse EY teams in over 150 countries provide trust through assurance and help clients grow, transform and operate.

Working across assurance, consulting, law, strategy, tax and transactions, EY teams ask better questions to find new answers for the complex issues facing our world today.

EY refers to the global organization, and may refer to one or more, of the member firms of Ernst & Young Global Limited, each of which is a separate legal entity. Ernst & Young Global Limited, a UK company limited by guarantee, does not provide services to clients. Information about how EY collects and uses personal data and a description of the rights individuals have under data protection legislation are available via ey.com/privacy. EY member firms do not practice law where prohibited by local laws. For more information about our organization, please visit ey.com.

Ernst & Young LLP is a client-serving member firm of Ernst & Young Global Limited operating in the US.

© 2023 Ernst & Young LLP. All Rights Reserved.

EYG no. 008256-23Gbl

2101-3682263 ED None

ey.com

Yoshito Kijima

Partner - People Advisory Services, Global Immigration Tel: +81 70 2478 0144 Email: yoshito.kijima@ey.com

Yoko Kiumi

Manager - People Advisory Services, Global Immigration

Tel: +81 90 1133 6287 Email: yoko.kiumi@ey.com