

# Japan-UK Business Investment

(Reference on “Fact Sheet on Recent Developments”)

April 2012

# Japan as a major investor to UK

UK → JPN: No.4 Investor out of EU ( ¥76.5 billion )

JPN → EU: No.2 destination in EU ( ¥3.09 trillion )

【 EU → JPN: No.1 Investor ( ¥6.7 trillion ) 】

【 JPN → EU: No.3 Investor ( ¥15 trillion ) 】

( Stock as of 2010, MOF, BOJ balance of payments statistics )

## Japanese overseas affiliates in the UK

Japanese companies: **1,272** (EU: 5,609)

Number of employees: **132,532** (EU: 446,111)

Number of Employees by Japanese affiliates

EU (total) 446,111

UK **132,532**

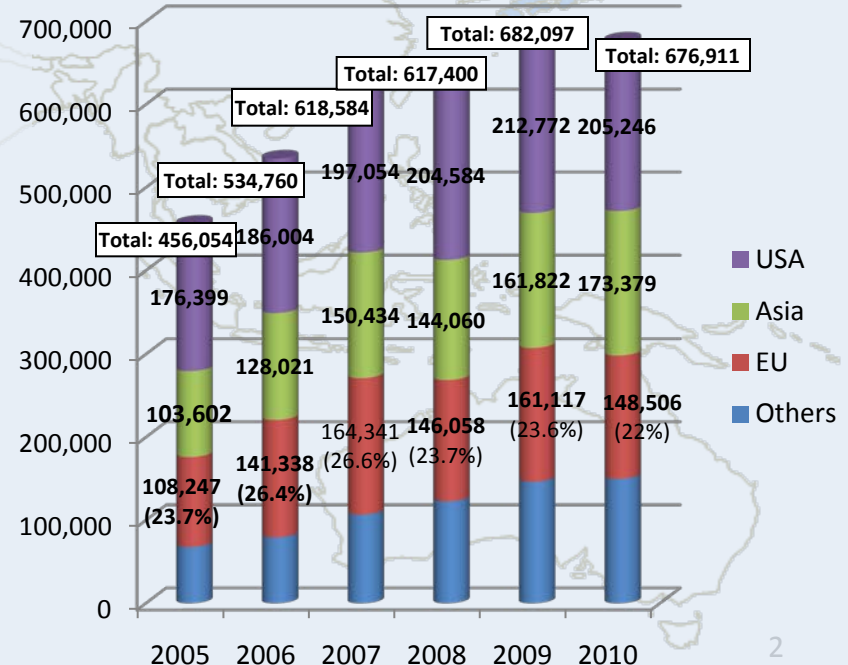
Netherlands 89,551

Germany 61,965

Belgium 29,612

France 24,519

## Japan's Outward FDI Stock



# Recent remarks on Japanese investment in the UK

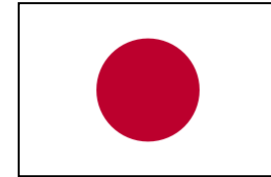
## ○ Prime Minister Cameron

- visited the Honda plant. In a meeting with the employees, he reaffirmed his confidence in the recovery of British manufacturing and reassured people who expressed concern about the future of the British economy. (February 2011)
- spoke of the 200 and 500 new jobs created by Nissan and Hitachi respectively in North East England. (at Parliament in October 2011)
- visited the company's Derbyshire plant when Toyota announced its plans for additional investment. (November 2011)
- said "Nissan, Honda and Toyota", he declared, "are all expanding across our country. That is very good news for British manufacturing... In terms of what is happening in the north-east, we should also celebrate the good news – the fact that Nissan is creating 2,000 jobs; the fact that Hitachi is building a new plant in County Durham." (at Parliament in March 2012)

## ○ Secretary of State for Business, Innovation and Skills (BIS) Vince Cable

- said "Japan is an entirely safe place and a good place to do business." (During his visit to Japan in June 2011)
- said " It is fantastic news that Nissan will be building the new model in Sunderland. The investment is a boost for jobs at Nissan's plant as well as the wider supply chain. This latest announcement highlights the UK's track record of attracting inward investment." (at Geneva Motor Show in March 2012)

## Examples of British investment in Japan



- Arup(Construction engineering)

cooperated with Shigeru Ban Architects and the Voluntary Architects' Network in the building of 189 multi-storey temporary housing units for people left homeless by the earthquake and tsunami in Onagawa-cho. It is in charge of the structural engineering work for the project. (October 2011)

- Gordon Murray Design (Automotive-related)

reached agreement with Toray Industries on technical cooperation for vehicle research and development. (January 2012)

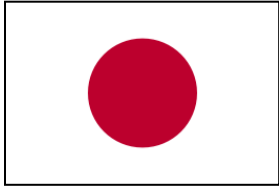
- Intelligent Energy Holdings (Hydrogen fuel cell electric vehicles)

established a joint-venture enterprise, Smile FC System Corporation, with Suzuki Motor Corporation for the development and manufacture of fuel cells. (February 2012)

- GlaxoSmithKline (Pharmaceuticals)

GSK and Daiichi Sankyo joined forces to establish Japan Vaccine Co., in Japan. (March 2012)

# Examples of Japanese investment in the UK



- Toyota

announced additional investment of £100 million at its Burnaston plant for the production of a new generation hatchback. (November 2011)

➡ 1,500 new jobs

- Honda

started production of the new Civic model at Swindon plant. (December 2011)

➡ 500 new jobs (aims roughly to double its 2012 production volume)

- Nissan

announced additional investment to start production of a new compact car at its Sunderland plant.

➡ 400 new jobs (2000 new jobs including jobs in supply chain) (March 2012)

- Mitsubishi Heavy Industries (MHI)

entered into memorandum understanding on offshore wind power generation project with the UK Government; agreed on cooperation with Scottish and Southern Energy (SSE) and acquired Artemis Intelligent Power. (Since February 2010)

- Hitachi

was named the preferred bidder for a train supply contract of IEP (Intercity Express Programme) with £4.5bn and 600 carriages; currently in the final negotiation with Department of Transport (DfT); plans to be built in a factory at Country Durham.

➡ approx. 500 new jobs at the factory