**Agenda for the Evolution of the Growth Strategy**

**Mechanism to Realize Revolution in Productivity: Igniting Investment in Innovation**

- **Institutional reform for the Fourth Industrial Revolution**
  - Redesign new systems for economic society in the IoT era (Develop foundations, incl. institutions/rules, human resources, technologies/innovations, and infrastructure)
  - Clarify cooperative/competitive fields for winning international competition and create platforms
  - Supply risk money and develop institutions to encourage M&As and business restructuring for the Fourth Industrial Revolution
  - Industrialize sharing economy rapidly and soundly

- **Strengthening of power to create innovation and ventures**
  - Establish Designated National University system (tentative name) aiming for world’s top level (Seedbed for creating new industries)
  - Formulate the “Venture Challenge 2020 (tentative name)”

- **Further strengthening of corporate governance/ Promote medium- to long-term investment**

- **Investment for the future through reform of “bed-rock” regulations**
  - National strategic special zones, self-driving, drones, medial diagnosis, robots, FinTech etc.

- **Tax reform to encourage investment in the future**
  - Pro-growth corporate tax reform, establishment of special measures for fixed asset tax on machinery and equipment

**Producing of human resources with overwhelming challenging spirits**

- **Reform of elementary and secondary education with an eye for the society in the future**
  - Utilize IT and private sector know-how, introduce the learning according to the proficiency level of individual children, and experiential and problem-solving learning
  - Develop and strengthen IT literacy, including programming education
  - Thoroughly develop the environment for IT access

- **Institutionalization of new higher education organizations for practical vocational education**
  - Provide knowledge/skills of vocational practices based on the needs of industries

- **Turning out of world’s top level human resources responding to the Fourth Industrial Revolution era**
  - Interdisciplinary fusion, and cooperation of industry, government and academia by Distinguished Graduate Schools (tentative name) and Distinguished Researchers System, and development of human resources

- **Participation of diversified workers to break growth restraint**
  - Increase childcare arrangements and secure staff in charge for the “Elimination of Childcare Waiting Lists”
  - Support further active engagement by women, elderly, and highly skilled foreign professionals

**Expansion of Strategic Growth Markets for Nominal GDP of 600 trillion yen**

- **Creation of high-quality healthcare industries**
  - Promote utilization of services outside public insurance coverage for health and prevention
  - Medical diagnosis and individual healthcare utilizing IoT/BD/AI
  - Develop and commercialize excellent drugs and medical devices made in Japan

- **Increase of investment in energy/environment**
  - Develop systems to encourage investment in thorough energy-efficiency and renewable energy technologies
  - Create new energy businesses in IoT era (Establishment of megawatt trading markets etc.)

- **Manufacturing IoT revolution, robot revolution**

**Promotion of Local Abenomics**

- **Reform of agriculture, forestry, and fishery industries and export promotion**
  - Consolidate farmland into large blocks through Public Intermediate Organization for Farmland Consolidation
  - Package measures to improve productivity (ICT utilization, cooperation with distributors etc.)
  - Achieve target of 1 trillion yen export in advance

- **Promotion of tourism/utilization of local resources incl. sports and culture**
  - Preparation for the age of post-20 million foreign visitors in Japan

- **Improvement of service industry productivity (Accommodation, transportation, restaurants/ready-to-eat meals businesses etc.), strengthening of competitiveness of medium enterprises and SMEs**

- **Expansion of opening-up of public services and assets to the private sector through PPP/PFI etc.**

**Capture of Overseas Growth Markets**

- **Support for overseas expansion of SMEs upon the conclusion of TPP**

- **Acceleration of attracting foreign direct investment in Japan**

- **Expansion of Infrastructure export**

- **Promotion of Cool Japan Initiatives**

**Reform momentum through promotion of “Reform 2020” Projects**

(Next-generation transportation systems, automatic driving technologies, distributed energy resources, leading-edge robotic technologies, healthcare services, showcasing Japan as a country of tourism, increased foreign direct investment in Japan)

- Specify projects including implementing bodies and venues
- Clarify global agenda to be solved.
- Design systems looking at “Post 2020”, clarify necessary regulatory/institutional reforms and roadmaps