

## [ Explanatory Notes ]

### Division A – AGRICULTURE AND FORESTRY

#### Overview of the Division

This Division comprises establishments engaged in crop farming agriculture, livestock breeding agriculture (including poultry raising, beekeeping, sericulture) and in providing services directly related to agriculture, and establishments engaged in forestry and in providing services directly related to forestry.

Establishments engaged in gardening services such as trimming garden plants and Establishments engaged in catching or collecting insects, snakes or the like are included in this Division.

(1) As to the definitions of “crop farming”:

- (a) The cultivation of paddy field rice, upland rice, wheat and barley, miscellaneous cereals, pulses, potatoes and sweet potatoes, vegetables, fruits and nuts, industrial crops, forage and manure crops, flowers, medicinal herbs, seed crops and mulberry is deemed to be “crop farming.”
- (b) In cases where *shiitake* (mushrooms), bamboo shoots, *kozo* (paper mulberry), *mitsumata* (sumac), *haze* (wax tree), *koriyanagi* (osier), chestnut, walnut, camellia, etc. are cultivated, and if the soil is fertilized rather than cared for by simple undergrowth mowing (applying mowed grass is not considered as fertilizing), these are deemed to be “crop farming.”
- (c) Gathering naturally propagated *shiitake*, bamboo shoots and *wasabi* (Japanese horseradish), and raising plants for the main purpose of producing timber or fuelwood and charcoals are not deemed to be “crop farming.”

(2) As to the definitions of “livestock breeding”:

- (a) Raising, incubating and breeding dairy cattle, beef cattle, horses, deer, pigs, *inobuta* (a species of pig), wild boars, sheep, goats, chickens, ducks, quail, turkeys, rabbits, raccoon dogs, foxes, mink, etc. are deemed to be “livestock breeding.” This includes the case of mating.

Also included in this category are raising guinea pigs, mice, rats, canaries, paddy birds, etc. for experimental purposes or as pets. Likewise, artificial propagation or raising of weasels, pheasants or the like for the purpose of forest conservation or preservation of the species is also included in this category.

- (b) Raising silkworms and producing their eggs are likewise included.
- (c) In cases where horses are raised solely for racing or the like, or are raised temporarily by livestock brokers, this is not included in this category.
- (d) Raising birds and beasts to be sold at stores as pets is not included in this category.

(3) As to the definitions of “forestry”:

(i) Raising forest seedlings and afforestation, (ii) Nursing and protecting forest trees, (iii) Producing lumber from forest trees and producing fuelwood and charcoals, (iv) Collecting resin, bark and other forest products, and (v) Hunting wild animals are deemed to be “forestry.

### **Establishments**

An establishment engaged in agriculture and/or forestry or a residence of the proprietor of the business is deemed to be an agricultural and forestry establishment used for the unit in applying the classification.

In cases where a farm and forestry household is conducting an economic activity other than agriculture and forestry, provided it is conducted in the same compound (or on the same premises as their residence), it is not deemed in principle that there exist plural establishments. If, however, a store or factory with a full-time regular everyday employee(s) exists there, this will be deemed a separate establishment.

### **Relationship between “Agriculture and forestry” and other industries**

(1) If a farm and forestry household is engaged in manufacturing activities:

- (a) In the case where manufacturing or processing is conducted with raw materials primarily purchased from others, this will not be deemed to be an agricultural and forestry activity.
- (b) In cases where manufacturing or processing is conducted with raw materials primarily cultivated by the farm and forestry household, this will be deemed to be an agricultural and forestry activity. If, however, a factory workplace, or the like, exists in the same compound with a full-time regular everyday employee(s) engaged in the manufacturing activity , this will not be deemed to be an agricultural and forestry activity.

(2) In cases where operations that are related to other Division are conducted in combination with credit business or mutual aid organizations at an establishment of agriculture cooperative, this will be classified in the Division Q – COMPOUND SERVICES [8711]. In cases where a single business operation is conducted at an independent factory, shop or the like in the establishment of an agriculture cooperative, this will be classified in the “Manufacturing”, “Retail trade” or other industries as the case may be according to the type of business conducted.

Establishment of agriculture cooperative engaged in the operations that are related to plural Divisions but not engaged in credit business or mutual aid organizations are classified under the relevant industries according to their main economic activities conducted by the establishment.

(3) In cases where operations that are related to other Division are conducted in combination with credit business or mutual aid organizations at an establishment of forestry cooperative, this will be classified in the Division Q – COMPOUND SERVICES [8714]. In cases where a single business operation is conducted at an independent factory, shop or the like in the establishment of a forestry cooperative, this will be classified in “Manufacturing,” “Retail trade” or others as the case may be, according to the type of business conducted.

Establishment of forestry cooperative engaged in the operations that are related to plural Divisions but not engaged in credit business or mutual aid organizations are classified under the relevant industries according to their main economic activities conducted by the establishment.

## **Major group 01 – AGRICULTURE**

### **Overview of the Major group**

This Major group comprises establishments engaged in crop farming, livestock breeding (including poultry raising, beekeeping, sericulture) and in providing services directly related to agriculture.

It also classifies establishments engaged in carrying out garden construction, the planting of garden trees and care-taking of gardens and flowerbeds under contract.

#### **010 ESTABLISHMENTS ENGAGED IN ADMINISTRATIVE OR ANCILLARY ECONOMIC ACTIVITIES (01 AGRICULTURE)**

##### **0100 Head offices primarily engaged in managerial operations**

This refers to the establishments engaged in the operations except the work-site operations such as managing and controlling operations across the whole organization to promote the management of its own company, personnel affairs/personnel training, general affairs, financial affairs/accounting, planning, public information/advertising, production/project management, management of branch offices and branches, delivery/sales, as the head offices primarily engaged in controlling establishments of agriculture.

##### **0109 Miscellaneous establishments engaged in administrative or ancillary economic activities**

This refers to the establishments engaged in support operations of transportation, cleaning, repair/maintenance, preservation to other establishments belonging to the same enterprise to primarily promote activities in the agriculture.

#### **011 CROP FARMING**

##### **0111 Rice farming**

This class comprises establishments primarily engaged in cultivating and shipping rice (paddy field rice, upland rice).

##### **0112 Grain and soybean farming, except rice farming**

This class comprises establishments primarily engaged in cultivating and shipping grains other than rice.

“Grains” include rice (paddy field rice, upland rice), wheat and barley, miscellaneous cereals (foxtail millet, barnyard millet, Chinese millet, buckwheat, maize, sorghum), pulses (soybeans, broad beans, kidney beans, *azuki* beans, cowpeas, peanuts, peas, green gram), and other dried grains.

0113 Vegetable farming, including mushrooms

This class comprises establishments primarily engaged in cultivating and shipping vegetables.

“Vegetables” include fruit vegetables (including green soybeans, garden peas, maize, and other unripe grains), leaf and stem vegetables (Chinese cabbage, cabbage, leeks, etc.), root vegetables (radishes, carrots, taro, etc.) and cultivated mushrooms.

0114 Fruit and nut farming

This class comprises establishments primarily engaged in cultivating and shipping fruits.

“Fruits” include *mikan* oranges, apples, grapes, persimmons, pears, peaches, chestnuts, walnuts and other woody plants.

0115 Floriculture

This class comprises establishments primarily engaged in cultivating and shipping flowers.

“Floriculture” includes cut flowers, cut leaves, cut branches, bulbs, pot plants, flower seedlings, turf, garden trees and other plants that are cultivated for the purpose of creating or maintaining aesthetic landscapes, increasing greenery, etc.

0116 Crop farming for industrial products

This class comprises establishments primarily engaged in cultivating and shipping crops for industrial products.

“Crops for industrial products” include rapeseed, leaf tobacco, green tea, sugar cane, sugar beet, *konjak* (arum root), candle rush, *kozo* (paper mulberry), *mitsumata* (sumac), hops, ginseng, herbs, and other plants that are cultivated for the purpose of providing raw materials for oils and fats, sweeteners, fibers, drugs, etc.

0117 Potato and sweet potato farming  
This class comprises establishments primarily engaged in cultivating and shipping potatoes and sweet potatoes.

0119 Miscellaneous crop farming  
This class comprises establishments primarily engaged in cultivating and shipping forage and manure crops, seed crops, and other crops that are not classified elsewhere.

“Forage and manure crops” are pasture grasses and others that are cultivated for the purpose of producing animal feed or fertilizer, while “seed crops” are plants that are cultivated for the purpose of obtaining seeds and seedlings (except seeds and seedlings for forestry).

**012 LIVESTOCK FARMING**

0121 Dairy cattle farming  
This class comprises establishments primarily engaged in producing and shipping fresh milk.

0122 Beef cattle farming  
This class comprises establishments primarily engaged in rearing beef cattle.  
“Beef cattle” are cattle that are reared for the principal purpose of producing beef. In this case, dairy species that are reared for the purpose of producing beef are also included, as well as species reared for producing beef only.

0123 Pig and hog farming  
This class comprises establishments primarily engaged in rearing pigs and hogs.

0124 Layers and broilers farming  
This class comprises establishments primarily engaged in producing chicken eggs and rearing chickens for consumption.

0125 Livestock animals specialties  
This class comprises establishments primarily engaged in rearing laboratory animals and pets, or rearing animals for the purpose of conserving agricultural produce or forests, or preserving species.

Establishments that rear beetles, *suzumushi* (bell-ring insects), and other insects (except honey bees and silkworms) and those that rear snakes and others are also included in this Class.

0126 Sericulture farming

This class comprises establishments primarily engaged in rearing silkworms and producing silkworm eggs.

0129 Miscellaneous livestock farming

This class comprises establishments primarily engaged in rearing other livestock.

“Other livestock” include horses, sheep, goats, rabbits (except laboratory animals and pets), poultry other than chickens (quails, ducks, turkeys, etc.), and fur animals.

**013 AGRICULTURAL SERVICES, EXCEPT GARDENING SERVICES**

0131 Rice, grain and soybean crop services

This class comprises establishments engaged in subcontracting at least one of the work processes between cultivation and shipment in connection with grain crop farming, such as seedling nursery, plowing, planting, pest control, reaping, threshing, and preparing.

0132 Vegetable and fruit and nut crop services

This class comprises establishments engaged in subcontracting at least one of the work processes between cultivation and shipment of vegetable or fruit and nut crops.

0133 Other crop services, except rice, grain and soybean, vegetable and fruit and nut

This class comprises establishments engaged in subcontracting at least one of the work processes between cultivation and shipment of crops other than grains, vegetables, and fruit and nuts.

0134 Livestock raising services, except veterinary services

This class comprises establishments primarily engaged in subcontracting mating, artificial insemination or embryo transfer, breeding, collection of semen or ova, hatching, brooding, leasing or rearing management of domestic animals, etc., and providing facilities needed for these.

Establishments that subcontract at least one of the work processes between production and shipment (e.g. rearing silkworms) are also included in this Class.

**014                    GARDENING SERVICES**

0141      Gardening services

This class comprises establishments primarily engaged in subcontracting garden landscaping, planting garden trees, tending to gardens and flower beds, etc.

However, establishments primarily engaged in subcontracting park creation accompanying civil engineering works, such as public roads or sports fields, are classified under Division D – CONSTRUCTION [0622].

## **Major group 02 – FORESTRY**

### **Overview of the Division**

This Major group comprises establishments engaged in (i) raising forest seedlings and afforestation, (ii) nursing and protecting forest trees, (iii) producing lumber from forest trees and producing fuelwood and charcoals, (iv) collecting resin, bark and other forest products, and (v) services directly related to forestry, and (vi) hunting wild animals.

Establishments engaged in catching or collecting insects, snakes or the like are included in this Division.

#### **020 ESTABLISHMENTS ENGAGED IN ADMINISTRATIVE OR ANCILLARY ECONOMIC ACTIVITIES (02 FORESTRY)**

##### **0200 Head offices primarily engaged in managerial operations**

This refers to the establishments engaged in the operations except the work-site operations such as managing and controlling operations across the whole organization to promote the management of its own company, personnel affairs/personnel training, general affairs, financial affairs/accounting, planning, public information/advertising, production/project management, management of branch offices and branches, delivery/sales, as the head offices primarily engaged in controlling establishments of forestry.

##### **0209 Miscellaneous establishments engaged in administrative or ancillary economic activities**

This refers to the establishments engaged in support operations of transportation, cleaning, repair/maintenance, preservation, to other establishments belonging to the same enterprise to primarily promote activities in the forestry.

#### **021 SILVICULTURE**

##### **0211 Silviculture**

This class comprises establishments whose principal business is to plant, nurse and protect trees in mountain forests that are grown for specific future use.

#### **022 LOGGING**

##### **0221 Logging**

This class comprises establishments primarily engaged in purchasing and felling standing timber and selling it as rough lumber.

**023 SPECIAL FOREST PRODUCT PRODUCTION, EXCEPT GROWING OF MUSHROOMS**

Of products produced on forest land, this group comprises establishments engaged in producing wooden products other than general timber.

**0231 Cutting of fuelwood and charcoal-making**

This class comprises establishments primarily engaged in manufacturing fuelwood and charcoal through direct management.

However, charcoal makers who are hired by others to manufacture charcoal are not counted as establishments.

**0239 Miscellaneous special forest product production, except mushrooms**

This class comprises establishments engaged in producing special forest products other than fuelwood and charcoal.

**024 FORESTRY SERVICES**

**0241 Silviculture services**

This class comprises establishments primarily engaged in establishing, nursing and protecting forests as subcontractors.

**0242 Logging services**

This class comprises establishments primarily engaged in felling, or felling combined with lumber transportation, as subcontractors.

**0243 Forest tree saplings nursery services**

This class comprises establishments primarily engaged in the business of growing forest tree saplings as subcontractors.

**0249 Miscellaneous forestry services**

This refers to the establishments engaged in providing services incidental to forestry such as charcoal making and forest guard primarily under contract, which are not elsewhere classified.

**029 MISCELLANEOUS FORESTRY**

0299      Miscellaneous forestry

This class comprises establishments engaged in forestry and hunting that are not classified elsewhere.

This class includes the business of trapping birds and wild animals for fur or human consumption, trapping vermin, capturing insects, snakes and others, and mountain forest seed and sapling business.