

## Subsidy for Promoting Establishment of Headquarters Functions and Back-office, and Other Facilities [Headquarters Functions]

### Subsidy Details

#### 1 Establishment [New・Expansion・Relocation in Sendai City]

Basic Subsidy : **100%** of amount equivalent to fixed asset taxes, etc. related to new investment (No upper limit)

※**200%** for the relocation of headquarters functions from the National Capital Region to Sendai City (No upper limit)

National Capital Region: existing urban areas provided for in Article 2, paragraph (3) of the National Capital Region Development Act and suburban development else provided for in paragraph (4) of the same Article.

Period : **3** years (+ **2** years if Priority Extra Period/Subsidy Area, New establishment of headquarter functions)

[Priority Extra Period/Subsidy Area]

**Urban area:** Urban Regeneration Urgent Development District which is based on provisions in Paragraph 3, Article 2 of the Act on Special Measures Concerning Urban Regeneration (Act No.22 of 2002)

#### 2 Additional Subsidy for Hiring

Basic Subsidy :

+**1 million** yen per newly hired or transferred regular employee (**resides within Sendai City**) (No upper limit)

+**100 thousand** yen per newly hired or transferred regular employee (**resides outside Sendai City**) (**50 million** yen upper limit )

※Condition :If newly hired or transferred regular employee (resides within Sendai City) number 5 or more, subsidy only provided once during the period.

**What is a newly hired or transferred regular employee?**

**Those who fulfill the following 3 conditions:**

[ **1** ] Resides within Sendai City Zone [ **2** ] Continued employment for 1 year or longer [ **3** ] Social Insurance insured person

**What locations are in the Sendai City Zone?**

Sendai, Shiogama, Natori, Tagajo, Iwanuma, Tomiya, Watari, Yamamoto, Matsushima, Shichigahama, Rifu, Taiwa, Osato, Ohira

### Subsidy Eligibility

#### [Headquarters Functions]

Specific tasks facilities which are constructed by a certified entity based on provisions in Paragraph 3, Article 17, 2 of the Local Revitalization Act following the development plan outlined by provisions in Paragraph 1, Article 17 of the Local Revitalization Act. The facility must also function as the business office for departments of research and planning, information processing, research and development, international operation, information services, commercial business, service business, or for other management bodies.

### Subsidy Requirements

Amount equivalent to fixed asset investments related to establishment of facilities: **10 million yen** or more

○Acquisition: "Amount equivalent to fixed asset investments" is defined as a value calculated by multiplying acquisition price by 0.5 for land, 0.7 for building, and 0.7 for manufacturing equipment.

○Rental: "Amount equivalent to fixed asset investments" is defined as a value calculated by multiplying monthly rental costs by 100 for land, and 70 for building.

However, the upper limit for monthly rental costs is 500 yen/m<sup>2</sup> for land, and 8,000 yen /m<sup>2</sup> for building (31,000 yen/m<sup>2</sup> for service office).

○Subsidy requirements will be reconfirmed when one first apply for the subsidy.

### Application Procedure

To be designated to receive the subsidy, in principle it is required to conduct a prior consultation before expressing the intent to establish a project, and to submit the subsidy application at least **30** days in advance of starting a project.

For 5 years after the last fiscal year in which the subsidy was received, a report of operational continuity must be submitted. If the report is not submitted, or the project is discontinued or stopped, repayment of the subsidy may be required.