

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

### 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)

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 :

+ **600 thousand** yen per newly hired or transferred regular employee (**resides within Sendai City**) (No upper limit)

However, if applicable Priority Extra Period/Subsidy Area, +**1 million** yen per person

+**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

#### [Back-office and Other Facilities]

Business offices that provide additional value primarily to companies located outside of Miyagi prefecture through the use of information technology, with a focus on tasks related to managerial work such as human resources, general affairs and accounting, or operations related to data processing.

### Subsidy Requirements

Amount equivalent to fixed asset investments related to establishment of facilities: **30 million yen** or more  
(**10 million yen** or more for SMEs within Sendai City)

○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.