

Outline of various support systems

1 Investment Promotion Subsidy

Eligibility Business development by firms from outside of the prefecture, or reinvestment by firms inside the prefecture

- A fixed percentage of investments (excluding consumption tax) in land, buildings, and equipment will be subsidized up to the maximum allowable amount.
- Subsidy amount: 3% (for large firms), 6% (for SMEs) of the investment, up to ¥500 million. However, if the special zone scheme is utilized (*1), this will rise up to 6% (for large firms), 12% (for SMEs) of the investment, up to ¥1 billion.

3 Low Interest Financing (SMEs only)

Eligibility Business development by firms from outside of the prefecture, or reinvestment by firms inside the prefecture

- Prefectural subsidies to financial institutions make it possible for the firms to receive financing at lower interest rates than usual. Furthermore, the firms will also benefit from long-term or fixed rates.
- Financing amount: Up to ¥1 billion
However, this is limited to 80% of the project costs, and within 20 years of the financing term (including a grace period of up to 2 years).
- Interest rate: For details, please contact the Financing Division(045-210-5681).

2 Tax Benefit

Eligibility Business development by firms from outside of the prefecture, or reinvestment by firms inside the prefecture

- Real estate acquisition taxes will be reduced by 50%

4 Rent Subsidy

Eligibility Business development by firms from outside of the prefecture, or reinvestment by firms inside the prefecture (foreign firms only)

- Subsidy period: 6 months (from the start of operations)
- Subsidy amount: One-third of monthly rent(excluding consumption tax, deposits, and key money), up to ¥6 million. However, if the special zone scheme is utilized, half of monthly rent costs will be subsidized, up to ¥9 million.

Requirements for Approval

- The application must be made before the contract (before the contract date of the land, building, etc.).
- Eligible industries ▶ ME-BYO related industries, Robotics-related industries, Carbon neutrality -related industries, Tourism-related industries, Advanced materials-related industries, Advanced medical-related industries, IT and Electronics-related industries, Transport equipment and Machinery-related industries, Regional promotion industry (only in specific regions of the prefecture (*2))
- Eligible type of business ▶ Manufacturing, Electrical industries(restricted to power plants), Information and Communications, Wholesalers (restricted to fables companies), Retailers (restricted to duty-free shops), Academic research, Professional and Technical Services, Hospitality (restricted to accommodations), Amusement (restricted to theme parks)
- Minimum Investment Amount ▶ Large firms: ¥2 billion
SMEs: ¥50 million
※In case of investment for equipment which doesn't acquire lands and buildings, ¥4 billion or more
- Minimum Fulltime employment ▶ Large firms: 30 or more
SMEs: 10 or more (rent subsidy projects in specific regions (*2):5 or more)
※In case of investment for equipment which doesn't acquire lands and buildings, 60 or more
- Accommodations ▶ (Japanese inns/Hotels only)
 - (1) [Yokohama, Kawasaki region] 100 or more guest rooms
[Areas other than above] 30 or more guest rooms
 - (2) Average guest room floor space of 20 sq. meters (215.3 sq.ft.) or more
 - (3) Must meet the hotel facilities standards under the Act on Development of Hotels for Inbound Tourists
 - (4) Must meet the requirements for installation of a JNTO-certified Foreign Tourist Information Center

*1 Applicable to cases where business development is carried out using the special zone system, or when accommodations (Japanese inns/Hotels) with an average room area of 40sq.meters (430.6sq.ft.) or more and limousine bus stations are installed.

*2 Yokosuka Miura region (Yokosuka City, Kamakura City, Zushi City, Miura City, Hayama Town)
Western region of the prefecture (Odawara City, Minamishigara City, Nakai Town, Oi Town, Matsuda Town, Yamakita Town, Kaisei Town, Hakone Town, Manazuru Town, Yugawara Town)

"What's new?"

1 "Carbon neutrality-related industries" has been newly added.

In order to realize a decarbonized society, we have added companies in industrial fields that are expected to grow in the future to the scope of support.

Examples: Renewable energy-related businesses, EV-related businesses, etc.

2 Investment for equipment has been newly added to the subsidies.

In order to prevent the outflow of large-scale business establishment out of the prefecture, we have expanded support for capital investment that does not involve the construction of new houses.

< Industries covered >

- Transport equipment and Machinery manufacturing
- General-purpose, Production and Commercial machinery manufacturing
- Petroleum and coal products manufacturing
- Food and beverage manufacturing

3 The support for research institutes has been expanded.

In order to promote the location of research institutes with high employment effects, we will support research institutes regardless of industries.

4 The support for " Regional Promotion Industry " has been expanded.

In order to further promote investment in the Yokosuka Miura region and the western region of the prefecture, we have added the scope of support to the area.

< Industries covered >

- Food and beverage manufacturing
- General-purpose, Production and Commercial machinery manufacturing (new)

5 Minimum Fulltime employment requirements have been relaxed.

In order to encourage investment by companies that are working to improve productivity, some employment requirements have been relaxed.

Large firms: 30 or more

SMEs: 10 or more

*Two temporary employees are considered to be one regular employee (however, that the converted number of temporary employees shall be less than 50% of the total number of regular employees).

6 A new requirement is to declare commitment to "net-zero carbon dioxide emissions by 2050".

It is a requirement to declare commitment to "net-zero carbon dioxide emissions by 2050" and to work to achieve the goal by participating in international frameworks or obtaining third-party certification.

Contact us

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<https://www.pref.kanagawa.jp/docs/pw3/selectkanagawanext/index.html>

