

Relief Measures during the Coronavirus Outbreak (As of April 29, 2020) - TAX

Measures	Applicable Corporations	Conditions	Comments
Delay of tax payments (Corporate tax, Consumption tax, Local corporate tax, Social insurance)	All Corporations	<ul style="list-style-type: none"> 20% decrease of sales amount in any one month after February 2020. The corporation has temporary cash flow difficulty to make the payment 	<p>Applicable to payments due between February 1, 2020 to January 31, 2021 for maximum of one year without interest.</p> <p>In the current application, bank balance copy and 6 months cash plan etc. is required for and need to pass the evaluation.</p>
Telecommuting asset tax incentive	SMEs (Varies by industry. Wholesale; Capital amount 100M JPY or less or 100 employees or less. Service; Capital amount 50M JPY or less or 100 employees or less.)	NA	<p>Expansion of existing tax incentive to promote capital investment. The applicable assets are to be later announced.</p> <p>The assets purchased can be expensed at once or applicable for tax credit (7% of investment, 10% for companies with 30MJPY capital or less)</p> <p>Requires the certificate issued by the accredited institutions.</p>
Fixed asset tax reduction	SMEs (Capital amount 100M JPY or less)	30% decrease of sales for 3 months between February 2020 to October 2020.	<p>Limited to 2021</p> <p>30-50% decrease : 50% cut</p> <p>More than 50% decrease: 0 JPY</p> <p>Requires the certificate issued by the accredited institutions.</p>
Carryback of net operating losses (NOLs)	Corporations with capital amount of 1 billion yen or less.	NA	If the company is in loss, the National corporate tax paid in the previous year can be partially refunded.

Relief Measures during the Coronavirus Outbreak (As of April 29, 2020) –Subsidy

Measures	Applicable Corporations	Conditions	Comments
Jizokuka Kyufukin or Subsidy to support sustainability	Corporations with capital amount of 1 billion yen or less.	50% or more decrease of sales of any one month after January 2020 The amount of decrease will be provided as subsidy (Maximum of 2M JPY for corporations) Subsidy= Total sales of last year – sales of month with 50% or more salary *12 months	The company registers email address and apply through website. Requirements: (1) Corporate number (2) Tax returns in Previous year (3) Any proof to show reduced revenue (Trial Balance, sales register, etc.) (4) copy of bankbook 2019 set up company is also applicable. The result will come in approx. 2weeks.
Koyo Chosei Joseikin Or Subsidy for employment adjustment salary	All business	*5% or more decrease of sales in any one month. *Employees stay home with more than 60% of salary paid.	The subsidy ratio depends on the size of the company and situation of employment. The maximum subsidy is 8,330 yen/day per employee Applicable for salaries paid from April 1, 2020 to June 30, 2020.
Shogakko Kyugyoto Joseikin Or Subsidy for special paid leave for employees whose children cannot go to elementary schools and nurseries.	All business	Paid leave is provided apart from the stipulated annual paid leave.	Same subsidy ratio for all companies. The maximum subsidy is 8,330 yen/day per employee Application valid until September 30 th for leaves provided between February 27 th , 2020 to June 30, 2020.
Telecommuting subsidy	SMEs (See page 1)	Special equipment purchased for working from home.(Normal computers are excluded) or costs incurred by setting up new work or employment agreement to enable working from home.	50% of total investment (Maximum of 1M JPY) Applicable period from February 17, 2020 to May 31,2020.