Certification requirements

Three or more new hires (One or more for power generation businesses)	+	Capital investment and office establishment within Sapporo City	+	Commencement of business within Sapporo after the plan is approved

*A preliminary briefing session is required.
*Establishing only a sales office does not qualify.
*Additional requirements outside of those written above also apply.

Inquiries

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City of Sapporo

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Scan here for more details

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ZERO CARBON HOKKAIDO

Accelerating Growth in Sapporo

Maximum of Full Tax Exemption for Up to 10 Years

Eligible businesses

Green transformation business

Businesses that effectively utilize Hokkaido's renewable energy potential

Financial business

- Asset management businesses attracting investment for green transformation initiatives
- Fintech businesses contributing to the enhancement and concentration of financial functions

Taxes subject to exemption

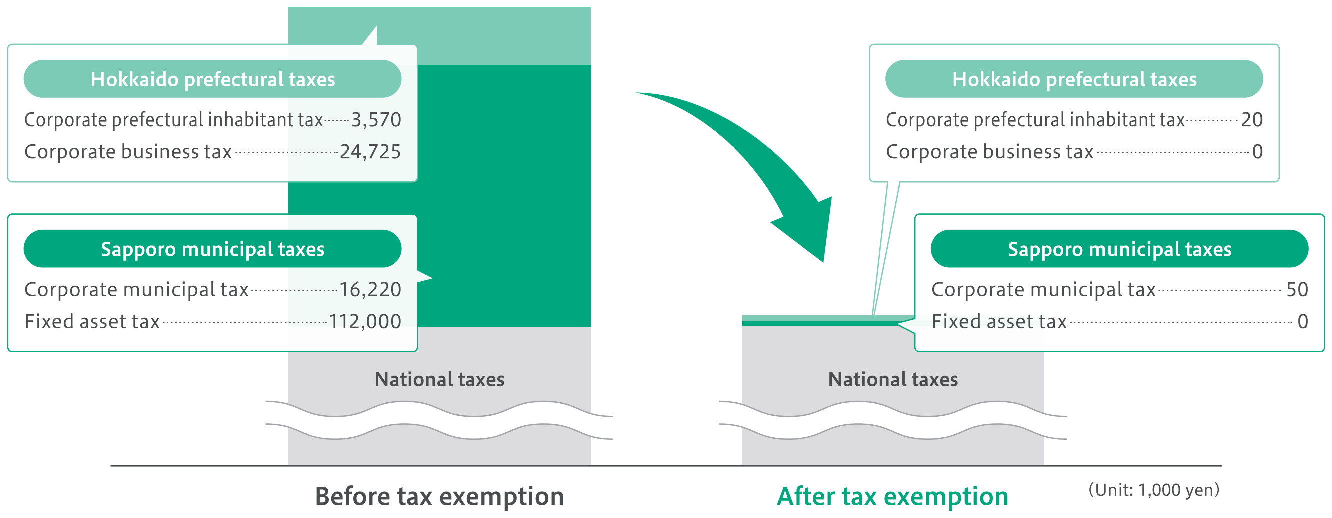
Hokkaido prefectural taxes	・Corporate prefectural inhabitant tax (corporate tax portion only) ・Corporate business tax ・Prefectural fixed asset tax ・Real estate acquisition tax
Sapporo municipal taxes	・Corporate municipal tax (corporate tax portion only) ・Business office tax ・Fixed asset tax ・City planning tax




Examples of the Municipal Governments' Tax Relief

Example 1 Green transformation business

Establishing a new company in Sapporo and implementing grid-connected energy storage services



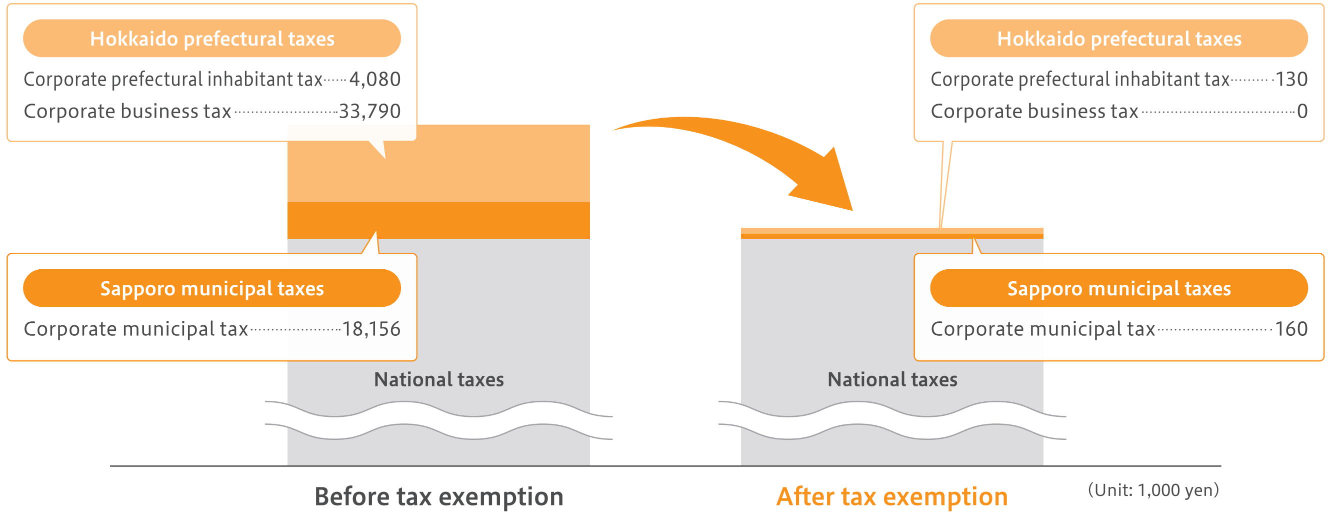
380 million yen ▶ 220 million yen Annual savings of 160 million yen!

- Capital ▶ 150,000 yen
- Number of Employees ▶ 2 *All employees are engaged in certified business activities
- Office floor area ▶ 50㎡
- Taxable amount (corporate tax) ▶ 850 million yen
- Taxable amount (depreciable asset acquisition cost) ▶ 8 billion yen *Land and buildings are leased

*Example for the 1st year of certified business (maximum of full exemption).
*Excludes consideration of tax deductions for corporate tax calculation and other tax incentives outside this system, etc.
*Local taxes levied vary depending on business activities.

Example 2 Financial business

A company engaging in asset management relocates its headquarters from Tokyo to Sapporo



320 million yen ▶ 260 million yen Annual savings of 60 million yen!

- Capital ▶ 450 million yen
- Number of Employees ▶ 39 *All employees are engaged in certified business activities
- Taxable amount ▶ 980 million yen
- Floor area of Sapporo office (rented) after relocation ▶ 66㎡

*Deductible expenses such as corporate business tax related to corporate tax calculation and other tax incentives outside this system, etc. are not considered.
*Local taxes levied vary depending on business activities.