

Subsidy Programs for Lease

A subsidy program for lease transactions is applied to an entity when the entity acquires assets through leases for business activities specified by the nation or local government. The nation or the local government subsidizes a part of the lease payments. Subsidy programs for leases below are available now.

	Credit Insurance for Lessor who leases Low-Carbon Facilities	Subsidy Program for Leasing Low-Carbon Facilities	Subsidy Program for SME's damaged by the Great East Japan Earthquake	Subsidy Program for Leasing Equipment for Local Forestry and Timber-production
Outline	A lessor and Green Investment Promotion Organization (GIO) enter into a blanket policy for 3 years. GIO is to pay 50% of lease payments to be received to the lessor when the lessee falls into default.	Japan Association of Energy Service Companies (JAESCO) subsidizes an entity 3% of lease payments for specified low-carbon facilities such as a renewable-energy facility and industrial equipment etc. in order to cope with global warming.	The Japan Chamber of Commerce and Industry subsidizes lower of 10% of either total lease payments or 30 million yen to SMEs. Those SMEs need to meet some requirements.	Japan Federation of Wood-industry associations enters into a contract between a lessee, a lessor and the Federation to subsidize a part of the payments, The lessor needs to reduce the amount of lease payments incurred by the lessee.
Targeted Entity etc.	A lessor needs to meet all the conditions below. 1. Entity engaged in leasing business for a certain period 2. Entity having an ability to control credit risks 3. Entity having a solid framework for compliance 4. Entity engaged in promoting low-carbon facilities 5. Entity meeting other conditions set by GIO	1. Consumer 2. Sole proprietor 3. SME whose capital is 0.3 billion yen or less 4. SME whose capital is more than 0.3 billion yen but less than 1 billion yen	SME and trade union which are damaged by the earthquake and have lease liabilities related to assets damaged or lost by the earthquake. * SME is defined under the Small and Medium-sized Enterprise Basic Act.	At least, a lessee is expected to continue its own business until the lease term expires and the business is likely to be run soundly in accordance with commitments..
Targeted Equipment	Low-carbon facilities specified by GIO Note: In addition to conditions above, a lessor needs to meet other conditions for lease contract and insurance claim.	1. Low-carbon facilities that meet conditions required by the Ministry of the Environment. 2. Targeted facilities for a consumer are limited to solar power generating systems, wind turbine generator, solar thermal application system, geothermal utilization system, and fuel cell system. 3. A lessee needs to issue a certification for leasing targeted equipment by March 15, 2014 Note: In addition to conditions above, a applicant needs to meet other conditions required by JAESCO.	1. Leased assets damaged by the great east Japan earthquake. 2. Leased assets used in a specified area.	Equipment to be leased needs to be the equipment that is specified in the guideline published by the organization which is in charge of this subsidiary program,