

Strengthening Overseas Supply Chains (between ASEAN-JP), Facility Introduction Support

(Now 5th round public invitation: from 31st January to 31st March, 2022)

Overview of the Program

- Applicants shall be commercially registered and have a business in Japan.
- Capital investment in constructing or expanding facilities and equipment for production by overseas entities of private companies —either overseas subsidiaries*1 or second-generation subsidiaries*2—which can contribute to making ASEAN-Japan supply chains resilient.
(Projects outside ASEAN can be also eligible if they contribute to making ASEAN-Japan supply chains resilient)
 - *1 Overseas subsidiaries: with ratio of investment by applicants being 10% or higher
 - *2 Second- generation subsidiaries: with ratio of investment by subsidiaries of applicants with over 50% investment exceeding 50%
- Projects shall not cause a reduction in the applicant's production facilities within Japan.
- The applicant's investment shall be for the production of
 - Products that have a high concentration and thus can be significantly affected by the risks of disruption to the supply chains; or
 - Products essential for disease-free life.
- The applicant's investment is for the production of products of which shall provide the evidence as below.
 - the overseas production ratio are 50% or more.
 - the proportion of the concentration on a country are 15% or more.

Amount to be provided

100 million to 1.5 billion JPY

Program duration

From the date of contract to the end of FY2025 (end of March 2026)

※ Regarding the expenses to be covered by this program, the order shall be placed after the contract date and the payment shall be completed within the program period written above.

Rate of support

Rates of support shall be determined individually by the scale of companies(SMEs: within 2/3 and Large companies: within 1/2) and the amount of costs.

Please note that adjustment index for the rate of support (20% to 100%) shall be determined based on conditions such as degree of contribution to supply chain resilient, importance for disease-free life etc.

Costs to be supported

Categories	Requirements
Costs for manufacturing and purchasing mechanical equipment	Expenses necessary to create, purchase and install machinery and fixtures, including software, required to construct or expand production lines
Costs for remodeling	Expenses necessary to remodel machinery (considered capital expenditure primarily in cases when it increases value or durability)
Costs for civil engineering and construction	Expenses necessary for civil engineering work required for the construction and expansion of production lines, for constructing facilities for operation control, or for electric work done in line with either