

# Grant Policy for Subsidy for the Project of Decommissioning and Contaminated Water Management

(Established on March 10, 2014)

## (General Principles)

Article 1 The grant of the subsidy for the Decommissioning and Contaminated Water Management project (hereinafter referred to as “Subsidy”) shall be granted based on the provisions of this policy, as well as the provisions of the Act on Regulation of Execution of Budget Pertaining to Subsidies, etc. (Act No. 179 of 1955; hereinafter referred to as “Rationalization Act”), the Order for Enforcement of the Act on Regulation of Execution of Budget Pertaining to Subsidies, etc. (Cabinet Order No. 255 of 1955; hereinafter referred to as “Enforcement Order”), the Decommissioning and Contaminated Water Management Project Cost Subsidy Grant Guidelines (20140204 *Zaishi* No. 3; hereinafter “Grant Guidelines”), the Decommissioning and Contaminated Water Management Project Implementation Guidelines (20140204 *Zaishi* No. 4; hereinafter referred to as “Implementation Guidelines”) and other laws and regulations.

## (Objective)

Article 2 The purpose of this Policy is to provide procedures and other matters concerning a project to which a subsidy is granted by Mitsubishi Research Institute, Inc. (hereinafter referred to as “MRI”) to improve national scientific and technological capabilities and to facilitate the Decommissioning and Contaminated Water Management measures by conducting a project to support development of technologies which can contribute to Decommissioning and Contaminated Water Management measures under a commission from the Eco Future Fund, the specified non-profit corporation which manages the fund created under the Grant Guidelines (hereinafter referred to as “Eco Future Fund”) and thereby ensure proper and reliable performance of the activities in order to achieve the purpose of Article 2 of the Grant Guidelines established by the Minister of Economy, Trade and Industry.

## (Subsidized Costs, Subsidy Rates, and Limit)

Article 3 MRI shall grant a subsidy to the entity which conducts the subsidized project selected by MRI and approved by the Ministry of Economy, Trade and Industry (hereinafter referred to as “Subsidized Project Operating Entity”) for the subsidized project which satisfies the subsidy requirements in Schedule 1, based on the results of the evaluation by the “Review Committee for Project of Decommissioning and Contaminated Water Management ” established at MRI, to cover the expenses required for implementation of the Subsidized Project which are eligible for the Subsidy as listed in Schedule 2 (hereinafter referred to as “Subsidized Costs”) within the range of the funds managed by the Eco Future Fund.

2 The classification of the Subsidized Costs, the subsidized ratio and limits for the amount of the Subsidy shall be as provided in Schedule 2.

## (Application for the Subsidy)

Article 4 The Subsidized Project Operating Entity must submit a Application for Grant (Form No. 1) together with the Outline of Subsidy Project (Form No. 2) to MRI.

2 If the Subsidized Project Operating Entity intends to conduct the Subsidized Project (which hereinafter refers to the project specified in Schedule 1) jointly, the Subsidized Project Operating Entity must apply for the Subsidy as provided in the preceding paragraph collectively [with the other relevant entities].

3 When applying for the Subsidy pursuant to Paragraph 1, the Subsidized Project Operating Entity must deduct from the required subsidy amount the amount of the tax deductions for taxable purchase pertaining to the consumption tax and local consumption tax concerning the Subsidy (of the amount equivalent to the consumption tax and local consumption tax which is included in the Subsidized Costs, the amount obtained by multiplying the subsidy rates to the total amount of the amount that can be deducted as consumption tax for taxable purchase in accordance with the provisions of the Consumption Tax Act (Act No. 108 of 1988) and the amount obtained by multiplying the said amount by the local consumption tax rate in accordance with the provisions of the Local Tax Act (Act No. 226 of 1950) (hereinafter referred to as “Tax Deductions for Taxable Purchase for Consumption Tax etc.”); Provided, however, that this shall not apply in a case where the amount of the Tax Deductions for Taxable Purchases for Consumption Tax, etc. is not known at the time of the

application.

(Notification of Results)

Article 5 In the event that an application form is submitted in accordance with the provision of Article 4, Paragraph 1, MRI shall examine the content of the application and if it is considered that the Subsidy should be granted, MRI shall make a decision to grant the Subsidy and send a notification of the decision to grant the Subsidy to the Subsidized Project Operating Entity, using Form 3.

2 The normal period of time typically required from the date on which the application in the provision of the preceding article, paragraph 1, arrives to the date of the decision to grant the Subsidy pertaining to the said application in accordance with the Paragraph 1 shall be fifteen (15) days.

3 In the event that an application is made based on the proviso of Paragraph 3 of the preceding article, MRI shall deduct from the Subsidy amount the amount of the Tax Deductions for Taxable Purchase for Consumption Tax etc. upon determination thereof, and make the decision to grant the Subsidy subjected to this condition.

4 MRI may set necessary conditions when making the notification in Paragraph 1.

(Withdrawal of Application)

Article 6 In the event that the Subsidized Project Operating Entity is dissatisfied with the content of the decision of the conditions therefore and desires to withdraw the application for the Subsidy, the Applicant shall notify MRI in writing within ten (10) days from the date of the receipt of the notification.

(Accounting etc. of Subsidized Project)

Article 7 With respect to the cost related to the Subsidized Project, the Subsidized Project Operating Entity shall prepare books and all evidential documents, keep books clearly separated from other accounting, and always keep the revenue and expenditure related thereto in a tangible status.

2 The Subsidized Project Operating Entity must retain the books and evidential documents in the preceding paragraph for five (5) years after the end of the fiscal year containing the completion date of the Subsidized Project or the date of the approval of the abolishment of the Subsidized Project belongs, in order that then can be provided for inspection at any time upon the request of MRI and/or the Eco Future Fund.

(Approval for Change of Plan)

Article 8 The Subsidized Project Operating Entity must submit an application using Form No. 5 to MRI for approval prior to any of the following events:

(1) In the event that it intends to change the amount allocated to each category of the Subsidized Costs; provided, however, that the fungible increase or decrease which is diversion within ten percent (10% of the amount allocated; %) of each allocated amount shall be excluded;

(2) In the event that it intends to change the content of the Subsidized Project, provided that the following minor changes shall be excluded;

(i) Those which do not alter the objective of the Subsidy and that are considered to contribute to more efficient achievement of the objective through free ingenuity of the Subsidized Operator; or

(ii) Those that will be made to the details of the business plan that are unrelated to the objective of the Subsidy or efficiency of the project.

(3) In the event that it intends to transfer all or a part of the Subsidized Project to other entity; or

(4) In the event that it intends to suspend or discontinue all or a part of the Subsidized Project.

2 MRI shall evaluate the application form received as provided in the preceding paragraph, and if MRI acknowledges and approves the contents of the change associated with the application as appropriate, MRI shall notify the relevant Subsidized Project Operating Entity accordingly.

3 In granting the approval as provided in the preceding paragraph, MRI may change the contents of the grant decision or impose conditions as appropriate.

4 MRI shall consult with the Ministry of Economy, Trade and Industry before giving approval pursuant to Paragraph 2.

(Contracts, etc.)

Article 9 In the event that a Subsidized Project Operating Entity desires to conclude a contract for sale,

service contract, or other contract to carry out the Subsidized Project, it shall offer an open tendering. Provided, however, that if it is difficult or inappropriate to offer an open tendering for the purpose of operation of the Subsidized Project, the Subsidized Project Operating Entity may offer a selective tendering or a single tendering.

- 2 In the event that a Subsidized Project Operating Entity desires to commission to or jointly implement with a third party a part of the Subsidized Project, it shall conclude a contract pertaining to the implementation thereof and notify MRI.

(No Assignment of Claims)

Article 10 The Subsidized Project Operating Entity shall not assign or transfer to a third party all or a part of the rights which occur pursuant to the decision of grant of Subsidy in accordance with the provision of Article 5, Paragraph 1 without the approval of MRI (or the Eco Future Fund after determination of the amount of the Subsidy as provided in Article 15, Paragraph 1); provided, however, that this shall not apply in a case where the Subsidized Project Operating Entity assigns the rights to the Credit Guarantee Association, special purpose companies prescribed in Article 2, Paragraph 3 of the Act on Securitization of Assets (Act No. 105 of 1998) or a financial institutions prescribed in Article 1-2 of the Order for Enforcement of the Small and Medium-sized Enterprise Credit Insurance Act.

- 2 In the event that MRI has made the determination of subsidy amount pursuant to the provisions of Article 15, Paragraph 1, and then a Subsidized Project Operating Entity has assigned the claims based on the proviso to the preceding paragraph and asked the Eco Future Fund for a notification or an approval as prescribed in Article 467 of the Civil Code (Act No. 89 of 1896) or Article 4, Paragraph 2 of the Act on Special Provisions, etc. of the Civil Code Concerning the Perfection Requirements for the Assignment of Movables and Claims (Act No. 104 of 1998; hereinafter referred to as "Act on Special Provisions Concerning the Assignment of Claims"), the Eco Future Fund shall reserve the right to assert the matters set forth in the following items or maintain the objections set forth in the following items. The same shall apply in a case where a person who has received the claims from the Subsidized Project Operating Entity asks the Eco Future Fund for a notification as prescribed in Article 4, Paragraph 2 of the Act on Special Provisions Concerning the Assignment of Claims, or for an approval as prescribed in Article 467 of the Civil Code or Article 4, Paragraph 2 of the Act on Special Provisions Concerning the Assignment of Claims.

- (1) The Eco Future Fund shall offset the claims that the Eco Future Fund holds against the Subsidized Project Operating Entity with the amount of the claims to be assigned or reserve the rights to reduce the amount of the assigned claims.
- (2) A person who has received the claims shall not assign the claims to be assigned to any person other than those set forth in the proviso to the preceding paragraph, create pledges thereon, or conduct any other acts to hinder the attribution or exercise of the claims.
- (3) The Eco Future Fund may possibly alter the amount of the Subsidy or otherwise alter the details of the decision of grant of Subsidy even after the claims were assigned by the Subsidized Project Operating Entity, only through talks therewith, and in this case, a person who has received the claims shall not file an objection, and the response in a case where the alteration of the details of the decision of grant of Subsidy affects the content of the claims to be assigned shall be determined solely through talks between the Subsidized Project Operating Entity and the person who has received the claims.

- 3 If the Subsidized Project Operating Entity assigns the claim to a third party pursuant to the proviso in Paragraph 1, payment by the Eco Future Fund shall come into effect when the Eco Future Fund makes a decision to pay the expenditure.

(Accident Report)

Article 11 In the event that it is anticipated that the Subsidized Project cannot be completed within the scheduled period of time, or carrying out of the Subsidized Project has become difficult, the Subsidized Project, the Subsidized Project Operating Entity shall promptly submit an Accident Report using Form No. 6 to MRI, and ask for its instruction.

(Progress Report)

Article 12 A Subsidized Project Operating Entity shall submit to MRI a Progress Report using Form No. 7 with respect to the carrying out of and the status of revenue and expenditure of the Subsidized

Project, promptly upon request from MRI.

(Project Result Report)

Article 13 Upon completion of the Subsidized Project (including upon approval of its abolition), the Subsidized Project Operating Entity must submit a Project Result Report (Form No. 8) to MRI by the 30<sup>th</sup> day from the date of said completion.

2 If the Subsidized Project Operating Entity is not able to submit the performance report as provided in Paragraph 1 for any unavoidable reason, MRI may grant a grace period.

3 In providing the Project Result Report as set forth in Paragraph 1, if the amount of the Tax Deductions for Taxable Purchases for Consumption Tax, etc. associated with the Subsidy is clear, the Subsidized Project Operating Entity must provide the report after deducting said amount of the Tax Deductions for Taxable Purchases for Consumption Tax, etc.

(Succession of Subsidized Project)

Article 14 If the entity carrying out the Subsidized Project changes as a result of an inheritance by the Subsidized Project Operating Entity, a corporate merger, a corporate split, etc., and if the successor entity intends to continue to carry out said Subsidized Project, MRI (or the Eco Future Fund after determination of the amount of the Subsidy under Paragraph 1 of the following article) may approve the successor to the entity which had been carrying out the Subsidized Project before the change associated with the grant of the Subsidy by having such person submit a Request for Succession Approval (Form No. 9) in advance.

(Determination of Subsidy Amount)

Article 15 In the event that MRI receives the report in Paragraph 1 of the preceding article, it shall examine the report and other documents, conduct on-site inspection and the like as needed, and if MRI considers that the reported Subsidized Project result conforms to the content of the decision for the Subsidy (or the approved content if approval was given pursuant to Article 8, Paragraph 1) and the conditions thereto, it shall determine the amount of the Subsidy to be granted and notify determination of the Subsidy to the Subsidized Project Operating Entity, and provide a report to the Ministry of Economy, Trade and Industry and the Eco Future Fund.

2 The Minister of Economy, Trade and Industry shall, as appropriate, have the staff of the Ministry of Economy, Trade and Industry participate in the on-site inspection as set forth in the preceding paragraph pursuant to the provisions of 4 5. (7) of the Implementation Guidelines.

3 In the event that the amount of the Subsidy to be granted to the Subsidized Project Operating Entity is determined, if the Subsidy has already been granted the amount of which exceeds the determined amount, MRI shall set a due date and order the Subsidized Project Operating Entity to refund the exceeding amount.<sup>4</sup> The refund of the exceeding amount in the preceding paragraph shall be made within twenty (20) days of the day on which the order is issued. In the event that the refund is not made within the time limit, penal interest shall be imposed for the unpaid amount until the payment is made, calculated at the annual interest rate of ten point ninety-five percent (10.95%).

(Payment of Subsidy)

Article 16 The Eco Future Fund shall pay the Subsidy following receipt of the report on the amount of the Subsidy payable under the provisions of Paragraph 1 of the preceding article; provided, however, that if deemed necessary, part of the Subsidy may be paid based on the estimation.

2 In the event that a Subsidized Project Operating Entity desires to receive payment of the Subsidy pursuant to the provisions of the preceding paragraph, the Subsidized Project Operator must submit to MRI a written request for payment after settlement (or based on estimation), using Form No. 10.

(Refund of Subsidy after Determination of Tax Deductions for Taxable Purchases for Consumption Tax, etc.)

Article 17 If the amount of the Tax Deductions for Taxable Purchases for Consumption Tax, etc. associated with the Subsidy is determined following assessment of the national and local consumption taxes after completion of the Subsidized Project, the Subsidized Project Operating Entity must promptly submit the original copy of a report for determination of the amount of the national and local consumption taxes (Form No. 11) to the Eco Future Fund, and a duplicate copy to the Ministry of Economy, Trade and Industry.

- 2 If a report is submitted pursuant to the preceding paragraph, the Eco Future Fund shall claim a refund of all or part of the said amount of the Tax Deductions for Taxable Purchase for Consumption Tax, etc.
- 3 The provisions of Article 15, Paragraph 3 shall apply *mutatis mutandis* to the provisions on the refund in the preceding paragraph.

(Revocation of Decision to Grant Subsidy, etc.)

Article 18 MRI (or the Eco Future Fund after determination of the amount of the Subsidy as provided in Article 15, Paragraph 1) may revoke or alter all or a part of the decision to grant the Subsidy which is made pursuant to Article 5, Paragraph 1, if there is an application for the suspension or discontinuation of all or a part of a Subsidized Project pursuant to Article 8, Paragraph 1, Item 4, or if any of the following events occur:

- (1) the Subsidized Project Operating Entity breaches any law or regulation or any measure taken or instruction given by MRI (or the Eco Future Fund after determination of the amount of the Subsidy as provided in Article 15, Paragraph 1) under this Policy;
- (2) the Subsidized Project Operating Entity has used the Subsidy for purposes other than the Subsidized Project;
- (3) the Subsidized Project Operating Entity has engaged in fraudulence, negligence, or any other inappropriate conduct with respect to the Subsidized Project;
- (4) a change in circumstances or the like has occurred after the decision is made to grant the Subsidy, due to which it has become unnecessary to continue all or a part of the Subsidized Project; or
- (5) it is found that the Subsidized Project Operating Entity (including its officers or employees if the Subsidized Project Operating Entity is a corporation) has a relationship with an organized crime group or a member of an organized crime group as defined in Article 2 of the Act for the Prevention of Wrongful Acts by Members of Organized Crime Groups (Act No. 77 of 1991).

2 The provision of the preceding paragraph shall also apply after the determination of the amount of the Subsidy as provided in Article 15.

3 MRI (or the Eco Future Fund after determination of the amount of the Subsidy as provided in Article 15, Paragraph 1) shall promptly notify the Subsidized Project Operating Entity of a revocation or change pursuant to Paragraph 1.

4 Except as provided in Paragraph 1, Item 4, if MRI (or the Eco Future Fund after determination of the amount of the Subsidy as provided in Article 15, Paragraph 1) claims a refund pursuant to the preceding paragraph, the interest calculated by multiplying the amount of the relevant Subsidy (or if any part of the amount has already been refunded, the amount of the Subsidy after deducting the refunded amount for the subsequent period) by 10.95% per annum shall be imposed on the relevant Subsidized Project Operating Entity in accordance with the number of days during the period from the receipt date to the payment date of the relevant Subsidy.

5 The provisions of Article 15, Paragraph 3 shall apply to the refund of the Subsidy pursuant to the provisions of Paragraph 4 with necessary modifications.

6 In revoking or changing all or part of the grant decision set forth in Paragraph 1, MRI must consult with the Ministry of Economy, Trade and Industry and the Eco Future Fund.

(Calculation of Interests)

Article 19 If the Subsidy is paid in two or more installments, the interest on the refund collected by MRI (or the Eco Future Fund after determination of the amount of the Subsidy as provided in Article 15, Paragraph 1) shall be calculated as if the Subsidy had been received in the amount claimed for a refund on the last receipt date, and if the amount claimed for a refund exceeds the amount received on said date, as if the amount had been received on each receipt date by tracing back the dates until the amount reaches the value of said amount claimed for a refund.

2 If the interest is collected, MRI (or the Eco Future Fund after determination of the amount of the Subsidy as provided in Article 15, Paragraph 1) shall apply the amount paid by the Subsidized Project Operating Entity to the amount of the Subsidy claimed for a refund first until the paid amount reaches the relevant amount claimed for the refund.

(Calculation of Delinquent Charges)

Article 20 When a delinquency charge is collected, if part of the outstanding amount of the Subsidy claimed for a refund is paid, MRI (or the Eco Future Fund after determination of the amount of the

Subsidy as provided in Article 15, Paragraph 1) shall calculate a delinquency charge for the period starting on the date following the date of said payment based on the amount outstanding after deducting the amount paid.

- 2 The provisions of Paragraph 2 of the preceding article shall apply *mutatis mutandis* to the collection of the delinquency charges pursuant to the preceding paragraph.

#### (Asset Management)

Article 21 With respect to the assets acquired or the utility of which has increased by the Subsidized Costs (including the costs incurred by having a third party implement a part of the Subsidized Project) (hereinafter referred to as “ the Acquired Assets, etc.”), a Subsidized Project Operating Entity shall manage them with a with the care of a good manager even after the completion of the Subsidized Project, and strive to effectively make use of them in accordance with the purpose of the grant of the Subsidy..

- 2 The Subsidized Project Operating Entity shall also prepare an Acquired Asset Ledger for the Acquired Assets, etc., using Form 10 or Form 10-2 for the management thereof.

3 A Subsidized Project Operating Entity who has acquired the Acquired Assets, etc. in the relevant fiscal year shall attach a detailed specification for the management of the Acquired Assets, etc., using Form 13, to the Project Result Report provided for in Article 13, Paragraph 1. must attach a list of the details of the Acquired Assets (Form No. 13) to the performance report as provided in Article 13, Paragraph 1.

- 4 If any income is or is expected to be generated as a result of the disposal by sale of the Acquired Assets by the Subsidized Project Operating Entity, the Eco Future Fund may have all or part of said income paid to the Eco Future Fund.

#### (Restrictions on Disposal of Assets)

Article 22 In principle, Acquired Assets, etc. shall be subject to a restriction of disposal, if they are the machinery, appliances, furniture, and other assets whose acquisition value or increased value is five hundred thousand (500,000) yen or more per unit.

- 2 The period of the restriction on asset disposal provided under the preceding paragraph shall be the period separately set forth by the Minister, taking into consideration the Ministerial Ordinance concerning the Useful Life, etc. of Depreciable Assets (Finance Ministry Ordinance No.15 of 1965).

3 In the event that a Subsidized Project Operating Entity desires to dispose of any Acquired Assets, etc., whose disposal is restricted, within the period provided for in the provision of the preceding paragraph, it shall submit an application to the Eco Future Fund prior to the disposal, using Form 14, and obtain its approval.

- 4 The provision of Paragraph 4 of the preceding article, shall apply *mutatis mutandis* to the approval of the preceding paragraph.

5 The provisions of the preceding paragraph shall not apply to income obtained by the Subsidized Project Operating Entity as a result of disposal of Acquired Assets after the period set forth in the provisions of Paragraph 2 has elapsed.

#### (Payment of Proceeds)

Article 23 The Subsidized Project Operating Entity must provide a report on income and expenditure status to the Eco Future Fund (Form No. 15) in order to report the income and expenditure status associated with the Subsidized Project within 90 days after the end of each fiscal year of the Subsidized Project Operating Entity for 5 years following the close of the Subsidized Project Operating Entity’s fiscal year in which the Subsidized Project is completed; provided, however, that this provision shall not apply if MRI specifically acknowledges that the Subsidized Project is an activity to facilitate measures for decommissioning of the Fukushima Daiichi Nuclear Power Station and the achievement of the primary objective of the Subsidy should rather be interfered with if payment of the proceeds is required and consent is obtained from the Minister of Economy, Trade and Industry.

- 2 The Subsidized Project Operating Entity must keep evidentiary documents relating to the report provided in the preceding paragraph for 5 years after the close of the fiscal year relating to said report.

3 If the Subsidized Project Operating Entity is considered to have generated proceeds as a result of carrying out the Subsidized Project based on the report set forth in Paragraph 1, the Eco Future Fund

may order payment to the Subsidized Project Operating Entity up to the amount calculated via the equation provided in Form No. 15, unless the Subsidized Project Operating Entity is not required to submit a report on the status of income and expenditures pursuant to the proviso to Paragraph 1.

(On-site Inspections, etc.)

Article 24 If deemed necessary by the Eco Future Fund or MRI, the staff of the Ministry of Economy, Trade and Industry shall be entitled to conduct on-site inspections, and the Subsidized Project Operating Entity must permit said inspections.

(Other Requirements)

Article 25 Other matters required for the granting of the Subsidy shall be separately determined by MRI subject to prior consultation with the Ministry of Economy, Trade and Industry.

Supplementary Provision

This Policy shall enter into force on March 10, 2014.

Schedule 1

1. The research and development shall satisfy both requirements (1) and (2) below.

(1) The following requirements must be satisfied:

Subsidy Requirements
<p>A project which satisfies the requirements of I or II, and III and IV below (a project to support a feasibility study and the development of technology for a highly technically challenging effort contributing to the Decommissioning and Contaminated Water Management measures)</p>
<p>I. A project required for the achievement of the objective of the medium- and long-term roadmap (*). More specifically, research and development in any of the following fields:</p> <ul style="list-style-type: none"><li>A. Research and development in relation to fuel removed from the spent fuel pool</li><li>B. Research and development in relation to preparation for the removal of fuel debris</li><li>C. Research and development in relation to treatment/disposal of radioactive waste</li><li>D. Research and development in relation to remotely controlled operations</li></ul> <p>* Mid-and-Long-Term Roadmap towards the Decommissioning of TEPCO's Fukushima Daiichi Nuclear Power Station Units 1-4</p>
<p>II. The project should be related to technologies expected to be effective but requiring confirmation/validation before utilization according to the "Preventative and Multilayered Measures for Contaminated Water Treatment at the Fukushima Daiichi Nuclear Power Station of Tokyo Electric Power Company-Through completeness of comprehensive risk management-" (The Committee on Countermeasures for Contaminated Water Treatment's decision on December 10, 2013) or the area of technology which similarly is expected to need confirmation/validation before implementation.</p>
<p>III. The project should involve research and development which is highly technically challenging (i.e., one of the following must be satisfied):</p> <ul style="list-style-type: none"><li>A. the research and development has no precedent in Japan or abroad; or</li><li>B. the risks associated with the research and development are too great and it would be difficult to implement them as a voluntary project.</li></ul>
<p>IV. Candidate operators shall be solicited widely from around Japan and abroad for the research and development.</p>



(2) The research and development does not correspond to any of the following non-eligibility criteria:

Non-eligibility criteria
I. Any person who is subject to suspension of grant payments or suspension of nomination by the Ministry of Economy, Trade and Industry
II. Any project operator corresponding to any of the following: <ul style="list-style-type: none"><li>A. any business entity whose owner, or if the owner is a corporation, any officer or person who controls its operation or any other person who is a similar position (hereinafter referred to as “Officer”) is deemed to be a member of an organized crime group (hereinafter refers to the member of an organized crime group as defined in Article 2 Item 6 of the Act for the Prevention of Wrongful Acts by Members of Organized Crime Groups (Act No. 77 of 1991; hereinafter referred to as “Anti-Organized Crime Act”) or who is under the control of a member of an organized crime group (hereinafter referred to as “Organized Crime Group Member”);</li><li>B. any business entity where a Member of an Organized Crime Group is or is expected to be involved in its operations;</li><li>C. any business entity where a Member of an Organized Crime Group controls its business activities;</li><li>D. any business entity where a Member of an Organized Crime Group is substantially involved in its management;</li><li>E. any business entity where the Officer uses the force of an Organized Crime Group (hereinafter refers to the organized crime group as defined in Article 2 Item 2 of the Anti-Organized Crime Act) or an Organized Crime Group Member to gain illegal benefit for him- or herself or for a third party or to do injury to a third party;</li><li>F. any business entity where the Officer cooperates or is involved in maintenance/operation of an Organized Crime Group by providing funds or benefits to an Organized Crime Group Member;</li><li>G. any business entity where the Officer or other person who is substantially involved in the management has a socially accusable relationship with an Organized Crime Group or an Organized Crime Group Member; or</li><li>H. any business entity which unjustifiably uses any of the businesses as described in A to G with the knowledge thereof.</li></ul>

Schedule 2

Name of the Subsidy	Subsidized Project	
	Classification of Subsidized Costs	Description
Decommissioning and Contaminated Water Management Project	(1) Labor Cost	Expenses for personnel required to implement the subsidized project
	(2) Operating Cost	Expenses for raw materials, consumables, design/fabrication/processing, facility/equipment, goods purchase, research, outsourcing, travel, fee, rent/depreciation and other necessities

In principle, the subsidized ratio for the Project shall be 1/2; provided, however, the Subsidy may be provided in a fixed amount and the details shall be specified in the Guidelines. In any case, the maximum amount shall be up to JPY 4 billion.



8. Bases for Calculation for the above amount

9. If a group is formed to conduct the Project, the names of the group and the member companies

Note 1: The “costs required for the Subsidized Project” refers to the cost required for performance of the relevant project. The amount must be provided after deducting the amount of the national and local consumption taxes.

Note 2: As for the amount of the “Subsidized Costs”, the amount of the “costs required for the Subsidized Project” eligible for the Subsidy must be provided after deducting the amount of the national and local consumption taxes.

Note 3: The “amount of the Subsidy applied for” refers to the amount of the “Subsidized Costs” for which grant of the Subsidy is requested, and the amount limit is the amount of the “Subsidized Costs” multiplied by the Subsidized Ratio (any amount less than JPY1 shall be rounded down).

(Remarks) The size of the paper used shall be the Japan Industrial Standards A4 Format.

(Form No. 2)

Address  
Name (Name of Corporation and Title/Name of Representative  
Person)

### Outline of Subsidy Project

1. The implementation plan for the Subsidized Project \*See the details provided in Form No. 1
  - (1) The purpose and nature of the Subsidized Project
    - (A) The purpose and nature
    - (B) The place of implementation (the address and the name of the business entity)
  - (2) The duration of the Subsidized Project
    - (A) The commencement date of the Subsidized Project (scheduled):
    - (B) The completion date of the Subsidized Project (scheduled):
  
2. The nature of the Subsidized Project
  - (1) The implementation method of the Project
    - \*Provide a concrete description about the implementation method and the nature by item of the project.
    - \*Provide a concrete proposal to improve the Project's outcome.
  - (2) The implementation timeline
    - \*Provide the implementation plan in (1) above on a monthly basis.
  - (3) Past achievements
    - \*To demonstrate the past achievements in similar projects, provide the name, summary, fiscal year of implementation, ordering parties of the projects (or specify if the project was conducted on a voluntary basis)
  - (4) The organization for implementation
    - \*Provide the brief background description of the person in charge of implementation, the number of researchers and the description of the performers' activities
    - \*Describe the content of outsourcing/subcontracting planned, if applicable
  - (5) Attached documents
    - \*Attach other necessary documents if any.

3. The income and expenditure budget of the Subsidized Project

(1) Income (in JPY)

Item	Amount
Own fund	
*Bond issuance or borrowing	
Other	
Subsidy	
Total	

\*Attach the documents to show the funding plan relating to the relevant bond issuance or borrowing

(2) Expenditures

I. Summary table (in JPY)

Classification of costs	Costs required for the Subsidized Project	Subsidized Costs	Classification of the cost burden	
			The amount of cost borne by the Subsidized Project Operating Entity	The amount of the Subsidy applied for
Labor Cost				
Operating cost				
Subtotal				
Other				
Total				

II. Distribution of Costs (provide the details by project item)

(in JPY)

Type (Example)	The cost required for the Subsidized Project	Subsidized costs	Amount of the Subsidy applied for	Remarks
Labor Cost				
Traveling cost				
Reward				
Equipment purchasing cost				
Outsourcing cost				
Subtotal				
Total				

(Note 1) The “cost required for the Subsidized Project” refers to the cost required to perform the relevant project.  
Please provide the amount after deducting the amount of the national and local consumption taxes.

(Note 2) Please provide the “cost required for the Subsidized Project”, which is eligible for the Subsidy after deducting the amount of national and local consumption taxes in the “Subsidized Costs”.

(Note 3) the “amount of the Subsidy applied for” refers to the amount of the “Subsidized Costs” for which grant of the Subsidy is requested, and the amount limit is the amount of the “Subsidized Costs” multiplied by the Subsidized Ratio (any amount less than JPY1 shall be rounded down).

(Remarks) The size of the paper used shall be the Japan Industrial Standards A4 Format

4. The Implementation Organization Chart

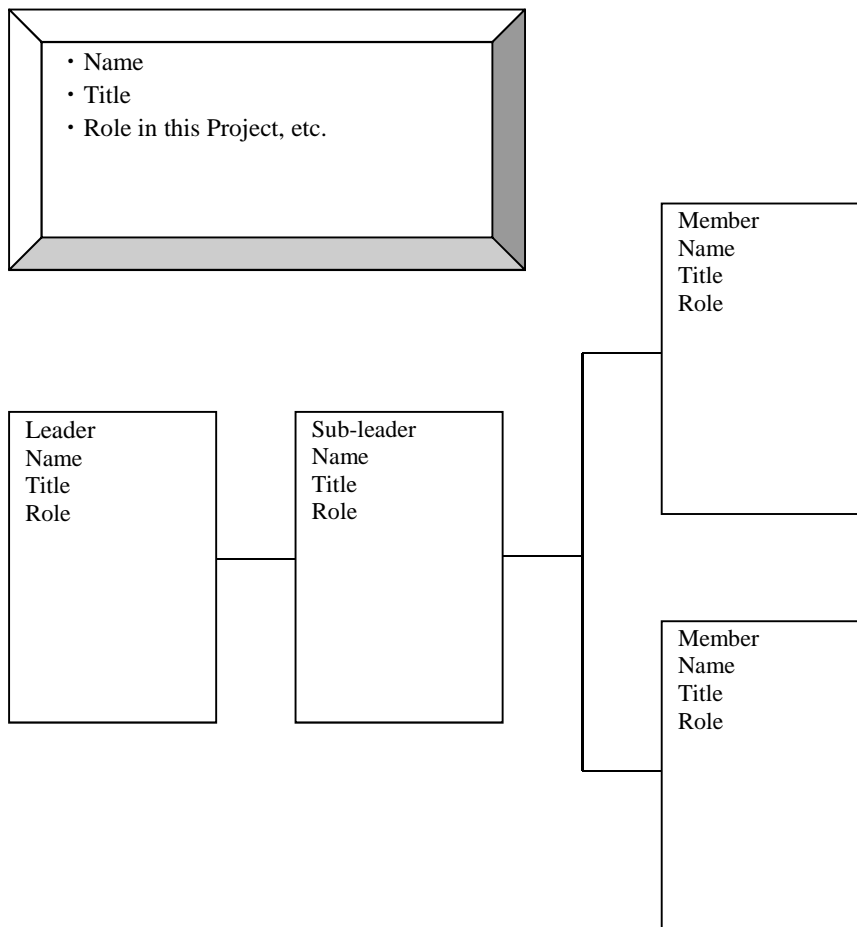
## Implementation Organization Chart

<p>Content of the descriptions</p>	<ul style="list-style-type: none"> <li>• Develop an organization chart to show the framework for implementation of the Project</li> <li>• The names, titles and division of roles of the personnel in charge must be contained in the implementation organization chart</li> <li>• The career background, expertise, area of specialty at work and other relevant information must be provided about the key personnel in charge contained in the implementation organization table</li> </ul>
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### Operational Implementation Organization

\*A concrete description should be provided by showing an implementation organization chart containing the following information.

\*Specify the name of the contact person in case of a joint application





5. The general description of the Subsidized Project Operating Entity \*Fill in the same form for each applicant for a joint application

\*For each item, the value as of the end of the latest fiscal year should be provided on a stand-alone basis for the applicant company

Company name					
Title/name of the representative person					
Contact information	Tel:		Fax:		
	E-mail:				
Head office's address					
Date of establishment	Date:	Account closing month		Small- or medium-sized company (indicate by a circle if the company is a small- or medium-sized company)	○ or ×
Capital	JPY in thousands	Number of Employees			
Description of business					
Major shareholders (equity ownership)	○○○ (company limited) (60%) ▽□○ (company limited) (30%) □○○ (company limited) (1%)				

(The title and name of the person responsible for preparation: Head of the XX Department, XX XX Seal)

\*A personal seal may be used

Please provide the information about all officers in the list below:

Full name in Katakana	Full name in Chinese characters	Date of Birth				Sex	Company Name	Title
		Japanese era name	Year	Month	Day			
(Example) Taro Keizai	Taro Keizai	S	35	01	01	M	Keizai Sangyo Co., Ltd.	President & Representative Director

(Note 1) Add the columns as appropriate if the provided columns are not sufficient to provide full information.

(Note 2) Use one-byte characters and put a space between the first and last names to provide the names in Japanese phonetic symbols (katakana).

(Note 3) Use two-byte characters and put a space between the first and last names to provide the names in Chinese characters.

(Note 4) The letters T, S or H should be used to indicate the Japanese era names for the date of birth and the year should be indicated by a two-digit number.

(Note 5) Use M for male and F for female in one-byte characters to indicate the sex.

(Note 6) For a foreign national, use the alphabet characters to indicate the person's full name in the "Full name in Chinese characters" and the pronunciation of the name in Katakana in the "Full name in Katakana" column.

(Note 7) For a joint application or a Project C, provide the information about all officers of each and every

member (company or otherwise) of the group.

(Remarks) The size of the paper used shall be the Japan Industrial Standards A4 Format.

(Form No. 3)

No.  
Date:

To:  
The name of the corporation and  
its representative person

President & Representative Director  
XX XX President & Representative Director

(Name)  
President & Representative Director  
Mitsubishi Research Institute, Inc.

Decommissioning and Contaminated Water Management Project Cost Subsidy Grant Notification for FY  
YYYY

Please be informed that we decided to grant the subsidy for the Decommissioning and Contaminated Water Management project for FY YYYY applied for by No. XX dated MM DD YYYY in accordance with the provision of Article 5 Paragraph 1 of the Grant Policy for Subsidy for the Project of Decommissioning and Contaminated Water Management (established on February 27, 2014; hereinafter referred to as “Grant Policy”) as follows:

1. The nature of the subsidized project shall be as provided in the Application for Grant of Subsidy for Decommissioning and Contaminated Water Management Project Cost for FY YYYY (hereinafter referred to as “Grant Application Form”).
2. The costs required for the Subsidized Project, the Subsidized Costs and the amount of the Subsidy shall be:  
The costs for the Subsidized Project   JPY  
Subsidized Costs                           JPY  
The amount of the Subsidy               JPY

Provided, however, that if the nature of the Subsidized Project is changed, the costs required for the Subsidized Project, the Subsidized Costs and the amount of the Subsidy shall be notified separately.

3. The allocation of the Subsidized Costs and the amount of the Subsidy to cover such allocated cost shall be as provided in the Grant Application Form.
4. For the purpose of determination, the amount of the Subsidy shall be the total of the lower of the actual amount spent of the costs allocated to each classification of the Subsidized Costs multiplied by the subsidized ratio and the Subsidy which corresponds to each allocated cost.
5. The Subsidized Project Operating Entity must observe the provisions of the Act on Regulation of Execution of Budget Pertaining to Subsidies, etc. (Act No. 179 of 1955; hereinafter “Rationalization Act”), the Order for Enforcement of the Act on Regulation of Execution of Budget Pertaining to Subsidies, etc. (Cabinet Order No. 255 of 1955; hereinafter “Enforcement Order”), the Decommissioning and Contaminated Water Management Project Cost Subsidy Grant Guidelines (20140204 *Zaishi* No. 3; hereinafter “Grant Guidelines”), the Decommissioning and Contaminated

Water Management Project Implementation Guidelines (20140204 *Zaishi* No. 4; hereinafter “Implementation Guidelines”) and the Grant Policy.

6. The Subsidized Project Operating Entity is not required to pay the proceeds as Article 23 Paragraph 1 of the Grant Policy shall apply. (\*This provision should not be indicated if it is not applicable to the Subsidized Project Operating Entity.)
7. With regard to the amount of the Tax Deductions for Taxable Purchase for Consumption Tax etc. associated with the Subsidy, the said amount of the Tax Deductions for Taxable Purchase for Consumption Tax etc. shall be deducted pursuant to the provisions of the Grant Policy if the amount is known.

(Form No. 4)

No.  
Date:

To:

President & Representative Director  
Mitsubishi Research Institute, Inc.

Subsidized Project Operating Entity  
Address  
Name  
The name of the corporation and the representative person if the  
Subsidized Project Operating Entity is a corporation  
Seal

Request for Withdrawal of Grant Application for Decommissioning and Contaminated Water Management  
Project Cost Subsidy for FY YYYY

We hereby withdraw the application for the above-mentioned subsidy for which the grant decision was made for the Grant Application No. XX dated MM DD YYYY pursuant to the provisions of Article 6 of the Grant Policy for Subsidy for the Project of Decommissioning and Contaminated Water Management.

1. The name of the Subsidized Project
2. Reasons for withdrawal of the application for the Subsidy
3. The Subsidized Costs and the amount of the Subsidy associated with the withdrawn application for grant
  - (1) Subsidized Costs
  - (2) The amount of the Subsidy

Note: The size of the paper used shall be the Japan Industrial Standards A4 Format.

(Form No. 5)

No.  
Date:

To:

President & Representative Director  
Mitsubishi Research Institute, Inc.

Subsidized Project Operating Entity

Address

Name

The name of the corporation and the representative person if the  
Subsidized Project Operating Entity is a corporation

Seal

Application for Approval of the Change to the Plan Concerning the Japanese Fiscal Year YYYY Subsidy  
Program for the Decommissioning and Contaminated Water Management Project

I apply for approval of the change, etc., of the plan as follows, based on the provision of Article 8, Paragraph 1 of the Outline Concerning the Subsidy for the Project of Decommissioning and Contaminated Water Management:

1. Content of the change
2. Reason change became necessary
3. Impact of the change on the subsidized project
4. Allocation amounts of the costs required for the subsidy project, costs eligible for the subsidy and subsidy after the change (comparison of the before and after the change)
5. Basis for calculation for the above amount

(Note) In the event of suspension or abolishment, the application should be made in this form with necessary modifications including the measures taken after such suspension or abolishment.

(Form No. 6)

No.  
Date:

To:

President & Representative Director  
Mitsubishi Research Institute, Inc.

Subsidized Project Operating Entity  
Address  
The name of the corporation and the representative person if the  
Subsidized Project Operating Entity is a corporation  
Seal

Accident Report Concerning Japanese Fiscal Year YYYY Subsidy Program for the Decommissioning and  
Contaminated Water Management Project

I report an accident in the subsidized project as follows, based on the provision of Article 11 of the Outline  
Concerning the Subsidy for the Project of Decommissioning and Contaminated Water Management

1. Cause and content of the accident
2. Amount involved JPY
3. Measures taken to address the accident
4. Timeline of executing and completing the subsidized project

(Form No. 7)

No.  
Date:

To:

President & Representative Director  
Mitsubishi Research Institute, Inc.

Subsidized Project Operating Entity  
Address

Name The name of the corporation and the representative person  
if the Subsidized Project Operating Entity is a corporation

Seal

Progress Report Concerning the Japanese Fiscal Year YYYY Subsidy Program for the Decommissioning  
and Contaminated Water Management Project

I provide the following report based on the provision of Article 12 of the Outline Concerning the Subsidy for  
the Project of Decommissioning and Contaminated Water Management:

1. Progress of the subsidized project
2. Balance sheet outline by category of the costs subject to the Subsidy



No.  
Date:

To:

President & Representative Director  
Mitsubishi Research Institute, Inc.

Subsidized Project Operating Entity  
Address

Name The name of the corporation and the representative person  
if the Subsidized Project Operating Entity is a corporation

Seal

Project Result Report Concerning the Japanese Fiscal Year YYYY Subsidy Program for the  
Decommissioning and Contaminated Water Management Project

I report the following based on the provision of Article 13, Paragraph 1 of the Outline Concerning the  
Subsidy for the Project of Decommissioning and Contaminated Water Management:

1. Implemented subsidized project
  - (1) Content of the subsidized project
  - (2) Priorities in the implementation
  - (3) Effects of the subsidized project

2. Settlement of balance of the subsidized project

(1) Income (in JPY)

Item	Amount
Applicant equity	
Appropriation from the subsidy	
<b>Total</b>	

(2) Expenses

I. Summary Table (in JPY)

Division	Costs for the subsidy project		Costs subject to subsidy				Appropriation from the subsidy	
	Planned	Result	Planned	Diverted	Amount after the diversion	Result	Subsidy amount granted	Result
<b>Total</b>								

II. Breakdown of the Costs (breakdown of the result for each cost allocation)

Note 1. If the operator acquired assets during the year, attach a detailed list of acquired assets using Form 13 pursuant to the provision of Article 21, Paragraph 3 of the Subsidy Outline.

2. The following formula shall be used when applying for the subsidy by deducting the tax deductions for payment of consumption tax and local consumption tax:  
[Required subsidy amount] – [Tax deductions for payment of consumption tax and local consumption tax] = [Subsidy amount]

(Form No. 9)

No.  
Date:

To:

President & Representative Director  
Mitsubishi Research Institute, Inc.  
or

Director  
The Eco Future Fund, Specified Non-Profit Corporation

Subsidized Project Operating Entity  
Address

Name The name of the corporation and the representative person  
if the Subsidized Project Operating Entity is a corporation

Seal

Application for Approval of the Succession of the Decommissioning and Contaminated Water Management  
Project for FY YYYY

Since we wish to succeed to the state of the Subsidized Project concerning the Subsidy and continue implementation of the said Subsidized Project pursuant to the provisions of Article 14 of the Grant Policy for Subsidy for the Project of Decommissioning and Contaminated Water Management, for which the grant decision was made in No. \_\_\_ dated MM DD YYYY, we hereby report as follows:

1. The name of the Subsidized Project Operating Entity for which the grant decision was made
2. The name of the Subsidized Project
3. The details of the Subsidized Project
4. The reasons for succession
5. The date and number of the Subsidy Grant Notification
6. The amount of the Subsidy specified in the Grant Notification
7. The amount of the Subsidy already received

Note: The size of the paper used shall be the Japan Industrial Standards A4 Format.

(Form No. 10)

No.  
Date:

To:

President & Representative Director  
Mitsubishi Research Institute, Inc.

Subsidized Project Operating Entity  
Address

Name The name of the corporation and the representative person  
if the Subsidized Project Operating Entity is a corporation

Seal

Request for Payment based on Settlement (Estimation) of Japanese Fiscal Year YYYY Subsidy Program for  
the Decommissioning and Contaminated Water Management Project

I request for the following payment, based on the provision of Article 16, Paragraph 2 of the Outline  
Concerning the Subsidy for the Project of Decommissioning and Contaminated Water Management:

1. Amount requested based on settlement (estimation) (in Arabic numbers) JPY
2. Calculated breakdown of the requested amount (only if payment based on estimation is requested)
3. Reason that payment based on estimation was necessary (only if payment based on estimation is requested)
4. State the name of the financial institution and branch, and type, number and the owner of the account for transfer.

Note: Please attach the “Detailed statement for request for payment based on estimation” (separate sheet)  
when requesting payment based on estimation.

(Form No. 11)

No.  
Date:

To:

Director  
The Eco Future Fund, Specified Non-Profit Corporation

Subsidized Project Operating Entity

Address

Name The name of the corporation and the representative person  
if the Subsidized Project Operating Entity is a corporation

Seal

Report accompanying the confirmation of the YYYY consumption tax and local consumption tax amounts

I report the following based on the provision of Article 17, Paragraph 1 of the Outline Concerning the Subsidy for the Project of Decommissioning and Contaminated Water Management (hereinafter referred to as “the Subsidy Outline”):

1. Subsidy amount (confirmed amount based on Article 15, Paragraph 1 of the Subsidy Outline) JPY
2. Amount of the tax deductions for payment of consumption tax and local consumption tax known at the time of the confirmation of the subsidy amount JPY
3. Amount of the subsidy-related tax deductions for payment of consumption tax and local consumption tax accompanying the confirmation of the amount of consumption tax and local consumption tax JPY
4. Amount of subsidy to be refunded (Item 3. — Item 2.) JPY

(Note) A separate sheet will be attached, displaying the breakdown of the calculation.

Acquired Assets Ledger

Category	Asset's name	Specifications	Quantity	Unit	Amount	Acquisition date	Useful life	Inventory location	Subsidy rate	Remarks
				JPY	JPY					

(Note)

1. Acquired assets, etc., to be listed are assets with an acquisition value or value of increased utility that is not less than the limit for disposal provided in Article 22, Paragraph 1 of this Grant Policy.
2. Categories of assets shall be: (a) equipment for the office, (b) equipment for business, (c) books, documents, drawings, etc., (d) incorporeal property rights (industrial property rights, etc.), (e) other properties (realty and its appurtenances).
3. Quantity may be stated in a lump-sum if specifications, etc. are same. State separately if unit prices are different.
4. State the inspection date as the acquisition date.

List of Acquired Assets (FY YYYY)

Category	Asset name	Specifications	Quantity	Unit	Amount	Acquisition date	Useful life	Inventory location	Subsidy rate	Remarks
				JPY	JPY					

(Note )

1. Acquired assets to be listed are assets with acquisition value or value of the increased utility that is not less than the limit for disposal provided in Article 22, Paragraph 1 of this Grant Policy.
2. Categories of assets shall be: (a) equipment for office, (b) equipment for business, (c) books, documents, drawings, etc., (d) incorporeal property right (industrial property rights, etc.), (e) other properties (realty and its accessory thing.)
3. Quantity may be stated in a lump sum if specifications are the same. State separately if their unit price is different.
4. State the receiving inspection date as the acquisition date.

(Form No. 14)

No.  
Date:

To:

Director  
The Eco Future Fund, Specified Non-Profit Corporation

Subsidized Project Operating Entity

Address

Name The name of the corporation and the representative person  
if the Subsidized Project Operating Entity is a corporation

Seal

Application for Approval of Asset Disposal Concerning the Japanese Fiscal Year YYYY Subsidy Program  
for the Decommissioning and Contaminated Water Management Project

I hereby apply for approval as follows, based on the provision of Article 22, Paragraph 3 of the Grant Policy  
for Subsidy for the Project of Decommissioning and Contaminated Water Management:

1. Content of the disposal

(1) Name of the asset to be disposed (separate sheet)

\*Example: excerpt from the Acquired Asset Ledger

(2) Content of the disposal (including whether items will be disposed of with or without compensation) and  
the planned date of the disposal The other party of the disposal (address, name, purpose of use, etc.)

2. Reasons for the disposal



(Form No. 15)

No.  
Date:

To:

Director  
The Eco Future Fund, Specified Non-Profit Corporation

Subsidized Project Operating Entity  
Address  
Name The name of the corporation and the  
representative person if the Subsidized Project  
Operating Entity is a corporation  
Seal

Report on the State of Income and Expenditure for Decommissioning and Contaminated Water Management  
Project for FY YYYY

Pursuant to the provisions of Article 23 Paragraph 1 of the Grant Policy for Subsidy for the Project of  
Decommissioning and Contaminated Water Management, we hereby report as follows:

1. The amount of the Subsidy determined and the date of notification thereof  
The amount: JPY      Date    No.

2. The period covered by the report  
Date:      -      Date:

3. The state of income and expenditure

[The accumulated total for each fiscal year of the proceeds from the assignment of the industrial property rights and/or establishment of licenses acquired through the Subsidized Project, which is the amount of contribution by the Subsidized Project up to the end of the fiscal year for 5 years after the end of the Subsidized Project Operating Entity's fiscal year of the completion date of the Subsidized Project less the related costs - the costs required for the Subsidized Project (including the costs associated with the Subsidized Project other than the Subsidized Costs) which were paid by the Subsidized Project Operating Entity at its own expenses]×(the determined amount of the Subsidy (excluding the amount refunded)/the total amount of the expenditure associated with the Subsidized Project to this fiscal year (the total of the costs required for the Subsidized Project (the Subsidy + the amount paid at its own expenses) and the costs additionally required for the Subsidized Project after completion of the Subsidized Project) - the accumulated total of the proceeds paid in and before the previous fiscal year, if any (the details are on the appendix)

(Appendix)

State of Income and Expenditure

1. The amount of income for FY YYYY (the amount of the proceeds from the assignment of the industrial property rights and/or establishment of the licenses acquired from the Subsidized Project contributed by the Subsidized Project less the associated costs)

Amount of the proceeds	Calculation grounds
JPY	

2. The accumulated total of the proceeds to date

Fiscal Year	Amount Paid
FY	JPY
FY	JPY
FY	JPY
FY	JPY
FY	JPY
Accumulated Total	JPY

3. Breakdown of the expenditures

Amount Expended	Calculation Grounds
JPY	

4. The total expenditures associated with the Subsidized Project to the current fiscal year

Fiscal Year	Amount Expended
FY	JPY
FY	JPY
FY	JPY
FY	JPY
FY	JPY
<b>Total Amount</b>	<b>JPY</b>

5. The amount of the proceeds paid to the preceding fiscal year

Fiscal Year	Amount of Proceeds Paid
FY	JPY
FY	JPY
FY	JPY
FY	JPY
FY	JPY
<b>Total Amount</b>	<b>JPY</b>

5. Amount of the proceeds for FY YYYY

(“2. The accumulated total of the proceeds”- “the amount of the costs required for the Subsidized Project at its own expenses”) $\times$ ( “the determined amount of the Subsidy (excluding the amount refunded”/ “4. the total of the amounts expensed associated with the Subsidized Project to the current fiscal year”) – the accumulated total of the proceeds paid in or before the preceding fiscal year, if any = JPY