

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

(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 Nuclear Safety Research Association, the public interest incorporated foundation which manages the fund created under the Grant Guidelines (hereinafter referred to as “NSRA”) 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. However, the Subsidy shall not be granted for Subsidized Projects carried out by the entity to whom the items set forth in Details of Appendix: Commitments on Exclusion of Organized Crime Groups correspond.

(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 NSRA.

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 entity who applies for the Subsidy (hereinafter referred to as “Applicant”) must submit Application for Grant (Form No. 1) together with the Outline of Subsidy Project (Form No. 2) to MRI.

2 If the Applicant intends to conduct the Subsidized Project (which hereinafter refers to the project specified in Schedule 1) jointly, the Applicant 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 Applicant 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 Purchase for Consumption Tax, etc. is not known at the time of the application.

(Subsidy Grant Notification)

Article 5 In the event that an application form is submitted in accordance with the provision of preceding Article, 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 Subsidy Grant Notification to the Applicant, using Form No. 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 Grant Application)

Article 6 In the event that the Applicant is dissatisfied with the content or conditions of the Subsidy Grant Notification and therefore desires to withdraw the application for the Subsidy, the Applicant shall notify MRI using Form No. 4 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 NSRA.

(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 total allocated amount of Labor cost or Operating cost in 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.

(Procurement, Outsourcing, Subcontract, etc.)

Article 9 In the event that a Subsidized Project Operating Entity desires to conclude a contract for procurement, 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 subcontract 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 NSRA 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 NSRA 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”), NSRA 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 NSRA 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) NSRA shall offset the claims that NSRA 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) NSRA 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 NSRA shall come into effect when NSRA 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 (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 30th day from the date of said completion.

2 If the Subsidized Project Operating Entity is not able to submit the Project Result 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 NSRA 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 Project Result Report in Paragraph 1 of Article 13, 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 to grant 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 to the Subsidized Project Operating Entity, and provide a report to the Ministry of Economy, Trade and Industry and NSRA.

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 5. (7) in the Article 4 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 paid 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.

4 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 NSRA shall pay the Subsidy following receipt of the report on the amount of the Subsidy granted 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 NSRA, and a duplicate copy to the Ministry of Economy, Trade and Industry.

2 If a report is submitted pursuant to the preceding paragraph, NSRA 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 4 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 NSRA 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 NSRA 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) the Subsidized Project Operating Entity breaches the commitments set forth in the Appendix: Commitments on Exclusion of Organized Crime Groups.

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 NSRA 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 NSRA after determination of the amount of the Subsidy as provided in Article 15, Paragraph 1) claims a refund of the Subsidy, 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 4 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 NSRA.

(Calculation of Interests)

Article 19 If the Subsidy is paid in two or more installments, the interest on the refund collected by MRI (or NSRA 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 NSRA 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 NSRA 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 12 for the management thereof.

3 A Subsidized Project Operating Entity who has acquired the Acquired Assets, etc. in the relevant fiscal year shall attach List of Acquired Assets using Form 13 to the Project Result Report provided for 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, NSRA may have all or part of said income paid to NSRA.

(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, 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 NSRA 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 NSRA with a report (Form No. 15) on 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 (or NSRA after determination of the Subsidy amount as provided in Article 15, Paragraph 1) 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.

2 MRI (or NSRA after determination of the Subsidy amount as provided in Article 15, Paragraph 1) will consult with the Ministry of Economy, Trade and Industry before MRI acknowledges as stipulated in the provision of preceding paragraph.

3 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.

- 4 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, NSRA 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 NSRA 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.

(Information Management and Confidentiality)

Article 25 The Subsidized Project Operating Entity shall implement in compliance with laws and regulations the appropriate management of information on a third parties obtained while carrying out the Subsidized Project, in accordance with instructions of the party who provides the information, or unless otherwise designated, depending on the nature of the information, and shall not use it for purposes other than the Subsidized Project or those for which it provided .

Necessary measures shall be implemented for a third party's confidential information (including, but not limited to, private information of persons involved in the Subsidized Project) to maintain confidentiality, and such information shall not be disclosed, released, or leaked without demonstration of reasonable cause.

- 2 If the Subsidized Project Operating Entity makes a third party (hereinafter referred to as "Auxiliary Entity") carry out part of the Subsidized Project, the Subsidized Project Operating Entity shall make Auxiliary Entity comply with the provisions of this article. Activities of the Subsidized Project Operating Entity or Auxiliary Entity (including its officers and employees) resulting in information leakage shall be deemed to be a violation by the Subsidized Project Operating Entity.
- 3 The provisions of this article shall be valid even after the Subsidized Project has been completed (including in cases in which abolishment is approved).

(Commitments on Exclusion of Organized Crime Groups)

Article 26 Before Application for Grant of Subsidy, the Subsidized Project Operating Entity shall confirm the Commitments on Exclusion of Organized Crime Groups in the Appendix, and submission of application shall be deemed to constitute agreement therewith.

(Other Requirements)

Article 27 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 (March 26, 2015)

This Policy shall enter into force on March 26, 2015.

Supplementary Provision (February 28, 2017)

This Policy shall enter into force on February 28, 2017. However, procedures associated with the Subsidy granted before this revision shall be continue to be based on the previous version.

Appendix

Commitments on Exclusion of Organized Crime Groups

Our company (or “I” for an individual or “Our organization” for an organization; referred to in the “Details” section of this Appendix below as “Our Company, etc.”) shall promise that none of the following items listed in “Details” below are applicable to us before applying for grant of Subsidy, during the implementation period of the Subsidized Project, and/or after its completion. Even if our side is subject to disadvantage because the aforementioned promise has been false or we violate the promise, we shall make no objection.

Details

- (1) Our Company, etc. (including any individual, corporation, or organization affiliated therewith or corresponding thereto) is deemed to be an organized crime group (hereinafter meaning an organized crime group as defined in Article 2 Item 2 of the Act for the Prevention of Wrongful Acts by Members of Organized Crime Groups [Act No. 77 of 1991]) or any officer of Our Company, etc. (this shall be read as “the individual” when the committer is an individual, “officer” for a company, and “representative”, “a board member of Our Company, etc.”, or any other person who is substantially involved in the management for its operation; the same shall apply hereinafter) is deemed to be a member of an organized crime group (hereinafter meaning a member of an organized crime group as defined in Article 2 Item 6 of the same Act);
- (2) Any officer of Our Company, etc. uses the force of an Organized Crime Group or an Organized Crime Group Member to gain illegal benefit for himself or herself, his or her company or a third party or to do injury to a third party;
- (3) Any officer or other person described above cooperates with or is involved in maintenance and/or operation of an Organized Crime Group by providing funds or benefits to an Organized Group Member; or
- (4) Any officer or other person described above has relation which should be socially criticized, knowing that the counterparty is an Organized Crime Group or an Organized Crime Group Member.

Schedule 1

| Subsidy Requirements |
|---|
| <p>A project which satisfies the requirements of I or II, and III and IV below</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">A. Research and development in relation to fuel removed from the spent fuel poolB. Research and development in relation to preparation for the removal of fuel debrisC. Research and development in relation to treatment/disposal of radioactive wasteD. Research and development in relation to remotely controlled operations <p style="padding-left: 40px;">* Mid-and-Long-Term Roadmap towards the Decommissioning of TEPCO's Fukushima Daiichi Nuclear Power Station</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">A. the research and development has no precedent in Japan or abroad; orB. the risks associated with the research and development are too great and it would be difficult to implement them as a voluntary project. <p>IV. Candidate operators shall be solicited widely from around Japan and abroad for the research and development.</p> |

Schedule 2

| Name of the Subsidy | Subsidized Project | |
|--|------------------------------------|--|
| | Classification of Subsidized Costs | Description |
| Decommissioning and Contaminated Water Management Project Subsidized Costs | (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, gratuities, 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 for applying to the Subsidized Project”. In any case, the maximum amount shall be up to JPY 4 billion.

(Form No. 1)

Date:

To:

President & Representative Director
Mitsubishi Research Institute, Inc.

Applicant
Address
Name Name of Corporation
 Name of Representative Person
 Title of Representative Person Seal

Application for Grant of Subsidy for Decommissioning and Contaminated Water Management Project Cost for
FYYYYY

Having confirmed that we do not meet the non-eligibility requirements set forth in Schedule No. 1 to the Grant Policy for Subsidy for the Project of Decommissioning and Contaminated Water Management (hereinafter, referred to as "Grant Policy"), we hereby apply for the grant of the above-mentioned Subsidy as follows in accordance with the provisions of Article 4 Paragraph 1 of the Grant Policy.

We also apply observing 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") and the Grant Policy.

1. Name of the subsidy project
2. Objective and contents of the subsidy project
(*) Describe recognition of the project background and the points of the project purpose and contents
3. Scheduled commencement and completion dates of the subsidy project

(Scheduled commencement date):
(Scheduled completion date):

4. Total amount of costs needed to implement the subsidy project JPY
5. Subsidized Costs JPY
6. Subsidy amount to be applied for JPY
7. Allocation amount of the costs needed to implement the subsidy project, Subsidized Costs and Subsidy amount to be applied for

Please put here same table as "2. The income and expenditure plan of the Subsidized Project (2) Expenditures I. Summary table" in the Form 2 "Outline of Subsidy Project".

8. Bases for Calculation for the above amount
Please put here same table as “2. The income and expenditure plan of the Subsidized Project (2) Expenditures II. Distribution of Costs (provide the details by project item)” in the Form 2 “Outline of Subsidy Project”.
9. If a group is formed to conduct the Project, the names of the group and the member companies

Note 1: The “costs needed to implement the Subsidized Project” are the costs required for implementing the project. In principle 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”, in principle the amount of the “costs needed to implement the Subsidized Project” eligible for the Subsidy must be provided after deducting the amount of the national and local consumption taxes.

Note 3: The “Subsidy amount to be applied for” is the amount of the “Subsidized Costs” for which grant of the Subsidy is applied, 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.

2. The income and expenditure plan of the Subsidized Project

(1) Income (in JPY)

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

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

(2) Expenditures

I. Summary table (in JPY)

| Classification of costs | Total amount of cost needed to implement the Subsidized Project | Subsidized Costs | Classification of the cost burden | |
|-------------------------|---|------------------|---|----------------------------------|
| | | | The amount of cost borne by the Subsidized Project Operating Entity | Subsidy amount to be applied for |
| Labor Cost | | | | |
| Operating cost | | | | |
| Total | | | | |

II. Distribution of Costs (provide the details by cost classification)

* Describe the calculation grounds such as the product name, unit price, working hours in the Remarks, or present them as attachment.

* In the case of consortium, clarify each entity's cost breakdown

(in JPY)

| Cost Breakdown (Example) | Total amount of cost needed to implement the Subsidized Project | Subsidized Costs | Subsidy amount to be applied for | Remarks |
|-------------------------------|--|------------------|-------------------------------------|---------|
| 1. Labor Cost | | | | |
| Subtotal | | | | |
| 2. Operating Cost | | | | |
| Expenses for raw materials | | | | |
| Goods purchase | | | | |
| | | | | |
| | | | | |
| Outsourcing | | | | |
| Subtotal | | | | |
| Total | | | | |

Note 1: The “costs needed to implement the Subsidized Project” are the costs required for implementing the project. In principle 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”, in principle the amount of the “costs needed to implement the Subsidized Project” eligible for the Subsidy must be provided after deducting the amount of the national and local consumption taxes.

Note 3: The “Subsidy amount to be applied for” is the amount of the “Subsidized Costs” for which grant of the Subsidy is applied, 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.

3. Financial basis and Management system

* Attachment 2 : Fill out the necessary information and then, explain and show the evidence that your fiscal condition is good enough to implement the project smoothly.

* Describe your adequate system (persons in charge and their roles) for financial management (filing and storing of written evidences for expenditures)

* In the case of working with other entities as a consortium, describe the above items for each entity

Attachment 1. The Implementation Organization Chart

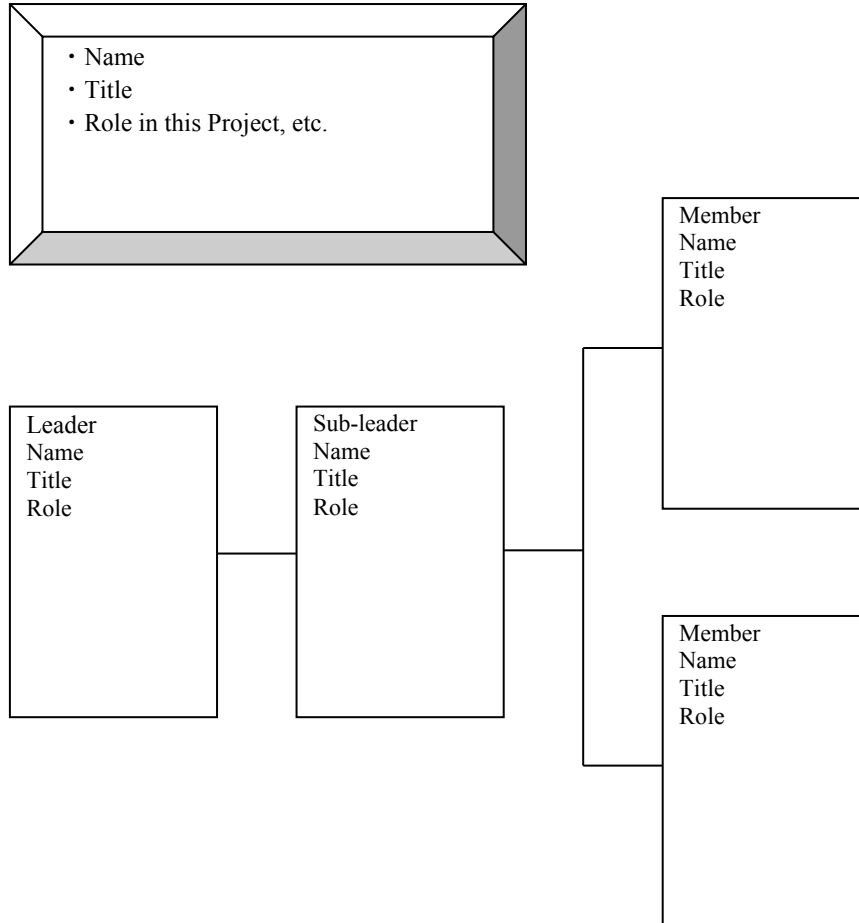
Implementation Organization Chart

| | |
|-----------------------------|--|
| Content of the descriptions | <ul style="list-style-type: none"> • Develop an organization chart to show the framework for implementation of the Project • The names, titles and division of roles of the personnel in charge must be contained in the implementation organization chart • 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 |
|-----------------------------|--|

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



Attachment 2. 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 | Date of Birth | | | Gen der | Company Name | Title |
|-----------------------|---------------|--------|-----|---------|-------------------------|-------------------------------------|
| | Year | Mon th | Day | | | |
| (Example) Taro Keizai | 19XX | 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 M for male and F for female in one-byte characters to indicate the gender.

(Note 3) 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 (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. Total amount of costs needed to implement the Subsidized Project, Subsidized Costs and Subsidy amount to be applied for shall be:

| | |
|--|-----|
| Total amount of costs needed to implement the Subsidized Project | JPY |
| Subsidized Costs | JPY |
| Subsidy amount to be applied for | JPY |

Provided, however, that if the nature of the Subsidized Project is changed, total amount of costs needed to implement the Subsidized Project, Subsidized Costs and Subsidy amount to be applied for shall be notified separately.

3. The allocation of Subsidized Costs and Subsidy amount 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 pursuant to the proviso of Article 23 Paragraph 1 of the Grant Policy shall apply. (*MRI should not indicate this provision 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.

| | | | |
|-----------|--------------------------------|--|------|
| Applicant | | | |
| Address | | | |
| Name | Name of Corporation | | |
| | Name of Representative Person | | |
| | Title of Representative Person | | 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 grant application for the Subsidy
3. The Subsidized Costs and Subsidy amount to be applied for associated with the withdrawn grant application
 - (1) Subsidized Costs
 - (2) Subsidy amount to be applied for

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 of the corporation
Name of the representative person
Title of the representative person Seal

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

I apply for approval of the change, etc., of the plan as follows, based on the provision of Article 8, Paragraph 1 of Grant Policy for 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 total amount of costs needed to implement the subsidy project, Subsidized cost 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. 7)

No.
Date:

To:

President & Representative Director
Mitsubishi Research Institute, Inc.

Subsidized Project Operating Entity
Address
Name of the corporation
Name of the representative person
Title of the representative person Seal

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

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

1. Progress of the subsidized project
2. Balance sheet outline by cost category of the Subsidized costs

No.
Date:

To:

President & Representative Director
Mitsubishi Research Institute, Inc.

Subsidized Project Operating Entity
Address
Name of the corporation
Name of the representative person
Title of the representative person Seal

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

I report the following based on the provision of Article 13, Paragraph 1 of Grant Policy for 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 | |
| Total | |

(2) Expenses

I. Summary Table (in JPY)

| Cost category | Total amount of costs needed to implement the subsidy project | | Subsidized Costs | | | | Appropriation from the subsidy | | |
|---------------|---|---------------|------------------|---------------------|------------------------|---------------|--------------------------------|---|---------------|
| | Expected Amount | Actual Amount | Expected Amount | Amount of Diversion | Amount after Diversion | Actual Amount | Grant Notification Amount | Grant Notification Amount after Diversion | Actual Amount |
| | | | | | | | | | |
| | | | | | | | | | |
| Total | | | | | | | | | |

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 Grant Policy.

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]
3. The Grant Notification Amount after Diversion in the Summary Table shall be entered if diversion has been implemented between cost categories.

(Form No. 9)

No.
Date:

To:

President & Representative Director
Mitsubishi Research Institute, Inc.
or

President
Nuclear Safety Research Association, Public Interest Incorporated Foundation

Subsidized Project Operating Entity
Address
Name of the corporation
Name of the representative person
Title of the representative person Seal

Application for Approval of the Succession of the Japanese Fiscal Year YYYY Decommissioning and
Contaminated Water Management Project Cost Subsidy

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 of the corporation
Name of the representative person
Title of the representative person Seal

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

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

President
Nuclear Safety Research Association, Public Interest Incorporated Foundation

Subsidized Project Operating Entity
Address
Name of the corporation
Name of the representative person
Title of the representative person Seal

Report accompanying the confirmation of the Japanese Fiscal Year YYYY consumption tax and local consumption tax amounts

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

1. Subsidy amount (confirmed amount based on Article 15, Paragraph 1 of Grant Policy) 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 provided in the Order for Enforcement of the Act on Regulation of Execution of Budget Pertaining to Subsidies, etc. (Cabinet Order No. 255 of 1955), Article 13, No. 1 to 3 and 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) realty, (b) ships, aircrafts, buoyage, floating bridges, and floating docks, (c) appurtenances of (a) and (b), (d) vehicles and delivery equipment, tools, fixtures and equipment, machines and apparatuses, (e) non-physical assets, (f) assets for research and development, and (g) other properties.
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 provided in the Order for Enforcement of the Act on Regulation of Execution of Budget Pertaining to Subsidies, etc. (Cabinet Order No. 255 of 1955), Article 13, Nos. 1 to 3 and 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) realty, (b) ships, aircrafts, buoyage, floating bridges, and floating dock, (c) appurtenances of (a) and (b), (d) vehicles and delivery equipment, tools, fixtures and equipment, machines and apparatuses, (e) non-physical assets, (f) assets for research and development, and (g) other properties.
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:

President
Nuclear Safety Research Association, Public Interest Incorporated Foundation

Subsidized Project Operating Entity
Address
Name of the corporation
Name of the representative person
Title of the representative person Seal

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

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:

President
Nuclear Safety Research Association, Public Interest Incorporated Foundation

Subsidized Project Operating Entity
Address
Name of the corporation
Name of the representative person
Title of the representative person
Seal

Report on the State of Proceeds from the Japanese Fiscal Year YYYY Decommissioning and Contaminated
Water Management Project Cost Subsidy

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 proceeds
[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 needed to implement the Subsidized Project (including the costs associated with the Subsidized Project other than the Subsidized Costs) of 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 needed to implement 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 Proceeds

1. The amount of proceeds for the Japanese Fiscal Year 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 | Proceeds Amount |
|-------------------|-----------------|
| 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 accumulated total of additionally required expenditures associated with the Subsidized Project after its completion

| Fiscal Year | Amount Expended |
|--------------|-----------------|
| FY | JPY |
| FY | JPY |
| FY | JPY |
| FY | JPY |
| FY | JPY |
| Total Amount | JPY |

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 |
| Total Amount | JPY |

6. Amount of the proceeds for FY YYYY

(“2. The accumulated total of the proceeds” - “the amount of the costs needed to implement the Subsidized Project at its own expenses”) × (“the determined amount of the Subsidy (excluding the amount refunded)” / “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