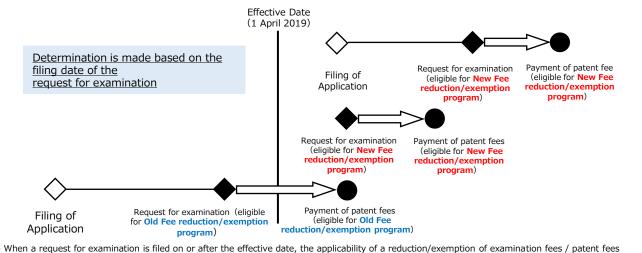
All patent applications for which the request for examination or international application is filed on or after April 1, 2019, are eligible.

Patent fee reduction/exemption program

Fee Reduction/Exemption Coverage and Reduced/Supported rate by Eligible Applicants

	Reduced /Supported rate		
Eligible Applicants	Examination fees / Patent fees for year 1 to year 10	Fees for PCT International Application	
Small & Medium Enterprises (SMEs)*	Reduced to 1/2	Reduced to 1/2 (1/2 supported by the JPO)	
Corporation tax exempt SMEs*	Reduced to 1/2	No Reduction	
R&D-oriented SMEs*	Reduced to 1/2	Reduced to 1/2 (1/2 supported by the JPO)	
Micro Enterprises / Small & Medium Startup Enterprises*	Reduced to 1/3	Reduced to 1/3 (2/3 supported by the JPO)	
SMEs approved based on Act on Special Measures for the Reconstruction and Revitalization of Fukushima*	Reduced to 1/4	Reduced to 1/4 (3/4 supported by the JPO)	
University researchers, Universities, Colleges of technology, TLO, Research and Development Incorporated Administrative Agencies, Entities that have established a public research institute, Local Research and Development Incorporated Administrative Agencies	Reduced to 1/2	Reduced to 1/2 (1/2 supported by the JPO)	
Recipients of public assistance, Municipal tax exempt individuals	Examination fees/Patent fees for year 1 to 3: Exempt Patent fees for year 4 to 10:Reduced to 1/2	No Reduction	
Income tax exempt individuals, Enterprise tax exempt individuals	Reduced to 1/2	No Reduction	

Application for Reduction of Fees for National Application



When a request for examination is filed on or after the effective date, the applicability of a reduction/exemption of examination fees / patent fees will be determined in accordance with the program (New fee reduction/exemption program) described in this leaflet. Procedures for applying for a reduction/exemption shall be carried out in accordance with the application procedures for the program (New fee reduction/exemption program) described in this leaflet.

- When the request for examination was filed prior to the effective date, the applicability of a reduction/exemption of examination fees / patent fees will be determined in accordance with the program (**Old fee reduction/exemption program**) that was used before the effective date. Procedures for applying for a reduction/exemption shall be carried out in accordance with the application procedures for the program (**Old fee reduction/exemption program**) that was used before the effective date.
- For example, the following procedures differ from those of the New fee reduction/exemption program.
 - Reduction applications from R&D-oriented SMEs, Entities that have established a public research institute, and Local Research and Development Incorporated Administrative Agencies should be sent to Regional Bureaus of Economy, Trade and Industry.
 - Submission of application and certificates for reduction/exemption of the initial payment of patent fees is necessary.

Please refer to the subsequent pages for more details.



Small & Medium Enterprises (SMEs)

REQ 1

(1) Any company that meets one of the following conditions concerning either "Number of employees" or "Amount of capital or total contribution"

	Industry	Number of employees	Amount of capital or total contribution		
(a)	Manufacturing, construction, transportation, other industries (excluding those included in (b) to (g))	Up to 300	Up to 300 million yen		
(b)	Wholesale	Wholesale Up to 100			
(c)	Services (excluding those included in (f) and (g))*	Up to 100	Up to 50 million yen		
(d)	Retail		Up to 50 million yen		
(e)	Rubber products manufacturing industry (excluding automobile or aircraft tire and tube manufacturing industry and industrial belt manufacturing industry)	Up to 900	Up to 300 million yen		
(f)	Software service industry or information processing service industry	Up to 300	Up to 300 million yen		
(g)	Hotel business	Up to 200	Up to 50 million yen		

Any of the following: (2)

Joint Enterprise Cooperatives, Cooperative Partnerships, Business Cooperatives, Minor Business Cooperatives, Cooperative Federations, Agricultural Cooperatives, Federations of Agricultural Cooperatives, Fishery Cooperatives, Federations of Fishery Cooperatives, Marine Product Processing Cooperatives, Federations of Marine Product Processing Cooperatives, Forestry Cooperatives, Federations of Forest Owners Cooperative Associations, Commerce and Industry Associations, Federations of Commerce and Industry Associations, Shopping District Promotion Associations, Federations of Shopping District Promotion Associations, Consumer Cooperatives or Federations of Consumer Cooperatives

· Liquor Brewery Associations, Federations of Liquor Brewery Associations, Central Unions of Liquor Brewery Associations, Liquor Merchants Associations, Federations of Liquor Merchants Associations or Central Unions of Liquor Merchants Associations*1 Specified Non-profit Organizations*2

SMEs not under the management of large enterprises (defined as corporations other than SMEs that REO 2 REQ 1) *3 satisfy

R&D-oriented SME

REQ 1 REQ 1 must be satisfied of SMEs

(1) Ratio of expenses including experiment and research to the amount of revenue exceeds 3% REQ 2 OR

(2) Patented invention or invention relating to the outcome of any of the following projects (an application has been filed within 2 years from the date on which the project/business ended)

- · Subsidy payment programs for SBIR
- R&D projects relating to technology in Approved Management Innovation Plans
- R&D projects relating to technology in Certified Plans for Exploration of New Business Sectors for
- Cross-sectoral Collaboration prior to abolition*4
- · Specific R&D, etc. relating to approved plans of the Act on Enhancement of Small and Medium
- Enterprises' Core Manufacturing Technology prior to abolition*4

OR

(3) Patented invention or invention relating to the patent rights or the rights to receive a patent that is succeeded according to any of the following plans:

- · Approved Management Innovation Plans
- Certified Plan for Exploration of New Business Sectors for Cross-sectoral Collaboration prior to abolition^{*4}
- · Approved plan relating to Act on Enhancement of Small and Medium Enterprises' Core Manufacturing Technology prior to abolition*

	reennoidgy prior to	abolition		
	<national Application></national 		< International Application >	In the case of the fee for PCT international application, the measures are applicable when PCT international application is filed in Japanese.
Measures	Request for examination fee	: reduced to <u>1/2</u>	Transmittal fee / Search fee	: reduced to 1/2
			Preliminary examination fee	: reduced to <u>1/2</u>
	Patent fee (year 1 to 10)	: reduced to <u>1/2</u>	International filing fee	: <u>1/2</u> supported
			Handling fee	: <u>1/2</u> supported

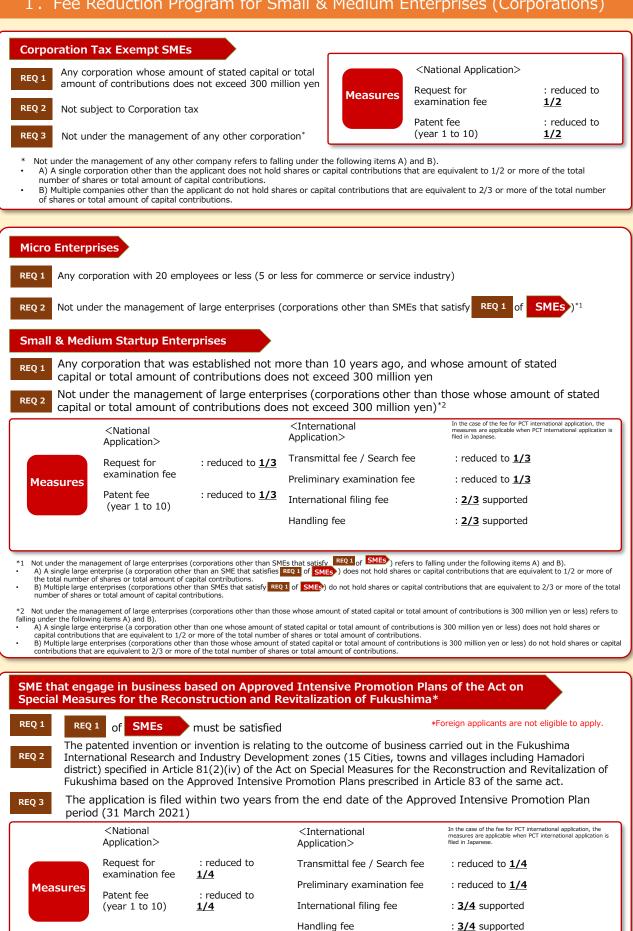
*1 Limited to liquor brewery associations, federations of liquor brewery associations, and central unions of liquor brewery associations where 2/3 or more direct or indirect members are liquor brewery corporations whose capital or total amount of investment is 300 million JPY or less, or those who employ 300 or fewer regular employees. Liquor merchants associations, federations of liquor merchants associations and central unions of liquor brewery associations are liquor associations and central unions of liquor merchants associations are liquor indirect members are liquor seller corporations whose capital or total amount of investment is 500 million JPY or less, or those whore 2/3 or more direct or indirect members are liquor seller corporations whose capital or total amount of investment is 500 million JPY for liquor wholesalers) or less, or those who employ 500 or fewer regular employees (100 for liquor wholesalers).

*2 Limited to specified nonprofit corporations as defined in Article 2 (2) of the Act to Promote Specified Nonprofit Activities with 300 or fewer regular employees (50 for those whose principal business belongs to retail business, 100 for those whose principal business belongs to wholesale business or service business).

*3 Not under the management of large enterprises (defined as corporations other than SMEs that satisfy REQ1)" refers to falling under the following items A) and B)
 A) A single large enterprise (a corporation other than SMEs that satisfy REQ1) does not hold shares or capital contributions equivalent to 1/2 or more of the total number of shares or the total amount of contributions.
 B) Multiple large enterprises (corporations other than SMEs that satisfy REQ1) do not hold shares or capital contributions equivalent to 2/3 or more of the total number of shares or the total amount of contributions.

*4 Following the Act Partially Amending the Act on the Facilitating Management Succession of Small and Medium Enterprises and other acts (Act No,58 of 2020) went into effect on October 1,2020, Approved plan for Exploration of New Business Sectors for Cross sectoral Collaboration and Approved plan for the Act on Enhancement of Small and Medium Enterprises Core Manufacturing Technology has been merged into the Management innovation plan and abilised. Furthermore, if the above requirements are met as of the effective date (October 1, 2020), notwithstanding the effective date, reduction program of examination fees, patent fees (for 1 to 10 years) and fees for PCT international applications will be available.

1. Fee Reduction Program for Small & Medium Enterprises (Corporations)



Small & Medium Sole Proprietorship

REQ

Any sole proprietorship that satisfies the following conditions concerning the "Number of employees"

	Industry	Number of employees
(a)	Manufacturing, construction, transportation, other industries (excluding those included in (b) to (g))	Up to 300
(b)	Wholesale	Up to 100
(c)	Services (excluding those included in (f) and (g))*	Up to 100
(d)	Retail	
(e)	Rubber products manufacturing industry (excluding automobile or aircraft tire and tube manufacturing industry and industrial belt manufacturing industry)	Up to 900
(f)	Software service industry or information processing service industry	Up to 300
(g)	Hotel business	Up to 200

R&D-oriented Sole Proprietorship

- REQ 1
 REQ of SM Sole Proprietorship must be satisfied
 (1) Ratio of expenses including experiment and research to the amount of revenue exceeds 3%
 (2) Patented invention or invention relating to the outcome of any of the following projects (an application has been filed within 2 years from the date on which the project ended)
 Subsidy payment programs for SBIR
 R&D projects related to technology in approved management innovation plans
 R&D projects related to technology in certified plans for exploration of new business sectors for cross-sectoral collaboration prior to abolition*
 - Specific R&D, etc. related to approved plans of the Act on Enhancement of Small and Medium Sized Enterprises' Core Manufacturing Technology prior to abolition*

OR

(3) Patented invention or invention relating to the patent rights or the rights to receive a patent that is succeeded according to any of the following plans:

- Approved management innovation plans
- Certified plan for exploration of new business sectors for cross-sectoral collaboration prior to abolition*

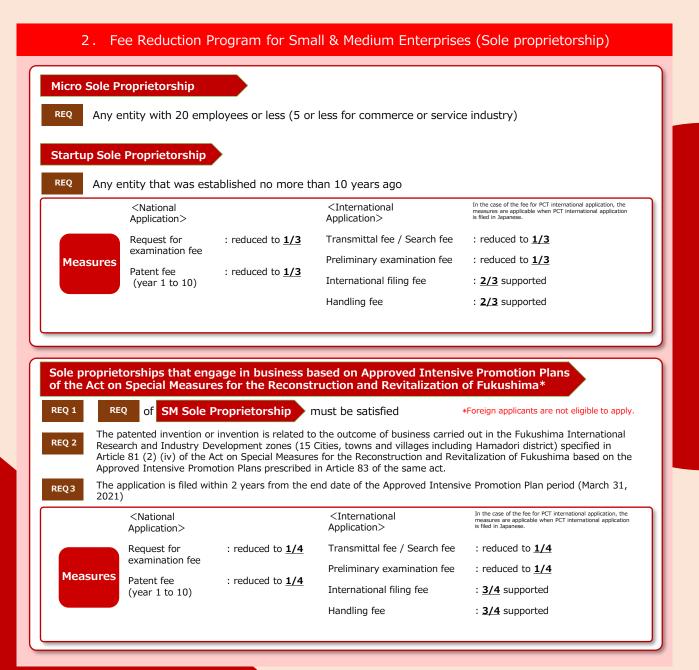
Approved plan relating to Act on Enhancement of Small and Medium Enterprises' Core Manufacturing Technology prior to abolition*

*Following the Act Partially Amending the Act on the Facilitating Management Succession of Small and Medium Enterprises for Promoting of Business Succession of Small and Medium Enterprises and other acts (Act No, 58 of 2020) went into effect on October 1,2020, Approved plan for Exploration of New Business Sectors for Cross-sectoral Collaboration and Approved plan for the Act on Enhancement of Small and Medium Enterprises for Promoting of Business Sectoral Collaboration and Approved plan for the Act on Enhancement of Small and Medium Enterprises for Prove Manufacturing Technology has been merged into the Management innovation plan and abolished. Furthermore, if the above requirements are met as of the effective date (October 1, 2020), notwithstanding the effective date, reduction program of examination fees, patent fees (for 1 to 10 years) and fees for PCT international applications will be available.

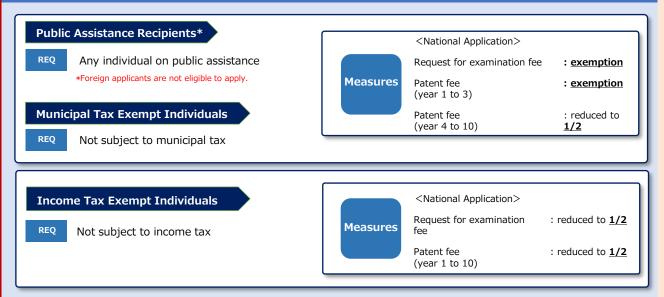
	<national< th=""><th></th><th><international Application></international </th><th>In the case of the fee for PCT international application, the measures are applicable when PCT international application is filed in Japanese.</th></national<>		<international Application></international 	In the case of the fee for PCT international application, the measures are applicable when PCT international application is filed in Japanese.
	Application>		Transmittal fee / Search fee	: reduced to <u>1/2</u>
Measures	Request for examination fee	: reduced to <u>1/2</u>	Preliminary examination fee	: reduced to <u>1/2</u>
	Patent fee	: reduced to <u>1/2</u>	International filing fee	: <u>1/2</u> supported
	(year 1 to 10)		Handling fee	: <u>1/2</u> supported



Q&A
 Q At what point of time should we determine the requirements of the applicant? A This should be determined at the time of application for reduction/exemption. (i.e. when the request for examination is filed or the payment of patent fees is made)
 Q Is it possible to apply for reduction/exemption after the submission of the request for examination of application and the patent fee payment form to the Patent Office? A The application for reduction/exemption must be submitted at the same time as the submission of the request for examination of application or the patent fee payment form, and cannot be submitted afterward.



3. Fee Reduction/Exemption Program for Individuals



4. Fee Reduction Program for Universities / Research & Development Institutes

Unive	University Researchers 1 Employee invention requirement is no longer enforced.				
REQ	Lecturers, Assistants or other staff members exclusively engaged in research at universities				
	OR (2) College Presidents, Professors, Associate professors, Assistant professors, Lecturers, Assistants or othe staff members exclusively engaged in research at colleges of technology				
	OR (3) Directors or staff members exclusively engaged in research at Inter-University Research Institute Corporations				
Unive	rsities	Employee invention req	uirement is no long	ger enforced.	
REQ	(1) Ent	ities that have establish	ed a University	y or College of Technolog	gy
		er-University Research I	nstitute Corpo	orations	
Appro	oved TL	Os* *Foreign applicants a	e not eligible to ap	oply.	
REQ	Act on		ology Transfer	from Universities to Priv	roject as defined in Article 2 (1) of the vate Business Operators (TLO Act) ne same act
Incor	porated	I Administrative Agenc	ies* _{*Foreig}	n applicants are not eligible to a	ployee invention requirement is no longer enforced. pply.
REQ			stitutions that		ning to research and development,
, ,	Japan Ag	e included in the below l gency for Medical Research and	ist: Japan Sport Coun	cil	National Agriculture and Food Research
		ushima institute for Research,	Japan Agency for	Marine-Earth Science and	Organization Japan International Research Center for
	National	n and Innovation Institute of Information and	Technology Japan Atomic Ene	ergy Agency	Agricultural Science Forestry and Forest Products Research Institute
		nications Technology Research Institute of Brewing		on for Employment of the with Disabilities and Job Seekers	Japan Fisheries Research and Education Agency
	Japan Mi	nt		on of Occupational Health and	National Institute of Advanced Industrial Science and Technology
	National	Printing Bureau	National Hospital	Organization	National Institute of Technology and Evaluation
	National	Museum of Nature and Science	National Institute Health and Nutriti	s of Biomedical Innovation, ion	Japan Organization for Metals and Energy Security
	National	Institute for Materials Science	National Cancer C		New Energy and Industrial Technology Development Organization
		Research Institute for Earth and Disaster Resilience	National Cerebral	and Cardiovascular Center	Public Works Research Institute
		Institutes for Quantum Science	National Center o	f Neurology and Psychiatry	Building Research Institute
		Museum of Art	National Center fo	or Global Health and Medicine	National Institute of Maritime, Port and Aviation Technology
	National	Institutes for Cultural Heritage	National Center for Development	or Child Health and	Japan agency of Maritime Education and Training for Seafarers
	Japan So	ience and Technology Agency		or Geriatrics and Gerontology	Automobile and Land Transport Technology
	RIKEN		Food and Agricult	ural Materials Inspection Center	Japan Railway Construction, Transport and Technology Agency
	Japan Ae	erospace Exploration Agency	National Livestock	k Breeding Center	National Institute for Environmental Studies
TLOs	related	to Research and Deve	lopment Inco	orporated Administrat	ive Agency
REQ		s that engage the transf istrative Agencies listed		ghts etc. pertaining to re	esearch results of the Incorporated
Entiti	es that	have established a pu	blic research	institute 🕕 Employee	e invention requirement is no longer enforced.
REQ					
Local	Local Research and Development Incorporated Administrative Agencies*				
Local Incorporated Administrative Agencies that conduct business pertaining to research and development					
		<national Application></national 		<international Application></international 	In the case of the fee for PCT international application, the measures are applicable when PCT international application is filed in Japanese.
			educed to <u>1/2</u>	Transmittal fee / Search fe	ee : reduced to <u>1/2</u>
Mea	sures	examination fee		Preliminary examination fe	ee : reduced to <u>1/2</u>
Measures		Tres Patent fee (year 1 : reduced to 10)	duced to <u>1/2</u>	International filing fee	: 1/2 supported
				Handling fee	: 1/2 supported
				-	

5. Application Process for Fee Reduction/Exemption



Foreign residents can apply for fee reduction/exemption

- Foreign applicants qualify for new fee reduction/exemption program if they satisfy the right conditions.
- The Application Procedures are carried out in the same way as those for Japanese applicants.
- The conditions for foreign applicants for each entity eligible for reduction/exemption are as follows:

• The conditions for foreign applicants for each entity eligible for reduction/exemption are as follows:				
Eligible Applicants for Fee Reduction/Exemption	Conditions			
Companies and Sole proprietorships among SMEs Small & medium startup enterprises Micro enterprises Companies and Sole proprietorships among R&D-oriented SMEs Entities that have established a public research institute TLOs related to Research and Development Incorporated Administrative Agencies	Same as for Japanese applicants.			
•Cooperatives among SMEs •Cooperatives among R&D-oriented SMEs	Both of the following conditions a and b must be met as an entity equivalent to a Cooperative, in addition to satisfying the same conditions as Japanese applicants. a. The Governing Act for Establishment and the Articles of Incorporation of said foreign corporation contain the stated objective to enhance mutual benefits for members as well as a statement of having an objective equivalent to the objectives*1 for Cooperatives prescribed under items (h) to (q) in Article 10, No. 1, of the Order for Enforcement of the Patent Act*2. b. Having legal personality *1 The objective of a cooperative is defined in Article 1 (Purpose) of the Governing Act for Establishment of each cooperative. *2 Items (h) to (q) in of Article 10, No. 1, of the Order for Enforcement of the Patent Act refers to cooperatives corresponding to the items (h) to (q) in the table of "1. (1) Cooperative" for SMEs (Cooperatives / NPOs).			
 Non-Profit Organizations (NPOs) among SMEs NPOs among R&D-oriented SMEs 	Both of the following conditions a and b must be met as an entity equivalent to an NPO, in addition to satisfying the same conditions as Japanese applicants. a. The Governing Act for Establishment and the Articles of Incorporation of said corporation state that the purpose is not to make profit and also contain a provisions on conducting activities falling under any of those prescribed in the items in the Appended Table of Article 2 of the Act on Promotion of Specified Non-profit Activities, for the purpose of contributing to enhancing the interests of many and unspecified persons. b. Having legal personality			
Corporation tax exempt SMEs	Any company that falls under all of the following (a), (b), and (c) (a) Companies whose amount of stated capital or total amount of contributions does not exceed 300 million yen (*same as for Japanese applicants) (b) Those having no income (whose amount obtained by subtracting the total operating expenses from the total operating revenue does not exceed 0 yen) (c) Not under the management of another company (*same as for Japanese applicants)			
	Any entity, whose total amount of each type of income calculated under Articles 23 to 35, and 69 of the Income Tax Act (interest income, dividend income, real estate income, business income, employment income, retirement income, timber income, capital gains, occasional income, and miscellaneous income) is less than 1.5 million yen			
Individuals (Income tax exempt)	Any entity, whose total amount of each type of income as above is less than 2.5 million yen			
Individuals (Enterprise tax exempt sole proprietorships)	Any entity, whose total amount of real estate income and business income calculated under Articles 26 and 27 of the Income Tax Act is less than 2.9 million yen			
Academic Discount	Any of those listed below: •University Presidents, Vice presidents, Deans, Professors, Associate professors, Assistant professors, Lecturers, Assistants or other staff members exclusively engaged in research at universities, where the University is equivalent to Universities as defined under Article 1 of the School Education Act (hereinafter referred to as "Universities") •College Presidents, Professors, Associate professors, Assistant professors, Lecturers, Assistants or other staff members exclusively engaged in research at colleges of technology, where the College is equivalent to the Colleges of Technology as defined under Article 1 of the School Education Act (hereinafter referred to as "Colleges of Technology") •Entity that has established a school equivalent to Universities •Entity that has established a school equivalent to College of Technology			
 Individuals (individual on public assistance) Independent Administrative Institutions Local Incorporated Administrative Agencies Approved TLOs SMEs that engage in business based on Approved Intensive Promotion Plans of the Act on Special Measures for the Reconstruction and Revitalization of Fukushima 	Foreign applicants are not eligible to apply.			

Please direct any questions or comments regarding this leaflet to:

Adjustment Team, General Coordination Division, Policy Planning and Coordination Department, Japan Patent Office (JPO) Tel: 03-3581-1101 ext. 2105