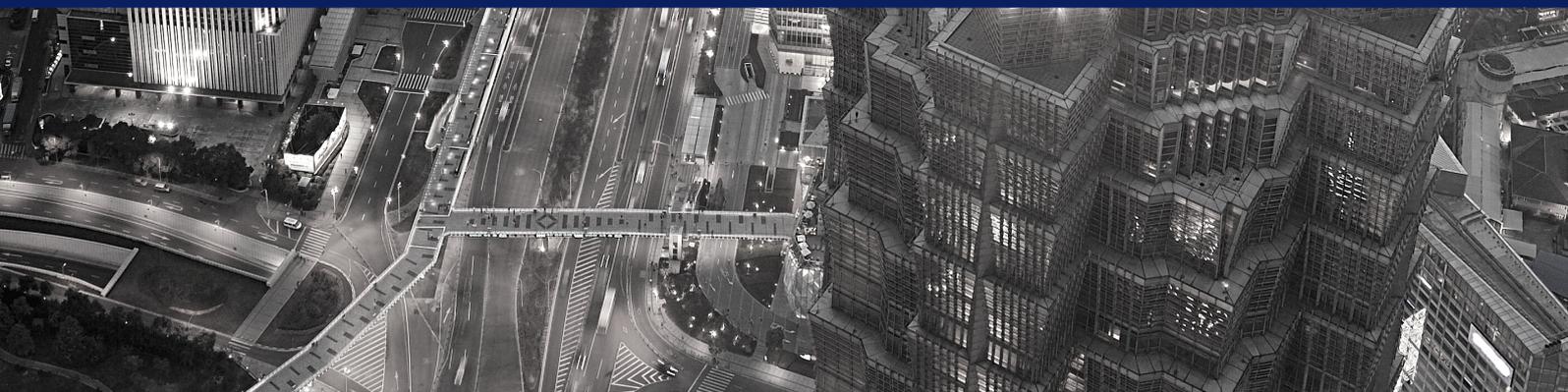




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SHANGHAI RECOVERY PLAN JUNE 2022



Shanghai Recovery Plan

June 2022

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Shanghai People's Government published on 28 May 2022 the "*Notice Printing and Distributing the Action Plan for Accelerating Economic Recovery and Revitalization in Shanghai*" with a list of 50 measures and policies aimed to stabilize the economy and the local employment, to help market entities in resuming their operations, and to provide relief, subsidies, and financial aids.

These measures, which follow the 21 policies issued by the Shanghai Government on 28 March, mainly target micro, small and medium enterprises, along with companies operating in industries greatly affected by the pandemic, such as the catering, retail, tourism, transportation, exhibition, and others, and can be grouped in four sections:

1. To provide relief and subsidies to market entities
2. To facilitate resumption of work, production, and businesses
3. To stabilize foreign investment, promote international trade and domestic consumption, support investment projects
4. To support market entities with a focus on funds, land, talent, and business environment.

Market entities can benefit from several policies providing relief in terms of deferral, exemption and reduction of fees, costs, and taxes. Eligible enterprises operating in catering, retail, tourism, civil aviation, and road, water, and rail transportation, can defer the payment of the social insurance contributions and housing funds, and late payment fees will be waived during this deferred payment period. Other entities, including the micro, small, and medium enterprises in other industries, can defer the social insurance payments according to the national regulations.

The deadline for the company income tax annual settlement of the year 2021 and for the filing of April, May, and June are postponed to 30 June 2022.

In addition, micro and small enterprises and individual and commercial households engaged in the production and business activities can be exempted from rental fees without submitting further documents to prove the impact of the pandemic. Private landlords are encouraged to provide exemption or reduction of the rental fee to their tenants and receive a subsidy equal to 30% of the total rent reduction or exemption, up to a maximum of 3 million yuan, loans at reduced rates, and reduction or exemption of real estate tax and urban land use tax.

The municipality will further accelerate the refund of existing VAT credits to eligible enterprises and refund medium and large-sized enterprises in advance within 30 June 2022.

Employers operating in catering, retail, tourism, transportation, entertainment, accommodation, exhibition, and other industries severely affected by the pandemic that do not lay off employees can obtain a subsidy of 600 yuan for each employee enrolled in the social insurance system, up to maximum 3 million yuan per employer.

To facilitate the resumption of work, production, and businesses, the examination and approval will be cancelled, and the scope of the subsidies provided by local districts for expenses incurred by enterprises for the epidemic prevention and control will be expanded.

Furtherly, a mutual guarantee mechanism will be established in the Yangtze River Delta region to ensure a solid supply chain and integrate domestic and international logistics and transportation channels.

Special attention will be put into establishing a service mechanism helping key foreign-funded enterprises resume their production and operations, strengthening communication through meetings, round tables, and visits, and supporting multinational groups in setting up regional

HQs and R&D centers. Additionally, additional export credit insurance will support foreign trade enterprises at lower costs.

Measures to improve the internal consumption will include incentives to boost the automotive industry, with rebates for the purchase of new vehicles and the phased exemption of vehicle purchase tax and encourage e-commerce platforms to provide vouchers and discounts to support cultural and tourism industry and support the construction of integrated warehouses to process and ensure transportation of materials in case of emergencies.

Other measures are to ensure the resumption of projects under construction and strengthen the coordination and approval of new projects, especially in the construction of key infrastructures, integrated circuits, new energy vehicles, and real estate development.

Banks and financial institutions are encouraged to extend the repayment of loans to micro, small, and medium-sized enterprises and renew loans. Banking financial institutions are also encouraged to set up special funds for enterprises in difficulty, issue financial bonds, provide financing support in key areas, and apply preferential interest rates. In addition, guarantee institutions will continue to reduce the guarantee fees for micro, small, and medium enterprises, and the acceptance period of commercial bills will be shortened from one year to six months.

A faster online mechanism will be set up for land sold through public bidding, auction, and listing to guarantee land supply.

State-owned companies and local departments and districts are encouraged to create new jobs, especially college graduates, and recruit community and public health workers and teachers.

Training subsidies will be granted to enterprises and social organizations affected by the epidemic with a 600 yuan – subsidy per person and strengthen employment services and the self-employment and entrepreneurship of college graduates. Enterprises recruiting new graduates from colleges and universities can receive a 7,800-yuan incentive under tax reduction and exemption for each person per year for three years.

Shanghai will optimize the conditions for direct settlement, transfer of residence, and house purchase to facilitate the settlement of talents.

The two-month period lockdown in Shanghai greatly affected enterprises and businesses. The measures and policies promoted by the local government to recover and revive the economy are addressed to market entities in difficulty and help them resume production and work in an orderly manner. The new measures will be effective from 1 June to 31 December 2022 and all the involved departments, such as the Municipal Taxation Bureau, the Municipal Human Resource and Social Security Bureau, and the Municipal Finance Bureau, are expected to issue a detailed plan for implementing the measures.

Shanghai's Action Plan for Accelerating Economic Recovery and Revitalization

Hufugui [2022] No. 5

Shanghai Municipal People's Government

May 21, 2022

This action plan is formulated to implement the State Council's package of policies and measures to stabilize the economy, efficiently coordinate epidemic prevention and control and economic and social development, and effectively and orderly promote accelerated economic recovery and revitalization.

1. Do everything possible to relieve the difficulties of various market entities

(1) Phased deferred payment of "five insurances and one housing fund" and taxes

1. For the five industries in extreme difficulty, including catering, retail, tourism, civil aviation, and road, water, and rail transportation, the payment of social insurance premiums will be postponed in stages from April onwards. Among them, the deferred payment period of pension and medical insurance premiums will be until the end of 2022, and the deferred payment period of unemployment and work-related injury insurance premiums will not exceed one year. Late payment fees will be waived during the deferred payment period. For other eligible industries in extreme difficulty, as well as micro, small and medium-sized enterprises and individual industrial and commercial households that have been severely affected by the epidemic, the policy of deferred payment of social insurance premiums shall be implemented in accordance with national regulations.

(Responsible departments: Municipal Human Resources and Social Security Bureau, Municipal Medical Insurance Bureau, Municipal Finance Bureau, Municipal Taxation Bureau)

2. According to regulations, employers such as enterprises affected by the epidemic can apply for a deferral of housing provident fund payment. The deferral period is from April to December 2022, and the payment will be made after the expiration. During the deferred payment period, the employees who have paid and deposited will normally withdraw and apply for housing provident fund loans and will not be affected by the deferred payment. Depositors affected by the epidemic who cannot repay the housing provident fund loan normally will not be dealt with overdue and will not be included in the credit record. For employees who apply for the withdrawal of housing provident fund to pay rent for rental housing in the rental market, the maximum monthly withdrawal limit for each household (including single-person households) is adjusted from 2,500 yuan to 3,000 yuan.

(Responsible departments: Municipal Housing and Urban-Rural Development Management Committee, Shanghai Headquarters of the People's Bank of China)

3. For taxpayers who file monthly and quarterly tax returns, the deadline for filing tax returns in April, May and June will be extended to June 30. For company income tax taxpayers, the filing deadline for the company income tax annual settlement of 2021 will be extended to June 30. Taxpayers who still have difficulty in filing and paying taxes within the prescribed time limit may apply to the tax authorities for an extension of filing declaration or apply for a deferral of tax payment for a maximum period of 3 months.

(Responsible department: Municipal Taxation Bureau)

(2) Expanding the scope of building rent reduction and exemption

4. Small and micro enterprises and individual industrial and commercial households that lease state-owned buildings to engage in production and business activities are exempted from submitting documents to prove that they are affected by the epidemic, and the building rent will be exempted for 6 months in 2022. For private non-enterprise units that lease state-owned buildings and have operational difficulties, the building rent will be exempted for six months in 2022 by referring to small and micro enterprises and individual industrial and commercial households. State owned enterprises from other provinces are encouraged to reduce or exempt housing rent for small and micro enterprises and individual industrial and commercial households in accordance with the regulation of the Municipality. If there is an indirect lease, the subtenant will not enjoy the exemption policy, and the relevant state-owned enterprises and institutions shall ensure that the rent-free measures benefit the ultimate lessee.

(Responsible departments: Municipal State-owned Assets Supervision and Administration Commission, Municipal Finance Bureau, Municipal Civil Affairs Bureau, Municipal Economic Information Commission, Municipal Housing and Urban-Rural Construction Management Committee, Municipal Local Financial Supervision Bureau, Municipal Government Cooperation and Exchange Office, and district governments)

5. Encourage and guide non-state-owned housing owners or business management entities such as commercial complexes, commercial buildings, professional markets, industrial parks, and innovation bases to provide 6-month rental reductions to small and micro enterprises and individual industrial and commercial households that eventually lease and operate. Eligible non-state-owned building owners or business management entities will be subsidized according to 30% of the total rent reduction and exemption, with a maximum of 3 million yuan, which will be implemented by the district governments. The subsidy funds shall be controlled by the total financial budget and shall be jointly borne by the municipal and district finance. Catering chain enterprises seriously affected by the epidemic and registered in Shanghai, branches or stores that meet the conditions of small and micro enterprises and bear the rent expenses, can be regarded as small and micro enterprises to enjoy housing rent reduction.

(Responsible departments: district governments, Municipal Economic and Information Technology Commission, Municipal Commerce Commission, Municipal Science and Technology Commission, Municipal Development and Reform Commission, Municipal Finance Bureau)

6. For state-owned and non-state-owned market entities that reduce or exempt building rents, use non-contact handling and simple operation procedures to reduce or exempt the corresponding real estate tax and urban land use tax. Guide banks to give preferential interest rate pledge loans to the lessor who reduces house rent as necessary.

(Responsible departments: Municipal Taxation Bureau, Municipal Local Financial Supervision Bureau, Shanghai Headquarters of the People's Bank of China, Shanghai Banking and Insurance Regulatory Bureau)

(3) Multi-channel reduction of fees and discounts for enterprises

7. Reduce the water, electricity and gas network cost, and give nonresident users 10% of the water fee (including sewage treatment fee), electricity fee and natural gas fee (excluding gas used for gas power generation enterprises) payable for three months. Nonresident users who fail to pay in time during the period affected by the epidemic will be exempted without stopping water, electricity, and gas. Non-residential users will be exempted from the fixed progressive

premium water charges in 2022. Cut the average broadband and dedicated rates for micro, medium and medium-sized enterprises by another 10 percent. The unit household garbage treatment fee is exempted for three months, and the district finance shall support the relevant funds of the environmental sanitation operation units. From April to December 2022, the administrative institutional fee standard for special equipment inspection and testing was reduced to 50% of the current standard. In bidding, the letter of insurance (insurance) shall be fully implemented to replace the cash deposit for bidding, performance and project quality, and the tenderer is encouraged to exempt the bid guarantee for the bidders of micro, small, medium and medium-sized enterprises.

(Responsible departments: Municipal Development and Reform Commission, Municipal Finance Bureau, Municipal Water Affairs Bureau, Municipal Economic Information Commission, Municipal Housing and Urban-Rural Construction Management Committee, Municipal State-owned Assets Supervision and Administration Commission, Municipal Communications Administration, Municipal Greening City Appearance Bureau, Municipal Market Supervision Bureau, relevant enterprises, and district governments)

(4) Increase tax rebates and cuts

8. Further strengthen the policy of VAT refund for taxpayers in the manufacturing, scientific research and technology services, electric power, heat, gas and water production and supply, software and information technology services, ecological protection and environmental management industry, transportation storage and postal industry of the existing VAT and monthly incremental VAT. The VAT credits for medium-sized and large enterprises will be refunded in advance, and the VAT credits for all eligible enterprises will be refunded by June 30, 2022.

(Responsible departments: Municipal Taxation Bureau, Municipal Finance Bureau)

9. Taxpayers who have real difficulties in paying real estate tax and urban land use tax due to the epidemic can apply for reduction or exemption or exemption of property tax and urban land use tax in the second and third quarters of 2022, and no tax reduction or exemption for industries engaged in state restricted or discouraged development. For the enterprises whose housing or land is expropriated by the government for emergency, the corresponding real estate tax and urban land use tax can be exempted according to the regulations.

(Responsible department: Municipal Taxation Bureau)

(5) Distribution of subsidies to aid enterprises to stabilize jobs

10. For catering, retail, tourism, transportation, entertainment, accommodation, exhibition *and other industries* severely affected by the epidemic, if there are no layoffs or fewer layoffs, a one-time employment stabilization subsidy of 600 yuan will be given to each person (based on the number of employees who paid social insurance premiums in the previous month when the enterprise applied), with a maximum subsidy of 3 million yuan for each enterprise, and enterprises are encouraged to stabilize their employment. Employers who recruit and register unemployed for more than three months or graduates of colleges and universities in the city in 2022, who have signed labor contracts for more than one year and pay social insurance premiums as required, will be given a one-time employment subsidy of 2,000 yuan per person.

(Responsible departments: Municipal Human Resources and Social Security Bureau, Municipal Finance Bureau, and district governments)

2. Promote the resumption of work and production in an orderly manner

(1) Strengthening support and services for enterprises' resumption of work and production

11. Guide and dynamically revise the epidemic prevention and control guidelines for the resumption of work and production in various industries and sectors and cancel the unreasonable restrictions on the resumption of work and production of enterprises. Urban areas will strengthen the resumption of work and production services for employee return, logistics support, and upstream and downstream connection, urge and guide enterprises to do epidemic prevention and elimination and employee health management, support enterprises to establish an anti-epidemic emergency response system, and ensure that epidemic prevention and control and production safety measures are implemented in place after the resumption of work and production. Expand the scope of subsidies for epidemic prevention and elimination. On the basis of implementing existing subsidy policies for retail, catering, airports, ports and cold chain enterprises, provide fixed subsidies for property services, postal and express delivery, accommodation, cultural and tourism industries in 2022. Districts are encouraged to provide fixed subsidies for epidemic prevention and control expenditures for enterprises that resume work and production according to the actual operation scale.

(Responsible departments: Municipal Commission of Commerce, Municipal Culture and Tourism Bureau, Municipal Housing Administration, Municipal Postal Administration and other competent departments of various industries, Municipal Finance Bureau, and district governments)

12. Support manufacturing enterprises such as automotive, integrated circuits and biomedicine to realize the coordinated resumption of upstream and downstream enterprises in the industrial chain and supply chain, and steadily improve the production rate of enterprises. Promote the gradual resumption of production in wholesale and retail, finance, transportation and logistics, real estate, construction and other industries, promote the resumption of various agricultural production units, and promote the resumption of catering, residential services, cultural, tourism and exhibition industries in an orderly manner when conditions are available. Establish a mutual guarantee mechanism for the industrial chain and supply chain in the Yangtze River Delta to ensure the supply and strong chain jointly.

(Responsible departments: competent departments of various industries)

(2) Smooth domestic and international logistics and transportation channels

13. Accelerate the promotion and use of the national unified mutual recognition pass, improve the operation efficiency of inter-provincial transport transfer stations, promote non-contact logistics methods, and improve the efficiency of freight traffic. Strictly implement epidemic prevention and production measures at ports and airports, optimize delivery methods and quarantine procedures at ports, and ensure the orderly operation of industrial and supply chains and shipping logistics. Accelerate the implementation of freight support policies issued by the state. Exempt qualified express delivery service from VAT from May 1, 2022, to the end of 2022. Make good use of refinancing funds to support financing in the transportation, logistics and warehousing industries.

(Responsible departments: Municipal Transportation Commission, Municipal Economic Information Commission, Shanghai Customs, Municipal Commerce Commission, Municipal Postal Administration, Municipal Taxation Bureau, Municipal Finance Bureau, Municipal Local

Financial Supervision Bureau, Shanghai Headquarters of the People's Bank of China, Shanghai Banking and Insurance Regulatory Bureau)

3. Take multiple measures to stabilize foreign investment and foreign trade

(1) Support foreign-funded enterprises to resume production and operation

14. Establish a service mechanism for key foreign-funded enterprises, implement special tracking services, help key foreign-funded enterprises solve prominent problems such as the resumption of work and production, logistics and transportation, and epidemic prevention materials, and effectively stabilize the development expectations of foreign-funded enterprises.

(Responsible department: Municipal Commission of Commerce)

15. Ensure the smooth progress of major foreign-funded projects, use the online service system of major foreign-funded projects, city and district linkage, online and offline cooperation, ensure the resumption of projects under negotiation, signing and under construction as soon as possible, and implement special tracking services. Actively strive for a number of major projects to land as soon as possible. Support multinational corporations in setting up regional headquarters and foreign-funded R&D centers in Shanghai.

(Responsible departments: Municipal Development and Reform Commission, Municipal Commerce Commission, Municipal Economic Information Commission, and district governments)

(2) Help foreign trade enterprises with financial relief

16. Accelerate the implementation of the national policies to support foreign trade and allow the VAT input tax transferred from the early period after implementing the policy of consistent tax rebate rates for export products for processing trade enterprises. Where an enterprise obtains export credit insurance compensation for being unable to collect foreign exchange, the export credit insurance compensation shall be regarded as foreign exchange collection and the export tax refund shall be handled. Port enterprises are encouraged to reduce cargo storage fees, shipping companies are encouraged to reduce demurrage charges, and port and shipping related enterprises are encouraged to reduce or reduce logistics operation fees related to import and export.

(Responsible departments: Municipal Taxation Bureau, Municipal Commerce Commission, Municipal State-owned Assets Supervision and Administration Commission, Municipal Transportation Commission, Shanghai Banking and Insurance Regulatory Bureau, China Export & Credit Insurance Corporation Shanghai Branch)

17. Strengthen policy-based financial support for foreign trade enterprises. Increase support for export credit insurance, expand the coverage of micro, small and medium-sized enterprises, optimize the conditions for underwriting and claims, open an online loss claim channel in the "single window" in Shanghai, establish a premium deferral mechanism and a quick compensation mechanism, and cover all claims. For micro, small and medium-sized enterprises that meet the conditions of specialization, specialization and innovation, on the basis of the original export credit insurance rate, they will implement a phased fee **reduction of no less than 10% and increase the financing support for insurance policies**. Support the Shanghai Branch of the Export-Import Bank of China to set up special credit lines for import and export business, establish rapid review channels, actively use policy-based preferential interest rate loans or seek other preferential interest rate policies from the head office, and reduce the financing costs of enterprises.

(Responsible departments: Municipal Commission of Commerce, Municipal Economic and Information Technology Commission, Municipal Local Financial Supervision Bureau, Shanghai Banking and Insurance Regulatory Bureau, China Export & Credit Insurance Corporation Shanghai Branch, China Export-Import Bank Shanghai Branch)

(3) Focus on stabilizing the expectations and confidence of foreign-funded and foreign trade enterprises

18. Strengthen face to face communication with foreign executives through video conference, online roundtable form, take the initiative to introduce the epidemic situation and strategy, fully listen to foreign enterprise opinions and advice, normalized consultation and solve problem mechanism, help foreign enterprises to solve practical problems, strengthen headquarters enterprises visit communication, to repair and boost foreign enterprise confidence. Help foreign trade enterprises fulfil their orders, implement customs clearance facilitation measures, adopt the mode of exempting consignor and consignee from on-site inspection, support enterprises to handle online customs clearance business, establish a green channel for customs clearance of key materials of key enterprises, and improve the efficiency of goods clearance. CCPIT issues free force majeure factual certificates related to COVID-19 for qualified and needy enterprises affected by the epidemic. The Shanghai International Arbitration Center and other relevant dispute resolution institutions shall provide legal advice and assistance for foreign trade enterprises to protect their rights, and shall reduce, refund and postpone the payment of eligible arbitration fees. It provides convenience for foreign employees and their families of foreign enterprises stationed in Shanghai, global executives and professionals who carry out important business activities, as well as important overseas customers of foreign trade enterprises to handle invitation letters and entry and exit procedures in China.

(Responsible departments: Municipal Commission of Commerce, Shanghai Customs, Municipal Council for the Promotion of International Trade, Municipal Foreign Affairs Office, Municipal Public Security Bureau, and district governments)

(4) Better guiding role of special funds for foreign trade and foreign investment

19. Coordinate the use of special funds for the development of national foreign trade and economic development and the high-quality business development in the municipality, adjust the way of funds, increase the scope and intensity of financial support, mainly to stabilize foreign trade in 2022 and give financial support to the industrial chain and supply chain of key foreign projects. Shanghai will start the application of special funds for encouraging the development of regional headquarters of multinational companies in 2022 in advance and strive to complete the allocation by the end of September.

(Responsible departments: Municipal Commission of Commerce, Municipal Finance Bureau, and district governments)

4. Vigorously promote the accelerated recovery of consumption

(1) Use bulk consumption as the starting point to drive consumption

20. Vigorously promote the demand in the automotive industry, by adding 40,000 non-commercial passenger car license plates within the year, and phased reducing the purchase tax of some passenger vehicles in accordance with the national policy requirements. Before December 31, 2022, individual consumers who scrap or turn to registered passenger cars in Shanghai that meet relevant standards and buy electric vehicles will be given a financial subsidy of 10,000 yuan per vehicle. Support the development of car rental businesses. Improve

the registration, filing, and vehicle transaction registration regulations of second-hand car market entities.

(Responsible departments: Municipal Development and Reform Commission, Municipal Transportation Commission, Municipal Public Security Bureau, Municipal Finance Bureau, Municipal Taxation Bureau, Municipal Economic Information Commission, Municipal Commerce Commission)

21. Implement the plan of exchanging old home appliances for new ones, give appropriate subsidies for green smart home appliances, green building materials and energy-saving products according to regulations, and support large shopping malls and e-commerce platforms to carry out activities such as exchanging old home appliances for home appliances and new ones, promoting green smart home appliances and electronic consumer products through discounts and subsidies.

(Responsible departments: Municipal Commerce Commission, Municipal Finance Bureau, Municipal Development and Reform Commission, and district governments)

(2) Improve the consumption supply guarantee system

22. Promptly plan and build a number of suburban warehouse bases integrating warehousing, sorting, processing and packaging, promote the construction of emergency materials reserve bases, and ensure the timely transportation of daily materials nearby in emergency situations. Optimize the allocation of community living and consumption service complexes, support smart express boxes, smart dining cabinets and express delivery service stations into communities, parks (factories) and buildings, support the construction of cold chain logistics network and pre-warehouse distribution points, and strengthen the construction of terminal links and supporting facilities.

(Responsible departments: the district governments, the Municipal Commerce Commission, the Municipal Economic Information Commission, the Municipal Planning and Resources Bureau, the Municipal Grain and Material Reserve Bureau, and the Municipal Housing Administration)

(3) Take festival activities as an opportunity to promote consumption

23. Optimize the "shopping festival" plan, launch themed shopping festival activities in due time, encourage the development of the night economy, and boost consumer confidence. Support large commercial enterprises, e-commerce platforms and other enterprises to issue consumption coupons in various ways, support cultural and tourism enterprises to issue cultural and tourism consumption vouchers and encourage cultural and tourism enterprises to conduct free promotions on "LeYou Shanghai" and other platforms, so as to promote the formation of hot consumption spots. Appropriate financial support will be given to enterprises with market-led innovative formats, models and creative activities, and with outstanding contributions to the growth of the consumer market.

(Responsible departments: Municipal Commission of Commerce, Municipal Bureau of Culture and Tourism, and district governments)

(4) Support the development of cultural, tourism and sports industries

24. Make good use of the special funds for the development of the film industry, cultural and creative industries, tourism development, and sports development, and increase support for performance venues, cinemas, physical bookstores, fitness venues, etc., through free funding,

loan discounts, etc. Innovation parks, cultural and creative enterprises and cultural and sports tourism projects will help the cultural, creative, tourism and sports industries to resume development as soon as possible. For qualified travel agencies, the temporary refund ratio of the travel service quality deposit has been increased from 80% to 100%.

(Responsible departments: Municipal Party Committee Propaganda Department, Municipal Culture and Tourism Bureau, Municipal Sports Bureau, Municipal Press and Publication Bureau, Municipal Film Bureau, Municipal Culture Foundation, Municipal Finance Bureau)

25. Encourage enterprises and social organizations to entrust travel agencies to carry out party building, official business, trade unions, exhibitions and other activities, and travel agencies can issue invoices as reimbursement vouchers according to regulations.

(Responsible departments: Municipal Culture and Tourism Bureau, Municipal Federation of Trade Unions, Municipal Finance Bureau, Municipal Taxation Bureau)

5. Give full play to the key role of investment

(1) Actively expand effective investment

26. Make every effort to promote the resumption of work and production of projects under construction, guide construction sites to implement epidemic prevention measures, and ensure the continuous construction of projects under development. Strengthen the coordination of new projects, optimize the approval procedures for government-invested projects, compile combined project proposals, feasibility study reports and preliminary designs for qualified government-invested projects, and implement measures such as formatting approval, simplifying the approval process, phased approval, and land supply to promote the construction of new projects. Actively accelerate the construction of major industrial projects by compensating them.

(Responsible departments: Municipal Housing and Urban-Rural Construction Management Committee, Municipal Major Office, Municipal Development and Reform Commission, Municipal Transportation Commission, Municipal Economic Information Commission, Municipal Planning and Resources Bureau, and district governments)

27. Accelerate the preliminary work of the projects, support the construction of key infrastructure projects such as major railway passages, rail transit networks, aviation hubs, ports, energy, inland waterways, water conservancy, and underground integrated pipe corridors to accelerate the construction, and promote integrated circuits, new energy vehicles and other infrastructure projects. Accelerate the implementation of a number of major industrial projects and increase support in terms of project approval and factor guarantees.

(Responsible departments: Municipal Development and Reform Commission, Municipal Transportation Commission, Municipal Economic Information Commission, Municipal Housing and Urban-Rural Construction Management Commission, Municipal Water Affairs Bureau)

28. Strengthen the formulation of urban renewal plans, policy support and factor guarantee. Within the year, the renovation of the old areas in the downtown will be completed, the reconstruction of the scattered old areas will be comprehensively accelerated, and more than eight new urban villages will be launched within the year. The joint policy of rebuilding old areas in central urban areas was extended to five new urban areas, and the policy of rebuilding urban villages was optimized and improved. Actively expand financing channels and support the issuance of special bonds from local governments for urban renewal projects. Improve the housing rental system, and promote the construction, financing and supply of government-

subsidized rental housing. Improve laws and policies on housing rental and strengthen housing rental management and services.

(Responsible departments: Municipal Housing and Urban-Rural Construction Management Committee, Municipal Development and Reform Commission, Municipal Planning and Resources Bureau, Municipal Finance Bureau, Municipal Housing Administration, Civil Affairs Bureau, Municipal Public Security Bureau, and district governments)

29. Promote the healthy development of the real estate development and investment, establish a green channel for the pre-approval of real estate projects, timely launch the listing of a new batch of market-oriented new commercial housing projects, and further shorten the whole process of early development, land acquisition, construction and sales. The urban infrastructure supporting fee for new residential projects can be extended for three months. Improve real estate policies to support the demand for rigid and improved housing.

(Responsible departments: Municipal Housing Administration, Municipal Planning and Resources Bureau, Municipal Finance Bureau)

(2) Strengthen the factors and policy support for investment projects

30. Strengthen the overall planning of "six votes" for resource indicators, and try out the overall balance of water area, green land, woodland and other related indicators needed for the implementation of major municipal projects.

(Responsible departments: Municipal Housing and Urban-Rural Construction Management Committee, Municipal Major Office, Municipal Development and Reform Commission, Municipal Transportation Commission, Municipal Planning and Resources Bureau, Municipal Water Affairs Bureau, Municipal Greening and City Appearance Bureau)

31. Focus on major strategic tasks such as the Lingang New Zone of the Pilot Free Trade Zone, the Hongqiao International Opening Hub, the construction of five new urban areas, and the north-south transformation, and support all districts in applying for local government special bonds. Appropriately expand the areas of local government special bonds and include new infrastructure and other types of support. Speed up the issuance and use of local government special bonds and strive to basically use them by the end of August to form a physical workload as soon as possible.

(Responsible departments: Municipal Finance Bureau, Municipal Development and Reform Commission, District Governments, Lingang New Area Management Committee, Hongqiao International Central Business District Management Committee)

32. Expand the role of infrastructure real estate investment trust (REITs), implement the "Shanghai REITs 20" support policy, promote more eligible stock infrastructure projects issued by REITs, select affordable rental housing projects such as REITs pilot, support revitalize stock funds for new projects.

(Responsible departments: Municipal Development and Reform Commission, Municipal Local Financial Supervision Bureau, Shanghai Securities Regulatory Bureau)

(3) Fully guide and stimulate social investment

33. Further promote the reform of the filing system for enterprise investment projects, and implement "one form application, one acceptance, one network handling, one time completion and one certification" of project approval, land use, planning, construction, completion, and acceptance. Deepen the pilot reform of the enterprise investment project commitment system

in the Lingang New Area and promote it to other areas where conditions permit. Improve the management services of EIA and discharge permits, increase the exemption and notification commitment of EIA, expand the scope of integrating EIA and discharge permits, and optimize the handling and change procedures of discharge permits.

(Responsible departments: Municipal Development and Reform Commission, Municipal Housing and Urban-Rural Construction Management Committee, Municipal Planning and Resources Bureau, Municipal Ecological Environment Bureau, Lingang New Area Management Committee, district governments)

34. Further expand the private investments, encourage, and attract more social capital to participate in city railway, new infrastructure, and a number of major projects, encourage private investments, focusing on urban infrastructure, through the comprehensive development mode to participate in the construction of key projects. Implement the reform of the land use list system for nongovernmental investment projects and support the expansion of the application and issuance of corporate bonds. Strengthen the linkage between banks and government and banks and enterprises, encourage financial institutions to connect with key projects, increase support for infrastructure construction and major projects, and provide preferential and convenient financing support to urban areas projects together with the increase of the support for "specialized, special and new" enterprises.

(Responsible departments: Municipal Development and Reform Commission, Municipal Housing and Urban-Rural Construction Management Commission, Municipal Planning and Resources Bureau, Municipal Transportation Commission, Municipal Local Financial Supervision Bureau, Shanghai Headquarters of the People's Bank of China, Shanghai Banking and Insurance Regulatory Bureau, and district governments)

6. Strengthen the guarantee of resources and key elements

(1) Increase the intensity of fiscal inter-cyclical adjustment

35. Further increase financial support for steady growth, accelerate the progress of government expenditures, coordinate the use of various revenue and special funds, and adjust and optimize the structure of expenditures. Speed up the allocation and implementation of various enterprise-related special funds to ensure early allocation, early use and early results. Improve the way to use and evaluate special funds, and provide subsidies for rent, loan interest, guarantee premiums, and stable employment to enterprises with business difficulties.

(Responsible departments: Municipal Finance Bureau, relevant municipal units using special funds, Municipal State-owned Assets Supervision and Administration Commission, Municipal Planning and Resources Bureau, Municipal Human Resources and Social Security Bureau, Municipal Medical Insurance Bureau)

(2) Strengthening the function of financial aid for enterprises

36. Encourage financial institutions to extend principal and interest repayment to micro, small and medium enterprises and individual businesses, loans to truck drivers and qualified personal housing and consumer loans affected by the epidemic. In principle should not exceed the end of 2022, which will not affect credit records and be exempted from penalty interest. Encourage pilot banks to expand their seamless loan renewal services from small and micro enterprises to medium-sized enterprises. Actively develop online seamless loan renewal products, in accordance with the "zero threshold application, zero cost processing, zero cycle loan renewal" guidance, support small, medium and micro enterprises financing turnover seamless loan

renewal, and strive to achieve seamless loan renewal increment of 100 billion yuan in 2022. In accordance with the national policy requirements, the acceptance period of commercial bills will be shortened from one year to six months, and the rediscount support will be increased.

(Responsible departments: Municipal Local Financial Supervision Bureau, Municipal State-owned Assets Supervision and Administration Commission, Shanghai Banking and Insurance Regulatory Bureau, Shanghai Headquarters of the People's Bank of China)

37. Encourage banking financial institutions to set up special rescue loans for enterprises, Banks in Shanghai will provide preferential interest rates to key enterprises, enterprises in difficulties greatly affected by the epidemic, micro, small and medium-sized enterprises and individual industrial and commercial households. Make good use of various national reloan support policies and inclusive tools to support inclusive small and micro loans and increase credit supply in key areas and enterprises in difficulty. Continue to stabilize and lower real lending rates. Further implement the "Light of Pujiang" action, incubate and cultivate more high-quality science and technology enterprises, upgrade the enterprise database and policy database, and provide precise services for enterprises to list. Support financial institutions in issuing financial bonds and provide financing support for enterprises in key areas. In accordance with the requirements of national policies, the bond financing transaction fees of private enterprises can be exempted, further expanding the cross-border financing channels for enterprises.

(Responsible departments: Municipal Local Financial Supervision Bureau, Shanghai Headquarters of the People's Bank of China, Shanghai Banking and Insurance Regulatory Bureau, Shanghai Securities Regulatory Bureau, State Administration of Foreign Exchange Shanghai Branch)

38. Support financing guarantee institutions to further expand the scale of financing guarantee business of micro, small and medium-sized enterprises. **The municipal policy-based financing guarantee fund for micro, small and medium-sized enterprises collects guarantee fees at 0.5%**, exempts guarantee fees for policy-based start-up guarantee projects, and discounts interest for policy-based agricultural guarantee projects. The average guarantee rate of district-level government financing guarantee institutions will be reduced to below 1% (inclusive). Encourage relevant municipal departments and districts to implement the discount policy for bank loans obtained by small, medium and micro enterprises through government financing guarantee institutions.

(Responsible departments: Municipal Finance Bureau, Municipal Economic Information Commission, Municipal Local Financial Supervision Bureau, and district governments)

39. Encourage small loan companies, pawnshops and other local financial organizations to appropriately reduce financing costs such as loan interest rates, guarantee rates, and pawn comprehensive rates for industries in difficulty, small and medium-sized enterprises, and individual industrial and commercial households, and renew loans through extension and no principal repayment. In order to reduce the repayment pressure on customers, the repayment date of the principal and interest of inclusive micro-loans due from March 1, 2022, to September 30, 2022, can be extended to December 31, 2022 at the longest and no penalty interest will be charged. The role of the bailout fund for listed companies shall be further brought into play, the scope of the bailout shall be expanded and the process shall be optimized, the operation efficiency of the bailout fund shall be improved, and the small and medium-sized listed enterprises shall be actively helped to relieve the pressure of capital liquidity.

(Responsible departments: Municipal Local Financial Supervision Bureau, Municipal State-owned Assets Supervision and Administration Commission)

40. Support more qualified asset management institutions to participate in the Qualified Foreign Limited Partnership (QFLP) pilot and the Qualified Domestic Limited Partnership (QDLP) pilot and encourage pilot enterprises to set up global or Asia-Pacific investment management centers in Shanghai to facilitate their cross-border two-way investment business.

(Responsible departments: Municipal Local Financial Supervision Bureau, Shanghai Branch of State Administration of Foreign Exchange).

(3) Guarantee the supply of land

41. Speed up the establishment of an online trading mechanism for land sold through public bidding, auction and listing. The transferee can apply for an extension or payment of the land transfer price in instalments. Optimize the land transfer conditions, reasonably determine the starting price of residential land, and reduce the self-owned proportion of commercial office buildings.

(Responsible departments: Municipal Planning and Resources Bureau, Municipal Housing and Urban-Rural Construction Management Committee, Municipal Commerce Commission, Municipal Housing Administration, and district governments)

42. Appropriately increase the 2022 construction land plan, increase the net increase of construction land index, and support and guarantee the land demand for key industrial projects in all districts. According to the inefficient construction land reduction task in each district in 2022, the construction land indicators will be issued in advance, and the temporary support of turnover indicators will be increased. For the area with a real gap in the construction land index, the municipal index can be solved by the "direct supply" method.

(Responsible departments: Municipal Planning and Resources Bureau, district governments)

7. Effectively strengthen the protection of people's livelihood

(1) Stabilize and expand employment through multiple channels

43. Explore employment potential through multiple channels, encourage qualified state-owned enterprises to create new jobs, support vacant public institutions to appropriately increase the number of recruitment places, and actively develop community public welfare positions through government purchases. Intensify the recruitment of community health and public health posts and community workers, encourage all districts to recruit teachers from primary and secondary schools, and recruit more college graduates.

(Responsible departments: Municipal Human Resources and Social Security Bureau, Municipal State-owned Assets Supervision and Administration Commission, Municipal Education Commission, Municipal Health Commission, Civil Affairs Bureau, and district governments)

44. Increase training subsidies and provide all kinds of online vocational training related to the main business of all kinds of enterprises and social organizations affected by the epidemic, with a subsidy of 600 yuan per person each time, no more than three times in 2022. Workers who have obtained vocational qualification certificates and vocational skill level certificates for skilled personnel can enjoy vocational skills upgrading subsidies. Support vocational colleges in setting up vocational skills evaluation institutions in accordance with the regulations to provide services for students in the graduation year. College graduates of 2022 can return to the original

school before the end of the year to participate in skill level recognition activities and enjoy vocational skills upgrading subsidies.

(Responsible departments: Municipal Human Resources and Social Security Bureau, Municipal Education Commission)

45. Comprehensively strengthen employment services, establish a "one-to-one" working mechanism for relevant key enterprises, support the use of shared employment and other ways to solve short-term employment conflicts, enterprises can negotiate with employees with a flexible work system and stable post. Increase the employment and entrepreneurship of college graduates, encourage enterprises, grassroots, organs and institutions, such as college graduates, to recruit college graduates. Enterprises that recruit new graduates from colleges and universities in the municipality, if eligible, will be given 7,800 yuan in tax reduction and exemption for each person and per year within three years, based on the actual number of recruits. Implement support policies such as taxation and subsidies for college graduates to start their own businesses, as well as trainee subsidies and one-time job-seeking and entrepreneurial subsidies. Relying on "one-stop service" to simplify the employment procedures for college graduates and improve the efficiency of employment services. Strengthen monitoring and services for flexible employment and carry out pilot projects for occupational injury protection for employees in new employment forms. Do a good job in advance payment of arrears, simplify the procedure and improve the efficiency of advance payment

(Responsible departments: Municipal Human Resources and Social Security Bureau, Municipal Education Commission, Municipal Finance Bureau, Municipal Taxation Bureau)

46. Fully implement various talent plans and policies, optimize the conditions for direct settlement, residence transfer, house purchase, etc., increase the introduction, service, and support of overseas talents, speed up the implementation of the talent settlement project, improve education, medical and other services, and further promote "Haijuyingca" series of innovation and entrepreneurship activities to further attract and retain all kinds of talents.

(Responsible departments: Municipal Organization Department, Municipal Human Resources and Social Security Bureau, Municipal Education Commission, Municipal Science and Technology Commission, Municipal Public Security Bureau, Municipal Development and Reform Commission, Municipal Housing Administration)

(2) Ensure the basic living standards of the people

47. Further strengthen price monitoring and market oversight of important commodities for people's livelihood and ensure stable supply and prices of daily materials., Ensure the livelihood of people in need by issuing one-time subsidies and gift packages on the basis of continuing to implement the mechanism linking social assistance and security standards with price rises.

(Responsible departments: Municipal Development and Reform Commission, Municipal Market Supervision Bureau, Municipal Civil Affairs Bureau, Municipal Finance Bureau, Municipal Human Resources and Social Security Bureau, Municipal Veterans Bureau, district governments)

8. Ensure the safe and orderly operation of cities and optimize the business environment

(1) Ensure the normal operation of urban core functions and urban safety

48. Improve the coordination mechanism for important functional institutions and enterprise service guarantee teams to ensure the continuous and stable operation of core urban functions such as finance, trade, shipping, and science and technology innovation. Ensure safe energy supply, improve the level of coal procurement and reserves, enhance the capacity of electricity and natural gas dispatching and guarantee supply, increase electricity supply from outside the city, support the construction of key energy projects, and ensure economic recovery and peak summer electricity demand. Strengthen grain production and reserves, promptly distribute subsidies for agricultural materials, improve policies for grain subsidies, and appropriately raise minimum purchase prices for grain. Strictly implement the responsibility for work safety, carry out in-depth safety inspections, comprehensively investigate and address potential safety hazards, and ensure the safety of urban operations.

(Responsible departments: Municipal Development and Reform Commission, Municipal Local Financial Supervision Bureau, Municipal Commerce Commission, Municipal Transportation Commission, Shanghai Branch, Municipal Economic Information Commission, Municipal Agriculture and Rural Affairs Commission, Municipal Emergency Bureau, Municipal Grain and Material Reserve Bureau, various district governments)

(2) Strengthen service for enterprises

49. Continue to carry out "prevent epidemic, stabilize economy and ensure safety" measures by leading cadres at all levels, strengthen contacts and visits to enterprises, take the initiative to care for and serve enterprises, send policies to the door, and actively provide policy guidance and explain policies to help enterprises solving problems. Establish a service mechanism to quickly respond to enterprises' requests and launch service and work platforms in the "one-stop service", and the Shanghai Enterprise Service Cloud, to promptly answer and deal with specific problems in the process of resuming work, production and business. Improve the city-level and district-level coordination mechanism for stabilizing and attracting investment services, make good use of the Shanghai foreign investment promotion service platform, establish a "problem ledger" and "service ledger", and focus on solving a number of bottlenecks that affect the development of enterprise investment, and stimulate the vitality of enterprises' investments.

(Responsible departments: Municipal Economic Information Commission, Municipal Commerce Commission, Municipal Development and Reform Commission, Municipal Big Data Center, and district governments)

50. Implement a special action plan to rescue market entities and improve the business environment, establish a system of business environment supervisors and "experience officers," and effectively improve the perception of enterprises. Improve the whole-process online operation rate of "one-stop service", and promote the "precise push" and "application exemption" of policies benefiting enterprises and people through online approval, online services, online assistance, electronic license application, notification and commitment handling, and automatic extension of the validity period of licenses, so as to facilitate the affairs of enterprises and individuals during the epidemic period. Actively assist enterprises and individuals in carrying out credit repair work, and the untrustworthy behaviors such as overdue contracts, delayed delivery and delayed loan repayment caused by the epidemic will not be included in the untrustworthy list. Increase government procurement to support small and medium-sized enterprises and increase their share in government procurement activities.

Implement specific national measures to support the standardized and healthy development of the platform economy, stabilize the development expectations of platform enterprises and their symbiotic micro, small, medium enterprises, and encourage platform enterprises to speed up breakthroughs in technological research and development in key areas. Support the access and registration of investment enterprises and implement more convenient work procedures. Strengthen legal services, establish a public legal service hotline, and provide timely legal advice, legal aid, legal service guidance and mediation services for disputes such as contract default, order delay and labor and capital relations caused by the epidemic.

(Responsible departments: Municipal Development and Reform Commission, General Office of Municipal Government, Municipal Finance Bureau, Municipal State-owned Assets Supervision and Administration Commission, Municipal Local Financial Supervision Bureau, Municipal Market Supervision Bureau, Municipal Justice Bureau, Municipal Big Data Center, Shanghai Headquarters of the People's Bank of China, and district governments)

These policies and measures will be implemented from June 1, 2022 and will be valid until December 31, 2022 (if the specific measures have a clear implementation period, their provisions shall prevail). The municipal government's "21" policy of anti-epidemic assistance issued on March 28 continues to be effective. In the case of national relevant regulations, such regulations shall prevail.

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