

Awarding Policy of Xuchang in Support of High-Quality Development of Manufacturing Industry

In order to thoroughly implement the requirements of the Provincial Party Committee and Government on the high-quality development of manufacturing industry and optimize the support policies for the manufacturing industry in Xuchang, in further effort to stimulate financial funds and leverage fiscal policies, as well as to accelerate the building of a strong manufacturing city, the following policies are hereby developed in light of the actual industrial development in our city:

I. Support Policies for the Development of Small and Medium-sized Enterprises

1. Support the development of small and medium-sized enterprises with specialized and innovative features. Newly recognized national-level "Little Giant" enterprises with specialized and innovative features will be rewarded with RMB 300,000. Newly recognized provincial-level SMEs with specialized and innovative features will be rewarded with RMB 100,000.
2. Support the construction of public service systems for

enterprises. Newly recognized national and provincial public service demonstration platforms for SMEs will be rewarded with RMB 200,000 and RMB 100,000 respectively. Newly recognized national and provincial entrepreneurial and innovation demonstration bases for small and micro-sized enterprises will be rewarded with RMB 200,000 and RMB 100,000 respectively.

II. Support Policies for the Innovative Development of Enterprises

3. Encourage R&D innovation in enterprises. Enterprises that have obtained national or provincial recognition for their first major technical equipment will be rewarded with RMB 1,000,000 and RMB 300,000 respectively.

4. Encourage software development and creation. A one-time reward of RMB 300,000 will be given to a single product that has obtained provincial certification for its first edition of software products.

5. Expand and strengthen the new generation information technology industry. Key support will be given to the development of new-generation information technology industries such as integrated circuits and intelligent terminals

(modules). For newly established enterprises with actual investment exceeding RMB 50 million, RMB 300,000 will be rewarded for achieving an annual revenue growth rate exceeding 30% starting from the year of production. RMB 500,000 will be rewarded for achieving an annual revenue growth rate exceeding 50%.

6. Encourage the research and development of pharmaceutical and medical device products for industrialization in Xuchang. Enterprises that pass the national consistency evaluation of generic drugs on schedule will be rewarded with a one-time grant of RMB 500,000. Enterprises that develop bio-products belonging to categories 1-3 (therapy and prevention), chemical medicines belonging to categories 1-3, or traditional Chinese medicines belonging to categories 1-4 and obtain clinical trial approvals will be rewarded with a one-time grant of RMB 500,000. Enterprises that obtain production licenses for these products will be rewarded with a one-time grant of RMB 1,000,000. Enterprises that obtain registration certificates for Class 3 in-vitro diagnostic reagents and medical devices belonging to categories 2-3 will be rewarded with a one-time grant of RMB 500,000.

Section 3: Policies to Support the Premiumisation and Characteristic Development of Enterprises

7. Enhancing the Core Competitiveness of Enterprises: A reward of 1 million yuan will be given to the newly recognized national champion enterprises (products) in manufacturing.

8. Encouraging Enterprises to Improve Efficiency and Quality: Newly recognized national or provincial quality benchmark enterprises will receive rewards of 1 million yuan and 300,000 yuan respectively.

9. Accelerating the Construction of Innovative Industrial Demonstrative Bases: A reward of 1 million yuan will be given to newly recognized national new industrialization industrial demonstrative bases.

10. Encouraging Green and Energy-Saving Development: Newly recognized national or provincial green factories, green industry parks, and green supply chain management enterprises will receive rewards of 1 million yuan and 500,000 yuan respectively. Newly recognized national or provincial green design product enterprises will be awarded 200,000 yuan and 100,000 yuan respectively.

11. Supporting the Establishment of Credibility Management Systems for Food Industry Enterprises: A reward of 50,000 yuan will be given to food industry enterprises that obtain credible

management system certification.

Section 4: Policies to Support the Integrated Development of Manufacturing and Information Technology

12. Encouraging Enterprises to Develop Combined Industries: Enterprises that pass national-level integration management system assessments for the first time will receive a reward of 100,000 yuan.

13. Encouraging Enterprises to Develop Intelligent Technologies: Enterprises that are rated as provincial-level intelligent factories for the first time will receive a reward of 500,000 yuan. Enterprises that obtain the provincial-level intelligent workshop rating for the first time will receive a reward of 200,000 yuan. A project concerning the integration of new generation information technology applications that are approved by the province for the first time will be awarded 200,000 yuan.

14. A reward of 500,000 yuan and 200,000 yuan respectively will be given to enterprises (projects, platforms) in the pilot and demonstration areas of national and provincial industrial internet, big data industry development, service-oriented manufacturing, and new-generation information technology and manufacturing integration development that are recognized by the state or

province for the first time.

15. A reward of 500,000 yuan will be given to industrial internet platforms that are verified to meet the requirements and are selected as development objectives by a particular field or subdivision of an industrial cluster, plus a further 50,000 yuan where appropriate.

Section 5: Policies to Support Doubling Growth of High-Growth Enterprises

16. Encouraging Enterprises to Achieve Doubling Growth: A high-growth enterprise cultivation pool will be established for manufacturing enterprises with annual revenues sustained high growth, at no less than 30% annually, for three years, who will be granted a reward of 1 million yuan.

Section 6: Policies to Support the Development of Military-Civilian Integration

17. Enterprises that obtain a weapons and equipment research and production license or equipment contracting qualification certificate for the first time will each receive a reward of 500,000 yuan. Enterprises that obtain a confidential qualification certificate for weapons and equipment research and

production units or a record certificate for weapons and equipment research and production units for the first time will each receive a reward of 300,000 yuan. For military-civilian integration projects that receive support from national or provincial policy-specific funds, enterprises will be given a matching award not exceeding 1 million yuan based on 50% of the actual amount of policy-specific funds received.

Section 7: Award Funds

18. The rewards (subsidies) mentioned in this policy will be directly allocated to enterprises by the municipal level, and counties (cities, districts) are encouraged to introduce reward and support policies in conjunction with industrial development needs.

Section 8: Supplementary Provisions

19. If the same enterprise receives multiple rewards in the same year that qualify for this policy, the reward with the highest supporting fund will be executed, and rewards cannot be repeated or stacked.

20. Before the end of February every year, the industry and information technology department of each county (city, district)

will organize enterprises to declare and review the proposed awards project for the previous year. The municipal industry and information technology department, together with relevant departments, will summarize and review the proposed award projects submitted by counties (cities, districts).

21. The business revenue of an enterprise will be recognized by the tax department based on the taxable sales revenue of the enterprise.

22. Enterprises listed as subjects of disciplinary action for breach of trust in the Credit China or National Enterprise Credit Information Publicity System, and those who have serious responsibility accidents related to production safety, food safety, environmental pollution, etc. during the year of award declaration will not enjoy this award policy.

23. This policy is valid for three years and will be implemented from the date of issuance. The document Xuzheng [2018] No. 30 will be abolished after the implementation of this policy.