

Expenditure Items that will not be funded under the Programme

Expenditure Item	Details/Examples
Normal Operating Expenses of the Applicant	Daily, routine and general operation expenses of the applicant's existing business entity in Hong Kong, FTA and/or IPPA markets, including salary of existing employees, direct costs incurred for the production/manufacture of products for sales purpose ¹ , rental/renovation expenses, utility expenses, business registration or operating licence fees, office stationery, transportation costs of products ² , payment of tax, premiums for product liability insurance, bank charges, capital financing costs of mortgages, interest loans or overdrafts, credit assurance fee for transactions, legal fees associated with legal actions such as those against trademark infringement, incurred/committed fees for procuring/licensing of brands or technology, etc.
Cost for Procuring/Leasing Additional Machinery/Equipment	<ul style="list-style-type: none"> - Machinery/equipment for general use or of normal operating nature (e.g. computer hardware/software for general operational use, cameras, projectors, microphones, point-of-sales systems, cash registers, etc.); - Insurance premium of machinery/equipment; - Maintenance fees for existing machinery/equipment; and - Moulds for existing products.
<p>Other Direct Costs</p> <p>(i) Direct Cost for Producing/Procuring Sample/Prototype</p> <p>(ii) Cost for Advertising</p> <p>(iii) Cost for Travelling and Accommodation between Hong Kong and FTA/IPPA economies</p>	<p>Valuable materials for the production of sample/prototype which may be re-used for sales purpose, e.g. diamond and gold for the production of jewelry samples/prototypes.</p> <ul style="list-style-type: none"> - Advertising outside FTA and IPPA markets and Hong Kong; and - In the case of internet advertising, expenses such as deposit, bonus, slotting fee will not be funded. - Travelling and accommodation expenses which are not directly linked to any measure covered by the project, or those arising from general business supervision, liaison, consultation, negotiation, etc.; - In-town transportation which does not form part of the cross-border transportation of trips from Hong Kong to FTA/IPPA economies and vice versa.; and

¹ Except for the procurement/leasing of additional machinery/equipment for upgrading and restructuring purpose.

² Except for the transportation costs of exhibits for participating in the exhibitions/trade fairs/roadshows.

Expenditure Item	Details/Examples
(iv) Others	<ul style="list-style-type: none"> - Travelling and accommodation outside FTA/IPPA economies and Hong Kong. - Participation in exhibitions/trade fairs/roadshows, including virtual exhibitions organised by Government-related organisations or reputable exhibition organisers with good track records, outside FTA and IPPA economies and Hong Kong; - Organisation of/participation in other promotional events/activities outside FTA and IPPA economies and Hong Kong; - Shop/product display fees for sales purpose at any virtual/physical location and the related sales commission fees; - Shelves and furniture for general product display at display/sales outlet; - Gifts, souvenirs, prizes, etc.; - Entertainment or meal expenses; - Membership fees of industrial and trade associations, professional bodies or similar organisations (either one-off or recurrent); and - Unspecified costs, e.g. miscellaneous costs, sundry, contingency expenses, etc.