

Tokyo Stock Exchange

Highlights of initial listing requirements for foreign companies

Prime Market, Standard Market and Growth Market

| | Prime Market | Standard Market | Growth Market |
|--|---|---|---|
| Number of shareholders | 800 or more | 400 or more | 150 or more |
| Tradable Shares (Estimate at Time of Listing) | <ul style="list-style-type: none"> Tradable shares: 20,000 units or more Tradable share market capitalisation: JPY 10 billion or more | <ul style="list-style-type: none"> Tradable shares: 2,000 units or more Tradable share market capitalisation: JPY 1 billion or more | <ul style="list-style-type: none"> Tradable shares: 1,000 units or more Tradable share market capitalisation: JPY 0.5 billion or more |
| Market capitalisation (Estimate at Time of Listing) | JPY 25 billion or more | - | - |
| Public Offering | - | - | Public offering of 500 units or more of stocks |
| Years of Business Operation | The business has operated continuously with the board of directors having been established three or more years before the date of application | The business has operated continuously with the board of directors having been established three or more years before the date of application | The business has operated continuously with the board of directors having been established one or more years before the date of application |
| Net assets (latest fiscal year) | <ul style="list-style-type: none"> JPY 5 billion or more The amount of unconsolidated net assets is positive | <ul style="list-style-type: none"> The amount of consolidated net assets is positive | - |

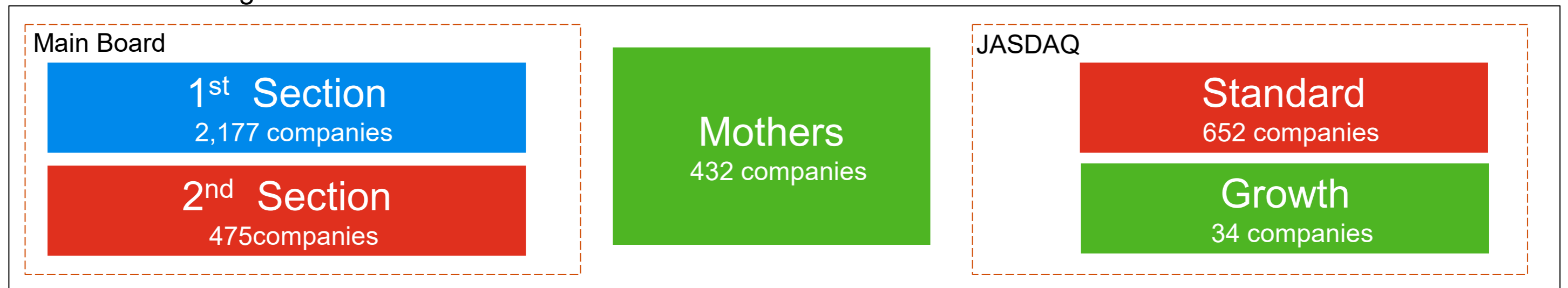
| | Prime Market | Standard Market | Growth Market |
|---|--|--|---------------|
| Profit and Net Sales | The applicant company satisfies either of the following a. or b.: <ol style="list-style-type: none"> Aggregated profits over the last two years are JPY 2.5 billion or more Net sales over the last year are JPY 10 billion or more and market capitalisation is estimated to be JPY 100 billion or more at time of listing | Total profits over the last year are JPY 0.1 billion or more | - |
| Audit opinion | <ul style="list-style-type: none"> No false statements were made in annual securities reports, etc. for the last two years Accounting auditor's opinion on financial statements, etc. for the last two years (excluding that for the last year) was either an "unqualified opinion" or a "qualified opinion with exceptions" Accounting auditor's opinion on financial statements, etc. for the last year was, in principle, an "unqualified opinion". | | |
| Internal control audit report | <ul style="list-style-type: none"> For new listed companies, internal control report is not required when listing. After listing, companies are required to submit their internal control reports, but may chose an exemption from audit by their certified public accountants for the three years following their listing. Nevertheless, new listed companies with significant social influence (assuming capital of JPY 10 billion or more or total liabilities of JPY 100 billion or more) are not subject to the audit exemption. | | |
| Accounting standards to be applied | Japanese GAAP, International Financial Reporting Standards (IFRS) and other GAAPs approved by J-FSA | | |

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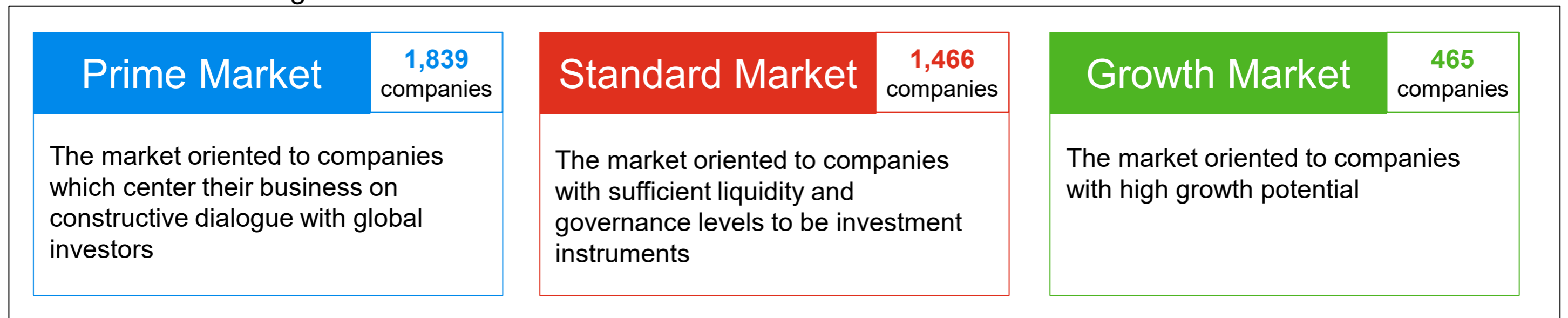
Overview of Market Restructuring

On April 4, 2022, the Tokyo Stock Exchange was restructured into three new market segments: Prime Market, Standard Market, and Growth Market as shown below.

The old market segments



The current market segments



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