

Revision of the Listing Rules in Order to Expand English Disclosure in the Prime Market

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Tokyo Stock Exchange, Inc.

I. Purpose

Tokyo Stock Exchange, Inc. (TSE) considers the Prime Market to be a market for companies that focus on constructive dialogue with global investors and has encouraged them to make disclosures in English. Recently, these companies have been making progress in their efforts in this regard, mainly in response to revisions to Japan's Corporate Governance Code that were made in 2021 to include a statement that companies listed on the Prime Market should make disclosures in English of the necessary information in their Japanese disclosure documents.

Meanwhile, overseas investors have pointed out that improvements still need to be made in order to address the information asymmetries that are a constraint on investment, such as the differences between the volume and timing of Japanese and English disclosures.

In light of this situation, TSE will revise the rules as necessary to expand English disclosure in the Prime Market. TSE hopes that this will attract more overseas investment in its listed companies and encourage improvements in their corporate value through dialogue with overseas investors.

II. Outline

Item	Details	Remarks
1. Establishment of a new obligation to make efforts at English disclosure	<ul style="list-style-type: none">Prime Market listed companies should endeavor to simultaneously disclose the same material corporate information in Japanese and English.	<ul style="list-style-type: none">This will be stipulated in the "Matters Desired to be Observed" in the Code of Corporate Conduct.
2. Mandatory English disclosure of financial results and	<ul style="list-style-type: none">Prime Market listed companies will simultaneously disclose their financial results and timely disclosure information in Japanese and English.In this case, disclosure of an excerpt or summary in English	<ul style="list-style-type: none">This will be stipulated in the "Matters to be Observed" in the Code of Corporate Conduct."Financial results" refers to annual and quarterly earnings reports, as well as any supplementary

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timely disclosure information	is acceptable.	<p>explanatory materials that are prepared and provided to investors.</p> <ul style="list-style-type: none"> • "Timely disclosure information" refers to corporate information disclosed in a timely manner by a listed company via TDnet (It refers to both corporate information that the listing rules require to be disclosed in a timely manner (including information on decisions made by a listed company or its subsidiaries, facts which occurred for a listed company, and revisions to their earnings forecasts, but not including information on listed company's financial results) as well as corporate information that the company has voluntarily disclosed in a timely manner.). • English disclosures must be made simultaneously with Japanese disclosures. However, this shall not apply in situations where simultaneous disclosure in English would cause a delay in disclosure in Japanese because urgent action is required due to the occurrence of an incident, or because the content of disclosure in Japanese is not finalized until immediately prior to disclosure due to the coordination with relevant parties.

Item	Details	Remarks
		<ul style="list-style-type: none"> • In addition, English disclosures are regarded as reference translations of Japanese disclosures. The accuracy of the translation is not subject to enforcement measures. Please note that enforcement measures may apply in cases where no English disclosure is made. • Since some companies are expected to take time to establish the necessary system for English disclosure, TSE will give a grace period to listed companies that submit a document with a specific estimated date of implementation. The grace period will be one year from when the rules take effect. (TSE will make a list of companies that have been given the grace period and their estimated dates of implementation and publish it on the official JPX website in late March 2025.)

III. Implementation Schedule (Planned)

These rules are scheduled for implementation in April 2025.