

FAQ Regarding Expiration of Transitional Measures

Tokyo Stock Exchange, Inc.

Q1: It says that for companies subject to transitional measures, the regular continued listing criteria will apply from the first record date after March 1, 2025, but when is the first record date?

A. Regarding the criteria for tradable share market capitalization, tradable share ratio etc., and market capitalization in the Growth Market, the record date is the last day of that listed company's business year. For example, for a company with a business year ending on the last day of March, the first record date will be March 31, 2025. For a company with a business year ending on the last day of June, the first record date will be June 30, 2025. The regular continued listing criteria will be applied after the assessment on that date.

Please note that the record date for the trading value in the Prime Market is the last day of December 2025, regardless of the end of the business year.

Q2: When will a company be notified that it has failed to meet the continued listing criteria and will enter an improvement period?

A. The criteria for tradable share market capitalization and tradable share ratio etc. are posted weekly on the [Improvement Period List](#). Please note that the status of compliance with these criteria is assessed based on the Table of Distribution of Stocks, etc. submitted by each listed company. Therefore, the timing of their inclusion in the list will differ depending on the timing of each company's submission, even for companies with the same business year end date. For example, companies with a business year end date of the end of March will be included in the list sequentially from around mid-April to mid-June.

With regard to the criteria for market capitalization in the Growth Market, the status of companies whose business year ended the previous month will be posted on the [Improvement Period List](#) in the middle of each month.

The criteria for trading value in the Prime Market are posted on the [Improvement Period List](#) around the fifth business day of January each year.

Q3: If Prime Market listed companies are unable to meet the continued listing criteria, will they be automatically transferred to the Standard Market?

A. There is no system in place to automatically transfer Prime Market listed companies to the Standard Market if they do not meet the Prime Market continued listing criteria. To transfer to the Standard Market, companies must pass the examination for segment transfers by meeting the criteria.

Q4. If a stock that I own fails to meet the continued listing criteria within the improvement period and is subsequently delisted by TSE, can I still buy and sell shares of that stock?

A. It will still be possible to buy and sell shares through direct negotiation (i.e. finding a counterparty and trading directly with them). However, as trading through the exchange (TSE) will no longer be possible, liquidity may fall significantly. We expect that this will make it more difficult for shareholders to buy and sell shares at the time and price they want.

For stocks that are also listed on other exchanges, it will remain possible to continue to trade them on that exchange as long as they remain listed on that exchange

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