

Revision to Disclosure Requirements Concerning Listed Venture Funds' Assets Under Management, etc.

December 14, 2023
Tokyo Stock Exchange, Inc.

I. Purpose

The government's "Grand Design and Action Plan for a New Form of Capitalism 2023 Revised Version" (approved by the Cabinet on June 16, 2023) calls for the creation of an environment where the provision of funds to startups is increased, and a task force report on asset management published by the Financial System Council's Working Group on December 12, 2023 suggests the importance of discussions about details and frequency of disclosure information on listed venture funds. Based on these deliberations, Tokyo Stock Exchange, Inc. (TSE) will revise disclosure requirements concerning assets under management, etc. of listed venture funds as necessary in order to increase the provision of funds to startups while considering investor protection.

II. Outline

Item	Details	Remarks
1. Disclosure of information concerning assets under management, etc. of listed venture funds - Overview of information about unlisted companies and net asset value per unit of listed venture funds	• A venture fund-issuing investment corporation and a venture fund asset management company pertaining to a listed venture fund (hereinafter referred to as "a listed venture fund issuer, etc.") shall disclose the following matters concerning assets under management, etc. at least once every three months: (1) Net asset value per unit of the listed venture fund; (2) Issues of stocks, etc. within five years after listing,	Note: Currently, a listed venture fund issuer, etc. is required to disclose matters described in (1) on the left on a weekly basis and matters described in (2) through (5) on the left on a monthly basis. TSE will revise the frequency of information disclosure and other duties to reduce administrative burden. There is no change in the requirement for a listed venture fund issuer, etc. to immediately disclose details such as information related to assets under management, etc., including decisions

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	<p>continuously held stocks, etc. within five years after listing and continuously held stocks, etc. for which five years have passed after listing;</p> <p>(3) An overview of an issuer of an unlisted stock, etc. and assets related to unlisted stocks, etc.;</p> <p>(4) The most recent state of management and a short term-management policy; and</p> <p>(5) Reasons for holding continuously held stocks, etc. for which five years have passed after listing, and management policy.</p> <ul style="list-style-type: none"> • When a venture fund is listed as it is expected to meet the ratio of assets under management, etc., which is one of the initial 	<p>regarding transfer or acquisition of assets, where an unlisted stock, etc. are listed on a financial instruments exchange, or where an issuer of unlisted stocks, etc. or assets related to unlisted stocks, etc. (hereinafter referred to as an "unlisted company") have filed a petition for commencement of bankruptcy proceedings, so that investors can learn of the status of the assets under management, etc. in a timely manner. Other than the aforementioned cases, a listed venture fund issuer, etc. is also required to immediately disclose any important matters concerning assets under management, etc. which have a significant impact on investors' investment decisions.</p> <ul style="list-style-type: none"> • Currently, information required in an overview of an unlisted company includes sales, ordinary profit, net income (for the current fiscal year), total dividends, total assets, total liabilities, and net assets for the two fiscal years immediately preceding of the unlisted company. However, given that some of them, such as sales, ordinary profit, net income (for the current fiscal year), and total dividends of many unlisted companies are not publicly available in general, these amounts will not be required if reasons are indicated. Still, there is no change in the requirement to state the amounts of total assets, total liabilities, and net assets so that investors can learn of the status of the assets under management, etc. in a timely manner. <p>Note: The information is required to be disclosed at least once a month to inform the public of the progress of an incorporation plan regarding unlisted stocks, etc.</p>

Item	Details	Remarks
	<p>requirements for listing examination within six months after listing, the aforementioned matters in (2) through (5) shall be disclosed at least once a month until it meets the ratio of assets under management, etc. or during a grace period if it enters the grace period without meeting the ratio of assets under management, etc.</p>	
2. Other	<ul style="list-style-type: none"> • Other necessary revisions will be made. 	

III. Implementation Date (planned)

- TSE aims to implement these revisions by March 2024.