

# Status of Disclosure on “Action to Implement Management that is Conscious of Cost of Capital and Stock Price”

(As of March 31, 2024)

Tokyo Stock Exchange, Inc. Listing Department

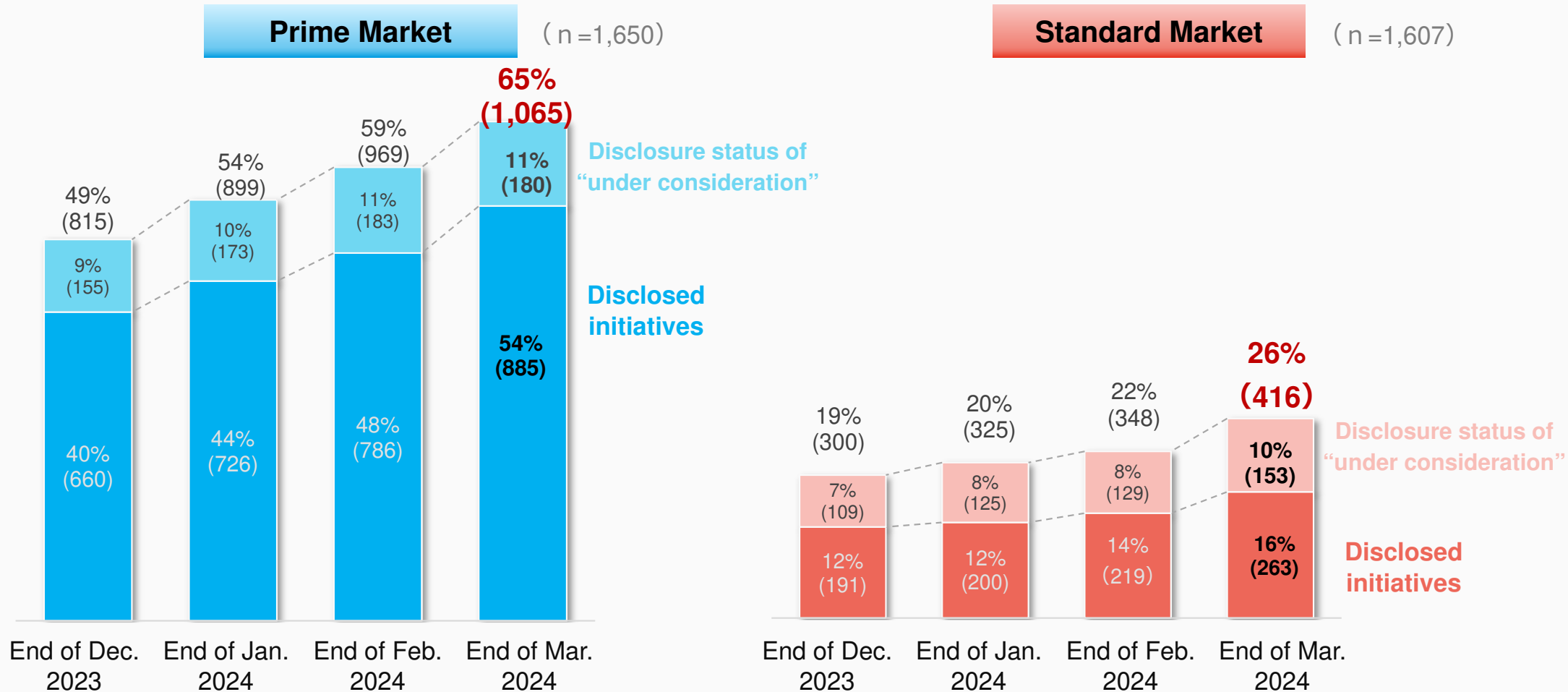
April 15, 2024



# Status of Disclosure on “Action to Implement Management that is Conscious of Cost of Capital and Stock Price”

◆ As of **March 31, 2024**, **65% of Prime Market listed companies (1,065 cos.)** and **26% of Standard Market listed companies (416 cos.)** have disclosed information regarding “Action to Implement Management that is Conscious of Cost of Capital and Stock Price.” (including companies with a disclosure status of “under consideration”).

➤ Increase of **16 pt (250 companies)** in the Prime Market and **7pt (116 companies)** in the Standard Market from the end of December 2023



# Reference: Disclosure Status by PBR and Market Cap. Levels (Prime Market)

(As of March 31, 2024)



◆ While, as in the previous survey, disclosure progress is further along among companies with low PBRs and large market capitalizations, **companies with PBRs of 1.0x or more and companies with relatively small market capitalizations are also making progress in disclosure.**

Note: Figures in ( ) indicate changes from December 31, 2023

	PBR	
	Less than 1.0	1.0 or more
Market Cap. JPY 100 billion or more	<p><b>89% (+11pts) disclosed</b></p> <p>Disclosed initiatives: 76% (+11pts) Disclosure status of “under consideration”: 13% (+1pt) n=275 (-17)</p>	<p><b>66% (+20pts)</b></p> <p>Disclosed initiatives: 59% (+18pts) Disclosure status of “under consideration”: 7% (+2pts) n=539 (+57)</p>
JPY 25 billion – 100 billion	<p><b>71% (+12pts)</b></p> <p>Disclosed initiatives: 52% (+9pts) Disclosure status of “under consideration”: 18% (+4pts) n=306(-46)</p>	<p><b>47% (+16pts)</b></p> <p>Disclosed initiatives: 39% (+16pts) Disclosure status of “under consideration”: 9% (+0pt) n=365 (+35)</p>
Less than JPY 25 billion	<p><b>53% (+16pts)</b></p> <p>Disclosed initiatives: 39% (+10pts) Disclosure status of “under consideration”: 15% (+6pts) n=75 (-17)</p>	<p><b>40% (+18pts)</b></p> <p>Disclosed initiatives: 34% (+18pts) Disclosure status of “under consideration”: 6% (+0pt) n=90 (-18)</p>

# Reference: TSE's Recent Initiatives (Resummarized)

## ◆ TSE has implemented the following measures to encourage more companies to consider and disclose effective measures.

- TSE will continue to monitor the status of companies' responses and feedback from investors (focusing on the status of responses by companies whose fiscal year ends on March 31), and consider and implement additional measures as necessary.

Publication of a list of companies that have disclosed

- ◆ Publish a list of listed companies that have disclosed the information in accordance with the request to inform investors of who is taking action, thereby encouraging companies to make a proactive effort (Started on Jan. 15, 2024 and updated monthly).

Publication of key points from responses/examples of initiatives

- ◆ Compile and publish several key points based on responses from investors and examples of initiatives that investors deemed as fulfilling these expectations. (On Feb. 1, 2024)

Compilation and distribution of companies' response statuses

- ◆ Compile corporate disclosures and feedback from investors, etc., approximately once every quarter. (Started on Jan. 15, 2024)

**Reminder to listed companies**

- ◆ Inform all listed companies on the Prime and Standard about points to keep in mind regarding initiatives and disclosure, and procedures to be included in the list. Such points and procedures are frequently inquired about by listed companies. (On Mar. 29, 2024)

Note: In addition to the above, TSE internally established a dedicated group (Listed Company Support Group) in Jan. 2024 to support listed companies to consider initiatives to enhance their corporate value over the medium to long term.

Note: The above documents and data are available on the website page at <https://www.jpx.co.jp/english/equities/follow-up/02.html>