

English Translation of  
Enforcement Order of the Limited Partnership Act  
for Investment  
(Cabinet Order No.235 of June 24, 1998)

Translated by  
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Translation Disclaimer

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Enforcement Order of the Limited Partnership Act for Investment  
(June 24, 1998)  
(Cabinet Order No. 235)

Article 1. Designated Securities

The securities to be prescribed by cabinet order pursuant to Article 3(1)(iii) of the Limited Partnership Act for Investment (Law No. 90 of 1998. Hereinafter “Investment LPS Act”) as contributing to the procuring of capital by a Business Entity shall be the following:

- i. The bonds prescribed in the Securities and Exchange Law (Law No. 25 of 1948) Article 2(1)(iii);
- ii. The special corporate bonds prescribed in the Securities and Exchange Law Article 2(1)(iii-ii);
- iii. The corporate bonds prescribed in the Securities and Exchange Law Article 2(1)(iv);
- iv. The certificates of equity investments prescribed in the Securities and Exchange Law Article 2(1)(v);
- v. The preferred equity investment certificates or instruments stating subscription rights to preferred equity investments prescribed in the Securities and Exchange Law Article 2(1)(v-ii);
- vi. The preferred equity investment certificates or certificates stating subscription rights to new preferred equity investments prescribed in the Securities and Exchange Law Article 2(1)(v-iii);
- vii. The beneficiary certificates prescribed in the Securities and Exchange Law Article 2(1)(vii);
- viii. The investment certificates or investment corporation bonds prescribed in the Securities and Exchange Law Article 2(1)(vii-ii);
- ix. The beneficiary certificates prescribed in the Securities and Exchange Law Article 2(1)(vii-iii);
- x. The beneficiary certificates prescribed in the Securities and Exchange Law Article 2(1)(vii-iv);
- xi. The promissory notes as set forth in the Securities and Exchange Law Article 2(1)(viii);
- xii. The certificates or instruments representing option rights as stipulated in the Securities and Exchange Law Article 2(1)(x-ii) in respect of, securities prescribed in the Securities and Exchange Law Article 2(1)(vi), or in any of

the preceding items, or the rights prescribed in the following item; and

- xiii. The rights that are to be represented in securities as prescribed in the item (i) through (xi) of this Article, that are deemed to be securities pursuant to Securities Exchange Law Article 2(2).

#### Article 2. Ancillary Business

The business activities to be prescribed by cabinet order pursuant to Investment LPS Act Article 3(1)(x) shall be the following:

- i. The business of engaging in the acquisition and holding of the promissory notes (excluding those prescribed in the Securities and Exchange Law Article 2(1)(viii)) issued or owned by the Business Entity defined in Investment LPS Act Article 2(1);
- ii. The business of engaging in the acquisition and holding of negotiable certificates of deposit; and
- iii. The business of engaging in the purchase, sale, exchange or lease, or brokering or mediation of, real estate or movable property in which a security interest is created in respect of, rights that are represented by the promissory notes as prescribed in item (i) of this Article or securities prescribed in items (i) to (iii), item (viii) or (xi) of the preceding Article (excluding investment certificates prescribed in item (viii) of said Article) or cash receivables as prescribed in Article 3(1)(iv) of Investment LPS Act (which in the case that the objective of the security interest is land shall include neighboring land to said land, and in the event that the object of the security interest is a building shall include the land and neighboring land on which said building is located).

#### Article 3. Acquiring Shares Issued by a Foreign Corporation, Etc.

The business activities set forth in Investment LPS Act Article 3(1)(xi) shall be conducted as set forth in the Partnership Agreement, limited to an extent in which the total of the price of the acquisition detailed in said item of Investment LPS Act is less than 50/100 of the total capital contribution of all partners.

#### Article 4. Manner of Investment of Surplus Cash

The manner to be prescribed by cabinet order pursuant to Investment LPS Act Article 3(1)(xii) shall be the following:

- i. Deposits with banks or other financial institutions, or postal savings;
- ii. Acquisition of Japanese government bonds or municipal bonds; and
- iii. Acquiring bonds that a foreign government, local government, international institution, foreign government affiliated institution (meaning an institution in which the main equity investor is the government of the

country in which the head office or principle office of the institution is located), a corporation in which a local government of a foreign country is the main equity investor, or a foreign bank or other financial institution issues or guarantees the debts thereof.