

JOBS Act EGC Revenue Cap Raised to \$1.07 Billion to Adjust for Inflation

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The SEC has raised the annual gross revenue cap for a company to qualify as an emerging growth company, or EGC, from \$1 billion to \$1.07 billion, to adjust for inflation. The Jumpstart Our Business Startups (JOBS) Act, which became law five years ago this week, requires the SEC to index to inflation the annual gross revenue cap every five years. The [increase](#) will become effective when published in the Federal Register, which we expect to occur within the next few days.

If you have any questions regarding the matters covered in this publication, please reach out to any of the lawyers listed below or your usual Davis Polk contact.

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