

List of the sources

Data obtained from:

1. Regarding planning period 2004–2006. Available online:
https://www.esfondi.lv/upload/04-kohezijas_politikas_nakotne/dp_aktivitates/2dp/2OP_11022014_ENG_with_amendments.pdf
<https://m.esfondi.lv/jaunumi/nacionalas-programmas-riska-kapitala-finansejums-ietvaros-ir-izveidoti-tris-riska-kapitala-fondi>
<https://www.db.lv/zinas/altum-ar-eko-investoru-tiesajas-par-es-naudas-atmaksu-467462> (accessed on 23 July 2020).
and
and
2. Information about VC Fund managers from The Financial and Capital Market Commission. Available online: <https://www.fktk.lv> (accessed on 23 July 2020).
3. Information about VC Fund managers historical names, structures and partners from firmas.lv, Latvian company database holder.
4. Information about staff of the VC fund managers from information on the internet.
5. Regarding planning period 2007–2013: Available online: https://www.esfondi.lv/upload/2007-2013_nosleguma_zinojums/0_2_op_fir_2007-2013_2017.pdf (accessed on 23 July 2020).
6. Regarding planning period 2014–2020: Available online: <https://www.esfondi.lv/2020.gads> and www.altum.lv (accessed on 23 July 2020).

Table S1. Latvian VC Fund managers and the funds raised.

Name of the VC Fund Manager	Funds Raised in 2004–2006 Planning Period	Funds Raised in 2007–2013 JEREMIE	Funds Raised in 2007–2013 Planning Period	Funds Raised in 2014–2020 Planning Period	Funds Raised without Public Support	Comments
SIA ZGI Capital (previous name - Zaļās gaismas investīcija) *	ZGI fonds	No	ZGI-3	ZGI-4	ZGI-nano	ZGI-nano before its dissolution made and later exited from only one investment (Naco Technologies)
AS Eko Investors*	Otrais Eko fonds	No	No	No	No	-Has a litigation with ALTUM -Investment Director became a founder of the next generation's fund manager
SIA TechVentures Fondu Vadības Kompānija*	INVENTO	No	No	No	No	A partner became active member of Latvian Startup Ecosystem
BaltCap AIFP, SIA	No	BaltCap Latvia Venture Capital Fund	No	No	No	The oldest VC manager in the Baltic States. Had other possibilities to raise funds and because of overwhelming administrative burden of Latvian public VC support decided to not participate in further planning periods.
Imprimatur Capital FUND Management AIFP, SIA*	No	Imprimatur Seed fund and Imprimatur Start-up fund	No	No (won a tender for a fund, but was not successful in fundraising of the private share)	No	Has a partner who was an investment director in another VC fund manager from 2004–2006 planning period
Expansion Capital AIFP, SIA*	No	No	Expansion Capital Fund	INEC1 AIF and INEC2 AIF	No	
FlyCap AIFP*	No	No	FlyCap	FlyCap	No	

			Investment Fund I	Mezzanine Fund II AIF		
Buildit Latvia AIFP, SIA*	No	No	No	Buildit Latvia Pre-Seed Fund and Buildit Latvia Seed Fund	No	
Commercialization Reactor Fund AIFP, SIA*	No	No	No	Commercialization Reactor Pre-Seed Fund and Commercialization Reactor Seed Fund	No	Has a partner who was an investment director in another VC fund manager from 2007–2013 planning period
Overkill Ventures AIFP, SIA*	No	No	No	Overkill Ventures Fund I and Overkill Ventures Fund II	No	

* Established in a year when an appropriate planning period tender for VC Fund managers was announced.

Table S2. Impact from the limiting factors on VC fund managers activities.

Impact from the Limiting Factors on the Fund Managers Activities in 2007–2013 Planning Period								
Factors	1st Fund Manager	2nd Fund Manager	3rd Fund Manager	4th Fund Manager	Mean Value of the Answers	Standard Deviation	Median Value of the Answers	Mode Value of the Answers
Restrictions on investments (limits on geography, allowed financial instruments; financial status and stages of a portfolio company; max amount of one investment)	4	4	5	4	4.3	0.4	4	4
Small size of funds	1	3	3	5	3.0	1.4	3	3

ALTUM rights to influence a fund investment decisions (exceeding typical LPs rights)	2	2	4	1	2.3	1.1	2	2
Reporting obligations towards ALTUM and Financial Market commission	3	2	3	3	2.8	0.4	3	3
Imperfections of the infrastructure and legislation affecting VC market	4	3	3	1	2.8	1.1	3	3
Lack of the experience and capacity of the governmental agency responsible for the programmes (ALTUM)	2	2	5	2	2.8	1.3	2	2
Impact from the Limiting Factors on the Accelerator Fund Managers Activities (2014–2020 Planning Period)								
Factors	5 th Fund Manager	6 th Fund Manager	7 th Fund Manager	Mean Value of the Answers	Standard Deviation	Median Value of The answers	Mode Value of the Answers	
Restrictions on investments (limits on geography, allowed financial instruments; financial status and stages of a portfolio company; max amount of one investment)	1	5	3	3.0	1.6	5	No	
Small size of funds	4	3	3	3.3	0.5	3	3	
ALTUM rights to influence a fund investment decisions (exceeding typical LPs rights)	5	4	3	4.0	0.8	4	No	
Reporting obligations towards ALTUM and Financial Market commission	2	3	4	3.0	0.8	3	No	
Imperfections of the infrastructure and legislation affecting VC market	4	2	2	2.7	0.9	2	2	
Lack of the experience and capacity of	2	4	2	2.7	0.9	2	2	

the governmental agency responsible for the programmes (ALTUM)								
Impact from the Limiting Factors on the Other Fund Managers (Except Accelerator) Activities in 2014–2020 Planning Period								
Factors	1 st Fund Manager	2 nd Fund Manager	3 rd Fund Manager	4 th Fund Manager	Mean Value of the Answers	Standard Deviation	Median Value of the Answers	Mode Value of the Answers
Restrictions on investments (limits on geography, allowed financial instruments; financial status and stages of a portfolio company; max amount of one investment)	4	4	5	3	4.0	0.7	4	4
Small size of funds	1	2	2	5	2.5	1.5	2	2
ALTUM rights to influence a fund investment decisions (exceeding typical LPs rights)	2	2	5	4	3.3	1.3	3	2
Reporting obligations towards ALTUM and Financial Market commission	2	2	3	3	2.5	0.5	2.5	2 and 3
Imperfections of the infrastructure and legislation affecting VC market	4	2	2	1	2.3	1.1	2	2
Lack of the experience and capacity of the governmental agency responsible for the programmes (ALTUM)	1	2	5	3	2.8	1.5	2.5	No