Highlights of FY2026 Debt Management Policy

Points of the Fiscal Year 2026

◯ **Government bond issuance volume**

- The total amount of government bonds issued in FY2026 is set at 180.7 trillion yen (a decrease of 8.9 trillion yen compared to FY2025 supplementary budget).
- Based on dialogues with the market, issuance of super long-term bonds (40-, 30-, and 20-Year bonds) will be reduced by 100 billion yen per month, while issuance of medium- to long-term bonds (2-, 5-, and 10-Year bonds) will be maintained at the scale of FY2025 supplementary budget.

◯ **Strengthening Communication with the Market (Mid-Year Interviews)**

- Starting in FY2026, to enhance flexibility in responding to market environment changes, we will introduce "Mid-Year Interviews" with market participants around June regarding issuance plans for the current fiscal year.
  ※When sudden changes occur in the market, flexible actions will be made as before.

New Initiatives for Fiscal Year 2026

◯ **Expansion of Target Customers for Retail Government Bonds ("Retail Government Bonds Plus")**

- In addition to individuals, the target for sales will be expanded to include non-profit organizations and similar entities (such as incorporated educational institutions and condominium management associations) that are expected to hold the bonds for a stable period (scheduled to begin with the January 2027 issue (December 2026 offering)).

◯ **New Floating-Rate Government Bonds to Begin Issuance**

- Based on market demands, issuance of floating-rate government bonds linked to short-term interest rates will commence (planned for January 2027 or later, with details currently being coordinated with market participants).

FY2026 JGB Issuance Plan

< Breakdown by Legal Grounds > (trillion yen)

	FY2026 (Initial)	Changes from FY2025(Initial)	Changes from FY2025 (Supplementary Budget)
Newly-Issued Bonds (Construction Bonds and Special Deficit-Financing Bonds)	29.6	+0.9	−10.8
FILP Bonds	13.0	+3.0	+1.0
Refunding Bonds	135.8	−0.5	+1.0
Other Bonds	2.3	+0.4	−0.2
Total	180.7	+3.8	−8.9

< Market Issuance Plan by Issue > (trillion yen)

		FY2025 (Supplementary Budget)	FY2026 (Initial)	Changes from FY2025 (Supplementary Budget)
Market Issuance by Periodic Auctions		184.2	174.8	−9.4
	40-Year	2.5	1.8	−0.7
	30-Year	8.7	7.2	−1.5
	20-Year	10.2	8.4	−1.8
	10-Year	31.2	31.2	-
	5-Year	29.1	30.0	+0.9
	2-Year	32.1	33.6	+1.5
	TBs	49.2	40.8	−8.4
Sales for Households		5.4	5.9	+0.5
Total		189.6	180.7	−8.9

FY2026 JGB Issuance Plan (1/2)

FY2026 JGB Issuance Plan

<Breakdown by Legal Grounds>

(billion yen)

	FY2025 (Initial)	FY2025 (Supplementary Budget)	FY2026 (Initial)		
	(a)	(b)	(c)	(c)-(a)	(c)-(b)
Newly-issued Bonds	28,647.1	40,343.1	29,584.0	936.9	−10,759.1
Construction Bonds	6,791.0	10,330.0	6,716.0	−75.0	−3,614.0
Special Deficit-Financing Bonds	21,856.1	30,013.1	22,868.0	1,011.9	−7,145.1
Reconstruction Bonds	121.1	—	6.6	−114.5	6.6
GX Economy Transition Bonds	725.8	1,354.1	1,048.4	322.6	−305.7
Children Special Bonds	1,139.7	1,139.7	507.2	−632.5	−632.5
Semiconductors and AI Bonds	—	25.6	787.2	787.2	761.6
FILP Bonds	10,000.0	12,000.0	13,000.0	3,000.0	1,000.0
Refunding Bonds	136,223.1	134,724.3	135,758.6	−464.5	1,034.2
Total	176,856.8	189,586.9	180,692.0	3,835.2	−8,894.9

<Breakdown by Financing Methods>

(billion yen)

	FY2025 (Initial)	FY2025 (Supplementary Budget)	FY2026 (Initial)		
	(a)	(b)	(c)	(c)-(a)	(c)-(b)
JGB Market Issuance (Calendar Base)	172,300.0	178,700.0	168,500.0	−3,800.0	−10,200.0
Non-Price Competitive Auction Ⅱ	6,948.0	5,496.9	5,049.0	−1,899.0	−447.9
Adjustment between fiscal years	−6,991.2	−5.9	1,243.0	8,234.2	1,248.9
Subtotal Financed in the Market	172,256.8	184,191.0	174,792.0	2,535.2	−9,399.0
Sales for Households	4,600.0	5,395.9	5,900.0	1,300.0	504.1
Total	176,856.8	189,586.9	180,692.0	3,835.2	−8,894.9

- Buy-back program in FY2026 is planned to be implemented based on market conditions and through discussions with market participants.
- The maximum amount of front-loading issuance of Refunding Bonds in FY2026 is 50 trillion yen.

(Note1) Figures may not sum up to the total because of rounding.

(Note2) "JGB Market Issuance (Calendar Base)" refers to JGBs issued at face value by scheduled auctions from April to next March (periodic auctions).

(Note3) Non-Price Competitive Auction II is an additional issuance for JGB Market Special Participants after the normal auction (the amount assignable to each Market Special Participant does not exceed 10% of the amount awarded to it in the normal auction), and the price for the additional issuance is equal to the weighted average accepted price in the normal auction.
The amount of the Non-Price Competitive Auction II of the Initial Plan for FY2026 is calculated by multiplying the amount of "JGB Market Issuance (Calendar Base)" (40-year, 30-year, 20-year, 10-year, 5-year and 2-year bonds) by 4.5%.

(Note4) "Adjustment between fiscal years" refers to leveling-off of the issuance between fiscal years through front-loading issuance and deferred issuance during an accounting adjustment period.

FY2026 JGB Issuance Plan (2/2)

<Market Issuance Plan by Issue>

(trillion yen)

	FY2025 (Initial)					FY2025 (Supplementary Budget)					FY2026 (Initial)						
	(per time)				(total : a)	(per time)				(total : b)	(per time)				(total : c)	(c)−(a)	(c)−(b)
40-Year	0.5	×	6	times	3.0	0.5 0.4	×	1 5	times	2.5	0.3	×	6	times	1.8	−1.2	−0.7
30-Year	0.8	×	12	times	9.6	0.8 0.7	×	3 9	times	8.7	0.6	×	12	times	7.2	−2.4	−1.5
20-Year	1.0	×	12	times	12.0	1.0 0.8	×	3 9	times	10.2	0.7	×	12	times	8.4	−3.6	−1.8
10-Year	2.6	×	12	times	31.2	2.6	×	12	times	31.2	2.6	×	12	times	31.2	−	−
5-Year	2.4	×	12	times	28.8	2.4 2.5	×	9 3	times	29.1	2.5	×	12	times	30.0	1.2	0.9
2-Year	2.6	×	12	times	31.2	2.6 2.7 2.8	×	6 3 3	times	32.1	2.8	×	12	times	33.6	2.4	1.5
TBs					40.8					49.2					40.8	−	−8.4
10-Year Inflation-Indexed	0.25	×	4	times	1.0	0.25	×	4	times	1.0	0.25	×	4	times	1.0	−	−
Japan Climate Transition Bonds	(10Y) 0.3 (5Y) 0.3	×	2 2	times	1.2	(10Y) 0.3 (5Y) 0.3	×	2 2	times	1.2	(10Y) 0.25 (5Y) 0.25	×	2 2	times	1.0	−0.2	−0.2
Liquidity Enhancement Auction					13.5					13.5					13.5	−	−
Total					172.3					178.7					168.5	−3.8	−10.2

(Note1) The issuance of the fiscal year can be changed based on discussions with market participants in response to market circumstances and issuance conditions.

(Note2) Discussions with market participants regarding this plan are planned to be held around June.

(Note3) The 40-year bond will be issued in May, July, September, November, January and March.

(Note4) Treasury Bills (TBs) are jointly issued with Financing Bills (FBs), under unified names of Treasury Discount Bills (T-Bills).
The maturity of TBs, its issuance, and the number of auctions may be adjusted in a flexible manner in response to market circumstances and demands of investors.
1-Year TBs and FBs are expected to be issued as unified bills in FY2026. Therefore, only the total issuance amount, including 6-Month TBs, is shown for TBs.

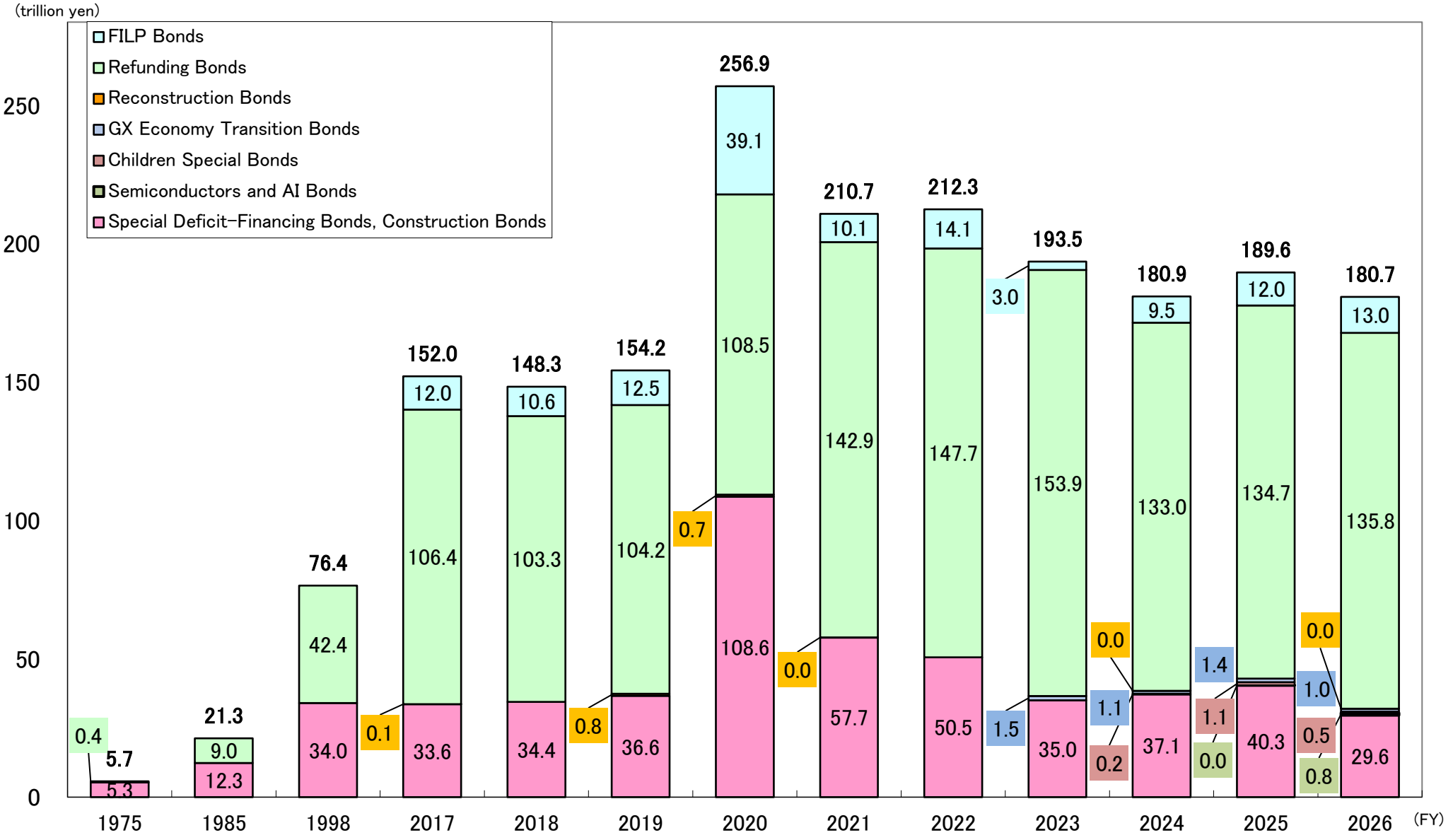
(Note5) The 10-year inflation-indexed bond is planned to be issued in May, August, November and February.
The issuance may be adjusted in a flexible manner in response to market circumstances and demands of investors, which will be determined based on discussions with market participants.

(Note6) "Japan Climate Transition Bonds" means GX Economy Transition Bonds and its Refunding Bonds issued as financial instruments based on a framework regulating the Use of Proceeds.
10-Year Japan Climate Transition Bonds will be issued in August and February, and 5-Year Japan Climate Transition Bonds will be issued in May and November.

(Note7) The issuance of liquidity enhancement auction may be adjusted in a flexible manner in response to market circumstances and demands of investors, which will be determined based on discussions with market participants.

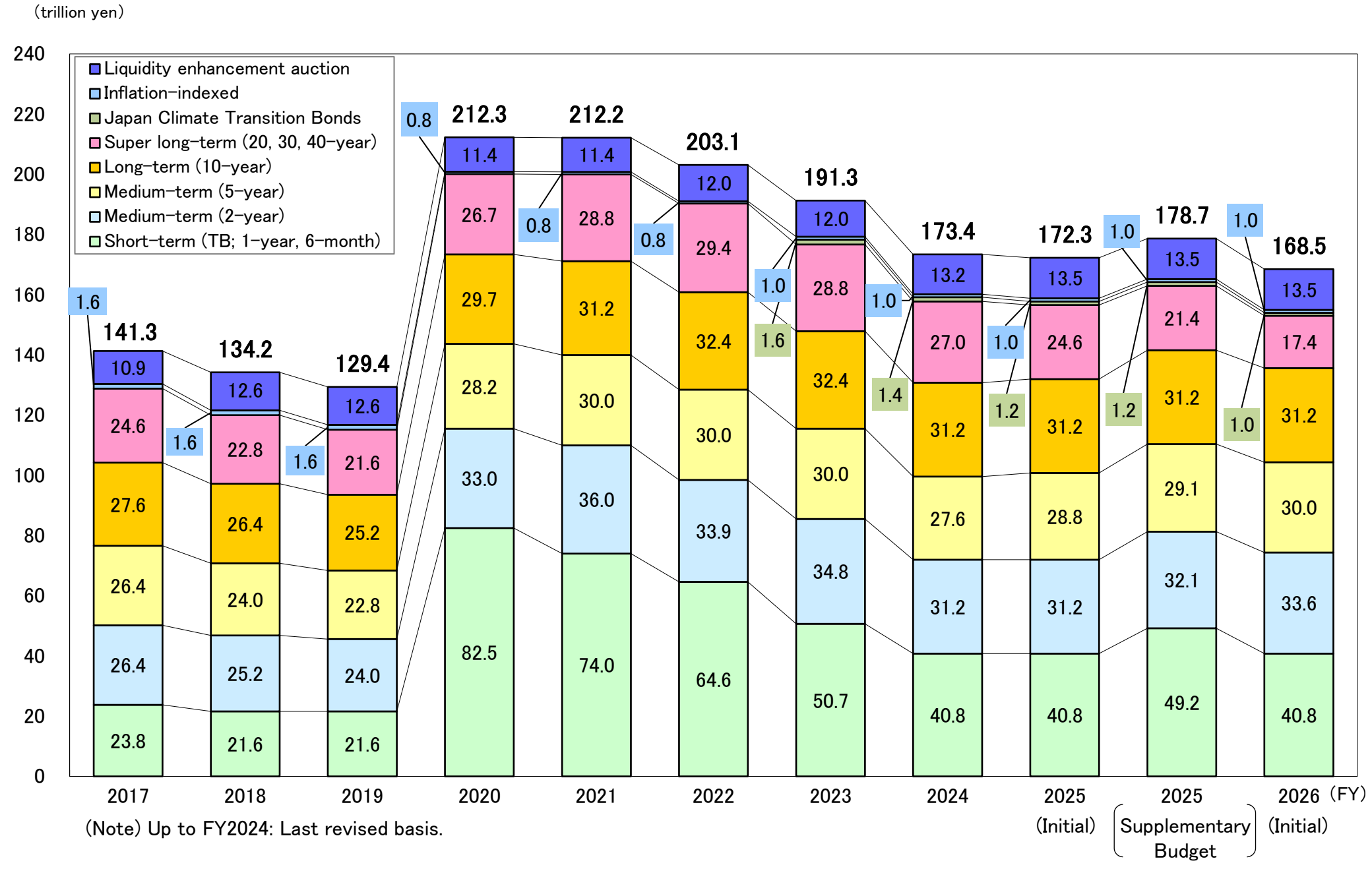
(Note8) The issuance of floating-rate government bonds will commence (planned for January 2027 or later). The details will be decided based on the discussions with market participants.

Changes in JGB Issuance Plan



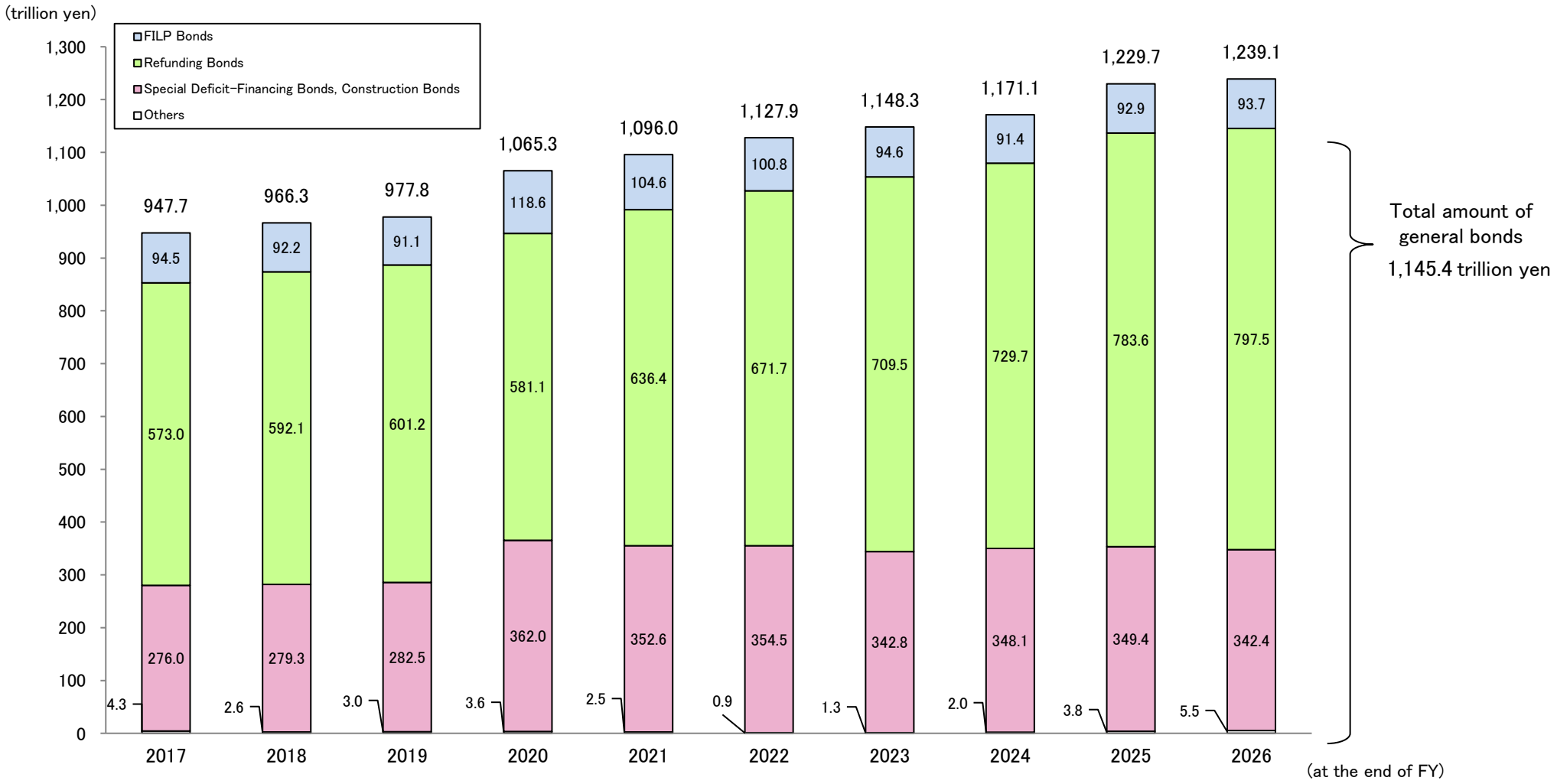
(Note1) Up to FY2024: Actual. FY2025: Supplementary Budget basis. FY2026: Initial basis.
(Note2) Figures may not sum up to the total because of rounding.

Changes in Market Issuance Plan by Issue



(Note) Up to FY2024: Last revised basis.

Changes in Outstanding Amount of JGBs



Note 1 : Up to FY2024: Actual
FY2025: Estimate based on the JGB Issuance Plan for FY2025 (Supplementary Budget), including 55 trillion yen of front-loading refunding bonds.
FY2026: Estimate based on the JGB Issuance Plan for FY2026 (Initial), including 50 trillion yen of front-loading refunding bonds.

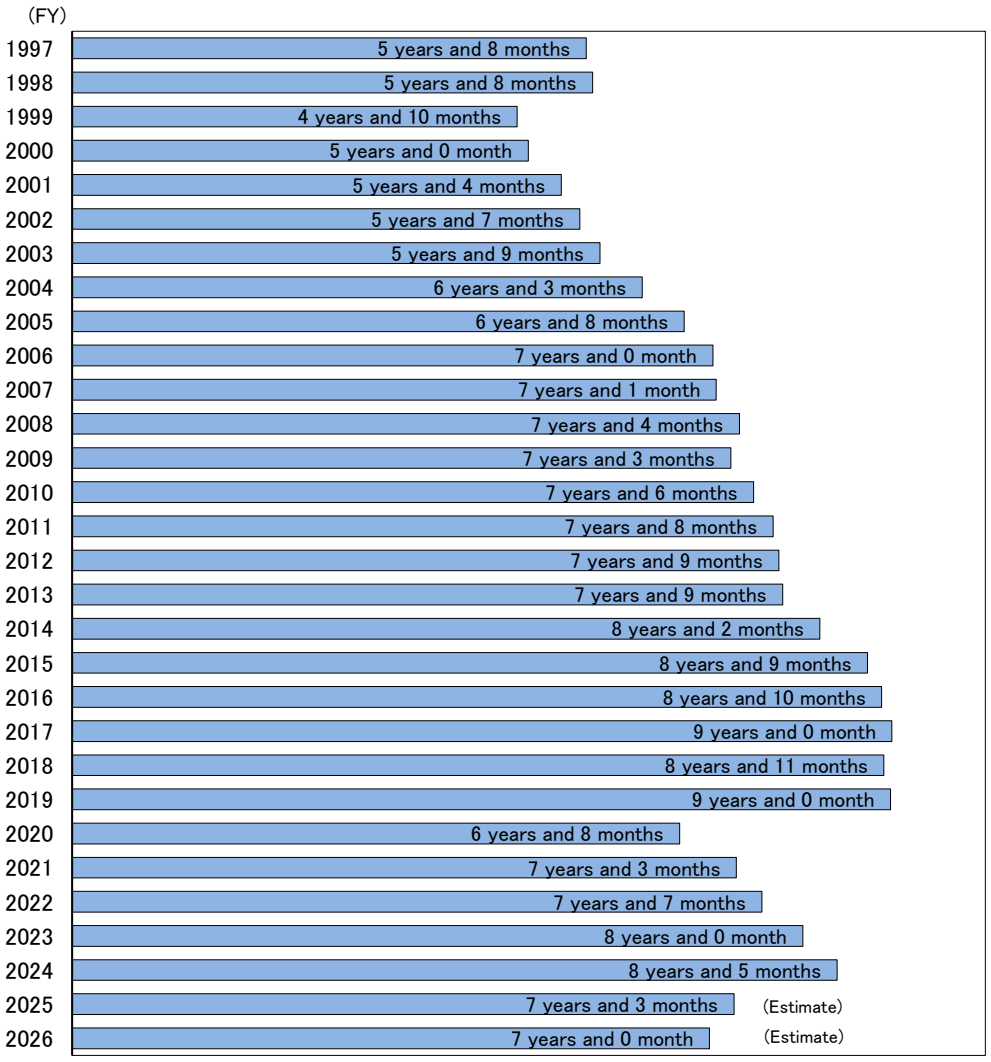
Note 2 : Figures may not sum up to the total because of rounding.

Note 3 : "Others" includes the following JGBs.

- "Reconstruction Bonds"(from the end of FY2017 to the end of FY2026)
- "Special Bonds for Covering Public Pension Funding"(from the end of FY2017 to the end of FY2022)
- "GX Economy Transition Bonds"(from the end of FY2023 to the end of FY2026)
- "Children Special Bonds"(from the end of FY2024 to the end of FY2026)
- "Semiconductors and AI Bonds"(from the end of FY2025 to the end of FY2026)

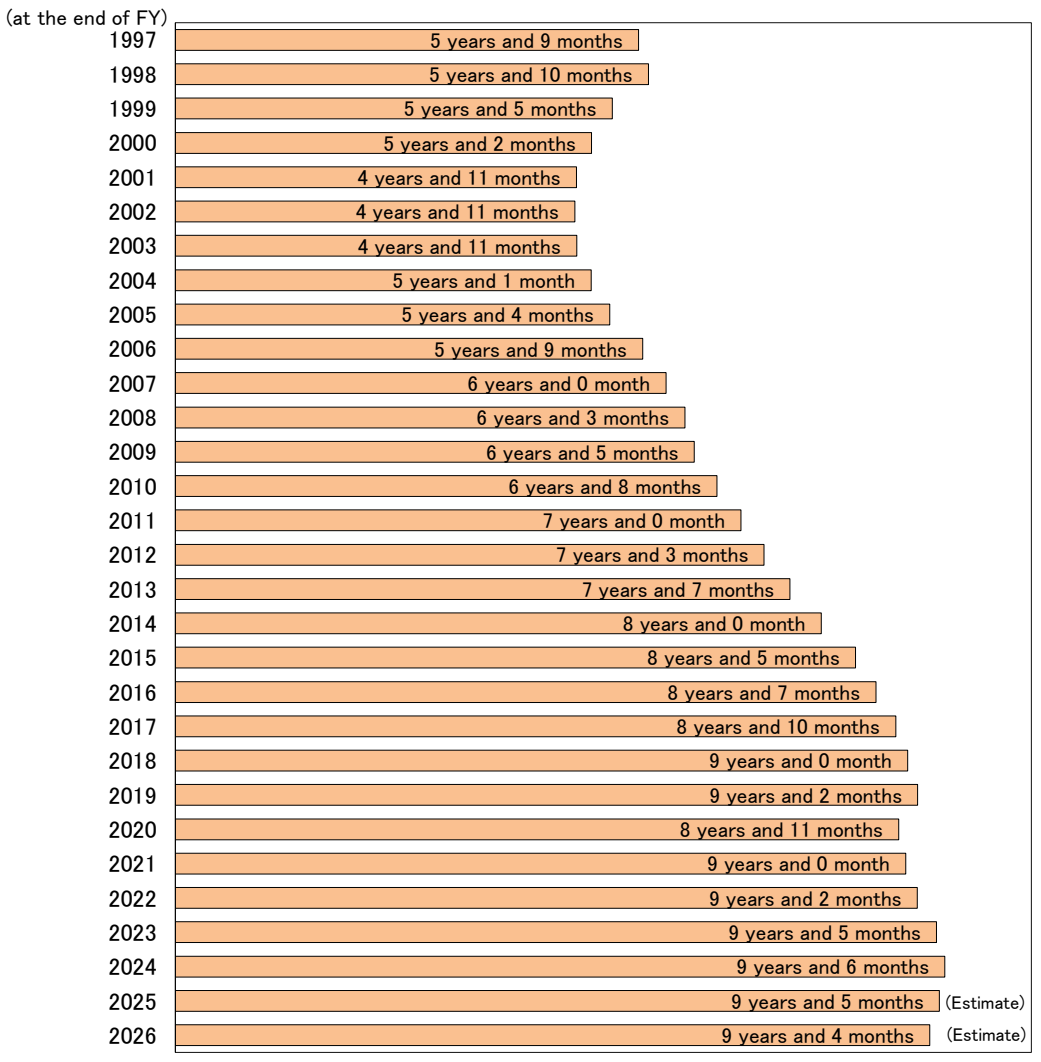
Weighted Average Maturity of JGB

Market Issuance (flow-basis)



(Note) Up to FY2024: Actual.
FY2025: Supplementary Budget basis.
FY2026: Initial basis.

Outstanding Amount (stock-basis)



(Note) Outstanding amount of general bonds.
Up to FY2024: Actual.
FY2025: Supplementary Budget basis.
FY2026: Initial basis.