

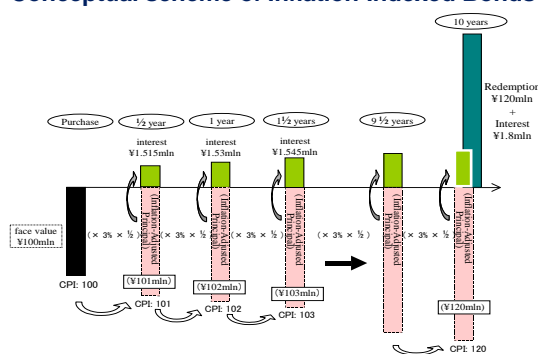
### WHAT'S NEW

#### Deregulation of JGBi for Retail Investors

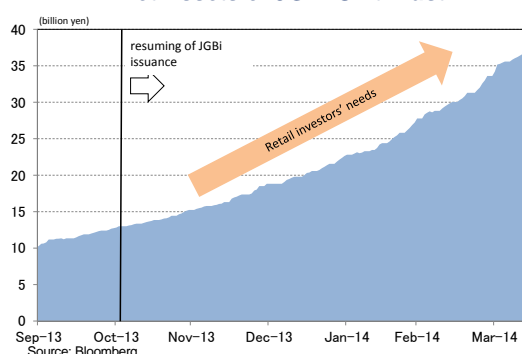
On May 13, 2014, the Ministry of Finance (MOF) announced that effective Jan 2015 they will remove the restriction on individual holding of Inflation-Indexed Bonds (JGBi) whose maturity date comes after Jan 2016. The restriction was set for taxation reasons, but it becomes unnecessary with the integration of taxation on financial income and gains in Jan 2016. The decision of that removal was based on retail investors' needs for JGBi as the Government and the Bank of Japan work together to overcome deflation and achieve sustainable economic growth.

Since resuming of JGBi issuance last October, JGBi have been issued smoothly with moderate rise of CPI, and retail sales in JGBi unit trusts have increased. Accordingly, MOF determined to remove the restriction on holding JGBi by retail investors expecting stable demand. MOF expects this policy to broaden JGBi market and JGBs' investor base.

#### Conceptual scheme of Inflation-Indexed Bonds



#### Net Assets of JGBi Unit Trust



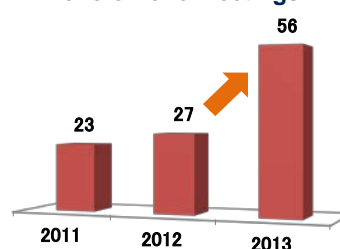
Product Characteristics of JGBi : [http://www.mof.go.jp/english/jgbs/topics/bond/10year\\_inflation/index.htm](http://www.mof.go.jp/english/jgbs/topics/bond/10year_inflation/index.htm)

#### Enhancement of IR Activities for Foreign Investors

Since so called "Abenomics" began, more and more foreign investors have been getting interested in Japan. Last year, we welcomed over 50 one-on-one meetings with foreign investors who visited Japan.

To help investors better understand about JGB, we decided to set up a new IR special office this July. Through close communications with investors, we will provide them with a better understanding about our debt management policy, including our efforts for fiscal consolidation. If you have any questions or would like to have a one-on-one meeting, please email us: JGB-IR@mof.go.jp

#### Number of one-on-one meetings



In recent years, we have held overseas IR roadshows in various countries including Asian developing countries. In addition, we are also putting much effort into attending seminars for foreign investors taking place in Japan.



Recently, in April 2014, Nobumitsu Hayashi, Director-General of the Financial Bureau, delivered a presentation at the "33rd Nomura Central Bankers Seminar" hosted at Kyoto. He also participated in panel discussion with chief executives of foreign Debt Management Offices including the UK's DMO and France's AFT. In that seminar, more than 120 participants from 34 countries shared lively discussion on sovereign debt management.

Japanese MOF will make continued efforts to offer useful JGB information and maintain good relationships with foreign investors.

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# MONTHLY TOPIC 1

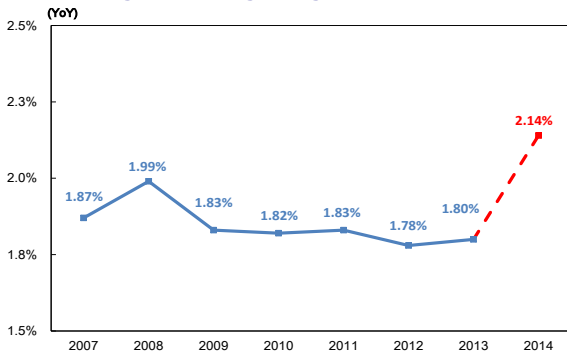
## Wage Increases in Shunto!

In Japan, there are annual wage negotiations known as "Shunto" (the "Spring Offensive") that take place in spring. Many companies revise their annual regular wages through these negotiations. This year, in particular, Shunto is attracting more attention as a key event for "Abenomics."

### Wage increases have reached the highest level since Lehman Shock

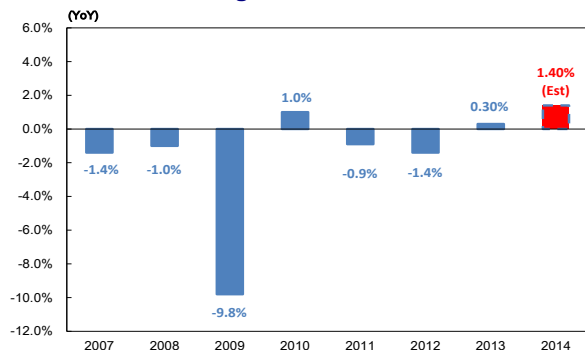
Following this year's Shunto, the average monthly wage increase was 2.14% as of May 9, which is the highest level since the financial shock after the bankruptcy of Lehman Brothers. These results follow negotiations between workers and corporate management, based on a common understanding of the "Government-Labor-Management Meeting for Realizing Virtuous Cycles of the Economy." Additionally, public survey institutions expect a 1.4% rise in summer bonuses.

**Change in average wages related to Shunto**



Note: Figures for 2007-2013 are from companies with 1,000 or more union members and the figures for 2014 are from companies with 300 or more union members.  
Source: Ministry of Health, Labour and Welfare, Japanese Trade Union confederation

**Change in summer bonus**



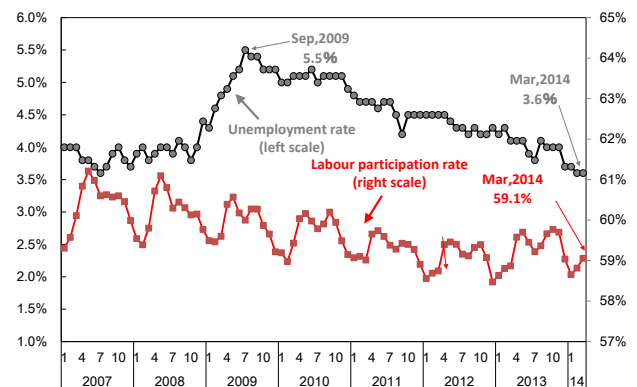
Note: Figures are from companies with 5 or more employees.  
Source: Ministry of Health, Labour and Welfare, Nikkei news paper

### Unemployment rate 3.6% lowest since July 2007

According to the "Labour Force Survey" of March 2014, the unemployment rate is 3.6%, at the same level as the previous month and the lowest level since July 2007. The number of employees, which is more sensitive to labour supply and demand, rose by 270 thousand from the previous month.

Unemployment rate remains at the same level as the rise in the labor participation rate, therefore the survey was perceived as a good result.

**Unemployment rate and Labour participation rate**



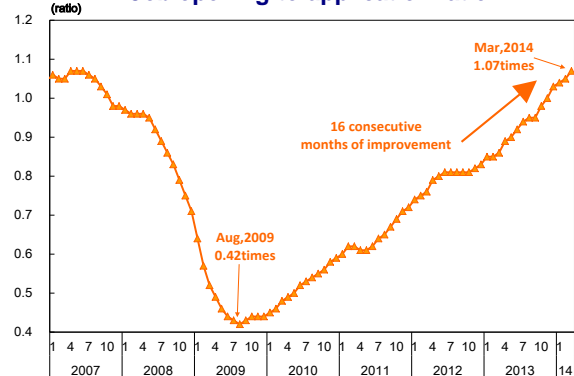
Note: Labour participation rate is percentage of the labor force in the population 15 years of age or over.  
Source: Ministry of Internal Affairs and Communications "Labour Force Survey"

### Labour demand improves 16 consecutive months

Also, according to "Employment Referrals for General workers," in March, the job opening-to-application ratio was 1.07 times, rising 0.02pt on the previous month. Improvement has continued for 16 consecutive months.

Job openings in March assume employment from April, therefore the consumption tax hike does not seem to have had a negative impact on them so far.

**Job opening-to-application ratio**



Source: Ministry of Health, Labour and Welfare "Employment Referrals for General Workers",

The employment situation is improving strongly, as described above. Entrenching this trend is essential in order to overcome deflation early and achieve sustainable economic growth. The Government will exert its full efforts to provide the necessary environment.

# MONTHLY TOPIC 2

## Real GDP Rises at Annual Rate of 5.9%

First preliminary GDP of 1Q (Jan-Mar) 2014 was released on May 15. Real GDP rose 1.5% (annual rate 5.9%) from the previous quarter. This is better than the survey of market expectation of 1.0% (annual rate 4.2%) and a rise for 6 consecutive quarters.

### Private consumption leads high growth of GDP

With the impact of consumer's incentive to spend before the consumption tax hike from 5% to 8% in April, Private Consumption rose sharply 2.1% from the previous quarter and contributed 1.3% to GDP. This is the same level as 1Q 1997 before the previous consumption tax hike from 3% to 5% in April. In particular, Durable Goods such as cars, home electronics and computers rose sharply this time.

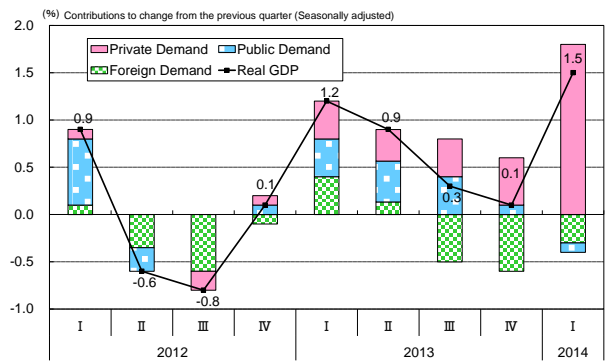
Not only did Private Consumption improve Private Demand, but also Private Non-Residential Investment had good figures. It rose 4.9% and contributed 0.7% to GDP. This was a positive surprise, because the survey of market expectation was 2.1%.

On the other hand, Foreign Demand contributed -0.3% to GDP and made a negative contribution 3 consecutive quarters.

Development of Real GDP (Quarterly), seasonally adjusted series

(%)	Note1				Note2	
	2013				2014	2014
	1-3	4-6	7-9	10-12	1-3	1-3
Gross Domestic Product	1.2	0.9	0.3	0.1	1.5	5.9
Domestic Demand	0.8	0.7	0.8	0.6	1.7	6.8
Private Demand	(0.8)	(0.7)	(0.8)	(0.6)	***	(1.7)
Private Consumption	0.6	0.4	0.6	0.7	2.3	9.7
Consumption of Households	1.0	0.7	0.2	0.4	2.1	8.5
Excluding imputed Rent	1.1	0.7	0.2	0.4	2.1	8.6
Private Residential Investment	1.2	0.8	0.2	0.4	2.4	10.1
Private Non-Res. Investment	1.8	0.8	3.3	4.3	3.1	12.9
Change in Private Inventory	-2.0	1.0	0.7	1.4	4.9	21.0
Public Demand	(0.0)	(-0.3)	(0.1)	(-0.0)	***	(-0.2)
Government Consumption	1.4	1.8	1.5	0.5	-0.4	-1.5
Public Investment	0.9	0.7	0.2	0.3	0.1	0.5
Change in Public Inventory	4.5	6.4	6.9	1.2	-2.4	-9.4
Net Exports of Goods & Services	(-0.0)	(0.0)	(0.0)	(0.0)	***	(0.0)
	(0.4)	(0.1)	(-0.5)	(-0.6)	***	(-0.3)

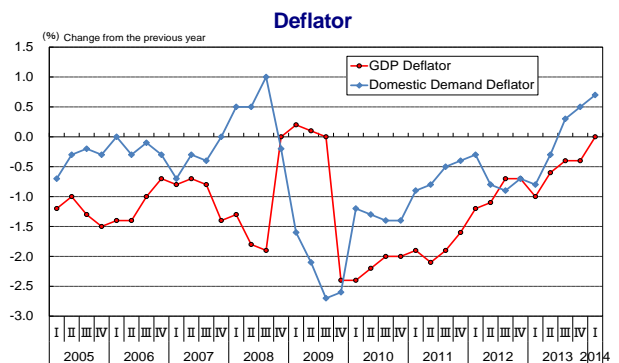
Note1: Change from the previous quarter (seasonally adjusted)  
 Note2: Annual rate  
 Note3: The Figures in ( ) indicate contributions to Changes in GDP.  
 Source: Cabinet Office, Government of Japan



Source: Cabinet Office, Government of Japan

### GDP Deflator returns to positive figures

Change in GDP Deflator from the previous year is 0.0%. This is a recovery from negative figures since 3Q 2009. Also, Domestic Demand Deflator rose 0.7% and this is the highest level since 3Q 2008. External Demand Deflator contributed negatively.



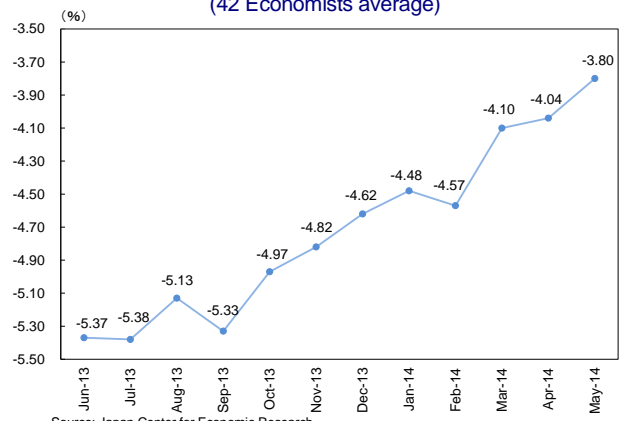
Source: Cabinet Office, Government of Japan

### Forecast for negative impact of tax hike becomes mild

GDP of 2Q 2014 has attracted much attention to confirm how far the consumption tax hike will have negative impact on economy. According to ESP forecast survey, which averages forecasts of public economists monthly, forecast for Real GDP of 2Q 2014 is gradually getting better. The latest forecast released on 14 May, is -3.8% (annualized rate of changes from the previous quarter).

First preliminary GDP of 2Q 2014 is scheduled to be released on 13 August.

Forecast for Real GDP of 2Q 2014 by Economists (42 Economists average)



Source: Japan Center for Economic Research

# 2 JGB PRIMARY MARKET

## Auction Results (Bonds)

Auction Date	Type of Security	Issue Number	Maturity Date	Nominal Coupon	Amounts of Competitive Bids (billion yen)	Amounts of Bids Accepted (billion yen)	Yield at the Lowest Accepted Price	Yield at the Average Price	Amounts of Non-Competitive Bids Tendered /Accepted (billion yen)	Amounts of Bids Accepted at the Non-price-competitive Auction I (billion yen)	Amounts of Bids Accepted at the Non-price-competitive Auction II (billion yen)
2/4/2014	10-year	332	12/20/2023	0.6%	7,051.6	2,194.1	0.600%	0.596%	4.094	201.2	0.0
2/6/2014	30-year	41	12/20/2043	1.7%	1,567.1	457.4	1.600%	1.587%	-	42.4	10.3
2/14/2014	5-year	116	12/20/2018	0.2%	10,196.3	2,502.3	0.187%	0.185%	1.413	195.6	100.2
2/19/2014	20-year	147	12/20/2033	1.6%	4,029.6	1,096.8	1.469%	1.459%	-	102.4	0.0
2/25/2014	40-year	6	3/20/2053	1.9%	1,471.3	399.2	1.725%	-	-	-	58.8
2/27/2014	2-year	338	3/15/2016	0.1%	13,687.6	2,659.0	0.074%	0.073%	2.186	237.7	95.6
3/4/2014	10-year	333	3/20/2024	0.6%	7,693.3	2,188.0	0.600%	0.597%	5.570	205.7	52.5
3/6/2014	30-year	42	3/20/2044	1.7%	2,373.7	554.6	1.647%	1.635%	-	45.0	0.0
3/14/2014	5-year	117	3/20/2019	0.2%	9,350.6	2,456.7	0.204%	0.204%	2.492	239.9	401.1
3/18/2014	20-year	148	3/20/2034	1.5%	4,051.7	1,097.8	1.542%	1.527%	-	101.7	22.1
3/27/2014	2-year	339	4/15/2016	0.1%	16,387.6	2,491.1	0.084%	0.082%	1.270	206.4	16.8
4/1/2014	10-year	333	3/20/2024	0.6%	10,364.8	2,175.9	0.636%	0.634%	3.705	219.3	354.4
4/3/2014	10-year Inflation-Indexed Bonds	18	3/10/2024	0.1%	1,157.3	399.8	▲0.671%	-	-	-	21.9
4/11/2014	2-year	42	3/20/2044	1.7%	1,868.4	636.8	1.700%	1.696%	-	62.3	102.0
4/15/2014	5-year	117	3/20/2019	0.2%	11,486.6	2,460.7	0.191%	0.189%	1.153	237.4	391.0
4/17/2014	20-year	148	3/20/2034	1.5%	4,375.4	1,095.4	1.474%	1.468%	-	103.3	122.0
4/24/2014	2-year	340	5/15/2016	0.1%	14,627.1	2,478.6	0.089%	0.089%	1.275	219.0	138.6

## Auction Results (Treasury Discount Bills)

Auction Date	Type of Security	Issue Number	Maturity Date	Amounts of Competitive Bids (billion yen)	Amounts of Bids Accepted (billion yen)	Yield at the Lowest Accepted Price	Yield at the Average Price	Amounts of Bids Accepted at the Non-price-competitive Auction I (billion yen)
2/5/2014	6-month	429	8/11/2014	23,773.60	3,254.69	0.0501%	0.0501%	245.23
2/6/2014	3-month	430	5/12/2014	36,655.40	5,302.70	0.0501%	0.0493%	427.20
2/13/2014	3-month	431	5/19/2014	32,045.90	5,245.80	0.0421%	0.0413%	454.10
2/17/2014	1-year	432	2/20/2015	12,747.90	2,346.72	0.0390%	0.0390%	153.25
2/20/2014	3-month	433	5/26/2014	24,576.10	5,239.34	0.0581%	0.0541%	460.53
2/27/2014	3-month	434	6/2/2014	34,562.60	5,299.90	0.0401%	0.0389%	440.00
3/5/2014	6-month	435	9/10/2014	23,201.60	3,215.45	0.0357%	0.0337%	284.50
3/6/2014	3-month	436	6/9/2014	33,315.50	5,314.13	0.0340%	0.0328%	405.80
3/13/2014	3-month	437	6/16/2014	22,549.80	5,199.27	0.0340%	0.0288%	470.70
3/18/2014	1-year	438	3/20/2015	15,332.60	2,313.60	0.0380%	0.0350%	186.35
3/19/2014	3-month	439	6/23/2014	29,706.50	5,252.66	0.0381%	0.0381%	417.30
3/20/2014	Approx. 2-month	440	5/23/2014	16,602.20	2,317.66	0.0371%	0.0346%	182.30
3/26/2014	3-month	441	6/30/2014	30,396.80	5,272.70	0.0330%	0.0326%	457.24
4/3/2014	3-month	442	7/7/2014	28,585.78	5,303.45	0.0501%	0.0465%	436.50
4/7/2014	6-month	443	10/10/2014	19,986.60	3,220.66	0.0478%	0.0458%	279.30
4/10/2014	3-month	444	7/14/2014	29,541.70	5,224.70	0.0501%	0.0481%	455.20
4/11/2014	Approx. 2-month	445	6/4/2014	16,202.90	2,327.48	0.0547%	0.0540%	172.50
4/16/2014	1-year	446	4/20/2015	12,835.20	2,300.53	0.0431%	0.0401%	199.40
4/17/2014	3-month	447	7/22/2014	27,990.20	5,232.54	0.0595%	0.0595%	437.41
4/24/2014	3-month	448	7/28/2014	26,864.20	5,245.63	0.0661%	0.0637%	474.30

## Auction Calendar for May – Jul. 2014

Auction Date	Issue	Auction Date	Issue	Auction Date	Issue	Auction Date	Issue
5/1 (Thu)	T-Bills (3-month)	5/27 (Tue)	40-year	6/18 (Wed)	T-Bills (1-year)	7/16 (Wed)	Auctions for Enhanced-liquidity
5/1 (Thu)	Auctions for Enhanced-liquidity	5/29 (Thu)	T-Bills (3-month)	6/19 (Thu)	T-Bills (3-month)	7/17 (Thu)	T-Bills (3-month)
5/8 (Thu)	T-Bills (3-month)	5/29 (Thu)	2-year	6/24 (Tue)	Auctions for Enhanced-liquidity	7/18 (Fri)	5-year
5/8 (Thu)	10-year	6/3 (Tue)	10-year	6/26 (Thu)	T-Bills (3-month)	7/23 (Wed)	20-year
5/9 (Fri)	T-Bills (6-month)	6/5 (Thu)	T-Bills (3-month)	6/26 (Thu)	2-year	7/24 (Thu)	T-Bills (3-month)
5/13 (Tue)	30-year	6/5 (Thu)	30-year	7/3 (Thu)	T-Bills (3-month)	7/25 (Fri)	Auctions for Enhanced-liquidity
5/15 (Thu)	T-Bills (3-month)	6/6 (Fri)	T-Bills (6-month)	7/3 (Thu)	10-year	7/29 (Tue)	2-year
5/15 (Thu)	5-year	6/10 (Tue)	Auctions for Enhanced-liquidity	7/8 (Tue)	T-Bills (6-month)	7/31 (Thu)	T-Bills(3-month)
5/16 (Fri)	T-Bills (1-year)	6/11 (Wed)	T-Bills (Approx.2-month)	7/8 (Tue)	10-year Inflation-Indexed Bonds		
5/20 (Tue)	20-year	6/12 (Thu)	T-Bills (3-month)	7/10 (Thu)	T-Bills (3-month)		
5/22 (Thu)	T-Bills (3-month)	6/12 (Thu)	5-year	7/10 (Thu)	30-year		
5/22 (Thu)	Auctions for Enhanced-liquidity	6/17 (Tue)	20-year	7/16 (Wed)	T-Bills (1-year)		

Note 1: The above calendar may be changed or added in light of changes in circumstances. In such cases, it will be announced in advance.

Note 2: Each issue amount will be announced about one week prior to each auction date.

Note 3: The issue date of Treasury Discount Bills auctioned on June 11, 2014 is June 13, 2014 and, the maturity date is August 4, 2014.

## Top 10 PDs by Total Purchase in Auctions (Calculated by Duration) (Oct. 2013 ~ Mar. 2014)

1	Daiwa Securities Co. Ltd.	6	Merrill Lynch Japan Securities Co., Ltd.
2	Mitsubishi UFJ Morgan Stanley Securities Co., Ltd.	7	Mizuho Bank, Ltd.
3	Nomura Securities Co., Ltd.	8	Goldman Sachs Japan Co., Ltd.
4	Mizuho Securities Co., Ltd.	9	JPMorgan Securities Japan Co., Ltd.
5	The Bank of Tokyo-Mitsubishi UFJ, Ltd.	10	SMBC Nikko Securities Inc.

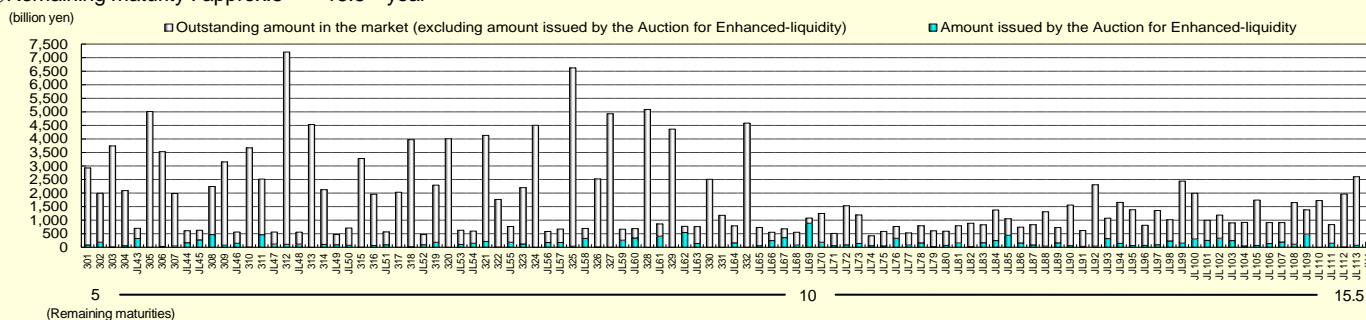
# 3 THE AUCTIONS FOR ENHANCED-LIQUIDITY AND JGB BUY-BACK

## Results of Auctions for Enhanced-Liquidity

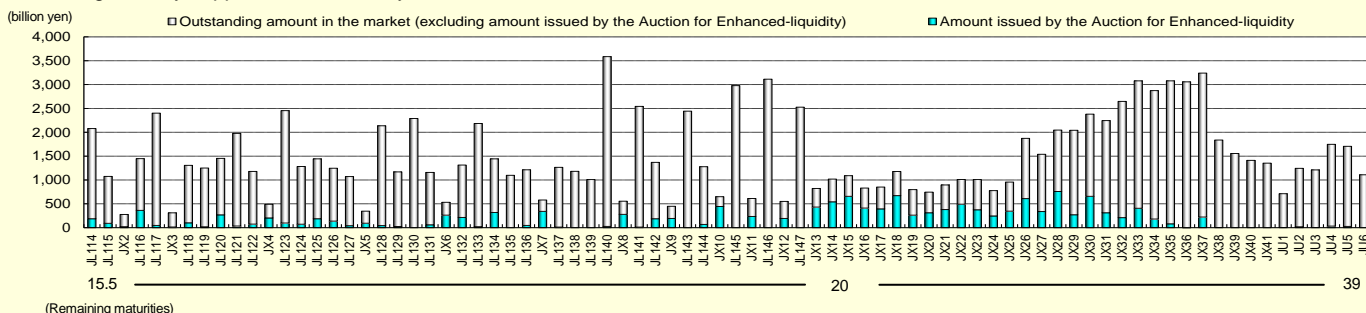
Auction Date	Amounts of Competitive Bids (billion yen)	Amounts of Bids Accepted (billion yen)	Average Accepted Spread	Highest Accepted Spread	Issues Re-opened
2/12/2014	764.0	299.3	+0.013%	+0.015%	20-year(113,114,115,120,132,141,142) 30-year(7,9,14,28,32,33,34,35,37,38) 40-year(1,2,3,4,5)
2/21/2014	1,428.0	299.7	▲0.009%	▲0.007%	10-year(299,300) 20-year(41,42,43)
3/12/2014	905.0	299.6	▲0.001%	+0.004%	20-year(116,117,118,125,126,132,134,138,139,146,147) 30-year(4,10,13,14,15,17,18,21,22,23,26,27,28,30,32,34,35,37) 40-year(4,5)
3/25/2014	1,009.2	298.9	▲0.007%	▲0.003%	10-year(299,300,301,303,304) 20-year(47,62,71,73,75,76)
4/9/2014	778.1	298.7	▲0.005%	+0.000%	20-year(116,117,118,125,126,132,134,138,139,146,147) 30-year(4,6,10,11,13,14,16,20,22,23,24,25,26,27,28,29,30,33,34,37,38) 40-year(4,5)
4/22/2014	1,798.1	398.4	+0.002%	+0.003%	10-year(301,313,314,326) 20-year(47,62,63,65,69,72,73,75,76,77,83,99,100,109,110)

## Target Zones of the Auction for Enhanced-Liquidity for the First Quarter of FY 2014

① Remaining maturity : approx.5 - ~15.5 - year



② Remaining maturity : approx.15.5 - ~39 - year



Note1 : JL shows 20 - year JGBs. JX shows 30 - year JGBs. JU shows 40 - year JGBs. Outstanding amount is as of the end of March 2014.

Note2 : Based on the results of the consultations to the JGB Market Special Participants which takes place at the time of each auction,60 issues from each of the above 2 groups are selected as targeted issues.

## Buy-back Results

### 10-Year Inflation-Indexed

Auction Date	Amounts of Competitive Bids (billion yen)	Amounts of Bids Accepted (billion yen)	Average Accepted Spread (yen)	Highest Accepted Spread (yen)	Issue Numbers
2/13/2014	42.0	20.1	+0.488	+0.870	2,3,4,6,7,8,12,16
3/7/2014	51.6	20.0	+0.007	+0.200	2,3,4,7,8,10,12,14,15,16
4/3/2014	165.0	30.0	▲0.336	▲0.300	2,3,4,5,6,7,8,9,10,11,12,13,14,15,16
4/3/2014	118.1	118.1	▲0.336	-	

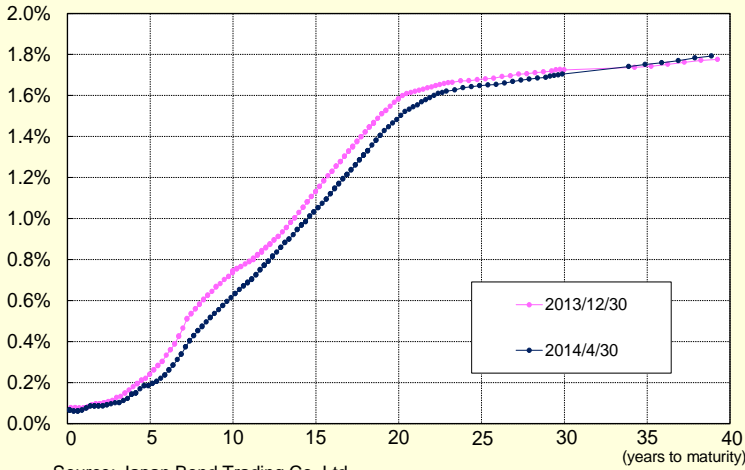
### 15-Year Floating-Rate

Auction Date	Amounts of Competitive Bids (billion yen)	Amounts of Bids Accepted (billion yen)	Average Accepted Spread (yen)	Highest Accepted Spread (yen)	Issue Numbers
2/5/2014	556.5	130.2	▲0.048	▲0.020	9,12,14,16,19,20,23,24,28,29,30,31,32,33,34,35,36,37,39,45,46,47,48
3/6/2014	581.7	130.1	▲0.064	▲0.020	9,11,12,13,15,16,20,21,22,23,24,25,26,27,28,29,30,31,32,33,
3/19/2014	430.9	130.1	▲0.024	+0.030	34,35,36,37,38,39,40,41,42,43,44,45,46,47
4/7/2014	817.9	120.1	▲0.133	▲0.110	8,9,10,11,14,16,20,21,25,30,31,32,38,39,44,46,48

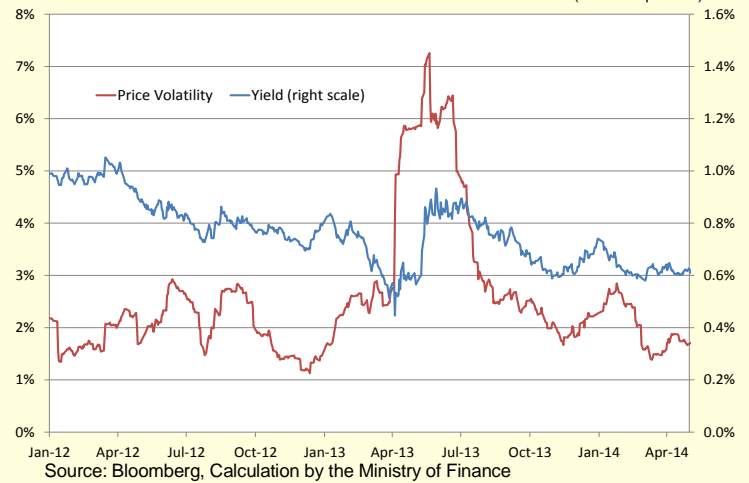


# 4 JGB SECONDARY MARKET

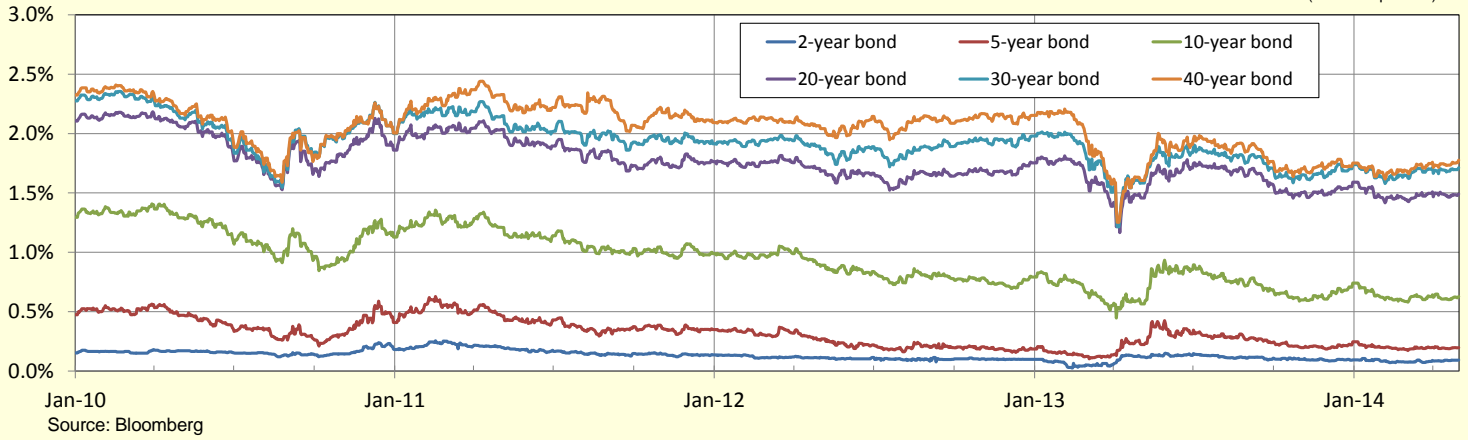
## JGB Yield Curves



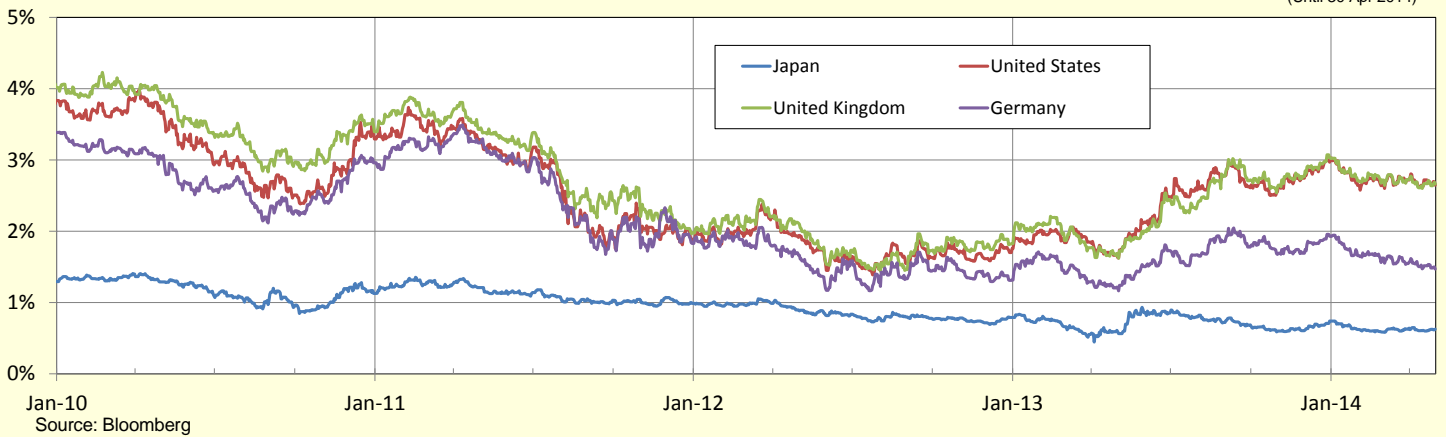
## Yield and Volatility (10Yr)



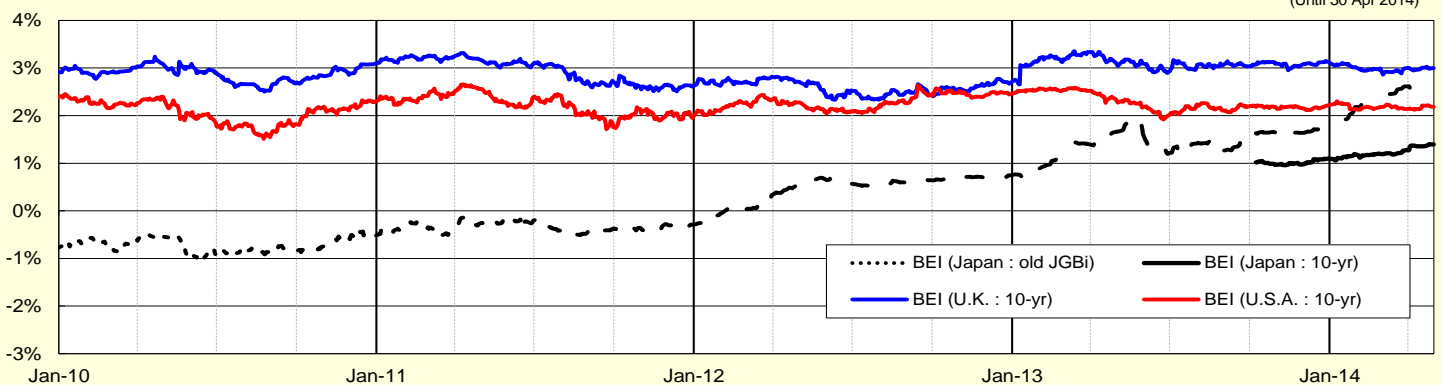
## Yields of JGB



## Long - Term Interest Rates (10Yr)



## Break-Even Inflation Rates

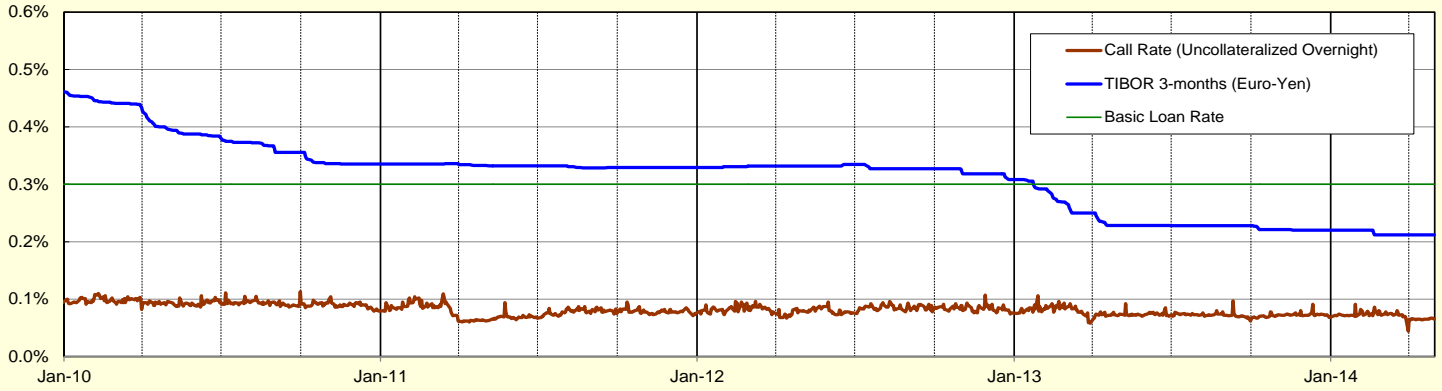


Note: BEI (Japan : old JGBi) is calculated based on compound interest rate of old Inflation-Indexed Bonds (issue number 16, current maturity 4-year and 2-month) and 10-year Bonds (issue number 293, current maturity 4-year and 2-month). BEI (Japan : 10-yr) is calculated based on compound interest rate of new Inflation-Indexed Bonds and 10-year Bonds.

Source: Japan: MOF calculation based on the information of interest rate offered by NIKKEI QUICK.  
U.S.A., U.K. : Bloomberg

## Short-Term Interest Rates

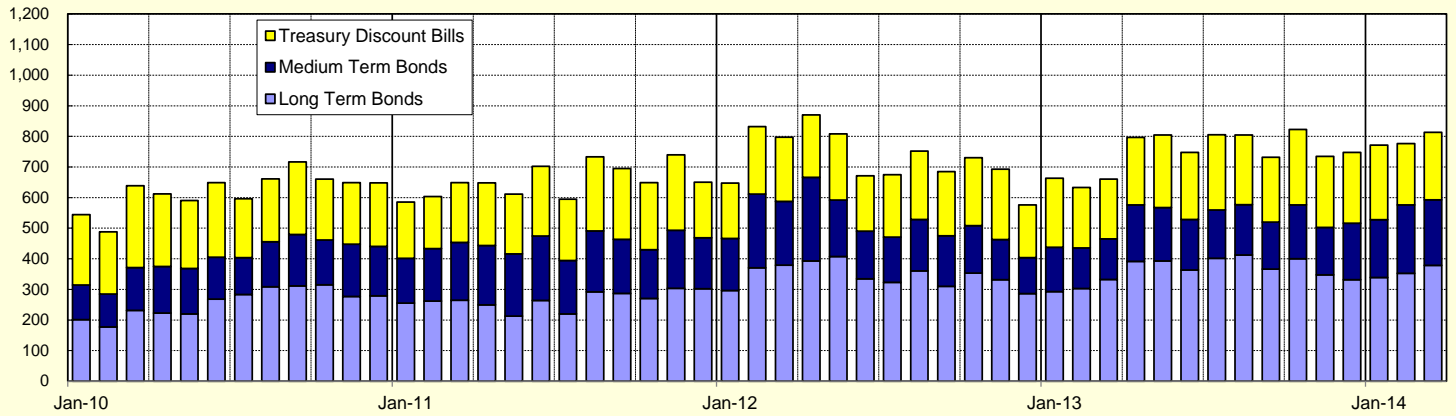
(Until 30 Apr 2014)



Source: Bank of Japan, Japan Bankers Association

## JGB Over-the-Counter Trading Volume (TOKYO)

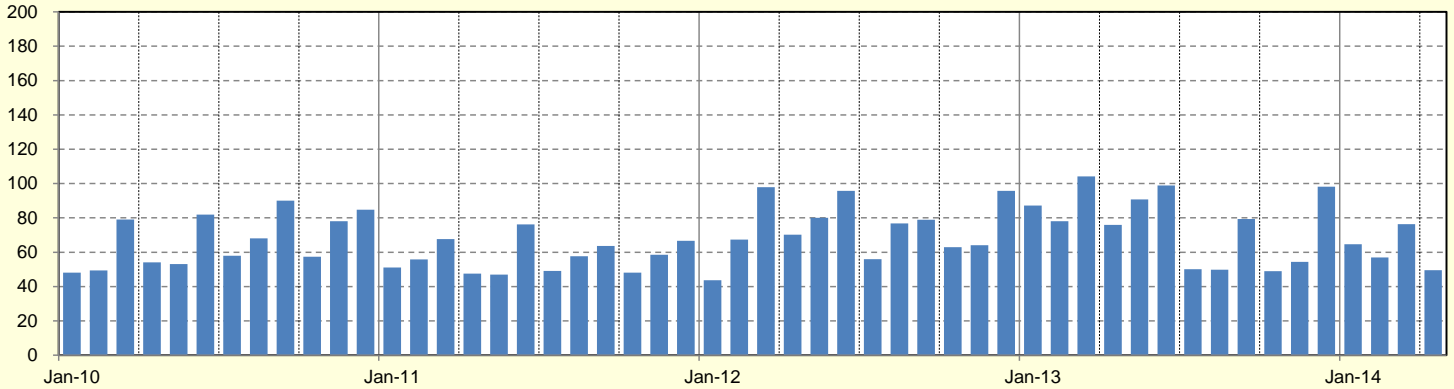
(trillion yen)



Source: Japan Securities Dealers Association

## Trading Volume of 10-Year JGB Futures

(trillion yen)

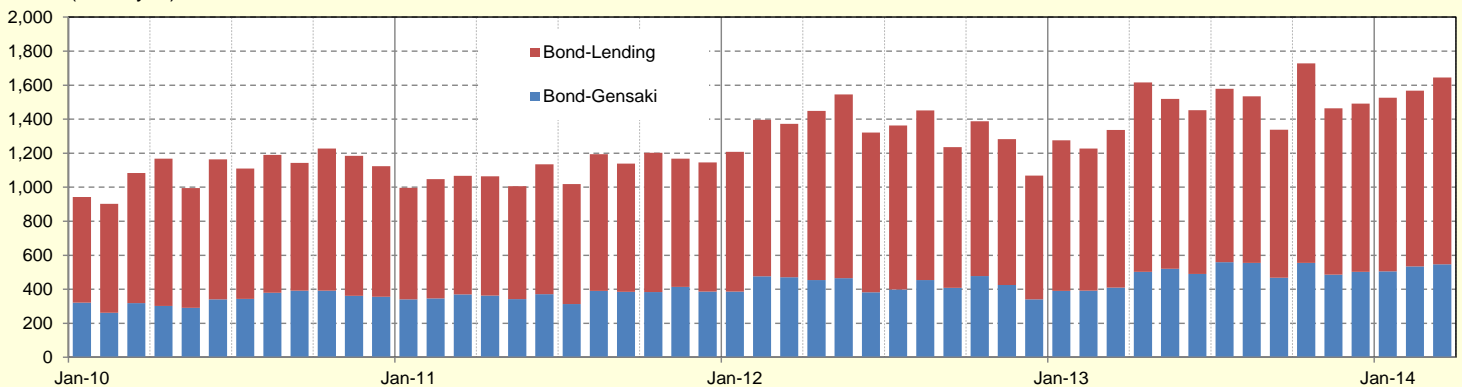


Note: The figures for Mar. 2014 show the data until Mar. 20.

Source: Tokyo Stock Exchange (until Mar.2014), Osaka Exchange (from Apr. 2014)

## Repurchase Transactions

(trillion yen)

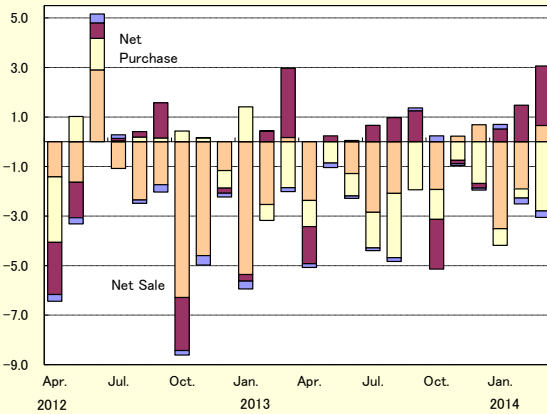


Source: Japan Securities Dealers Association

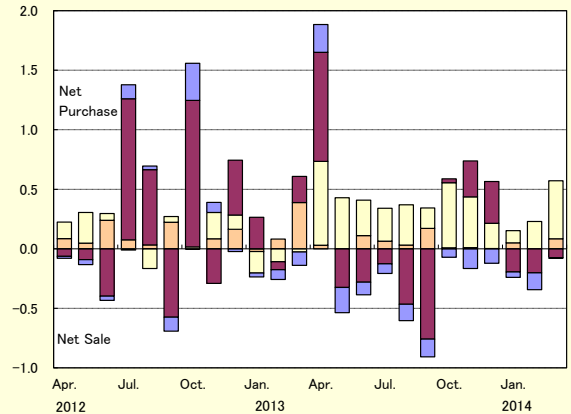
# 5 INVESTOR TRENDS AND JGB OUTSTANDING

## Trends in JGBs Transactions (by investor type)

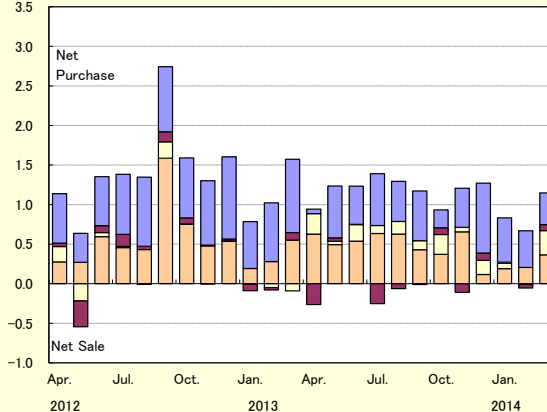
(trillion yen) City Banks



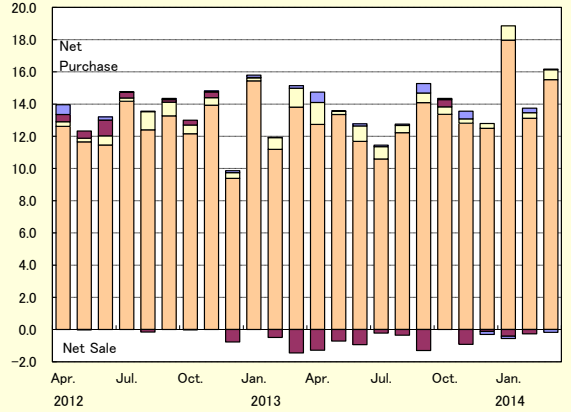
(trillion yen) Regional banks



(trillion yen) Life and non-life insurance companies



(trillion yen) Foreigners

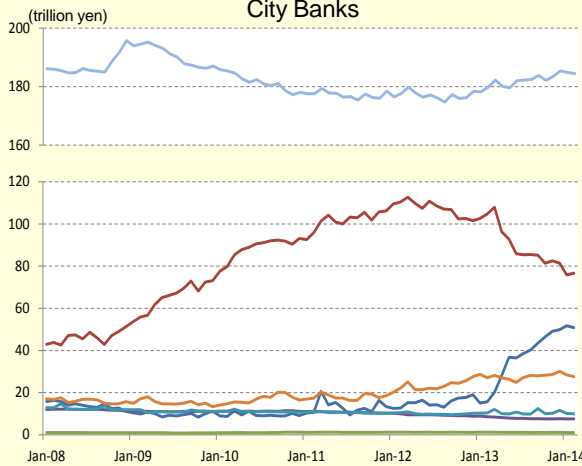


- Super long-term
- Long-term
- Medium-term
- T-bills

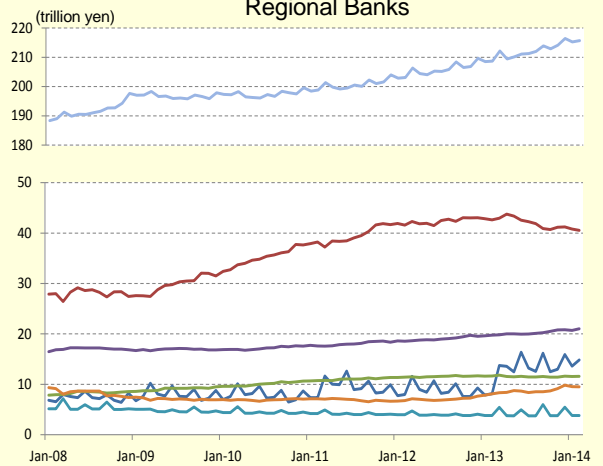
Source: Japan Securities Dealers Association

## Trends in Bank Assets by Types

(trillion yen) City Banks



(trillion yen) Regional Banks



- Loans
- Cash and Deposits
- Government Bonds
- Municipal Bonds
- Corporate Bonds
- Equities
- Foreign Securities

Source: Bank of Japan

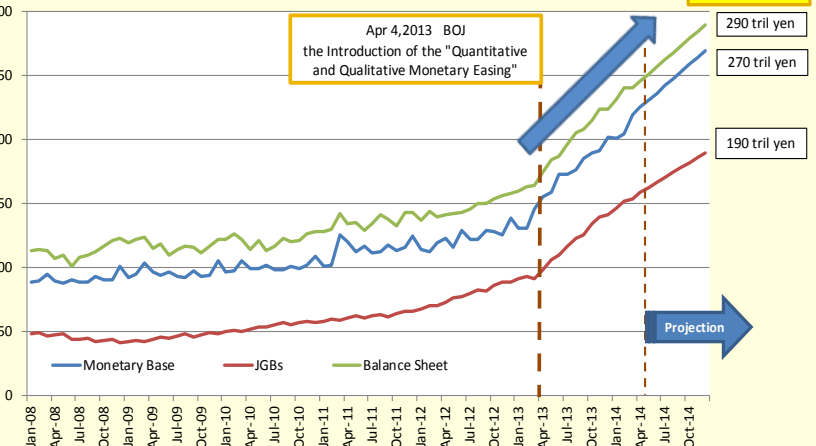
## BOJ Trends

(trillion yen)

	Apr 2013	Apr 2014	Dec 2014 (projected)
Monetary Base	155	225.5	270
JGBs	98	159.1	190
CP	1.4	2.1	2.2
Corporate Bonds	2.9	3.3	3.2
ETFs	1.7	2.9	3.5
J-REITs	0.13	0.15	0.17
Loan Support Program	3.4	12.7	18
<b>Total Assets</b>	<b>175</b>	<b>246.2</b>	<b>290</b>

Source: Bank of Japan

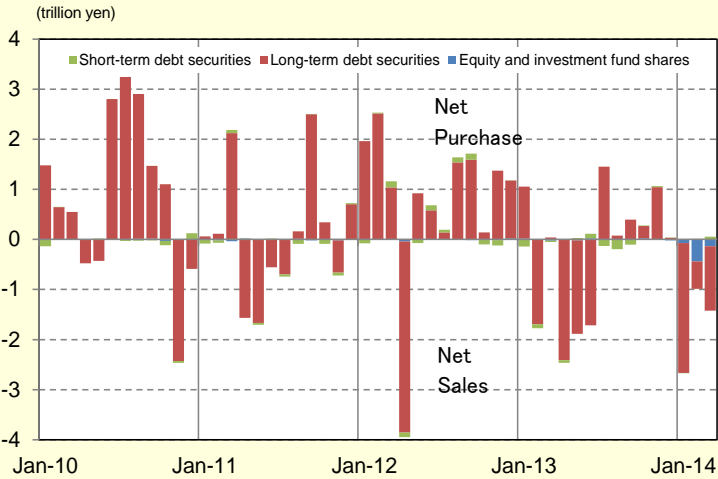
(trillion yen)



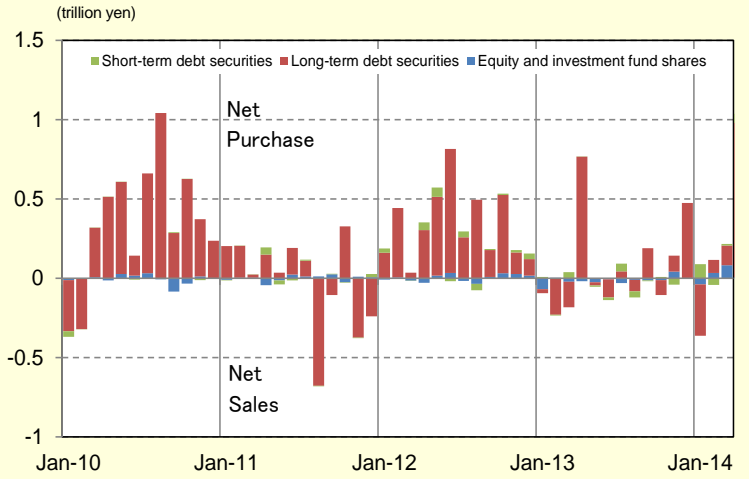


## Transactions of Foreign Securities by Residents (by Investor types)

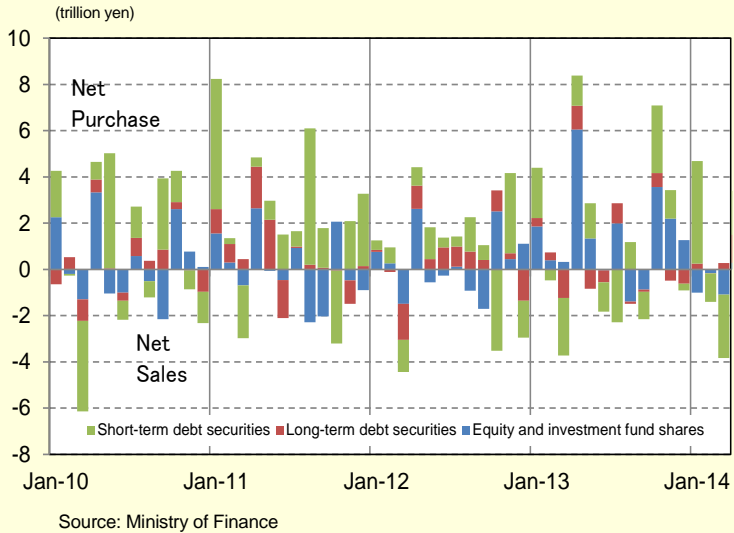
Banks(Banking Accounts)



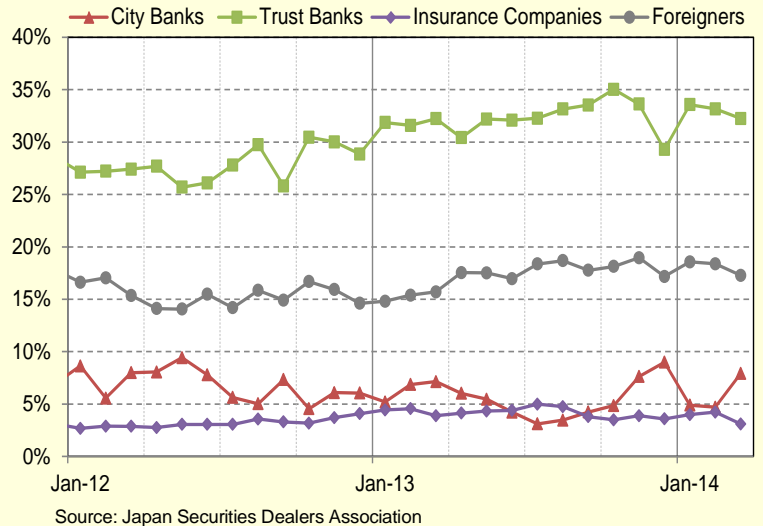
Life Insurance Companies



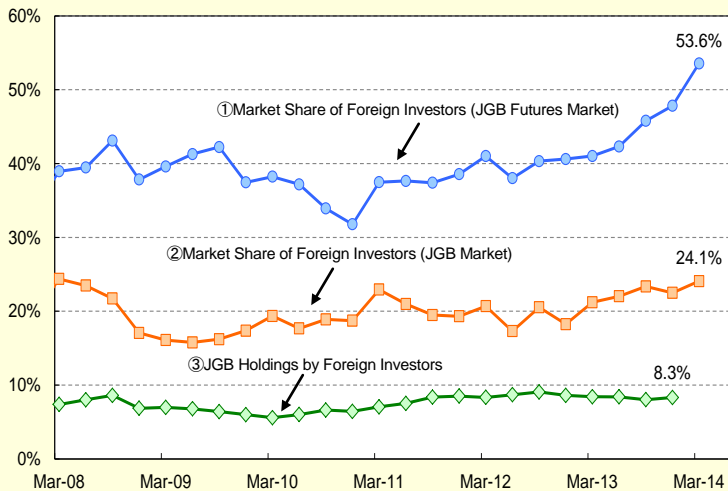
## Transactions of Domestic Securities by Non-Residents



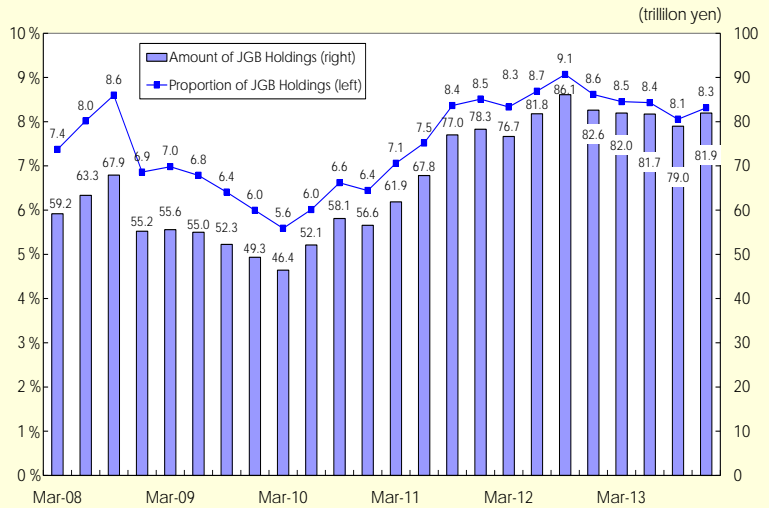
## Repurchase Transactions (by Investor types)



## Foreign Investors Presence



## JGBs Holding by Foreign Investors



Note.1: Quarterly basis.  
 Note.2: "JGB" includes T-Bills. The figures of ②excludes dealers' transactions.  
 Source: Bank of Japan, Japan Securities Dealers Association, Tokyo Stock Exchange

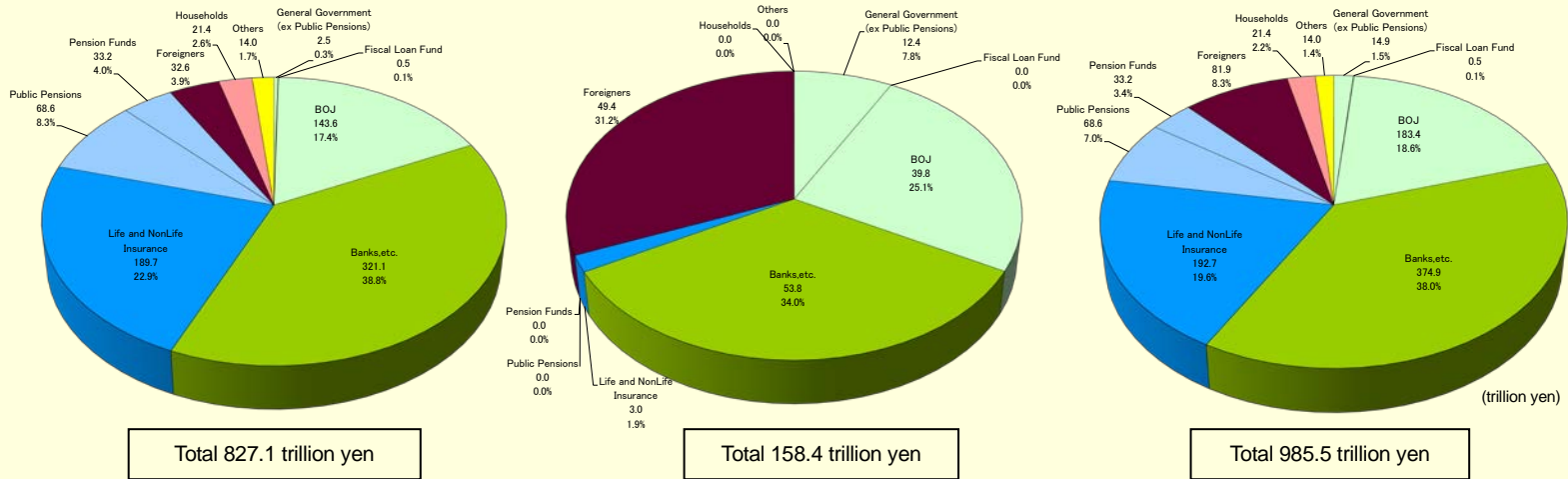
Note: "JGB" includes T-Bills.  
 Source: Bank of Japan

## Breakdown by JGB and T-Bill Holders (Dec. 2013, QE)

### JGB Holders

### T-Bill Holders

### JGB and T-Bill Holders



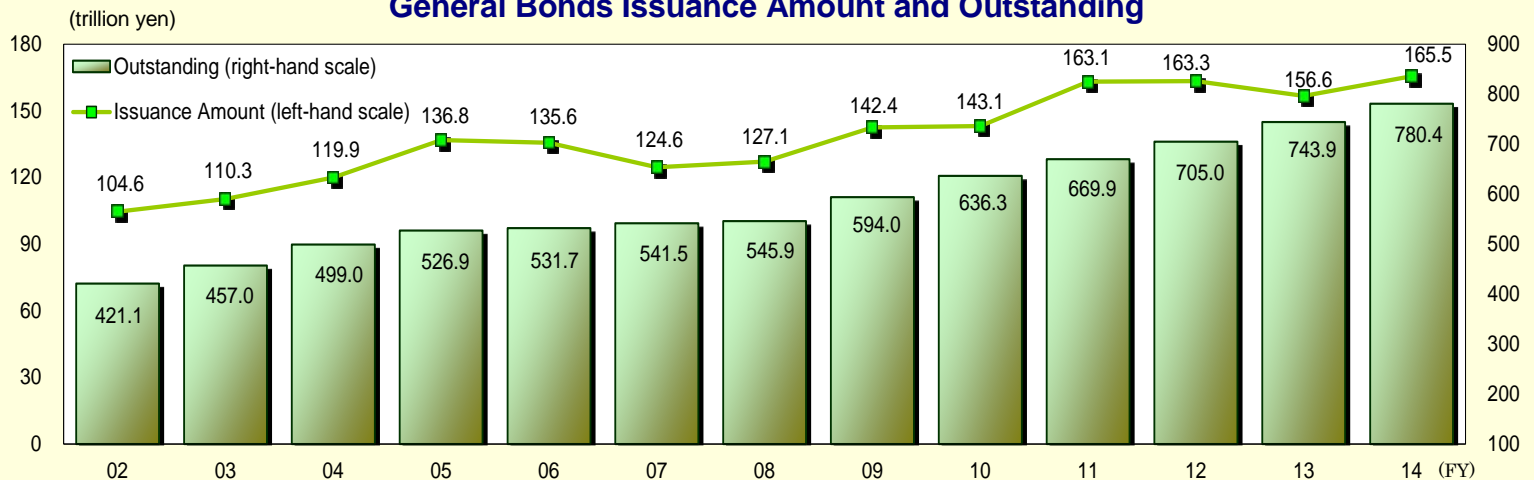
Note.1: "JGB" includes FILP Bonds. "T-Bill" is the sum of "Treasury Bills (TBs)" and "Financial Bills (FBs)" with a maturity of 1 year or less and TBs and FBs have been jointly issued since February 2009.

Note.2: "Banks, etc." includes Japan Post Bank, "Securities investment trust" and "Securities Companies".

Note.3: "Life and Nonlife insurance" includes Japan Post Insurance.

Source: Bank of Japan

## General Bonds Issuance Amount and Outstanding

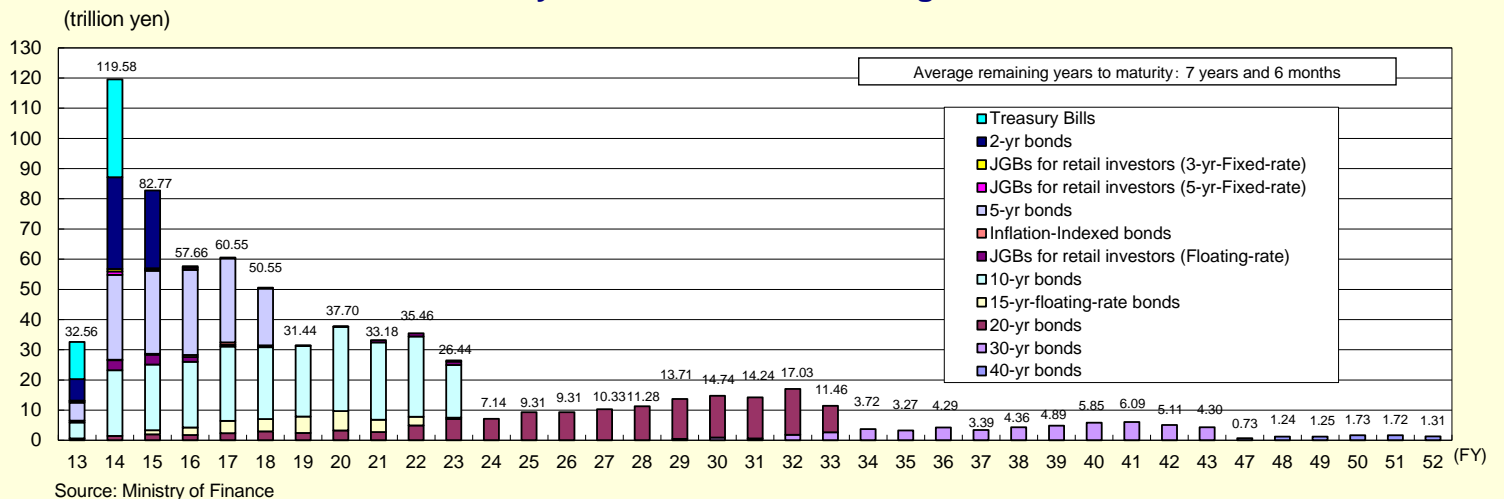


Note 1: Issuance Amount: revenue basis, FY2002-2012: actual, FY2013: supplementary budget, FY2014: initial budget

Note 2: Outstanding: nominal basis, FY2002-2013: actual, FY2014: estimates

Source: Ministry of Finance

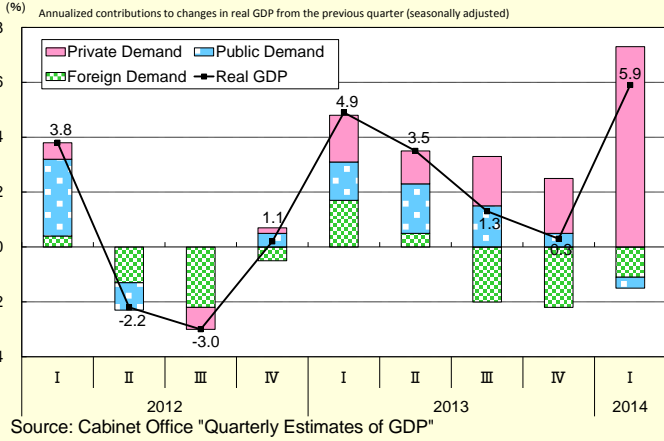
## Time-to-Maturity Structure of Outstanding JGB (Dec. 2013)



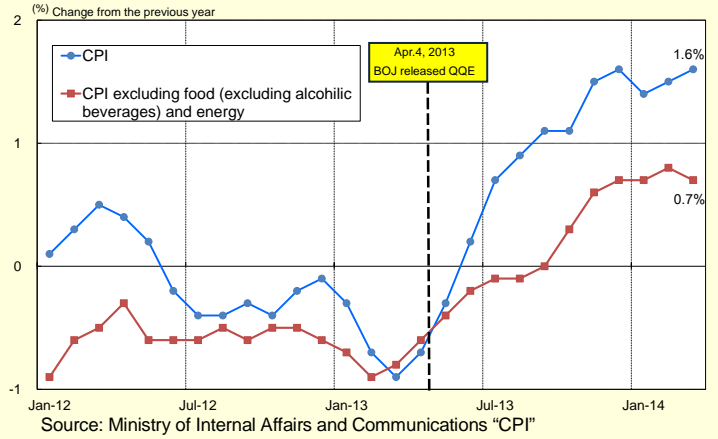
Source: Ministry of Finance

# 6 ECONOMIC AND FINANCIAL TRENDS

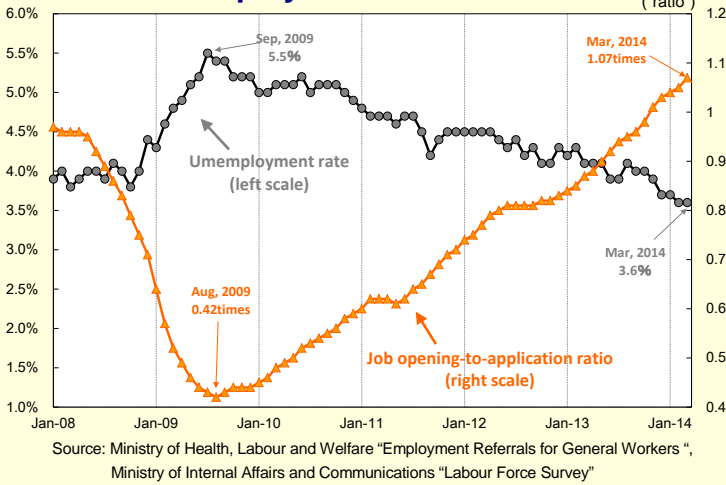
## Real GDP Growth Rate



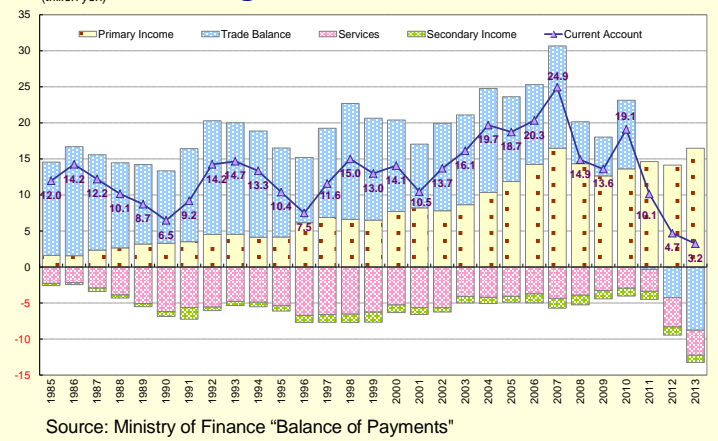
## Prices



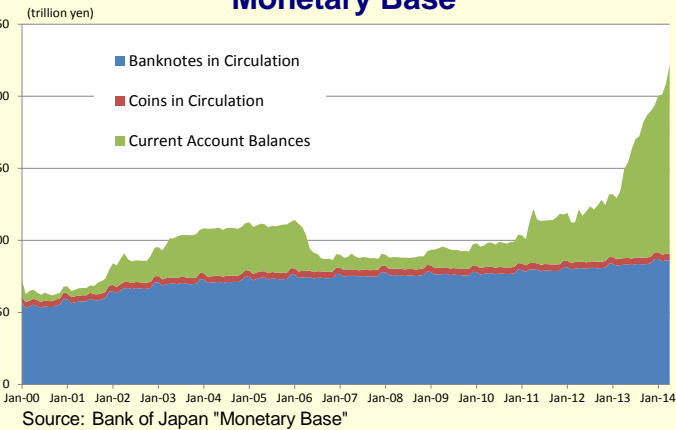
## Employment Conditions



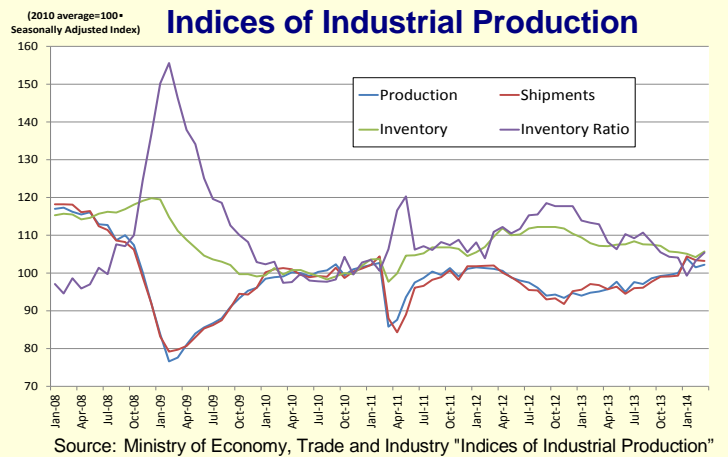
## Changes in Current Account



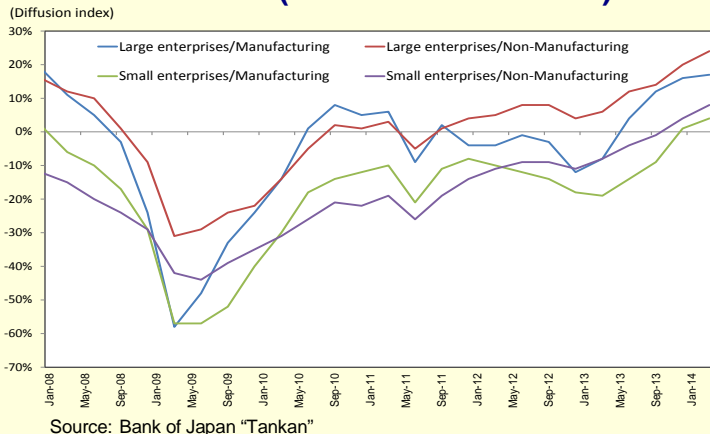
## Monetary Base



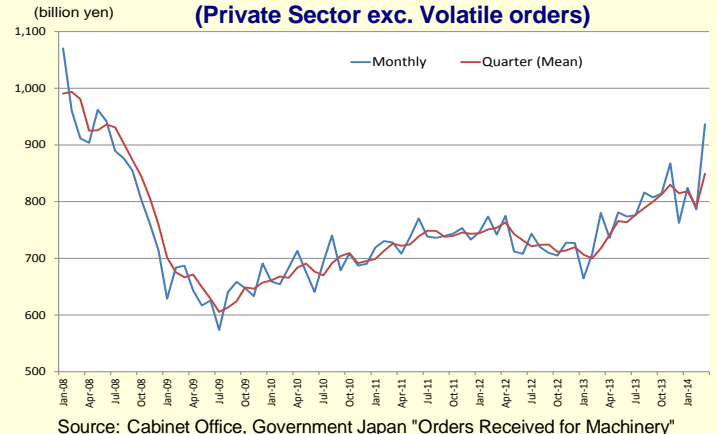
## Indices of Industrial Production



## TANKAN (Business Conditions)



## Total Value of Machinery Orders (Private Sector exc. Volatile orders)



## 7 INFORMATION

English Publications on JGBs	Frequency	URL
<b>Debt Management</b>		
Message from the Financial Bureau	As needed	<a href="http://www.mof.go.jp/english/jgbs/debt_management/message.htm">http://www.mof.go.jp/english/jgbs/debt_management/message.htm</a>
About JGBs	As needed	<a href="http://www.mof.go.jp/english/jgbs/debt_management/guide.htm">http://www.mof.go.jp/english/jgbs/debt_management/guide.htm</a>
About the Debt Management Policy	As needed	<a href="http://www.mof.go.jp/english/jgbs/debt_management/about.htm">http://www.mof.go.jp/english/jgbs/debt_management/about.htm</a>
JGB Issuance Plan	As needed	<a href="http://www.mof.go.jp/english/jgbs/debt_management/plan/index.htm">http://www.mof.go.jp/english/jgbs/debt_management/plan/index.htm</a>
<b>Auction Calendar</b>		
Auction Calendar	Monthly	<a href="http://www.mof.go.jp/english/jgbs/auction/calendar/index.htm">http://www.mof.go.jp/english/jgbs/auction/calendar/index.htm</a>
Historical Data of Auction Results	Each Auction	<a href="http://www.mof.go.jp/english/jgbs/auction/past_auction_results/index.html">http://www.mof.go.jp/english/jgbs/auction/past_auction_results/index.html</a>
<b>Topics</b>		
Product Characteristics of the JGB	As needed	<a href="http://www.mof.go.jp/english/jgbs/topics/bond/index.html">http://www.mof.go.jp/english/jgbs/topics/bond/index.html</a>
Treasury Discount Bills (T-Bills)	Annual	<a href="http://www.mof.go.jp/english/jgbs/topics/t_bill/index.htm">http://www.mof.go.jp/english/jgbs/topics/t_bill/index.htm</a>
Japanese Government Guaranteed Bonds	Annual	<a href="http://www.mof.go.jp/english/jgbs/topics/gov_quaranteed_bonds/index.htm">http://www.mof.go.jp/english/jgbs/topics/gov_quaranteed_bonds/index.htm</a>
Interest Rate Swap	Semiannual	<a href="http://www.mof.go.jp/english/jgbs/topics/swap/index.htm">http://www.mof.go.jp/english/jgbs/topics/swap/index.htm</a>
Taxation of Government Bonds	As needed	<a href="http://www.mof.go.jp/english/jgbs/topics/taxation/index.htm">http://www.mof.go.jp/english/jgbs/topics/taxation/index.htm</a>
For Individual Investors	As needed	<a href="http://www.mof.go.jp/english/jgbs/topics/individual/index.htm">http://www.mof.go.jp/english/jgbs/topics/individual/index.htm</a>
<b>Data</b>		
Central Government Debt	Quarterly	<a href="http://www.mof.go.jp/english/jgbs/reference/gbb/index.htm">http://www.mof.go.jp/english/jgbs/reference/gbb/index.htm</a>
Interest Rate	Daily	<a href="http://www.mof.go.jp/english/jgbs/reference/interest_rate/index.htm">http://www.mof.go.jp/english/jgbs/reference/interest_rate/index.htm</a>
STRIPS	Monthly	<a href="http://www.mof.go.jp/english/jgbs/reference/jbstat/index.htm">http://www.mof.go.jp/english/jgbs/reference/jbstat/index.htm</a>
<b>Dialogue with the market</b>		
Advisory Councils on Government Debt Management	Each Meeting	<a href="http://www.mof.go.jp/english/about_mof/councils/gov_debt_management/index.html">http://www.mof.go.jp/english/about_mof/councils/gov_debt_management/index.html</a>
Meeting of JGB Market Special Participants	Each Meeting	<a href="http://www.mof.go.jp/english/about_mof/councils/jgbsp/index.html">http://www.mof.go.jp/english/about_mof/councils/jgbsp/index.html</a>
Meeting of JGB Investors	Each Meeting	<a href="http://www.mof.go.jp/english/about_mof/councils/jgb_investor/index.html">http://www.mof.go.jp/english/about_mof/councils/jgb_investor/index.html</a>
<b>Publications</b>		
Debt Management Report	Annual	<a href="http://www.mof.go.jp/english/jgbs/publication/debt_management_report/index.htm">http://www.mof.go.jp/english/jgbs/publication/debt_management_report/index.htm</a>
JGB Newsletter	Monthly	<a href="http://www.mof.go.jp/english/jgbs/publication/newsletter/index.htm">http://www.mof.go.jp/english/jgbs/publication/newsletter/index.htm</a>

To subscribe to our Newsletter mailing list,  
please email: JGB-IR@mof.go.jp

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