

# Highlights of FY2025 Debt Management Policy

## <JGB Issuance Plan>

- The total amount is set at 176.9 trillion yen and decreases by 5.1 trillion yen compared with FY2024 (Initial).
- Regarding market conditions, the market issuance by periodic auctions is set at 172.3 trillion yen. Short-term and medium-term bonds are increased and super long-term bonds are decreased.

## <Initiatives to increase JGB holdings (Note) >

- Prepare for the issuance of new floating-rate JGBs linked to short-term interest rates in order to meet investment demands from banks etc.
- Consider to sell “JGBs for Retail Investors” to non-profit corporations and unlisted companies in order to expand stable holders.

(Note) Floating-rate JGBs are expected to be available for issuance during FY2026 at the earliest, given that it takes a certain time for authorities and market participants to improve systems and establish frameworks. The actual start of issuance will be decided based on future market conditions and advice from market participants. The expansion of sales targets of JGBs for Retail Investors are expected to be during FY2026.

## [FY2025 JGB Issuance Plan]

### <Breakdown by Legal Grounds> (trillion yen)

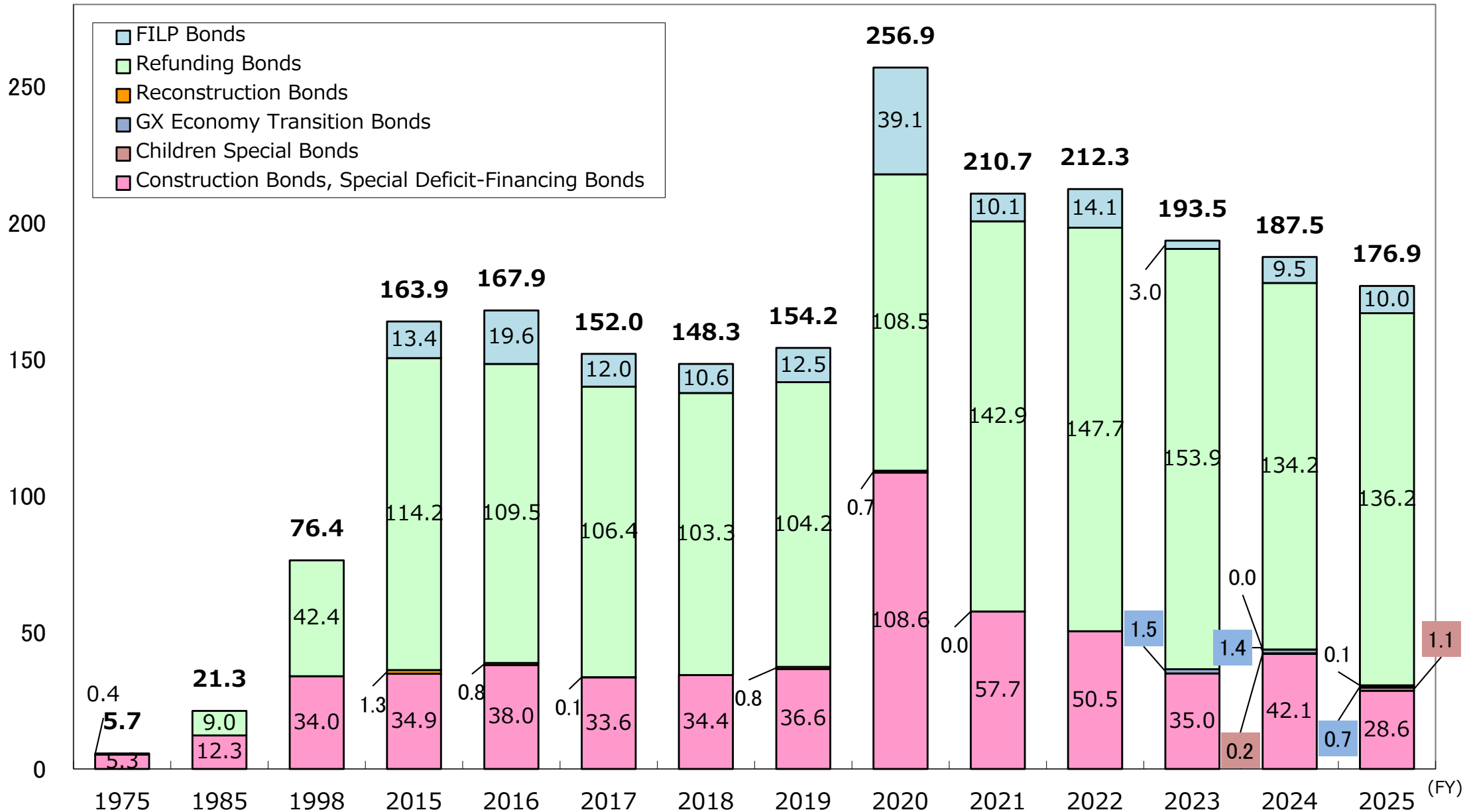
	FY2025 (Initial)	
		Changes from FY2024(Initial)
Newly-Issued Bonds (Construction Bonds and Special Deficit-Financing Bonds)	<b>28.6</b>	<b>▲6.8</b>
Reconstruction Bonds	<b>0.1</b>	<b>▲0.0</b>
GX Economy Transition Bonds	<b>0.7</b>	<b>+0.1</b>
Children Special Bonds	<b>1.1</b>	<b>+0.9</b>
FILP Bonds	<b>10.0</b>	<b>—</b>
Refunding Bonds	<b>136.2</b>	<b>+0.7</b>
<b>Total</b>	<b>176.9</b>	<b>▲5.1</b>

### <Market Issuance Plan by Issue> (trillion yen)

	FY2025 (Initial)	
		Changes from FY2024(Initial)
Market Issuance by Periodic Auctions	<b>172.3</b>	<b>+1.3</b>
40-Year	<b><u>3.0</u></b>	<b><u>▲1.2</u></b>
30-Year	<b><u>9.6</u></b>	<b><u>▲1.2</u></b>
20-Year	<b>12.0</b>	<b>—</b>
10-Year	<b>31.2</b>	<b>—</b>
5-Year	<b><u>28.8</u></b>	<b><u>+1.2</u></b>
2-Year	<b>31.2</b>	<b>—</b>
TBs	<b><u>40.8</u></b>	<b><u>+2.4</u></b>
10-Year Inflation-Indexed	<b>1.0</b>	<b>—</b>
Japan Climate Transition Bonds	<b>1.2</b>	<b>▲0.2</b>
Liquidity Enhancement Auction	<b>13.5</b>	<b>+0.3</b>
Sales for Household	<b>4.6</b>	<b>+1.1</b>
Others	<b>-0.0</b>	<b>▲7.5</b>
<b>Total</b>	<b>176.9</b>	<b>▲5.1</b>

# Changes in JGB Issuance Plan

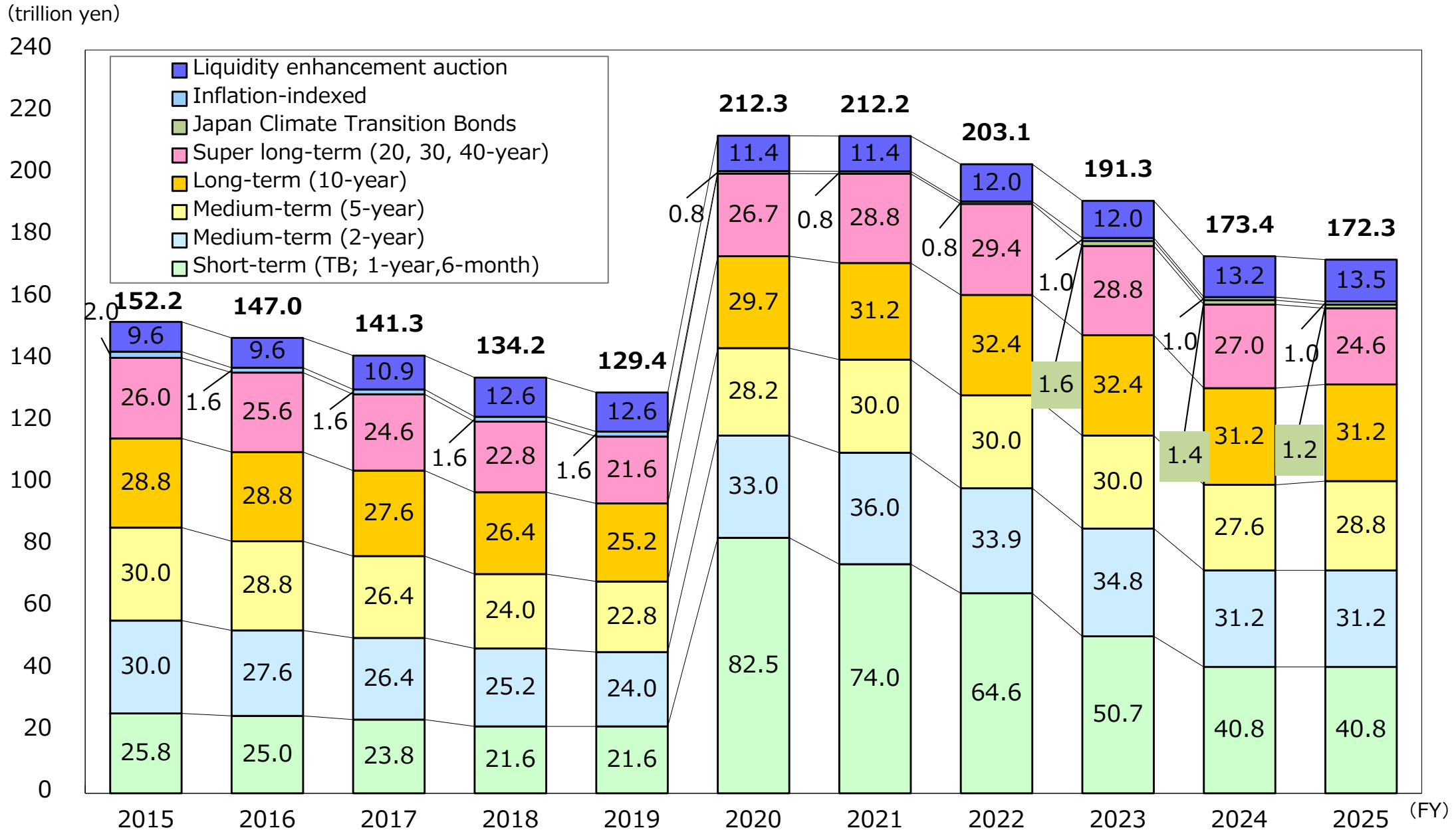
(trillion yen)



(Note1) Up to FY2023: Actual. FY2024: Supplementary budget basis. FY2025: Initial basis.

(Note2) Figures may not sum up to the total because of rounding.

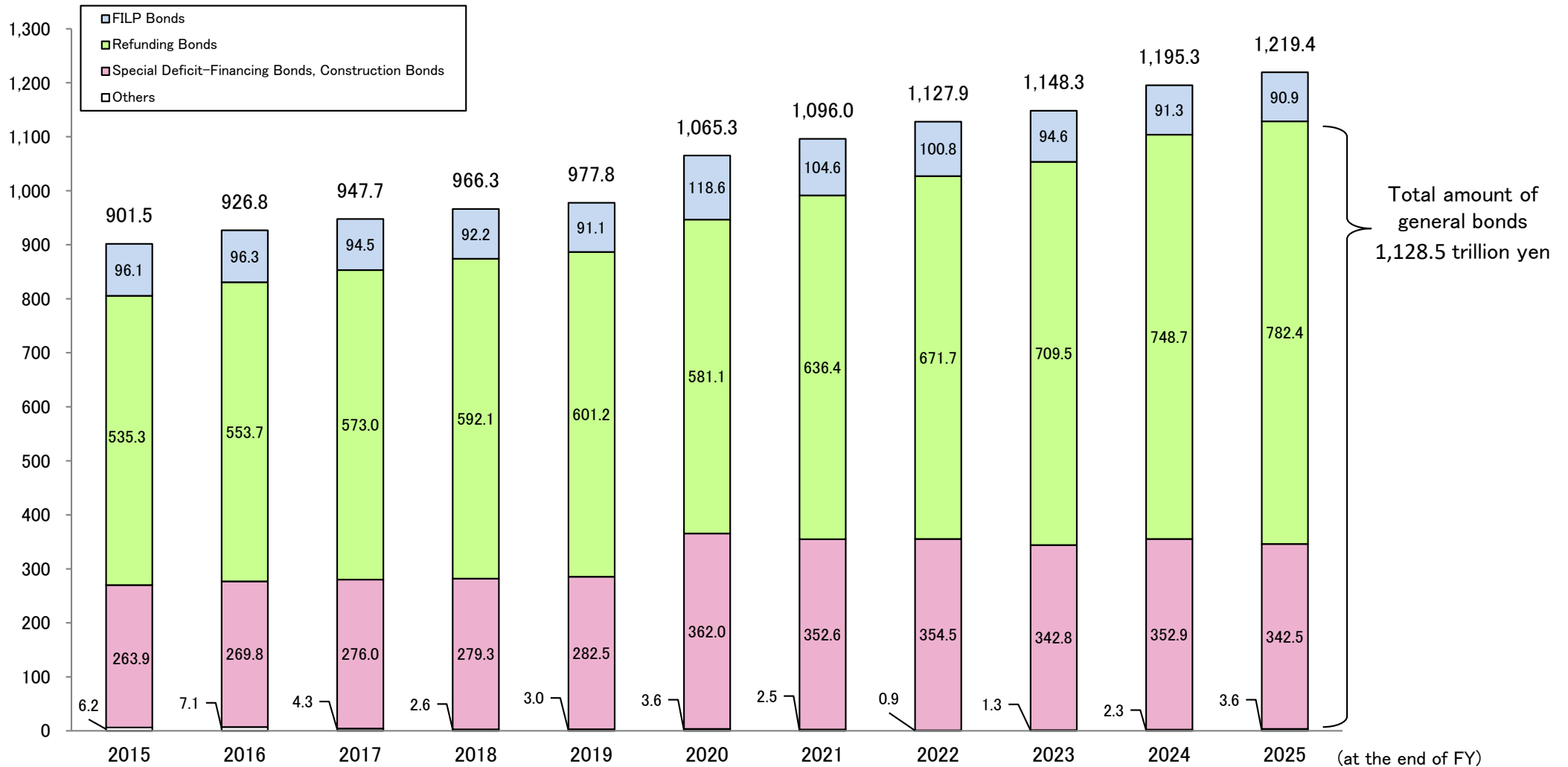
# Changes in Market Issuance Plan by Issue



(Note) Up to FY2024: Last revised basis.  
FY2025: Initial basis.

# Changes in Outstanding Amount of JGBs

(trillion yen)



Note 1 : Up to FY2023: Actual

FY2024: Estimate based on the JGB Issuance Plan for FY2024 (Supplementary Budget), including 44.5 trillion yen of front-loading refunding bonds.

FY2025: Estimate based on the JGB Issuance Plan for FY2025 (Initial), including 55 trillion yen of front-loading refunding bonds.

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

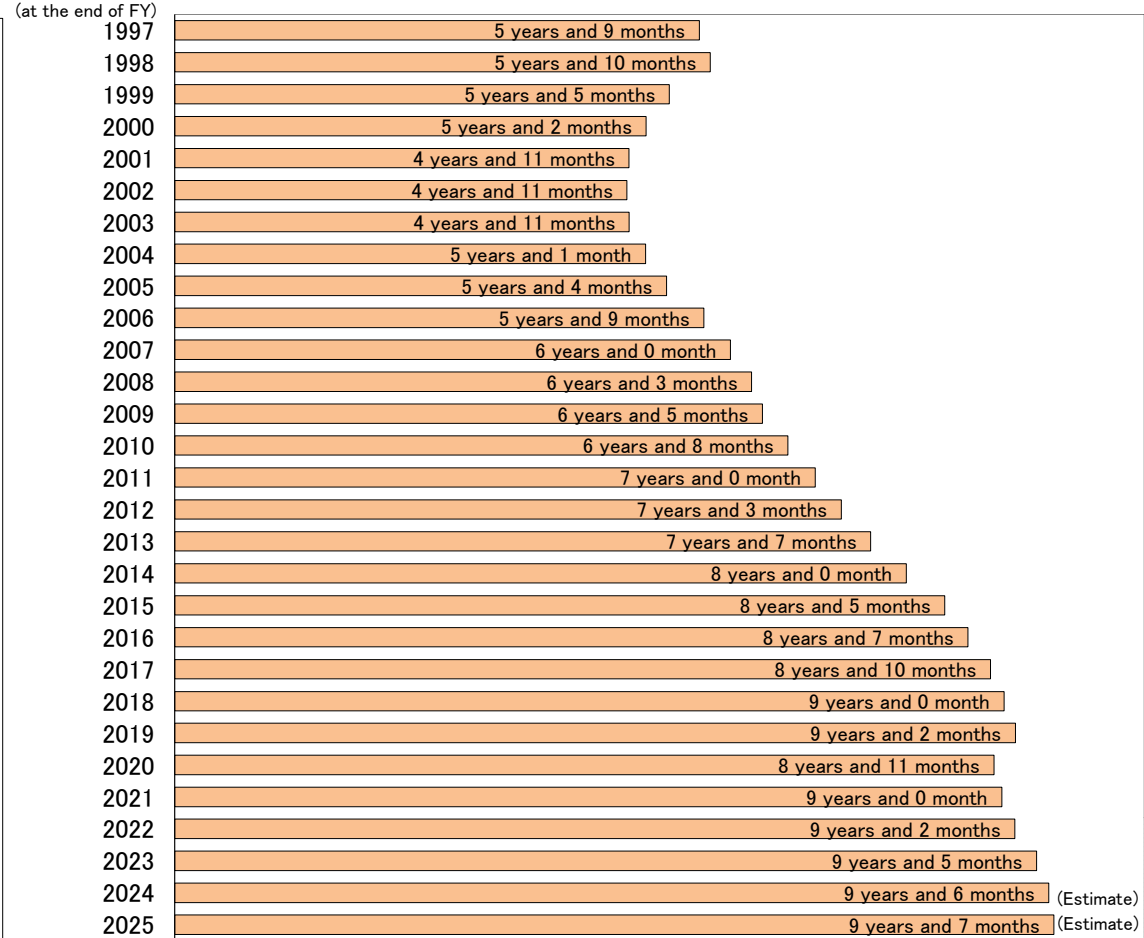
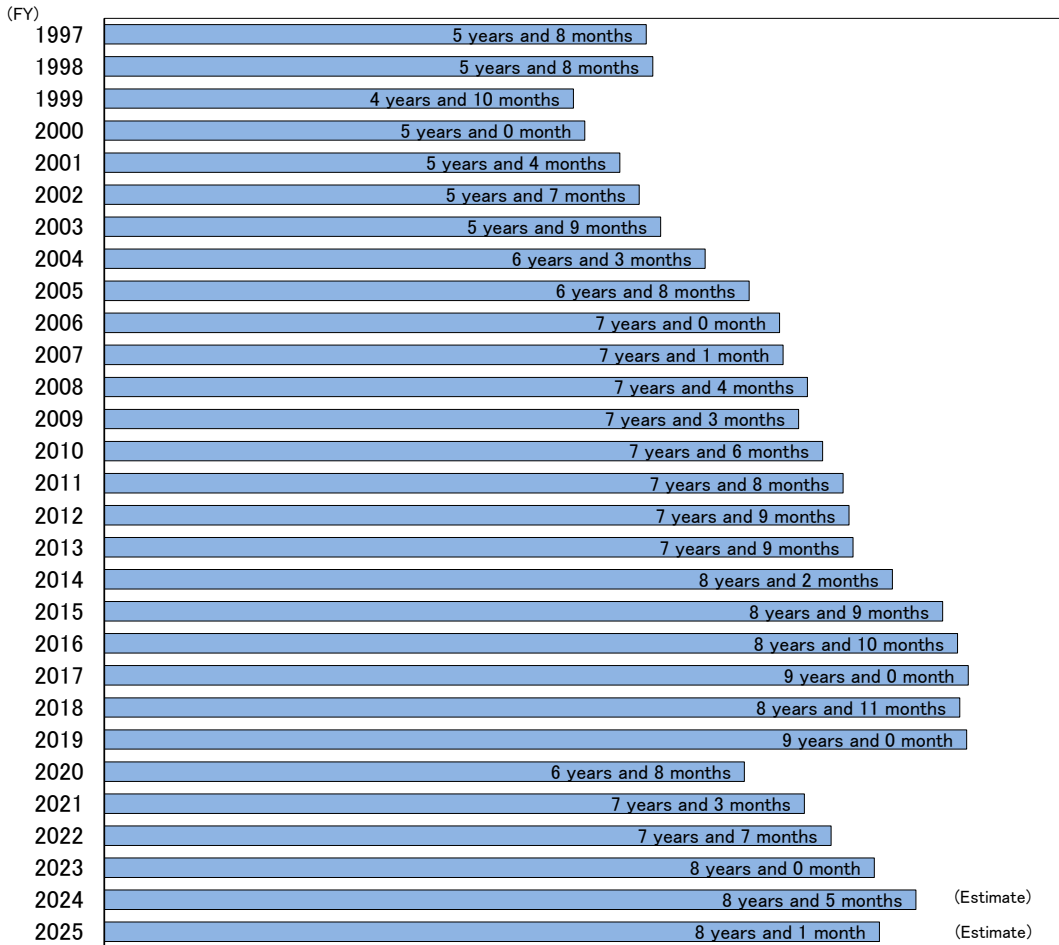
Note 3 : "Others" includes the following JGBs.

- "Reconstruction Bonds" (from the end of FY2015 to the end of FY2025)
- "Special Bonds for Covering Public Pension Funding" (from the end of FY2015 to the end of FY2022)
- "GX Economy Transition Bonds" (from the end of FY2023 to the end of FY2025)
- "Children Special Bonds" (from the end of FY2024 to the end of FY2025)

# Weighted Average Maturity of JGB

## Market Issuance (flow-basis)

## Outstanding Amount (stock-basis)



(Note) Up to FY2023: Actual.

FY2024: supplementary budget basis. FY2025: initial basis

(Note) Outstanding amount of general bonds. Up to FY2023: Actual.

FY2024: supplementary budget basis. FY2025: initial basis.

# Basic Product Features of the New Floating-rate JGBs

Press Release  
(December 27, 2024)

Coupon rate	Reference rate + Spread <sup>(Note 1)</sup> (Coupon rate is set in percentage with 3 decimal places and the lowest coupon rate is 0%.)
Reference rate <sup>(Note 2)</sup>	6-month T-Bill issue yield (Average issue yield of the 6-month T-Bill auction held immediately prior to the rate decision, rounded off the yield to 4 decimal places.)
Issuance methods	Dutch-style competitive auction in which each competitive tender specifies a Spread (which can be positive, zero, or negative, expressed in 0.1bp)
Tenor	2- or 5-Year
Maturity date	2-year bonds: the 1 <sup>st</sup> day of the month of the issuance in the year of maturity 5-year bonds: the 20 <sup>th</sup> day of the final month in the preceding quarter of the issuance date, namely March, June, September, or December, in the year of maturity <sup>(Note 3)</sup>
Interest Payment dates	Every six months until maturity
Day Count Convention	Same as existing T-Bills
Min. face value unit	50,000 yen
STRIPS Eligible	No
Reopening	To be decided
Other items	Non-Price Competitive Auction II is offered. Non-Competitive Auction, Non-Price Competitive Auction I, Liquidity Enhancement Auction, and Buy-back program are <b>NOT</b> offered. Security codes for the new Floating-rate JGBs will be announced later by the Securities Identification Code Committee.

(Note 1) Spread is set in the auction and stays until maturity.

(Note 2) Reference rate is determined before each interest calculation period starts and revised semi-annually.

(Note 3) Maturity date of the 5-year bonds may also be the 1<sup>st</sup> day of the month of the issuance, as with the 2-year bonds, depending on the issue frequency and issue amount.

(Note 4) The above points may change during the course of future discussions.