

The consumption tax was raised to 8% in April 2014. It is scheduled to be raised further to 10% in April 2017. How will this tax be used?

Enhancement of the Social Security System

In order to simultaneously achieve expansion/stabilization

Enhancement of the Social Security System

of the social security system and financial consolidation,

Use of(national)consumption tax before the Reform

Three social security expenses for the elderly
(basic pension,medical care for the elderly,nursing care)



Enhancement of the Social Security System after the Reform

the government is working on the comprehensive reform

Use of(national)consumption tax before the Reform

Three social security expenses for the elderly
(basic pension,medical care for the elderly,nursing care)



Enhancement of the Social Security System after the Reform

Four Social Security expenses
(child and childcare,medical and nursing cares,basic pension)

Enhancement of the Social Security System 2.8 trillion yen

Child and Childcare 0.7 trillion yen

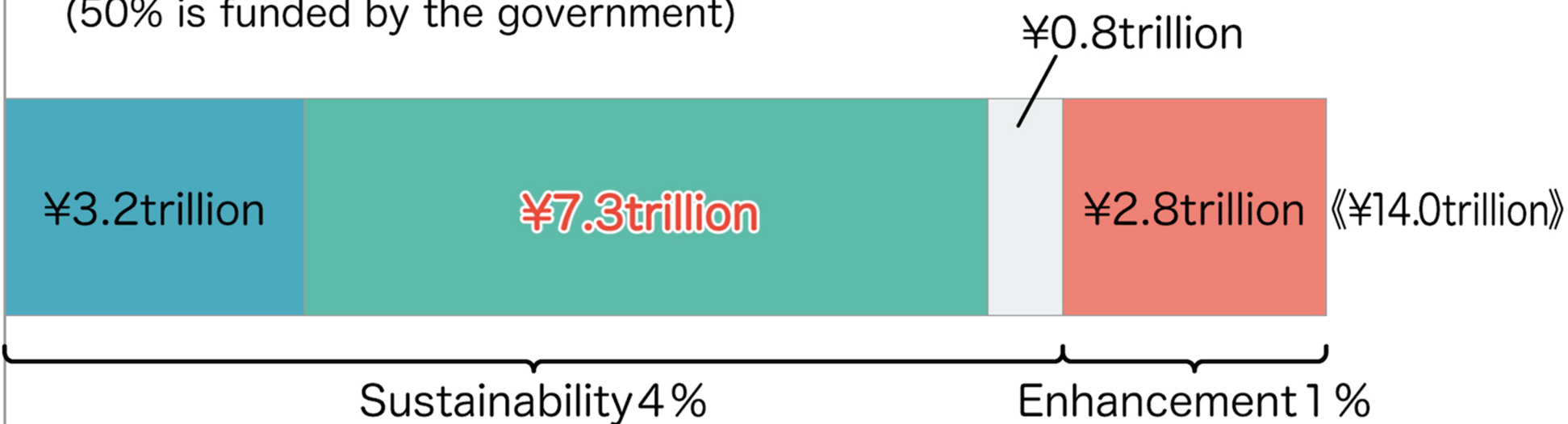
Medical and nursing cares 1.5 trillion yen

Basic pension 0.6 trillion yen

of the social security and taxation systems.

- For enhancing social security system
- For financing the increase in social expenditures due to the price increase reflecting consumption tax increase
- For ensuring the sustainability of social security system (=reducing public debt)
- For supporting basic pension system (50% is funded by the government)

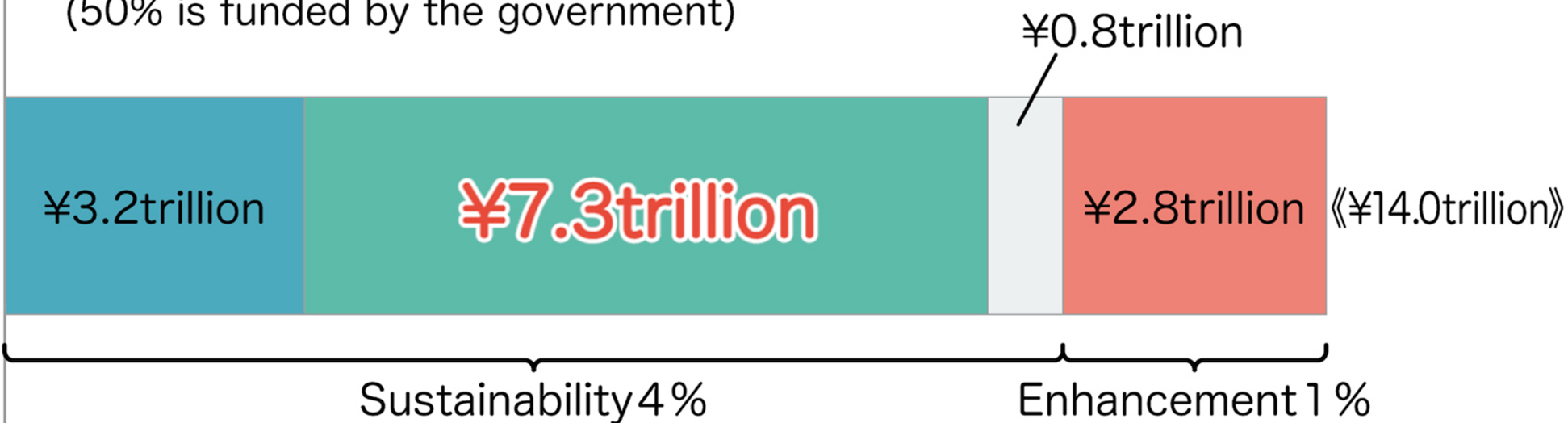
FY2018
(10%)



All of the increased revenue from the consumption tax hike will be used for social security purposes,

- For enhancing social security system
- For financing the increase in social expenditures due to the price increase reflecting consumption tax increase
- For ensuring the sustainability of social security system (=reducing public debt)
- For supporting basic pension system (50% is funded by the government)

FY2018
(10%)



so as to reduce the burden on the future generations.