The Present Situation of Credit Market of Japan

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Session 3: Getting credit
The Present Situation of Credit Market of Japan

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Remarks:
This session is just my personal opinion,
not the opinion of any organizations.
1. Economic Condition

- Economic condition of Japan is not so good this ten years.

(Source: IMF)

- “Stock” is also not good.

- Yield of “JGB” is historically low.

(Source: Bloomberg)
1. Economic Condition

- This year, Yen is so strong.
- That is not so good to economy.

(Source: Bloomberg)

2. Bank Lending and GDP

- “Bank Lending” is reducing.
- But “2005” is bottom.

(Source: Bank of Japan & Bloomberg)
2. Bank Lending and GDP

- Banks buy “JGBs” a lot.

(Source: Bank of Japan)

3. FSA Program

“Structural Reform Policy”

◆ The New Action Program (2005-06)
◆ The Relationship Banking Promotion Plan (2007-)
4. Financial Support for
Small and Medium Sized Enterprises Credit

◆ FSA (Financial Services Agency)
◆ METI (Ministry of Economy, and Trade and Industry)
◆ SMEA (Small and Medium Enterprises Agency)

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