

**Temporary Operational Changes to the Securities Lending Facility  
following the Shortening of JGB Settlement Cycle to T+1**

After May 1, 2018, the scheduled implementation date of the T+1 settlement cycle for Japanese government bond (JGB) transactions, supply and demand conditions of JGBs in the repo market could tighten until market participants become familiar with the new market practice of JGB trading under a T+1 settlement cycle.

With a view to supporting the smooth transition of market participants to a T+1 settlement cycle, the Bank of Japan will implement temporary operational changes to the Securities Lending Facility as precautions against the tightening of supply and demand conditions of JGBs in the repo market. Specifically, the Bank will make the Securities Lending Facility available three times a day from May 1, 2018 to May 11 as follows:

	Morning offer (1) [new]	Morning offer (2) [no changes]	Afternoon offer [no changes]
Acceptance of requests for offer	16:00-18:00 the previous business day	9:00-11:15	12:30-13:15
Offer	10:25	11:50	13:50
Bid-submission cut-off time	10:50	12:15	14:15
Notification of respective results to auction participants <sup>(Note 1)</sup>	Around 11:05	Around 12:30	Around 14:30
Cut-off time for settlement on start day	13:15	13:15	15:30 <sup>(Note 2)</sup>
Cut-off time for settlement on maturity date	15:00	15:00	15:00

Notes 1: The time for notification of respective results to auction participants is an approximation and may differ from that shown in the timetable depending on the number of requests for offer.

2: Settlement time shall be 15:00 for issues on days when redemption or an interest payment is due on the following day.