

March 11, 2014

Bank of Japan

Amendment to "Principal Terms and Conditions for the Loan Support Program"

At the Monetary Policy Meeting held today, the Policy Board of the Bank of Japan decided to make the following amendments. The Bank expects that these enhancements will further promote financial institutions' actions as well as stimulate firms' and households' demand for credit, with a view to encouraging banks' lending and strengthening the foundations for economic growth.

1. The Bank shall amend the "Principal Terms and Conditions for the Loan Support Program" (see Attachment 1).
2. The Bank shall amend the "Principal Terms and Conditions for the Fund-Provisioning Measure to Support Strengthening the Foundations for Economic Growth Conducted through the Loan Support Program" (see Attachment 2).
3. The Bank shall amend the "Special Rules for Equity Investments and Asset-Based Lending to Enhance the Fund-Provisioning Measure to Support Strengthening the Foundations for Economic Growth Conducted through the Loan Support Program" (see Attachment 3).
4. The Bank shall amend the "Special Rules for Small-Lot Investments and Loans to Enhance the Fund-Provisioning Measure to Support Strengthening the Foundations for Economic Growth Conducted through the Loan Support Program" (see Attachment 4).

5. The Bank shall amend the "Special Rules for the U.S. Dollar Lending Arrangement to Enhance the Fund-Provisioning Measure to Support Strengthening the Foundations for Economic Growth Conducted through the Loan Support Program" (see Attachment 5).
6. The Bank shall amend the "Principal Terms and Conditions for the Fund-Provisioning Measure to Stimulate Bank Lending Conducted through the Loan Support Program" (see Attachment 6).
7. The Bank shall amend the "Temporary Rules regarding Funds-Supplying Operation against Pooled Collateral" (see Attachment 7).

Amendment to "Principal Terms and Conditions for the Loan Support Program"

- Paragraph 3. (1) shall be amended as follows.

(1) The maximum outstanding amount of loans under the Growth-Supporting Funding Facility shall be as follows.

(a) Loans not pursuant to the special rules stipulated in 2. (2)

~~3.5~~ trillion yen

(b) }
c } (No change)
(d) }

- Supplementary Provision shall be amended as follows.

(Supplementary Provision)

These terms and conditions shall become effective today and shall be valid through ~~June 30, 2018~~ June 30, 2019.

(Supplementary Provision)

These amendments shall become effective on a date designated by the Governor, which shall be no later than March 31, 2014.

Amendment to "Principal Terms and Conditions for the Fund-Provisioning Measure to Support Strengthening the Foundations for Economic Growth Conducted through the Loan Support Program"

- Paragraph 5. shall be amended as follows.

5. Duration of Loans

~~Because the measure is judged to be particularly necessary, the duration of loans to financial institutions shall be set as within one year, pursuant to the stipulations in the statement of operation procedures.~~
The duration of loans to financial institutions shall be set as within four years. Nevertheless, the duration of rollover loans pursuant to 7. (2) shall be set as within one year.

- Paragraph 6. shall be amended as follows.

6. Loan Rates and Collection of Interest

(1) ~~The interest rate on the loans shall be the Bank's target for the uncollateralized overnight call rate stipulated in the guideline for money market operations on the day of disbursement of the loan.~~
The interest rate on loans shall be as follows.

(a) The interest rate on loans shall be 0.1 percent per annum.

(b) Notwithstanding (a), the interest rate on rollover loans pursuant to 7. (2) shall be determined by the method applied as of the date of first disbursement of respective loans. However, the interest rate on such loans shall be 0.1 percent per annum for the time

being.

(2) The interest on a loan shall be calculated based on the rate determined by the method described in (1) for the number of days ~~from the first day after the disbursement of the loan up to the maturity date~~(i.e., interval) specified by the Bank during the duration of the loan, and the interest shall be collected ~~when the loan reaches maturity~~on the last day of each interval.

- Paragraph 7. shall be amended as follows.

7. Date of Each Loan Disbursement and Rollover of Loans

(1) The date of each loan disbursement shall be specified by the Bank. No loan shall be disbursed on or after ~~June 30, 2014~~July 1, 2015 except for the rollover of loans as described in (2).

(2) If the counterparty requests, the Bank shall allow loans to be rolled over on the maturity date within the maximum amount of loan prescribed in 9. However, ~~the maximum number of times for which the counterparty can rollover is three~~the overall duration of loans -- adding the duration at the first disbursement and the ones at subsequent rollovers -- shall not exceed 4 years.

- Paragraph 9. shall be amended as follows.

9. Maximum Amount of Loans, etc.

(1) The maximum amount of loans to each counterparty

The total amount of loans to each counterparty shall not exceed ~~150 billion~~1 trillion yen.

~~(2) The total amount of loan at each disbursement, excluding any rollover of loans, shall not exceed 1 trillion yen.~~

~~(32) The maximum amount of loan to each counterparty at each loan disbursement~~

The maximum amount of loan to each counterparty at each loan disbursement shall be the amount of new lending or investment with a maturity of one year or more, carried out within a certain period specified by the Bank, under the plan to support strengthening the foundation for economic growth described in ~~44.12.~~ submitted to the Bank. However, if the counterparty wishes to rollover a loan, the maximum amount of rollover loan shall be the smaller of the following two: ~~amount of loan rolled over shall be within the smaller of~~ (i) the outstanding amount of lending or investment with a residual maturity of one year or more out of the outstanding amount of lending or investment at the first disbursement, which was the basis for calculating the maximum amount of loan, or (ii) the amount of the ~~first loan~~ existing loan to be rolled over.

- Paragraph 12. shall be renamed to paragraph 13. and paragraph 11. shall be amended as follows.

~~44.12.~~ The Plan to Support Strengthening the Foundation for Economic Growth

The plan shall be formulated by each counterparty for lending or investment, and satisfy the conditions set forth in either the Annex Annex 1, Annex 2, or both.

- Paragraph 10. shall be amended as follows.

~~40.11.~~ Deadline for New Applications for Loans

The period for calculating the amount of loans prescribed in 9.(~~32~~) shall end on or before ~~March 31, 2014~~March 31, 2015.

- The following paragraph 10. shall be added after paragraph 9.

10. Prepayment

(1) The counterparty may prepay all or a part of the outstanding amount of loans initially disbursed on or after April 1, 2014, on an annual basis, on a day specified by the Bank.

(2) In case the amount in (a) falls short of the amount in (b) for loans initially disbursed on or after April 1, 2014 on a day specified by the Bank, the counterparty shall repay the amount equivalent to the shortfall, pursuant to the Bank's relevant rules.

(a) the outstanding amount of lending or investment with a residual maturity of one year or more out of the outstanding amount of lending or investment at the first disbursement, which was the basis for calculating the maximum amount of loan.

(b) the outstanding amount of loan.

- Supplementary Provision shall be amended as follows.

(Supplementary Provision)

These terms and conditions shall become effective today and shall be valid through ~~June 30, 2018~~June 30, 2019.

- “Annex” shall be renamed as “Annex 1” and Annex 2 shall be added after Annex 1.

Annex 2

Conditions that Plans to Support Strengthening the Foundations for Japan's Economic Growth Shall Meet (Lendings and Investments to Consolidated Foreign Companies of Domestic Residents,etc.)

1. A plan shall meet either of the following conditions.

- (1) A plan for lendings and investments which are used in Japan for a period of no less than one year shall support strengthening the foundations for Japan's economic growth, for example, in those areas listed in 1.(1) to 1.(18) of Annex 1.
- (2) A plan for lendings and investments which are used abroad for a period of no less than one year shall be expected to support strengthening the foundations for Japan's economic growth through the following effects.
 - i) An increase in the production of goods and services, business fixed Investment, or employment in Japan.
 - ii) The promotion of an international division of labor to enhance domestic economic activities; for example, by shifting more resources to the areas of business planning and research and development, the launch of new businesses, and boosting capacity for business continuity.
 - iii) Stable procurement of raw materials consumed in Japan.

2. Borrowers or entities in which financial institutions invest shall be

foreign corporations considered to have a close relationship with domestic residents in light of effective control and influence, including consolidated companies of domestic residents.

3. The Bank shall be under no obligation to provide funds where, for whatever reasons, it considers this to be inappropriate.

(Supplementary Provision)

These amendments shall become effective on a date designated by the Governor, which shall be no later than March 31, 2014. With regard to the application of terms and conditions to loans disbursed on or before the designated date, the provisions prior to these amendments shall remain applicable, except as otherwise provided by the amended principal terms and conditions.

Amendment to "Special Rules for Equity Investments and Asset-Based Lending to Enhance the Fund-Provisioning Measure to Support Strengthening the Foundations for Economic Growth Conducted through the Loan Support Program"

- Paragraph 2. shall be amended as follows.

2. Duration of Rollover Loans

Notwithstanding the proviso of 5. of the Principal Terms and Conditions, ~~because the measure is judged to be particularly necessary,~~ the duration of rollover loans to counterparties shall be set as within two years.

- Paragraph 3. shall be deleted.
- Paragraph 4. shall be amended as follows.

4.3. Amount of Each Loan

The amount extended to each counterparty for each loan is the amount the counterparty wishes to borrow. Notwithstanding 8. of the Principal Terms and Conditions, such amount shall not exceed the maximum amount of loans prescribed in ~~5.4.~~ and the unused value of the total standing pool of eligible collateral pledged to the Bank.

- Paragraph 5. shall be amended as follows.

~~5.4.~~ Maximum Amount of Loans, etc.

(1) (No change)

~~(2) The amount of loans disbursed pursuant to the special rules shall not be included in the calculation of the total amount of loans at each disbursement pursuant to 9.(2) of the Principal Terms and Conditions.~~

~~(32)~~ Notwithstanding 9.~~(32)~~ of the Principal Terms and Conditions, the maximum amount to be lent to each counterparty at each loan disbursement pursuant to the special rules shall be the amount calculated by subtracting the amount in (b) and (c) below from the amount in (a), on a date specified by the Bank. However, if the counterparty wishes to rollover a loan, the maximum amount of rollover loan shall be the smaller of the following two: (i) the amount specified above, or (ii) amount of loan rolled over shall be limited to either such amount or the amount of the existing loan to be rolled over, whichever is smaller.

(a) The amount outstanding of equity investments and asset-based lending made by the counterparty on and after April 1, 2010, pursuant to the plan to support strengthening the foundations for economic growth stipulated in ~~11.7.~~ of the Principal Terms and Conditions.

(b) Of the amount outstanding of equity investments and asset-based lending that is specified in (a),

i) the amount outstanding that is used as the basis for calculating the maximum amount to be lent to each

counterparty at each loan disbursement in 9.~~(3)~~(2) of the Principal Terms and Conditions.

ii) the amount outstanding that is used as the basis for calculating the maximum amount to be lent to each counterparty at each loan disbursement in 3.~~(3)~~(2) of the "Special Rules for Small-Lot Investments and Loans to Enhance the Fund-Provisioning Measure to Support Strengthening the Foundations for Economic Growth Conducted through the Loan Support Program" (Policy Board Decision on March 13, 2012).

iii) the amount outstanding that is used as the basis for calculating the maximum amount to be lent to each counterparty at each loan disbursement in ~~6.(3)~~7.(2) of the "Special Rules for the U.S. Dollar Lending Arrangement to Enhance the Fund-Provisioning Measure to Support Strengthening the Foundations for Economic Growth Conducted through the Loan Support Program" (Policy Board Decision on April 10, 2012).

(c) (No change)

- The following paragraph 5. shall be added after paragraph 4.

5. Prepayment

Notwithstanding 10.(2) of the Principal Terms and Conditions, in case the amount calculated by subtracting the amount in 4.(2)(b) from the amount in the 4.(2)(a) falls short of the amount in 4.(2)(c) for loans disbursed pursuant to these special rules on a day specified by the Bank, the counterparty shall repay the amount equivalent to the shortfall, pursuant to the Bank's relevant rules.

- Paragraph 6. shall be amended as follows.

6. Deadline for Applications for New Loans

The date stipulated in ~~5.(3)~~4.(2) shall be, except for the rollover of loans stipulated in ~~3.7.(2)~~ of the Principal Terms and Conditions, not later than ~~March 31, 2014~~March 31, 2015.

- Paragraph 7. shall be amended as follows.

7. The Plan to Support Strengthening the Foundations for Economic Growth

Notwithstanding 12. of the Principal Terms and Conditions, the plan shall be formulated by each counterparty for equity investments or asset-based lending, and satisfy the conditions set forth in Annex 1 to the Principal Terms and Conditions. When applying the special rules, the term "funds received, either borrowed or invested from financial institutions, for a period of no less than one year" in 1₂ of ~~the Annex~~ Annex 1 to the Principal Terms and Conditions shall be deemed to be replaced with "equity investments or asset-based lending."

- Supplementary Provision shall be amended as follows.

(Supplementary Provision)

The special rules shall become effective today and shall be valid

through ~~June 30, 2018~~ June 30, 2019.

(Supplementary Provision)

These amendments shall become effective on the effective date of "Amendment to 'Principal Terms and Conditions for the Loan Support Program'" attachment 2. With regard to the application of terms and conditions as well as these special rules to loans initially disbursed on or before the date, the provisions prior to these amendments shall remain applicable, except as otherwise provided by the amended principal terms and conditions as well as the amended special rules.

Amendment to "Special Rules for Small-Lot Investments and Loans to Enhance the Fund-Provisioning Measure to Support Strengthening the Foundations for Economic Growth Conducted through the Loan Support Program"

- Paragraph 3. shall be amended as follows.

3. Maximum Amount of Loans, etc.

(1) (No change)

~~(2) The amount of loans disbursed pursuant to the special rules shall not be included in the calculation of the total amount of loans at each disbursement pursuant to 9.(2) of the Principal Terms and Conditions.~~

~~(32) Notwithstanding 9.(32) of the Principal Terms and Conditions, the maximum amount to be lent to each counterparty at each loan disbursement pursuant to the special rules shall be the amount calculated by subtracting the amount in (b) and (c) below from the amount in (a), on a date specified by the Bank. However, if the counterparty wishes to rollover a loan, the maximum amount of rollover loan shall be the smaller of the following two: (i) the amount specified above, or (ii) amount of loan rolled over shall be limited to either such amount or the amount of the existing loan to be rolled over, whichever is smaller.~~

(a) The amount outstanding of small-lot investments and loans with a maturity of one year or more made by the counterparty on and after April 1, 2010, pursuant to the plan to support strengthening

the foundations for economic growth stipulated in ~~4-12~~4.12 of the Principal Terms and Conditions.

(b) Of the amount outstanding of small-lot investments and loans that is specified in (a),

i) the amount outstanding that is used as the basis for calculating the maximum amount to be lent to each counterparty at each loan disbursement in ~~5-(3)4~~4.2 of the "Special Rules for Equity Investments and Asset-Based Lending to Enhance the Fund-Provisioning Measure to Support Strengthening the Foundations for Economic Growth Conducted through the Loan Support Program" (Policy Board Decision on June 14, 2011).

ii) the amount outstanding that is used as the basis for calculating the maximum amount to be lent to each counterparty at each loan disbursement in ~~6-(3)7~~7.2 of the "Special Rules for the U.S. Dollar Lending Arrangement to Enhance the Fund-Provisioning Measure to Support Strengthening the Foundations for Economic Growth Conducted through the Loan Support Program" (Policy Board Decision on April 10, 2012).

(c) (No change)

- Paragraph 5. shall be amended as follows.

5-6 The Plan to Support Strengthening the Foundations for Economic Growth

When applying the special rules, the term, "funds received, either borrowed or invested from financial institutions, for a period of no less

than one year" in 1. of the ~~Annex~~Annex 1 and the term, "lendings and investments ... for a period of no less than one year" in 1. of Annex 2 to the Principal Terms and Conditions shall be deemed to be replaced with "small-lot investments and loans made for a period of no less than one year."

- Paragraph 4. shall be amended as follows.

4.5. Deadline for Applications for New Loans

The date stipulated in 3.(3~~2~~) shall be, except for the rollover of loans, not later than ~~March 31, 2014~~March 31, 2015.

- The following paragraph 4. shall be added after paragraph 3.

4. Prepayment

Notwithstanding 10.(2) of the Principal Terms and Conditions, in case the amount calculated by subtracting the amount in 3.(2)(b) from the amount in the 3.(2)(a) falls short of the amount in 3.(2)(c) for loans disbursed pursuant to these special rules on a day specified by the Bank, the counterparty shall repay the amount equivalent to the shortfall, pursuant to the Bank's relevant rules.

- Supplementary Provision shall be amended as follows.

(Supplementary Provision)

The special rules shall become effective today and shall be valid through ~~June 30, 2018~~June 30, 2019.

(Supplementary Provision)

These amendments shall become effective on the effective date of "Amendment to 'Principal Terms and Conditions for the Loan Support Program'" attachment 2. With regard to the application of terms and conditions as well as these special rules to loans initially disbursed on or before the date, the provisions prior to these amendments shall remain applicable, except as otherwise provided by the amended principal terms and conditions as well as the amended special rules.

Amendment to "Special Rules for the U.S. Dollar Lending Arrangement to Enhance the Fund-Provisioning Measure to Support Strengthening the Foundations for Economic Growth Conducted through the Loan Support Program"

- Paragraph 9. shall be renamed to paragraph 11. and paragraph 8. shall be amended as follows.

~~8.~~10. A Plan to Support Strengthening the Foundations for Japan's Economic Growth

Notwithstanding ~~4.~~12. of the Principal Terms and Conditions, each counterparty shall formulate a plan for foreign currency-denominated investments and loans to support strengthening the foundations for Japan's economic growth which satisfies the requirements set forth in the Annex.

- Paragraph 7. shall be amended as follows.

~~7.~~9. Deadline for Applications for New Loans

The date stipulated in ~~6.~~~~(3)~~7.~~(2)~~ shall be, except for the rollover of loans, not later than ~~March 31, 2014~~March 31, 2015.

- Paragraph 6. shall be amended as follows.

~~6.~~7. Maximum Amount of Loans

(1) (No change)

~~(2) The amount of loans disbursed pursuant to the special rules shall not be included in the calculation of the total amount of loans at each disbursement stipulated in 9.(2) of the Principal Terms and Conditions.~~

(32) Notwithstanding 9.(32) of the Principal Terms and Conditions, the maximum amount to be lent to each counterparty at each loan disbursement pursuant to the special rules shall be the amount calculated by subtracting the amount in (b) and (c) below from the amount in (a), on a date specified by the Bank. However, if the counterparty wishes to rollover a loan, the maximum amount of rollover loan shall be the smaller of the following two: (i) the amount specified above, or (ii) amount of loan rolled over shall be limited to either such amount or the amount of the existing loan to be rolled over, whichever is smaller.

(a) The amount outstanding of foreign currency-denominated investments and loans with a maturity of one year or more made by the counterparty on and after April 1, 2012, based on a plan to support strengthening the foundations for Japan's economic growth stipulated in 8.10.

(b) Of the amount outstanding of foreign currency-denominated investments and loans that is specified in (a),

i) the amount outstanding that is used as the basis for calculating the maximum amount to be lent to each counterparty at each loan disbursement in 9.(32) of the Principal Terms and Conditions.

ii) the amount outstanding that is used as the basis for

calculating the maximum amount to be lent to each counterparty at each loan disbursement in ~~5.(3)~~4.(2) of the "Special Rules for Equity Investments and Asset-Based Lending to Enhance the Fund-Provisioning Measure to Support Strengthening the Foundations for Economic Growth Conducted through the Loan Support Program" (Policy Board Decision on June 14, 2011).

iii) the amount outstanding that is used as the basis for calculating the maximum amount to be lent to each counterparty at each loan disbursement in ~~3.(3)~~2 of the "Special Rules for Small-Lot Investments and Loans to Enhance the Fund-Provisioning Measure to Support Strengthening the Foundations for Economic Growth Conducted through the Loan Support Program" (Policy Board Decision on March 13, 2012).

(c) (No change)

- Paragraph 8. shall be added after paragraph 7.

8. Prepayment

Notwithstanding 10. of the Principal Terms and Conditions, in case the amount calculated by subtracting the amount in 7.(2)(b) from the amount in the 7.(2)(a) falls short of the amount in 7.(2)(c) for the loans disbursed pursuant to the special rules on a day specified by the Bank, the counterparty shall repay the amount equivalent to the shortfall, pursuant to the Bank's relevant rules.

- Paragraph 5. shall be amended as follows.

5.6. Amount of Each Loan

The amount extended to each counterparty for each loan is the amount the counterparty wishes to borrow. Notwithstanding 8. of the Principal Terms and Conditions, however, such amount shall not exceed the maximum amount of loans prescribed in ~~6.7.~~ and the unused value of the total standing pool of eligible collateral pledged to the Bank.

- Paragraph 4. shall be renamed to paragraph 5. and the following paragraph 4. shall be added after paragraph 3.

4. Duration of Loans

Notwithstanding 5. of the Principal Terms and Conditions, the duration of loans to counterparties shall be set as within one year.

- Supplementary Provision shall be amended as follows.

(Supplementary Provision)

The special rules shall become effective today and shall be valid through ~~June 30, 2018~~ June 30, 2019.

- Paragraph 2. in Annex shall be amended as follows.

2. A plan for foreign currency-denominated investments and loans, which

are used in Japan, shall support strengthening the foundations for Japan's economic growth, for example, in those areas listed in 1.(1) to 1.(18) of ~~the Annex~~ Annex 1 to the Principal Terms and Conditions.

(Supplementary Provision)

These amendments shall become effective on the effective date of "Amendment to 'Principal Terms and Conditions for the Loan Support Program'" attachment 2.

Amendment to "Principal Terms and Conditions for the Fund-Provisioning Measure to Stimulate Bank Lending Conducted through the Loan Support Program"

- The entirety of paragraph 5. shall be amended as follows.

5. Rollover of Loans Initially Disbursed on or before March 31, 2014

(1) Rollover of Loans

If the counterparty requests, the Bank shall allow loans to be rolled over on the maturity date within the maximum amount of loans prescribed in (5).

(2) Duration of Rollover Loans

The duration of rollover loans shall be 1 year, 2 years, or 3 years at the request of each counterparty. However, the overall duration of loans -- adding the duration at the first disbursement and the ones at subsequent rollovers -- shall not exceed 4 years.

(3) Interest Rate on Rollover Loans

The interest rate on rollover loans shall be determined by the methods applied as of the offer date of first disbursement of respective loans. However, the interest rate on such loans shall be 0.1 percent per annum for the time being.

(4) Amount of Each Rollover Loan

The amount of each rollover loan shall be the amount the counterparty wishes to borrow, provided that it shall not exceed the maximum amount of loans prescribed in (5) and the unused value of

the total standing pool of eligible collateral pledged to the Bank.

(5) Maximum Amount of Loans

The maximum amount of loans to each counterparty at each loan disbursement shall be the smaller of the following two: (i) the amount calculated by subtracting the amount in (b) from the amount in (a), or (ii) the amount of the existing loans to be rolled over.

(a) The increase in each counterparty's average amount outstanding of lending, which is calculated by (i) taking the average of the month-end amounts outstanding of lending (excluding lending for the government, municipal governments, financial institutions and the Deposit Insurance Corporation of Japan or any other public institutions specified by the Bank, hereinafter the same) from October to December 2012, (ii) taking the average of the month-end amounts outstanding of lending during a quarter specified by the Bank for each loan disbursement, and (iii) subtracting the amount specified in (i) from the amount in (ii).

(b) The outstanding amount of loans to each counterparty disbursed pursuant to the principal terms and conditions, excluding those initially disbursed on or after April 1, 2014.

- The entirety of paragraph 6. shall be amended as follows.

6. Loans Initially Disbursed on or after April 1, 2014

(1) Duration of Loans

The duration of loans to financial institutions shall be set as within four years.

(2) Interest Rate on Loans

The interest rate on loans shall be 0.1 percent per annum.

(3) Date of Each Loan Disbursement

The date of each loan disbursement shall be specified by the Bank.
No loan shall be disbursed after June 30, 2015.

(4) Amount of Each Loan

The amount of each loan shall be the amount the counterparty wishes to borrow, provided that it shall not exceed the maximum amount of loans prescribed in (5) and the unused value of the total standing pool of eligible collateral pledged to the Bank.

(5) Maximum Amount of Loans

The maximum amount of loans to each counterparty at each loan disbursement shall be twice as much as the amount calculated by subtracting the amount in (b) from the amount in (a).

(a) Average of the month-end amounts outstanding of lending of each counterparty during a quarter specified by the Bank for each loan disbursement.

(b) Maximum of the quarterly averages of the month-end amounts outstanding of lending, from the quarter of October-December of 2012 to the last quarter before the one stipulated in (a).

(6) Prepayment

The counterparty may prepay all or a part of the outstanding amount of loans on an annual basis on a day specified by the Bank.

- The entirety of paragraph 7. shall be amended as follows.

7. Collection of Interest

The interest on loans shall be calculated for the number of days (i.e., interval) specified by the Bank during the duration of the loans, and the interest shall be collected on the last day of each interval.

- Paragraph 8. and 9. shall be deleted and paragraph 10. shall be renamed to paragraph 8.
- Supplementary Provision shall be amended as follows.

(Supplementary Provision)

These terms and conditions shall become effective today and shall be valid through ~~June 30, 2018~~June 30, 2019.

(Supplementary Provision)

These amendments shall become effective on a date designated by the Governor, which shall be no later than April 30, 2014. With regard to the application of terms and conditions to loans disbursed on or before the designated date, the provisions prior to these amendments shall remain applicable, except as otherwise provided by the amended principal terms and conditions.

Amendment to "Temporary Rules regarding Funds-Supplying Operation against Pooled Collateral"

- Sub-paragraph shall be amended as follows.

1. (No Change)

2. ~~The interest rate in Paragraph 6. (1) of the "Principal Terms and Conditions for the Fund-Provisioning Measure to Support Strengthening the Foundations for Economic Growth Conducted through the Loan Support Program."~~

3. ~~The interest rate in Paragraph 6. (1) of the "Principal Terms and Conditions for the Fund-Provisioning Measure to Stimulate Bank Lending Conducted through the Loan Support Program."~~

4. ~~2.~~ (No Change)

(Supplementary Provision)

These amendments shall become effective on the effective date of "Amendment to 'Principal Terms and Conditions for the Loan Support Program'" attachment 2. However, sub-paragraph 3. which shall be abolished by these amendments shall remain in effect, after effectuation of these amendments, until the effective date of "Amendment to 'Principal Terms and Conditions for the Loan Support Program'" attachment 7.