

TANKAN Summary (December 2008)
139th Short-term Economic Survey of Enterprises in Japan

Not to be released before 8:50 a.m.
on Monday, December 15, 2008

December 15, 2008
Research and Statistics Department
Bank of Japan

Number of Sample Enterprises

	Manufacturing	Nonmanufacturing	Total	Response rate
All Enterprises	4,358	6,051	10,409	99.0%
Large Enterprises	1,222	1,185	2,407	98.9%
Medium-sized Enterprises	1,190	1,614	2,804	99.0%
Small Enterprises	1,946	3,252	5,198	98.9%
Financial institutions	-	-	208	100.0%

Responding Period: November 10 to December 12

Memo: Average of predicted exchange rates expected by large manufacturing enterprises.

	FY 2007			FY 2008		
		1H	2H		1H	2H
June 2008 Survey	114.38	118.43	110.45	102.74	102.88	102.61
Sept. 2008 Survey	-	-	-	102.82	103.17	102.48
Dec. 2008 Survey	-	-	-	103.32	105.50	101.04

(Diffusion index of "Favorable" minus "Unfavorable", %points)

	Large Enterprises						Medium-sized Enterprises						Small Enterprises					
	Sept. 2008 Survey		Dec. 2008 Survey				Sept. 2008 Survey		Dec. 2008 Survey				Sept. 2008 Survey		Dec. 2008 Survey			
	Actual result	Forecast	Actual result	Forecast	Forecast	Changes	Actual result	Forecast	Actual result	Forecast	Forecast	Changes	Actual result	Forecast	Actual result	Forecast	Forecast	Changes
Manufacturing	-3	-4	-24	-21	-36	-12	-8	-12	-24	-16	-45	-21	-17	-25	-29	-12	-48	-19
Textiles	-22	-19	-38	-16	-43	-5	-43	-43	-50	-7	-60	-10	-49	-50	-53	-4	-60	-7
Lumber & Wood products	-36	-14	-45	-9	-41	4	-36	-39	-50	-14	-59	-9	-45	-47	-50	-5	-67	-17
Pulp & Paper	0	3	-3	-3	-7	-4	-33	-28	-26	7	-30	-4	-25	-28	-33	-8	-46	-13
Chemicals	0	1	-14	-14	-22	-8	-2	-12	-9	-7	-22	-13	-16	-17	-22	-6	-28	-6
Petroleum & Coal products	-15	-10	-45	-30	-50	-5	11	-5	-12	-23	-35	-23	-26	-40	-24	2	-28	-4
Ceramics, Stone & Clay	-10	-14	-32	-22	-48	-16	-23	-22	-24	-1	-44	-20	-47	-44	-46	1	-55	-9
Iron & Steel	19	13	12	-7	-44	-56	19	0	-23	-42	-72	-49	16	-16	-22	-38	-56	-34
Nonferrous metals	-3	-10	-43	-40	-54	-11	-24	-19	-46	-22	-74	-28	-9	-15	-33	-24	-66	-33
Food & Beverages	2	0	-7	-9	-5	2	-1	-3	-4	-3	-14	-10	-17	-20	-13	4	-19	-6
Processed metals	-24	-30	-30	-6	-45	-15	16	6	-8	-24	-38	-30	-11	-18	-15	-4	-49	-34
Industrial machinery	2	3	-22	-24	-38	-16	2	-13	-12	-14	-44	-32	-3	-20	-28	-5	-54	-26
Electrical machinery	-9	-4	-37	-28	-39	-2	-16	-16	-37	-21	-52	-15	-15	-24	-30	-15	-53	-23
Shipbuilding & Heavy machinery etc.	13	-3	3	-10	-13	-16	34	19	13	-21	-21	-34	22	11	11	-11	-10	-21
Motor vehicles	5	-11	-41	-46	-68	-27	-2	-6	-39	-37	-73	-34	7	-15	-41	-48	-84	-43
Precision machinery	0	-2	-14	-14	-39	-25	10	7	-23	-33	-47	-24	-14	-20	-27	-13	-55	-28
Basic materials	-3	-4	-20	-17	-35	-15	-17	-21	-31	-14	-51	-20	-27	-34	-37	-10	-52	-15
Processing	-3	-4	-26	-23	-37	-11	-2	-8	-20	-18	-41	-21	-12	-19	-23	-11	-46	-23
Nonmanufacturing	1	-1	-9	-10	-14	-5	-12	-17	-21	-9	-32	-11	-24	-31	-29	-5	-42	-13
Construction	-7	-5	-10	-3	-17	-7	-25	-30	-27	-2	-42	-15	-33	-43	-35	-2	-51	-16
Real estate	5	5	-7	-12	-11	-4	-3	-7	-11	-8	-25	-14	-9	-24	-15	-6	-34	-19
Wholesaling	11	1	-7	-18	-16	-9	-4	-13	-22	-18	-38	-16	-22	-28	-26	-4	-40	-14
Retailing	-5	-2	-18	-13	-15	3	-23	-19	-28	-5	-32	-4	-30	-32	-41	-11	-49	-8
Transportation	6	-2	-7	-13	-15	-8	-13	-25	-23	-10	-35	-12	-24	-34	-29	-5	-44	-15
Communications	25	18	21	-4	18	-3	-3	0	-11	-8	-4	7	-14	-13	-27	-13	-23	4
Information services	13	10	2	-11	-11	-13	13	12	4	-9	-12	-16	8	-2	-2	-10	-9	-7
Electric & Gas utilities	-20	-25	-18	2	-15	3	-9	-14	-15	-6	-19	-4	-22	-22	-22	0	-15	7
Services for businesses	4	13	-1	-5	-5	-4	3	-6	-7	-10	-17	-10	-11	-16	-19	-8	-32	-13
Services for individuals	6	3	-11	-17	-11	0	-15	-9	-16	-1	-32	-16	-14	-20	-22	-8	-33	-11
Restaurants & Accommodations	-13	-14	-32	-19	-31	1	-29	-29	-33	-4	-42	-9	-33	-38	-34	-1	-47	-13
Leasing	-21	-13	-19	2	-27	-8	-10	-19	-18	-8	-29	-11	-16	-23	-30	-14	-35	-5
All industries	0	-2	-16	-16	-25	-9	-10	-15	-22	-12	-38	-16	-21	-29	-28	-7	-44	-16

	All Enterprises					
Manufacturing	-11	-16	-25	-14	-44	-19
Nonmanufacturing	-16	-22	-23	-7	-33	-10
All industries	-14	-19	-24	-10	-38	-14

(Notes) 1. Response rate = The number of enterprises that responded to the question on Business Conditions / The number of sample enterprises*100

2. Actual result: Judgement at the time of the survey, Forecast: Judgement at the time of three months hence.

Changes in actual result = "Actual result of the current survey" minus "Actual result of the previous survey"

Changes in forecast = "Forecast of the current survey" minus "Actual result of the current survey"

3. "Shipbuilding & Heavy machinery etc." indicates Transportation machinery excluding Motor vehicles.

1. Business Conditions (Continued)

<Memo> Percentage share of the number of respondents choosing each alternative

(%, %points)

	Sept. 2008 Survey			Dec. 2008 Survey					
	Actual result			Actual result			Forecast		
	Large Enterprises	Medium-sized Enterprises	Small Enterprises	Large Enterprises	Medium-sized Enterprises	Small Enterprises	Large Enterprises	Medium-sized Enterprises	Small Enterprises
Manufacturing	-3	-8	-17	-24	-24	-29	-36	-45	-48
1.Favorable	13	17	15	7	11	10	3	5	5
2.Not so favorable	71	58	53	62	54	51	58	45	42
3.Unfavorable	16	25	32	31	35	39	39	50	53
Nonmanufacturing	1	-12	-24	-9	-21	-29	-14	-32	-42
1.Favorable	16	12	10	12	9	8	9	6	4
2.Not so favorable	69	64	56	67	61	55	68	56	50
3.Unfavorable	15	24	34	21	30	37	23	38	46

(Note) Business Conditions DI = Diffusion index of "Favorable" minus "Unfavorable"

2. Supply and Demand Conditions, Inventories, and Prices

(%points)

		Large Enterprises					
		Sept. 2008 Survey		Dec. 2008 Survey			
		Actual result	Forecast	Actual result	Changes	Forecast	Changes
Domestic Supply & Demand Conditions for Products and Services: Diffusion index of "Excess demand" minus "Excess supply"	Manufacturing	-18	-19	-34	-16	-39	-5
	Basic materials	-17	-16	-34	-17	-39	-5
	Processing	-19	-20	-33	-14	-39	-6
	Nonmanufacturing	-22	-22	-30	-8	-32	-2
Overseas Supply & Demand Conditions for Products: Diffusion index of "Excess demand" minus "Excess supply"	Manufacturing	-6	-6	-28	-22	-34	-6
	Basic materials	-4	-5	-26	-22	-32	-6
	Processing	-6	-8	-29	-23	-35	-6

Inventory Level of Finished Goods & Merchandise:	Manufacturing	17	/	28	11	/	/
Diffusion index of "Excessive or somewhat excessive" minus "Insufficient or somewhat insufficient"	Basic materials	15	/	28	13	/	/
	Processing	17	/	26	9	/	/
Wholesalers' Inventory Level: Diffusion index of "Excessive or somewhat excessive" minus "Insufficient or somewhat insufficient"	Manufacturing	19	/	31	12	/	/
	Basic materials	22	/	35	13	/	/
	Processing	18	/	29	11	/	/

Change in Output Prices: Diffusion index of "Rise" minus "Fall"	Manufacturing	11	8	-4	-15	-18	-14
	Basic materials	36	26	6	-30	-15	-21
	Processing	-1	-1	-8	-7	-19	-11
	Nonmanufacturing	5	0	-7	-12	-13	-6
Change in Input Prices: Diffusion index of "Rise" minus "Fall"	Manufacturing	55	48	20	-35	-1	-21
	Basic materials	57	46	11	-46	-10	-21
	Processing	55	48	25	-30	2	-23
	Nonmanufacturing	38	33	13	-25	4	-9

(%points)

		Small Enterprises					
		Sept. 2008 Survey		Dec. 2008 Survey			
		Actual result	Forecast	Actual result	Changes	Forecast	Changes
Domestic Supply & Demand Conditions for Products and Services: Diffusion index of "Excess demand" minus "Excess supply"	Manufacturing	-31	-34	-41	-10	-50	-9
	Basic materials	-38	-42	-50	-12	-59	-9
	Processing	-27	-30	-37	-10	-45	-8
	Nonmanufacturing	-39	-42	-43	-4	-48	-5
Overseas Supply & Demand Conditions for Products: Diffusion index of "Excess demand" minus "Excess supply"	Manufacturing	-12	-15	-32	-20	-40	-8
	Basic materials	-19	-23	-40	-21	-46	-6
	Processing	-9	-12	-28	-19	-38	-10

Inventory Level of Finished Goods & Merchandise:	Manufacturing	20	/	26	6	/	/
Diffusion index of "Excessive or somewhat excessive" minus "Insufficient or somewhat insufficient"	Basic materials	23	/	30	7	/	/
	Processing	18	/	23	5	/	/
Wholesalers' Inventory Level: Diffusion index of "Excessive or somewhat excessive" minus "Insufficient or somewhat insufficient"	Manufacturing	24	/	35	11	/	/
	Basic materials	29	/	40	11	/	/
	Processing	21	/	32	11	/	/

Change in Output Prices: Diffusion index of "Rise" minus "Fall"	Manufacturing	8	6	-5	-13	-22	-17
	Basic materials	13	15	2	-11	-19	-21
	Processing	4	1	-8	-12	-24	-16
	Nonmanufacturing	-6	-8	-17	-11	-27	-10
Change in Input Prices: Diffusion index of "Rise" minus "Fall"	Manufacturing	67	62	35	-32	13	-22
	Basic materials	62	61	33	-29	10	-23
	Processing	70	63	36	-34	15	-21
	Nonmanufacturing	53	48	23	-30	14	-9

3. Sales and Current Profits

Sales (Year-to-year % change)

		FY2007		FY2008	
			Revision rate	(Forecast)	Revision rate
Large Enterprises	Manufacturing	6.1	-	0.9	-3.4
	Domestic Sales	4.6	-	1.9	-3.3
	Exports	9.9	-	-1.5	-3.9
	Nonmanufacturing	4.5	-	4.6	0.0
	All industries	5.2	-	3.1	-1.4
Medium-sized Enterprises	Manufacturing	3.7	-	0.7	-2.8
	Nonmanufacturing	4.2	-	1.0	-1.2
	All industries	4.1	-	0.9	-1.6
Small Enterprises	Manufacturing	2.5	-	-0.9	-2.6
	Nonmanufacturing	1.8	-	-1.9	-1.1
	All industries	2.0	-	-1.7	-1.4
All Enterprises	Manufacturing	5.1	-	0.6	-3.2
	Nonmanufacturing	3.6	-	1.9	-0.6
	All industries	4.1	-	1.5	-1.4

(Note) Revision rates are calculated as the percentage change of the figures between the current and the previous survey.

(Year-to-year % change)

1H FY2007	2H FY2007		1H FY2008		2H FY2008	
		Revision rate		Revision rate	(Forecast)	Revision rate
6.5	5.8	-	4.3	0.0	-2.2	-6.6
3.8	5.3	-	5.1	-0.8	-0.9	-5.5
13.1	7.0	-	2.4	2.0	-5.4	-9.3
4.9	4.1	-	5.6	1.2	3.6	-1.1
5.5	4.8	-	5.1	0.7	1.2	-3.3
3.5	3.9	-	3.4	-0.3	-1.9	-5.1
4.8	3.7	-	3.4	-0.1	-1.1	-2.3
4.4	3.8	-	3.4	-0.1	-1.3	-3.0
2.1	2.9	-	3.1	0.5	-4.6	-5.6
1.7	1.9	-	0.2	0.8	-3.8	-2.8
1.8	2.1	-	0.8	0.8	-4.0	-3.5
5.3	5.0	-	3.9	0.0	-2.6	-6.2
3.9	3.4	-	3.6	0.8	0.4	-1.8
4.4	3.9	-	3.7	0.6	-0.6	-3.3

Current Profits (Year-to-year % change)

		FY2007		FY2008	
			Revision rate	(Forecast)	Revision rate
Large Enterprises	Manufacturing	0.8	-	-24.2	-15.4
	Basic materials	-4.9	-	-11.2	-1.1
	Processing	4.5	-	-31.8	-23.8
	Nonmanufacturing	0.3	-	-16.7	-9.1
	All industries	0.6	-	-20.6	-12.3
Medium-sized Enterprises	Manufacturing	-9.8	-	-14.2	-11.8
	Nonmanufacturing	-0.4	-	-14.4	-9.0
	All industries	-4.1	-	-14.3	-10.1
Small Enterprises	Manufacturing	-12.3	-	-18.2	-15.7
	Nonmanufacturing	-1.6	-	-16.5	-11.1
	All industries	-4.9	-	-17.0	-12.4
All Enterprises	Manufacturing	-2.0	-	-22.4	-15.0
	Nonmanufacturing	-0.2	-	-16.2	-9.5
	All industries	-1.0	-	-19.1	-12.0

(Year-to-year % change)

1H FY2007	2H FY2007		1H FY2008		2H FY2008	
		Revision rate		Revision rate	(Forecast)	Revision rate
11.1	-8.8	-	-18.3	3.1	-30.9	-31.8
7.5	-17.0	-	-14.9	7.1	-6.6	-9.0
13.5	-3.6	-	-20.5	0.5	-44.0	-44.3
3.0	-2.6	-	-14.8	0.6	-18.8	-18.4
7.1	-5.9	-	-16.6	1.8	-25.1	-25.5
-0.8	-17.5	-	-11.7	4.2	-16.8	-24.5
2.9	-2.7	-	-9.3	-5.3	-18.2	-11.9
1.3	-8.3	-	-10.3	-1.6	-17.7	-16.7
-9.4	-14.8	-	-8.8	1.4	-27.0	-29.6
5.1	-6.3	-	-24.3	-9.6	-10.4	-12.1
0.1	-8.7	-	-19.5	-6.0	-14.9	-16.9
7.4	-10.6	-	-16.7	3.1	-28.8	-30.6
3.4	-3.5	-	-15.8	-2.2	-16.7	-15.7
5.2	-6.8	-	-16.2	0.2	-22.1	-22.5

3. Sales and Current Profits(Continued)

Ratio of Current Profit to Sales (% , %points)

		FY2007		FY2008	
			Changes	(Forecast)	Changes
Large Enterprises	Manufacturing	6.42	-	4.83	-0.68
	Nonmanufacturing	4.12	-	3.28	-0.33
	All industries	5.06	-	3.90	-0.49
Medium-sized Enterprises	Manufacturing	4.41	-	3.76	-0.39
	Nonmanufacturing	2.54	-	2.15	-0.19
	All industries	3.01	-	2.56	-0.24
Small Enterprises	Manufacturing	3.33	-	2.75	-0.43
	Nonmanufacturing	2.40	-	2.04	-0.23
	All industries	2.61	-	2.20	-0.28
All Enterprises	Manufacturing	5.61	-	4.33	-0.59
	Nonmanufacturing	3.28	-	2.69	-0.27
	All industries	4.05	-	3.23	-0.39

(% , %points)

1H FY2007	2H FY2007		1H FY2008		2H FY2008	
		Changes		Changes	(Forecast)	Changes
7.13	5.77	-	5.59	0.17	4.08	-1.51
4.58	3.69	-	3.70	-0.02	2.89	-0.61
5.63	4.54	-	4.47	0.05	3.36	-1.00
4.62	4.22	-	3.95	0.17	3.58	-0.91
2.29	2.77	-	2.01	-0.11	2.29	-0.25
2.89	3.13	-	2.51	-0.03	2.61	-0.43
3.35	3.32	-	2.97	0.03	2.54	-0.86
2.20	2.58	-	1.66	-0.19	2.41	-0.25
2.46	2.75	-	1.96	-0.14	2.43	-0.40
6.12	5.13	-	4.91	0.15	3.75	-1.32
3.40	3.17	-	2.76	-0.09	2.63	-0.43
4.31	3.82	-	3.48	-0.01	2.99	-0.74

Net Income (Year-to-year % change)

		FY2007		FY2008	
			Revision rate	(Forecast)	Revision rate
Large Enterprises	Manufacturing	5.4	-	-22.7	-19.0
	Basic materials	-14.1	-	-2.4	-3.1
	Processing	19.8	-	-33.4	-28.1
	Nonmanufacturing	-4.7	-	-13.7	-15.8
	All industries	0.7	-	-18.7	-17.5
Medium-sized Enterprises	Manufacturing	-12.3	-	-12.5	-17.8
	Nonmanufacturing	5.0	-	-5.0	-17.1
	All industries	-2.5	-	-7.9	-17.4
Small Enterprises	Manufacturing	-11.6	-	-21.5	-26.4
	Nonmanufacturing	-7.0	-	-18.0	-23.5
	All industries	-8.5	-	-19.1	-24.4
All Enterprises	Manufacturing	1.5	-	-21.5	-19.6
	Nonmanufacturing	-3.8	-	-13.2	-17.6
	All industries	-1.2	-	-17.3	-18.6

(Year-to-year % change)

1H FY2007	2H FY2007		1H FY2008		2H FY2008	
		Revision rate		Revision rate	(Forecast)	Revision rate
9.0	1.0	-	-21.5	-1.6	-24.3	-34.8
-7.6	-22.1	-	-10.2	5.1	9.1	-11.5
21.4	18.0	-	-27.8	-5.8	-40.5	-47.1
3.2	-14.1	-	-21.1	-8.3	-3.1	-23.1
6.3	-6.2	-	-21.3	-4.8	-15.1	-29.5
1.1	-24.0	-	-15.8	-1.4	-8.6	-30.3
21.5	-7.6	-	-18.3	-19.8	8.3	-14.9
12.3	-14.5	-	-17.3	-13.1	2.0	-20.7
-16.7	-5.8	-	-19.9	-7.5	-23.0	-39.3
-3.3	-9.3	-	-42.9	-37.3	-1.6	-16.4
-8.6	-8.4	-	-34.6	-26.9	-7.4	-23.0
5.5	-3.2	-	-20.8	-2.1	-22.5	-34.8
4.5	-11.8	-	-23.9	-14.7	-0.8	-20.0
5.0	-7.8	-	-22.3	-8.6	-11.3	-27.0

4. Fixed Investment etc.

Fixed Investment including Land Purchasing Expenses*

(Year-to-year % change)

(Year-to-year % change)

		FY2007		FY2008		1H FY2007	2H FY2007		1H FY2008		2H FY2008	
			Revision rate	(Forecast)	Revision rate			Revision rate		Revision rate	(Forecast)	Revision rate
Large Enterprises	Manufacturing	4.6	-	2.4	-3.1	6.6	2.9	-	0.1	-9.1	4.4	2.7
	Nonmanufacturing	5.0	-	-1.7	-1.0	4.4	5.5	-	1.0	-1.9	-3.8	-0.2
	All industries	4.9	-	-0.2	-1.8	5.3	4.6	-	0.7	-4.8	-0.9	0.9
Medium-sized Enterprises	Manufacturing	1.4	-	-3.7	-4.2	-2.1	4.5	-	1.8	-6.5	-8.3	-1.9
	Nonmanufacturing	-1.1	-	-5.3	-2.3	0.1	-2.2	-	-1.2	-2.2	-9.1	-2.5
	All industries	-0.3	-	-4.8	-2.9	-0.6	-0.1	-	-0.3	-3.6	-8.8	-2.3
Small Enterprises	Manufacturing	-3.5	-	-7.6	-0.5	-3.5	-3.4	-	10.1	6.5	-22.2	-7.5
	Nonmanufacturing	5.1	-	-13.5	2.6	7.6	2.3	-	-13.9	1.6	-13.1	3.8
	All industries	2.1	-	-11.6	1.5	4.1	0.1	-	-6.9	3.2	-16.4	-0.4
All Enterprises	Manufacturing	2.9	-	0.0	-2.9	3.8	2.1	-	1.8	-6.6	-1.6	0.7
	Nonmanufacturing	4.0	-	-4.3	-0.7	4.3	3.7	-	-2.3	-1.4	-6.0	-0.1
	All industries	3.6	-	-2.8	-1.5	4.1	3.1	-	-0.8	-3.3	-4.4	0.2

* Excludes Software Investment

Software Investment

(Year-to-year % change)

		FY2007		FY2008	
			Revision rate	(Forecast)	Revision rate
Large Enterprises	Manufacturing	6.9	-	6.8	-0.4
	Nonmanufacturing	2.0	-	-4.6	-9.1
	All industries	3.5	-	-0.8	-6.2
Medium-sized Enterprises	Manufacturing	0.5	-	-1.6	-9.5
	Nonmanufacturing	6.8	-	-0.9	-1.5
	All industries	6.1	-	-0.9	-2.4
Small Enterprises	Manufacturing	-1.6	-	14.6	-4.8
	Nonmanufacturing	2.4	-	8.7	4.5
	All industries	1.5	-	10.0	2.2
All Enterprises	Manufacturing	5.9	-	6.6	-1.3
	Nonmanufacturing	3.1	-	-2.8	-6.5
	All industries	3.9	-	-0.2	-5.0

Software and Fixed Investment excluding Land

Purchasing Expenses

(Year-to-year % change)

		FY2007		FY2008	
			Revision rate	(Forecast)	Revision rate
Large Enterprises	Manufacturing	5.2	-	3.1	-3.5
	Nonmanufacturing	1.2	-	1.7	-2.7
	All industries	2.7	-	2.2	-3.0
Medium-sized Enterprises	Manufacturing	1.2	-	-4.6	-5.3
	Nonmanufacturing	2.9	-	-3.9	-3.3
	All industries	2.4	-	-4.1	-4.0
Small Enterprises	Manufacturing	-4.5	-	-2.3	-2.0
	Nonmanufacturing	3.9	-	-8.0	1.4
	All industries	0.9	-	-6.1	0.2
All Enterprises	Manufacturing	3.2	-	1.3	-3.5
	Nonmanufacturing	1.9	-	-0.8	-2.2
	All industries	2.4	-	0.0	-2.7

Land Purchasing Expenses

(Year-to-year % change)

		FY2007		FY2008	
			Revision rate	(Forecast)	Revision rate
Large Enterprises	Manufacturing	-7.7	-	-12.4	32.1
	Nonmanufacturing	55.1	-	-34.5	15.0
	All industries	42.5	-	-31.6	17.5
Medium-sized Enterprises	Manufacturing	6.4	-	23.5	22.7
	Nonmanufacturing	-24.3	-	-13.8	11.7
	All industries	-21.0	-	-8.4	13.7
Small Enterprises	Manufacturing	7.4	-	-49.2	31.2
	Nonmanufacturing	11.0	-	-37.6	13.1
	All industries	10.1	-	-40.3	16.3
All Enterprises	Manufacturing	-0.5	-	-22.5	29.9
	Nonmanufacturing	24.4	-	-32.3	13.9
	All industries	19.6	-	-30.7	16.5

Production Capacity

(Diffusion index of "Excessive capacity" minus "Insufficient capacity", %points)

		Sept. 2008 Survey		Dec. 2008 Survey			
		Actual result	Forecast	Actual result		Forecast	
				Changes	Changes	Changes	Changes
Large Enterprises	Manufacturing	2	2	11	9	17	6
	Nonmanufacturing	0	-1	2	2	2	0
	All industries	1	1	7	6	10	3
Medium-sized Enterprises	Manufacturing	4	2	13	9	18	5
	Nonmanufacturing	0	-1	2	2	2	0
	All industries	2	0	6	4	9	3
Small Enterprises	Manufacturing	9	8	17	8	22	5
	Nonmanufacturing	3	2	3	0	4	1
	All industries	5	4	9	4	11	2
All Enterprises	Manufacturing	6	4	14	8	20	6
	Nonmanufacturing	2	1	2	0	3	1
	All industries	3	3	8	5	10	2

5. Fixed Investment of Financial institutions

Fixed Investment including Land Purchasing Expenses of Financial institutions* (Year-to-year % change)

	FY2007		FY2008	
		Revision rate	(Forecast)	Revision rate
Financial institutions	16.9	-	2.3	2.9
Banks	4.3	-	5.7	1.0
Shinkin banks & Other financial institutions for small businesses	35.8	-	-2.2	1.3
Securities companies	28.1	-	-58.9	4.7
Insurance companies	36.9	-	11.3	5.6
Non-deposit money corporations	-6.1	-	26.4	5.3
(Memo) All industries including Financial institutions	3.9	-	-2.6	-1.4
Nonmanufacturing including Financial institutions	4.4	-	-4.1	-0.6

* Excludes Software Investment

Software Investment of Financial institutions (Year-to-year % change)

Financial institutions	16.2	-	0.3	-5.5
Banks	8.2	-	-2.4	-5.0
Shinkin banks & Other financial institutions for small businesses	-18.3	-	27.0	7.7
Securities companies	46.9	-	-18.6	-8.9
Insurance companies	29.0	-	29.8	-5.5
Non-deposit money corporations	10.0	-	-9.4	-8.9
(Memo) All industries including Financial institutions	6.2	-	-0.1	-5.1
Nonmanufacturing including Financial institutions	6.3	-	-2.0	-6.2

Land Purchasing Expenses of Financial institutions (Year-to-year % change)

Financial institutions	52.6	-	-17.0	18.2
Banks	-47.5	-	-39.2	-1.3
Shinkin banks & Other financial institutions for small businesses	47.2	-	29.9	45.2
Securities companies	-95.4	-	174.4	0.0
Insurance companies	326.0	-	-21.1	17.7
Non-deposit money corporations	-17.7	-	4769.2	6.0
(Memo) All industries including Financial institutions	20.7	-	-30.1	16.6
Nonmanufacturing including Financial institutions	25.6	-	-31.5	14.2

Software and Fixed Investment excluding Land Purchasing Expenses of Financial institutions (Year-to-year % change)

Financial institutions	13.7	-	3.4	-2.4
Banks	11.6	-	3.7	-1.9
Shinkin banks & Other financial institutions for small businesses	16.9	-	-0.1	-2.5
Securities companies	41.4	-	-31.9	-6.5
Insurance companies	6.3	-	32.1	-1.8
Non-deposit money corporations	1.5	-	6.1	-1.4
(Memo) All industries including Financial institutions	2.7	-	0.1	-2.7
Nonmanufacturing including Financial institutions	2.5	-	-0.5	-2.2

6. Employment

Employment Conditions (Diffusion index of "Excessive employment" minus "Insufficient employment", %points)

		Sept. 2008 Survey		Dec. 2008 Survey			
		Actual result	Forecast	Actual result		Forecast	
				Changes	Changes	Changes	Changes
Large Enterprises	Manufacturing	-2	0	8	10	15	7
	Nonmanufacturing	-10	-13	-7	3	-7	0
	All industries	-6	-7	1	7	3	2
Medium-sized Enterprises	Manufacturing	2	0	14	12	21	7
	Nonmanufacturing	-6	-8	-3	3	-1	2
	All industries	-2	-5	4	6	9	5
Small Enterprises	Manufacturing	6	6	16	10	26	10
	Nonmanufacturing	-4	-5	-2	2	2	4
	All industries	0	-1	5	5	11	6
All Enterprises	Manufacturing	3	2	14	11	22	8
	Nonmanufacturing	-6	-7	-3	3	-1	2
	All industries	-2	-3	4	6	8	4

Number of Employees (All industries) (Year-to-year % change)

	end of Dec. 2007	end of March 2008	end of June 2008	end of Sept. 2008
Large Enterprises	1.9	2.6	2.7	3.2
Medium-sized Enterprises	4.6	3.7	2.7	0.9
Small Enterprises	2.2	2.4	1.9	1.3
All Enterprises	2.7	2.8	2.4	1.8
All Enterprises & Financial institutions	2.7	2.7	2.3	1.8
Financial institutions	0.9	1.0	1.2	1.2

Number of New Graduates Hired (All industries)

(Surveyed only in June and December) (Year-to-year % change)

	FY2007		FY2008		FY2009	
		Revision rate	(Forecast)	Revision rate	(Forecast)	Revision rate
Large Enterprises	12.7	-	4.4	-0.5	-1.3	-2.8
Medium-sized Enterprises	5.0	-	2.3	-3.1	-5.1	-5.5
Small Enterprises	1.6	-	-4.1	-6.2	-5.6	-8.7
All Enterprises	6.6	-	0.8	-3.2	-3.7	-5.5
All Enterprises & Financial institutions	8.0	-	0.8	-3.0	-4.0	-5.5
Financial institutions	26.2	-	0.4	-1.5	-7.2	-5.8

7. Corporate Finance

Financial Position (All industries)

(Diffusion index of "Easy" minus "Tight", %points)

	Sept. 2008 Survey		Dec. 2008 Survey	
	Actual result	Forecast	Actual result	Changes
Large Enterprises	15		7	-8
Medium-sized Enterprises	3		-2	-5
Small Enterprises	-11		-15	-4
All Enterprises	0		-6	-6

Lending Attitude of Financial institutions (All industries)

(Diffusion index of "Accommodative" minus "Severe", %points)

	Sept. 2008 Survey		Dec. 2008 Survey	
	Actual result	Forecast	Actual result	Changes
Large Enterprises	13		-4	-17
Medium-sized Enterprises	7		-1	-8
Small Enterprises	-3		-9	-6
All Enterprises	3		-6	-9

Change in Interest Rate on Loans (All industries)

(Diffusion index of "Rise" minus "Fall", %points)

	Sept. 2008 Survey		Dec. 2008 Survey			
	Actual result	Forecast	Actual result	Forecast	Changes	Changes
Large Enterprises	6	15	5	-1	10	5
Medium-sized Enterprises	10	17	0	-10	1	1
Small Enterprises	12	21	1	-11	1	0
All Enterprises	10	18	2	-8	3	1

Condition for CP Issuance (All industries)

(Diffusion index of "Easy" minus "Severe", %points)

	Sept. 2008 Survey		Dec. 2008 Survey	
	Actual result	Forecast	Actual result	Changes
Large Enterprises	1		-20	-21

Ratio of Liquidity (All industries)

(Months)

	end of Dec. 2007	end of March 2008	end of June 2008	end of Sept. 2008
Large Enterprises	0.74	0.79	0.72	0.73
Medium-sized Enterprises	0.99	0.97	0.94	0.94
Small Enterprises	1.70	1.67	1.65	1.67
All Enterprises	1.03	1.04	0.99	1.00

Ratio of Liquidity =

Quarter-end balance of cash, deposits, and securities listed as liquid assets

Monthly average sales during the fiscal year, which includes the related quarter

8. Business Conditions of Financial institutions

Business Conditions

(Diffusion index of "Favorable" minus "Unfavorable", %points)

	Sept. 2008 Survey		Dec. 2008 Survey			
	Actual result	Forecast	Actual result	Forecast	Changes	Changes
Banks	16	18	-9	-25	3	12
Shinkin banks & Other financial institutions for small businesses	18	18	9	-9	0	-9
Securities companies	-70	-44	-70	0	-59	11
Insurance companies	12	19	-4	-16	-4	0
Non-deposit money corporations	-29	-25	-38	-9	-21	17
Financial institutions	-1	5	-16	-15	-10	6

Production Capacity

(Diffusion index of "Excessive capacity" minus "Insufficient capacity", %points)

	Sept. 2008 Survey		Dec. 2008 Survey			
	Actual result	Forecast	Actual result	Forecast	Changes	Changes
Banks	0	-1	0	0	-2	-2
Shinkin banks & Other financial institutions for small businesses	-3	0	-3	0	0	3
Securities companies	0	-11	0	0	0	0
Insurance companies	-11	-11	-13	-2	-13	0
Non-deposit money corporations	8	4	13	5	0	-13
Financial institutions	-2	-4	-2	0	-3	-1

Employment Conditions

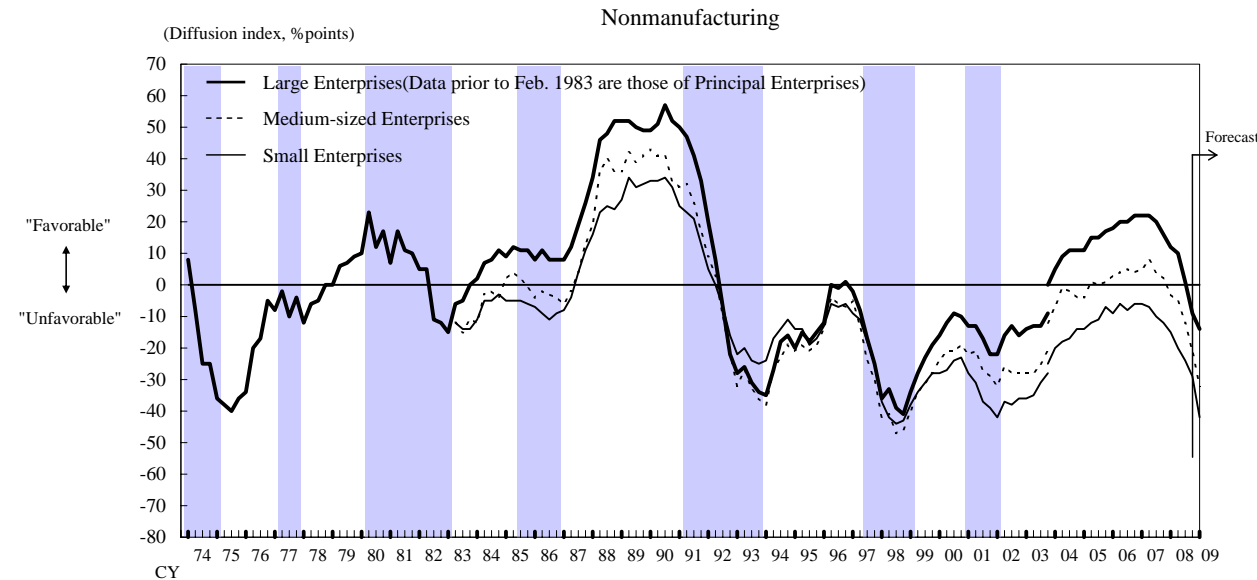
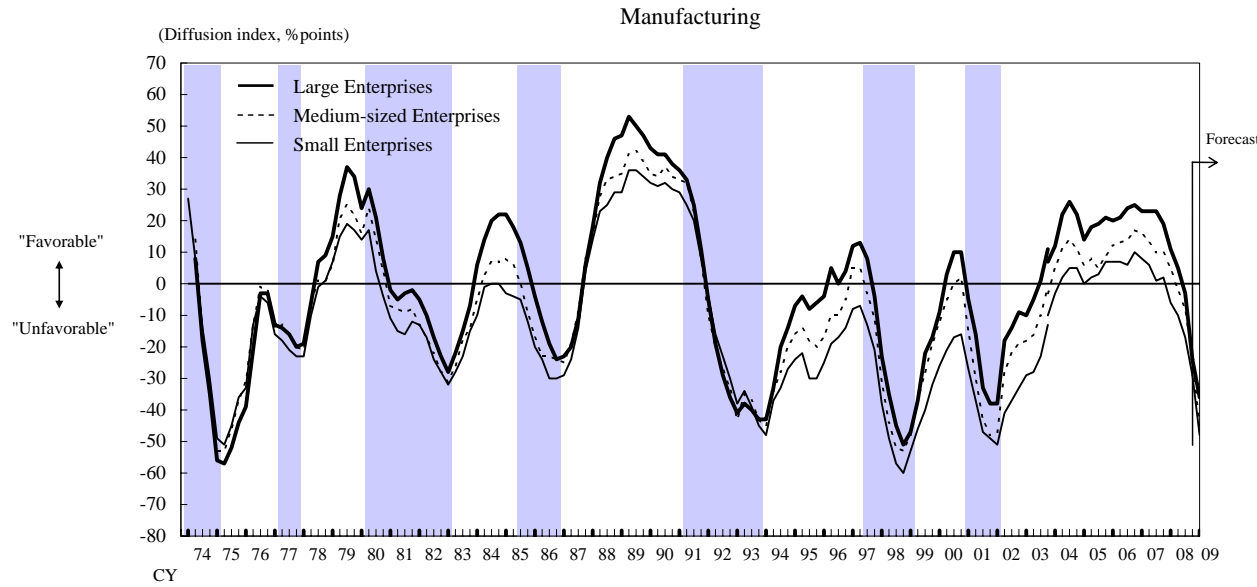
(Diffusion index of "Excessive employment" minus "Insufficient employment", %points)

	Sept. 2008 Survey		Dec. 2008 Survey			
	Actual result	Forecast	Actual result	Forecast	Changes	Changes
Banks	-14	-13	-10	4	-7	3
Shinkin banks & Other financial institutions for small businesses	-9	-15	-6	3	-6	0
Securities companies	-8	-15	4	12	-3	-7
Insurance companies	-32	-26	-32	0	-28	4
Non-deposit money corporations	8	13	9	1	13	4
Financial institutions	-14	-13	-11	3	-8	3

(Reference Charts)

- Notes: 1. Unless otherwise noted, shaded areas indicate periods of recession (according to the Cabinet Office).
 2. There is no continuity between the figures up to the December 2003 survey and those from the March 2004 survey (as for the December 2003 survey, the results of preliminary survey based on "Capital" are also shown).
 3. The "Principal Enterprises" survey has been abolished from the March 2004 survey.

[Business Conditions]



Peaks and Bottoms of Business Conditions (from May 1974)

(Diffusion index of "Favorable" minus "Unfavorable", %points)

Manufacturing					
Large Enterprises		Medium-sized Enterprises		Small Enterprises	
Peak	Bottom	Peak	Bottom	Peak	Bottom
	-57 (75/5)		-53 (75/2,5)		-51 (75/5)
-3 (76/8,11)	-20 (77/11)	-1 (76/8)	-21 (78/2)	-4 (76/8)	-23 (77/11,78/2)
37 (79/8)	-28 (83/2)	25 (79/8)	-31 (83/2)	19 (79/8)	-32 (83/2)
22 (84/11,85/2)	-24 (86/11)	8 (85/2)	-25 (87/2)	0 (84/8,11)	-30 (86/8,11)
53 (89/5)	-43 (93/11,94/2)	42 (89/8)	-45 (94/2)	36 (89/5,8)	-48 (94/2)
13 (97/6)	-51 (98/12)	5 (97/3,6)	-53 (98/12)	-7 (97/6)	-60 (98/12)
10 (00/9,12)	-38 (01/12,02/3)	2 (00/12)	-48 (01/12)	-16 (00/12)	-51 (02/3)

	December 2008 survey		
	Large Enterprises	Medium-sized Enterprises	Small Enterprises
Actual result	-24	-24	-29
Forecast	-36	-45	-48

Peaks and Bottoms of Business Conditions (from May 1983)

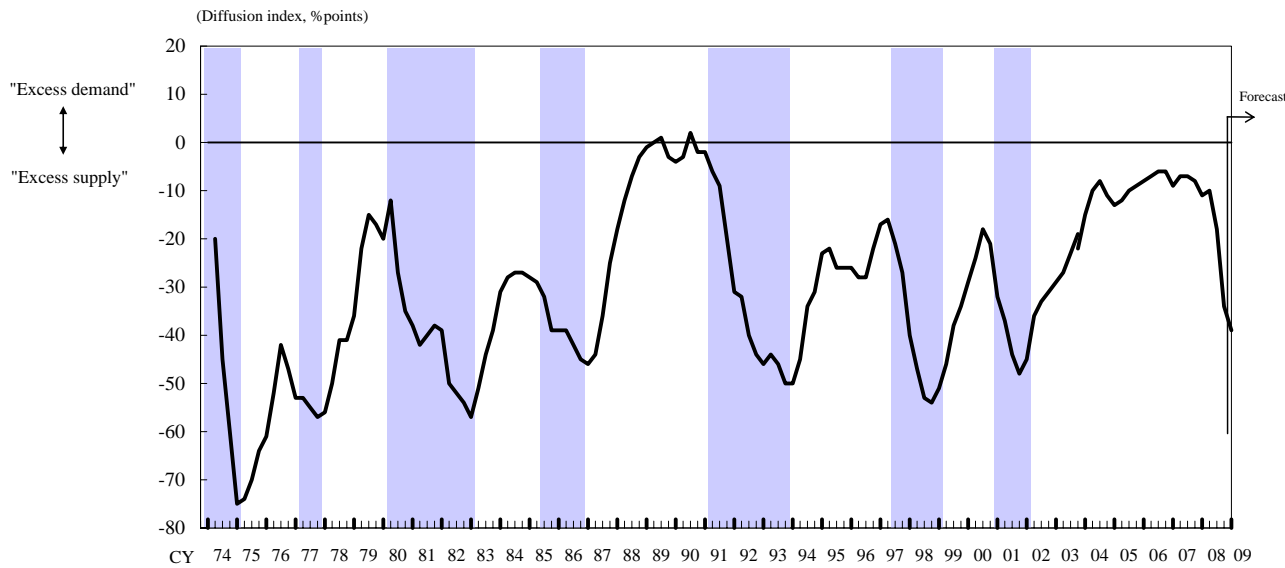
(Diffusion index of "Favorable" minus "Unfavorable", %points)

Nonmanufacturing					
Large Enterprises		Medium-sized Enterprises		Small Enterprises	
Peak	Bottom	Peak	Bottom	Peak	Bottom
	-6 (83/5)		-15 (83/8)		-14 (83/8,11)
12 (85/5)	8 (86/2,8,11,87/2)	4 (85/5)	-6 (87/2)	-3 (84/11)	-11 (86/8)
57 (90/8)	-35 (94/2)	43 (90/2)	-38 (94/2)	34 (89/5,90/8)	-25 (93/11)
1 (96/11)	-41 (98/12)	-4 (96/5)	-47 (98/9)	-6 (96/5,11)	-44 (98/9)
-9 (00/9)	-22 (01/12,02/3)	-19 (00/12)	-32 (02/3)	-23 (00/12)	-42 (02/3)

	December 2008 survey		
	Large Enterprises	Medium-sized Enterprises	Small Enterprises
Actual result	-9	-21	-29
Forecast	-14	-32	-42

[Supply and Demand Conditions and Prices (Large Manufacturing Enterprises)]

Domestic Supply and Demand Conditions for Products and Services



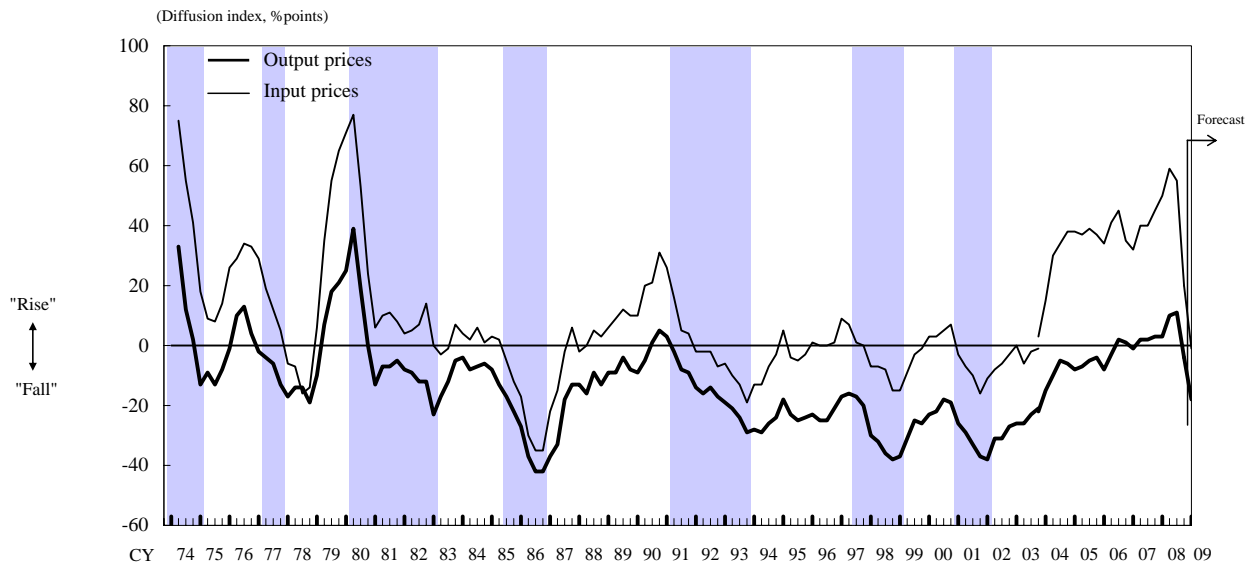
Peaks and Bottoms of Domestic Supply and Demand Conditions for Products and Services (from May 1974)

(Diffusion index of "Excess demand" minus "Excess supply", %points)

Large Manufacturing Enterprises	
Peak	Bottom
	-75 (75/2)
-42 (76/8)	-57 (77/11)
-12 (80/5)	-57 (83/2)
-27 (84/8,11)	-46 (87/2)
2 (90/8)	-50 (93/11,94/2)
-16 (97/6)	-54 (98/12)
-18 (00/9)	-48 (01/12)

December 2008 survey	
Actual result	-34
Forecast	-39

Prices



Peaks and Bottoms of Prices (from May 1974)

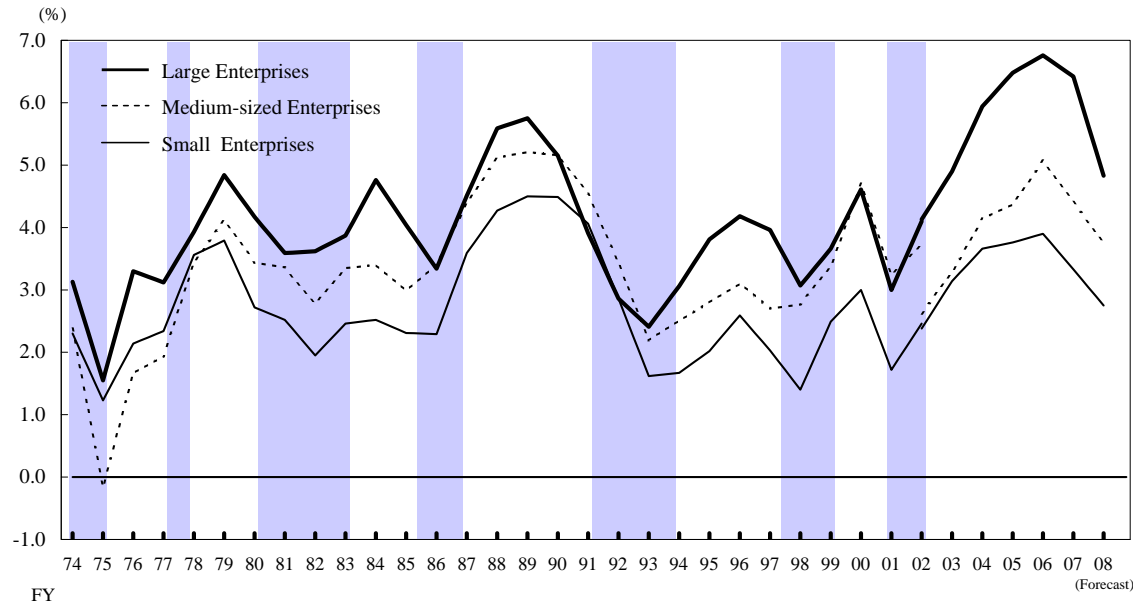
(Diffusion index of "Rise" minus "Fall", %points)

Large Manufacturing Enterprises			
Output Prices		Input Prices	
Peak	Bottom	Peak	Bottom
	-13 (75/2,8)		8 (75/8)
13 (76/8)	-19 (78/11)	34 (76/8)	-16 (78/8)
39 (80/5)	-23 (83/2)	77 (80/5)	4 (82/2)
-4 (84/2)	-42 (86/8,11)	14 (82/11)	-35 (86/8,11)
5 (90/11)	-29 (93/11,94/5)	31 (90/11)	-19 (93/11)
-16 (97/6)	-38 (98/12)	9 (97/3)	-15 (98/12,99/3)
-18 (00/9)	-38 (02/3)	7 (00/12)	-16 (01/12)

December 2008 survey		
	Output Prices	Input Prices
Actual result	-4	20
Forecast	-18	-1

[Ratio of Current Profit to Sales]

Manufacturing

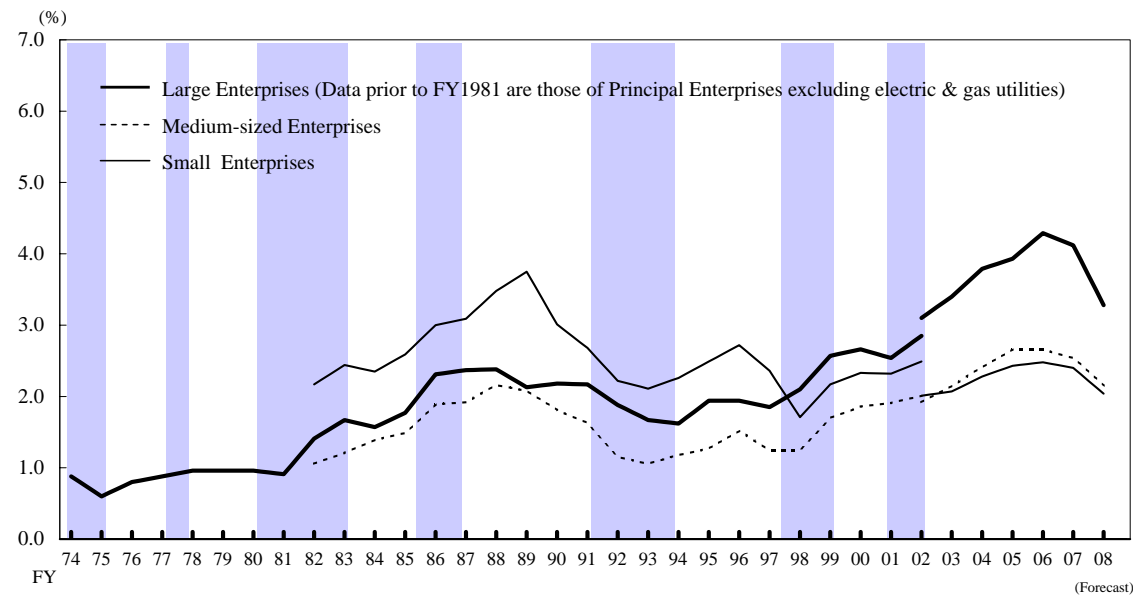


Peaks and Bottoms of Ratio of Current Profit to Sales (from 1974) (%)

Manufacturing					
Large Enterprises		Medium-sized Enterprises		Small Enterprises	
Peak	Bottom	Peak	Bottom	Peak	Bottom
	1.55 (FY75)		-0.16 (FY75)		1.23 (FY75)
4.84 (FY79)	3.59 (FY81)	4.12 (FY79)	2.78 (FY82)	3.79 (FY79)	1.95 (FY82)
4.76 (FY84)	3.34 (FY86)	3.40 (FY84)	2.99 (FY85)	2.52 (FY84)	2.29 (FY86)
5.75 (FY89)	2.41 (FY93)	5.21 (FY89)	2.19 (FY93)	4.50 (FY89)	1.62 (FY93)
4.18 (FY96)	3.07 (FY98)	3.10 (FY96)	2.70 (FY97)	2.59 (FY96)	1.40 (FY98)
4.61 (FY00)	3.00 (FY01)	4.70 (FY00)	3.24 (FY01)	3.00 (FY00)	1.72 (FY01)

	December 2008 survey		
	Large Enterprises	Medium-sized Enterprises	Small Enterprises
FY2007	6.42	4.41	3.33
FY2008 (Forecast)	4.83	3.76	2.75

Nonmanufacturing



Peaks and Bottoms of Ratio of Current Profit to Sales (from 1982) (%)

Nonmanufacturing					
Large Enterprises		Medium-sized Enterprises		Small Enterprises	
Peak	Bottom	Peak	Bottom	Peak	Bottom
	1.41 (FY82)		1.06 (FY82)		2.17 (FY82)
1.67 (FY83)	1.57 (FY84)	—	—	2.44 (FY83)	2.35 (FY84)
2.38 (FY88)	1.62 (FY94)	2.16 (FY88)	1.06 (FY93)	3.75 (FY89)	2.11 (FY93)
1.94 (FY95,96)	1.85 (FY97)	1.52 (FY96)	1.25 (FY97,98)	2.72 (FY96)	1.71 (FY98)
2.66 (FY00)	2.54 (FY01)			2.33 (FY00)	2.32 (FY01)

	December 2008 survey		
	Large Enterprises	Medium-sized Enterprises	Small Enterprises
FY2007	4.12	2.54	2.40
FY2008 (Forecast)	3.28	2.15	2.04

[Developments of Fixed Investment including Land Purchasing Expenses]

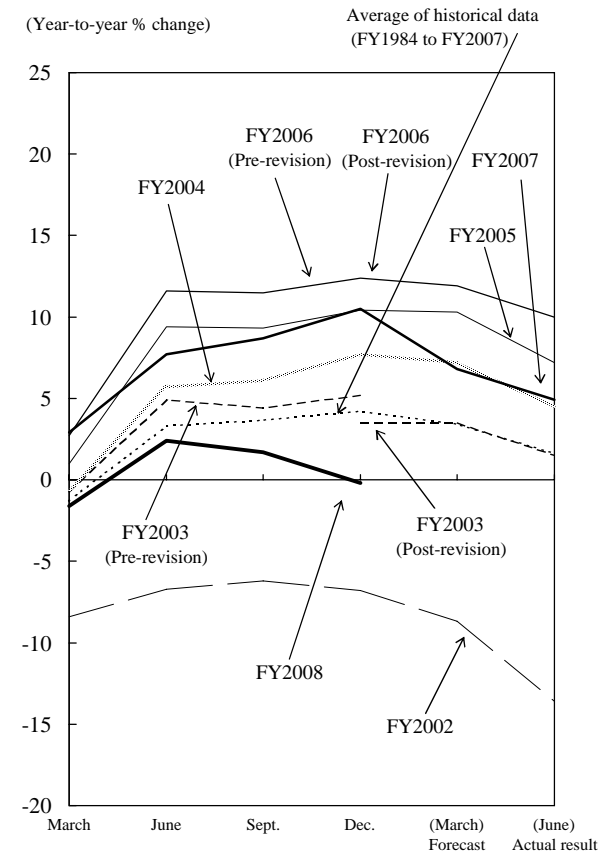
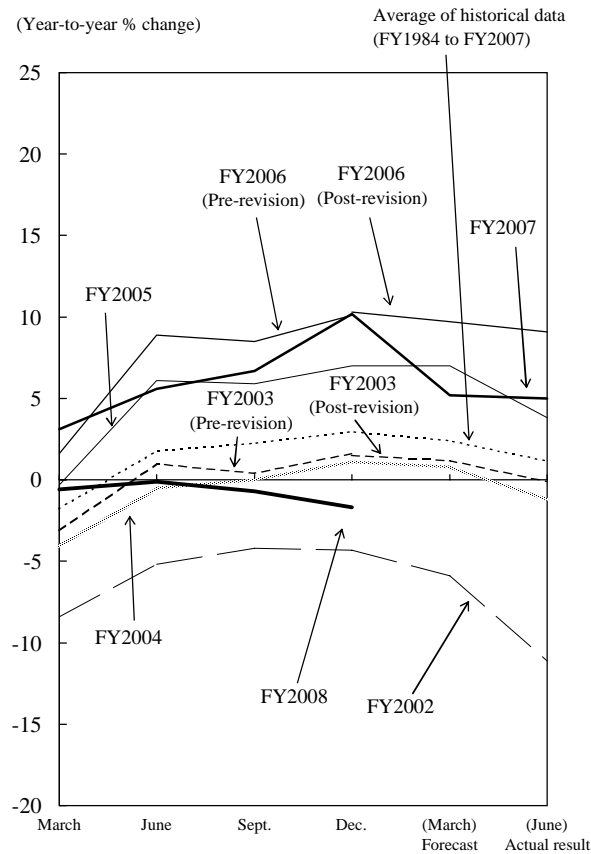
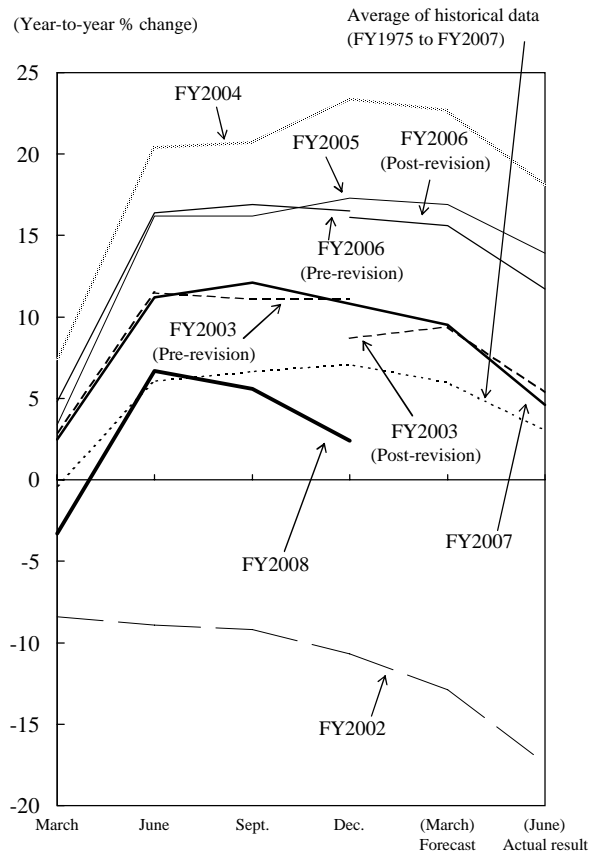
- Note:1. The graphs indicate the revision pattern of fixed investment. The horizontal axis represents the point of time when the survey is conducted for each fiscal year. Namely, the first survey for each year (March survey) is at the very left, and the last survey (June survey of the following year; actual result) is at the very right. The vertical axis represents the year-to-year percent change.
2. The graphs also show December 2006 survey figures that have been recalculated with sample enterprises after the March 2007 revision.
3. Excludes Software Investment.

(1) Large Enterprises

Manufacturing

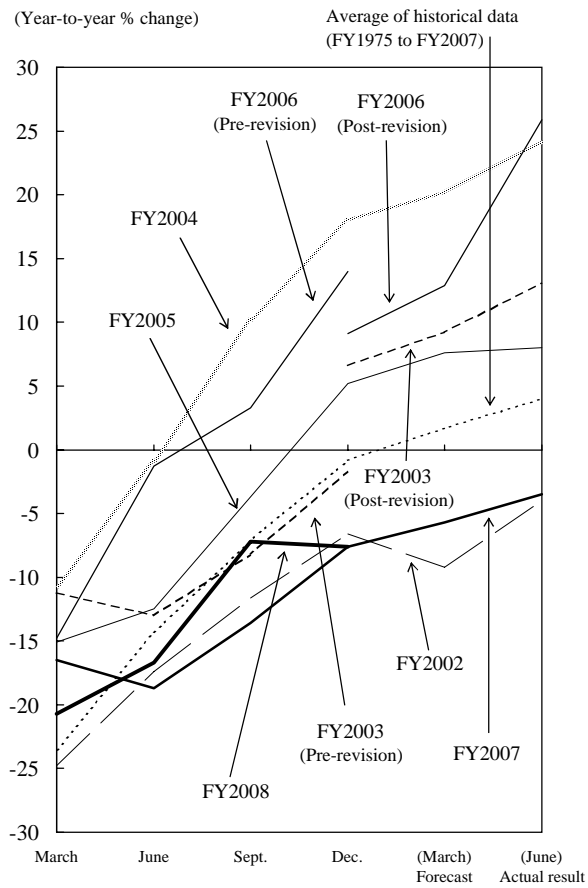
Nonmanufacturing

All industries

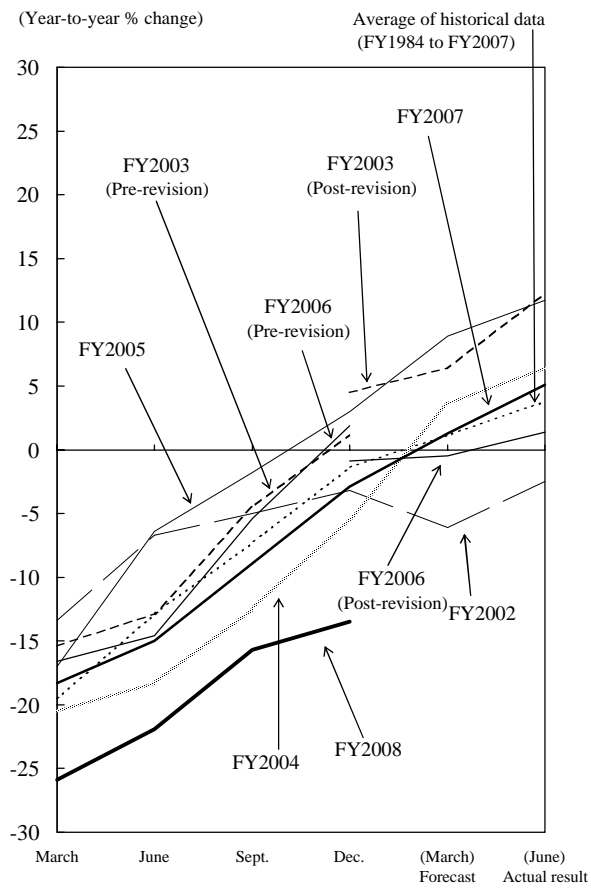


(2) Small Enterprises

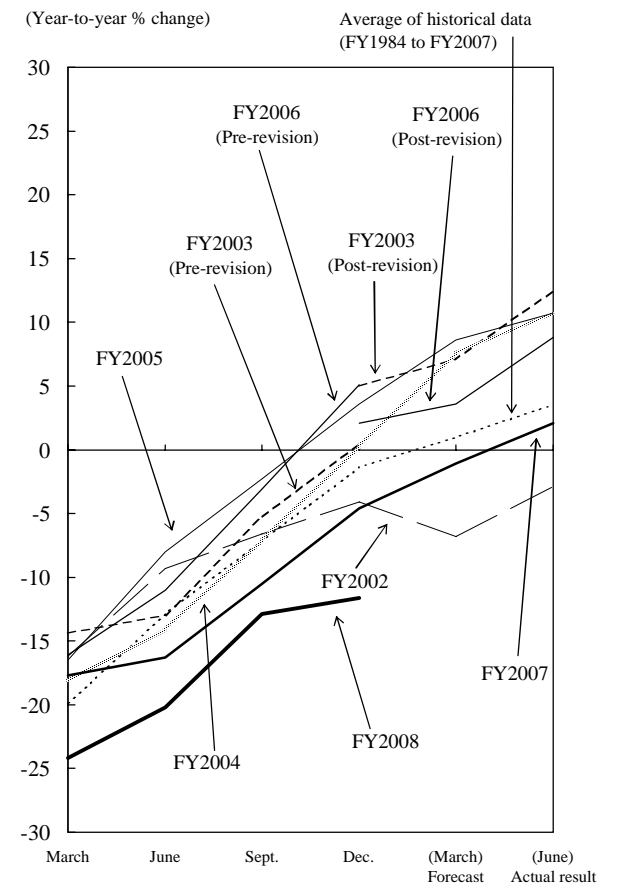
Manufacturing



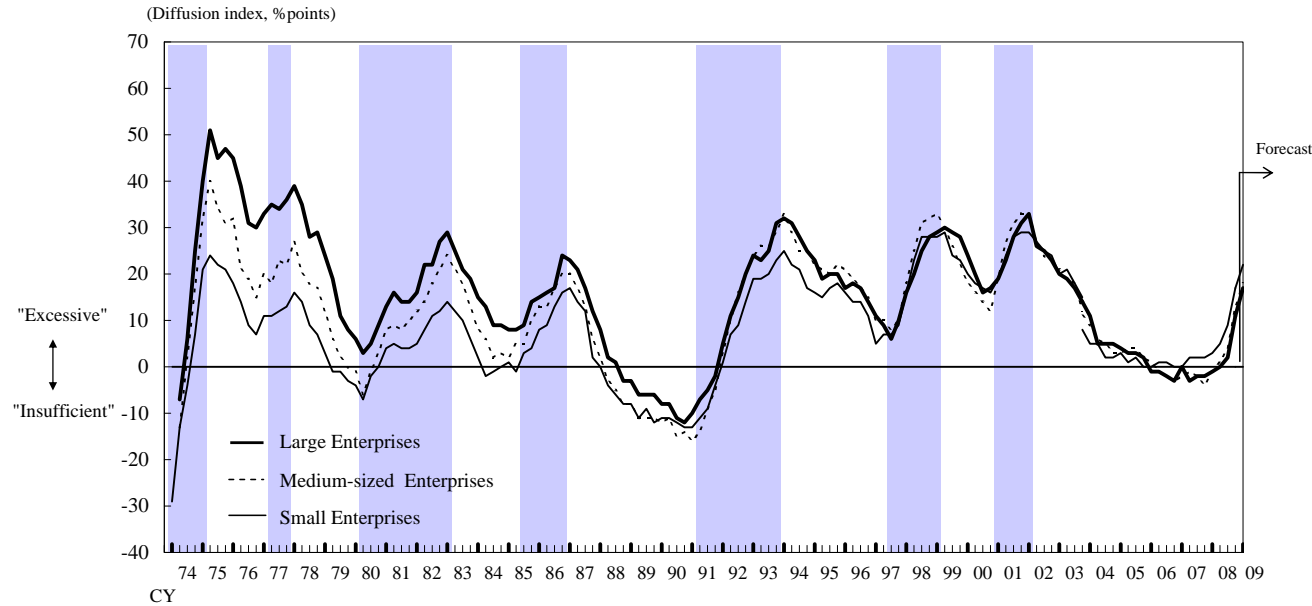
Nonmanufacturing



All industries



[Production Capacity (Manufacturing)]



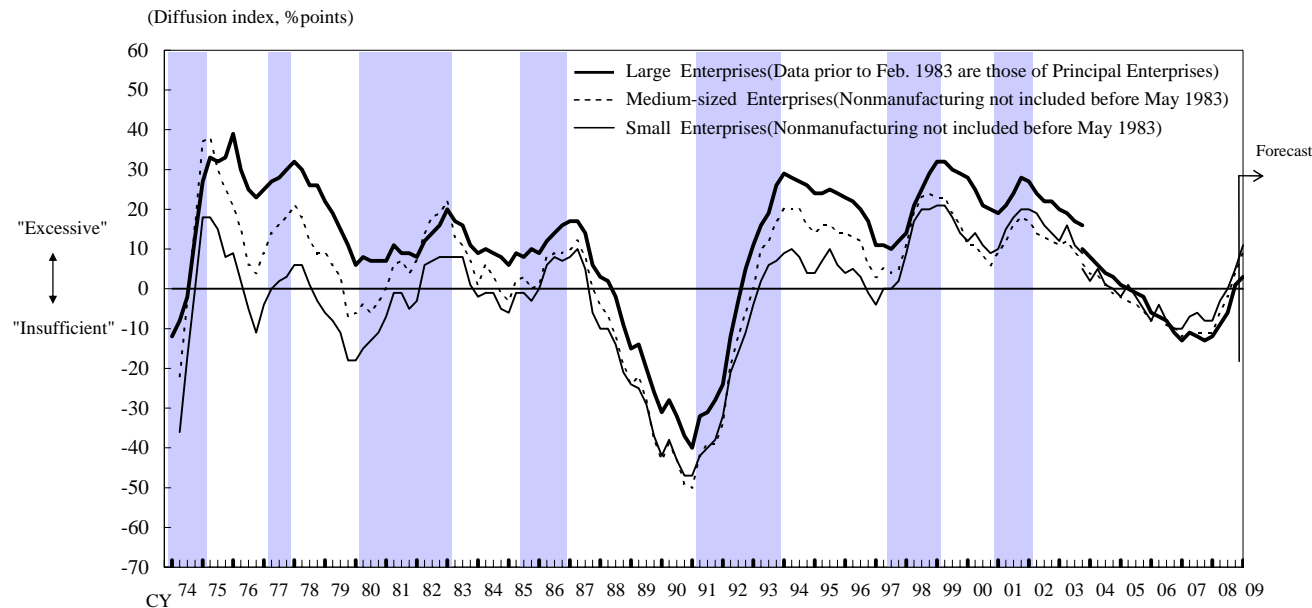
Peaks and Bottoms of Production Capacity (from May 1974)

(Diffusion index of "Excessive capacity" minus "Insufficient capacity", %points)

Manufacturing					
Large Enterprises		Medium-sized Enterprises		Small Enterprises	
Peak	Bottom	Peak	Bottom	Peak	Bottom
51 (75/5)	30 (76/11)	40 (75/5)	15 (76/11)	24 (75/5)	7 (76/11)
39 (78/2)	3 (80/5)	27 (78/2)	-6 (80/5)	16 (78/2)	-7 (80/5)
29 (83/2)	8 (85/2,5)	24 (83/2)	2 (84/8,85/2)	14 (83/2)	-2 (84/5)
24 (86/11)	-12 (90/11)	20 (86/11,87/2)	-16 (91/2)	17 (87/2)	-13 (90/11,91/2)
32 (94/2)	6 (97/9)	33 (94/2)	8 (97/9)	25 (94/2)	5 (97/3)
30 (99/6)	16 (00/9)	33 (99/3)	12 (00/12)	29 (99/6)	16 (00/12)
33 (02/3)		33 (01/12,02/3)		29 (01/12,02/3)	

	December 2008 survey		
	Large Enterprises	Medium-sized Enterprises	Small Enterprises
Actual result	11	13	17
Forecast	17	18	22

[Employment Condition (All industries)]



Peaks and Bottoms of Employment Condition (from May 1983)

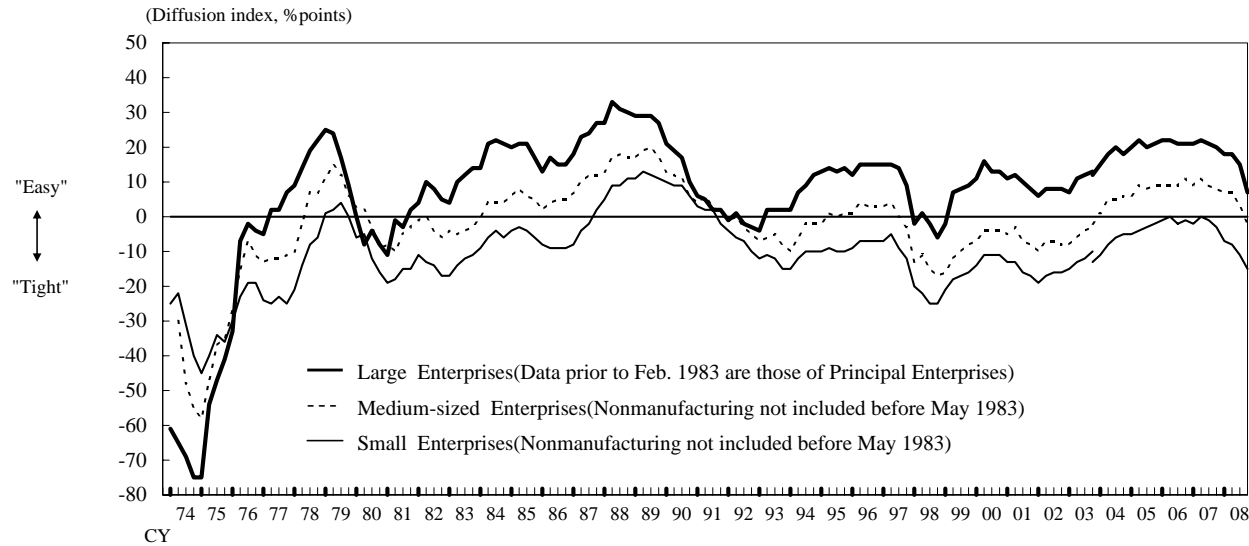
(Diffusion index of "Excessive employment" minus "Insufficient employment", %points)

All industries					
Large Enterprises		Medium-sized Enterprises		Small Enterprises	
Peak	Bottom	Peak	Bottom	Peak	Bottom
17 (83/5)	6 (85/2)	13 (83/5)	-3 (85/2)	8 (83/5,8)	-6 (85/2)
17 (87/2,5)	-40 (91/2)	12 (87/5)	-50 (91/2)	10 (87/5)	-47 (90/11,91/2)
29 (94/2)	10 (97/9)	20 (94/2,5,8)	3 (97/3)	10 (94/5,95/8)	-4 (97/3)
32 (99/3,6)	19 (01/3)	24 (98/12)	6 (00/12)	21 (99/3,6)	9 (00/12)
28 (01/12)		18 (01/12)		20 (01/12,02/3)	

	December 2008 survey		
	Large Enterprises	Medium-sized Enterprises	Small Enterprises
Actual result	1	4	5
Forecast	3	9	11

[Corporate Finance (All industries)]

Financial Position



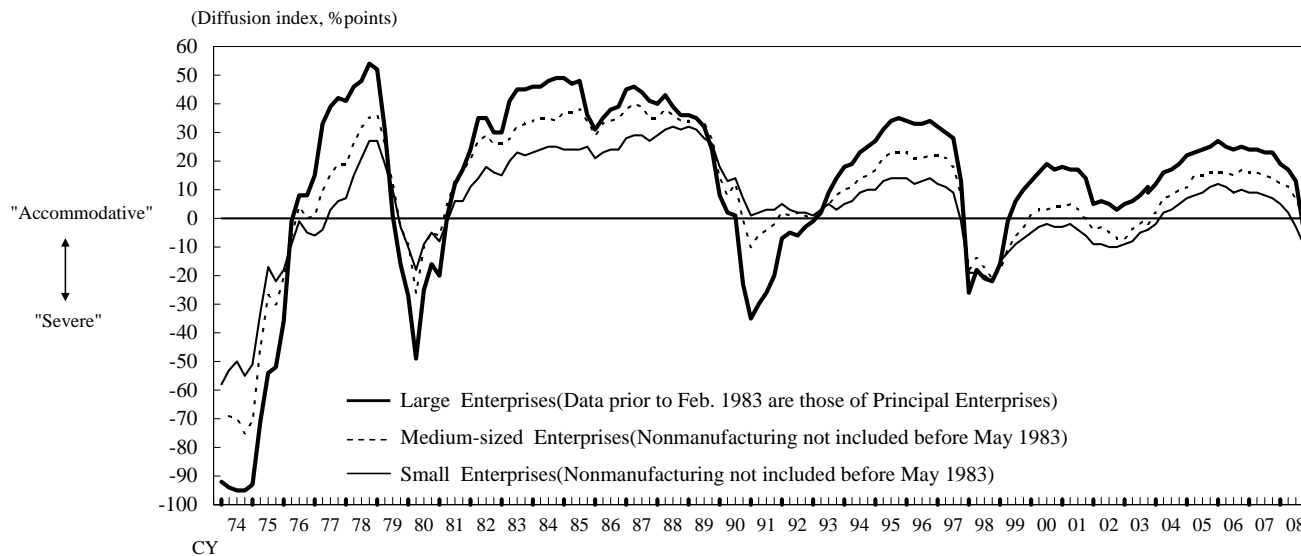
Peaks and Bottoms of Financial Position (from May 1983)

(Diffusion index of "Easy" minus "Tight", %points)

All industries					
Large Enterprises		Medium-sized Enterprises		Small Enterprises	
Peak	Bottom	Peak	Bottom	Peak	Bottom
33	-6	20	-17	13	-25
(88/5)	(98/12)	(89/8)	(98/12)	(89/5)	(98/9,12)

	December 2008 survey		
	Large Enterprises	Medium-sized Enterprises	Small Enterprises
Actual result	7	-2	-15

Lending Attitude of Financial institutions



Peaks and Bottoms of Lending Attitude of Financial institutions (from May 1983)

(Diffusion index of "Accommodative" minus "Severe", %points)

All industries					
Large Enterprises		Medium-sized Enterprises		Small Enterprises	
Peak	Bottom	Peak	Bottom	Peak	Bottom
49	-35	40	-21	32	-22
(84/11,85/2)	(91/2)	(87/5)	(98/12)	(88/8,89/2)	(98/12)

	December 2008 survey		
	Large Enterprises	Medium-sized Enterprises	Small Enterprises
Actual result	-4	-1	-9