

Panel: "Globalization at an Inflection Point": Charts and Tables

*At the Jackson Hole Economic Policy Symposium
Hosted by the Federal Reserve Bank of Kansas City*

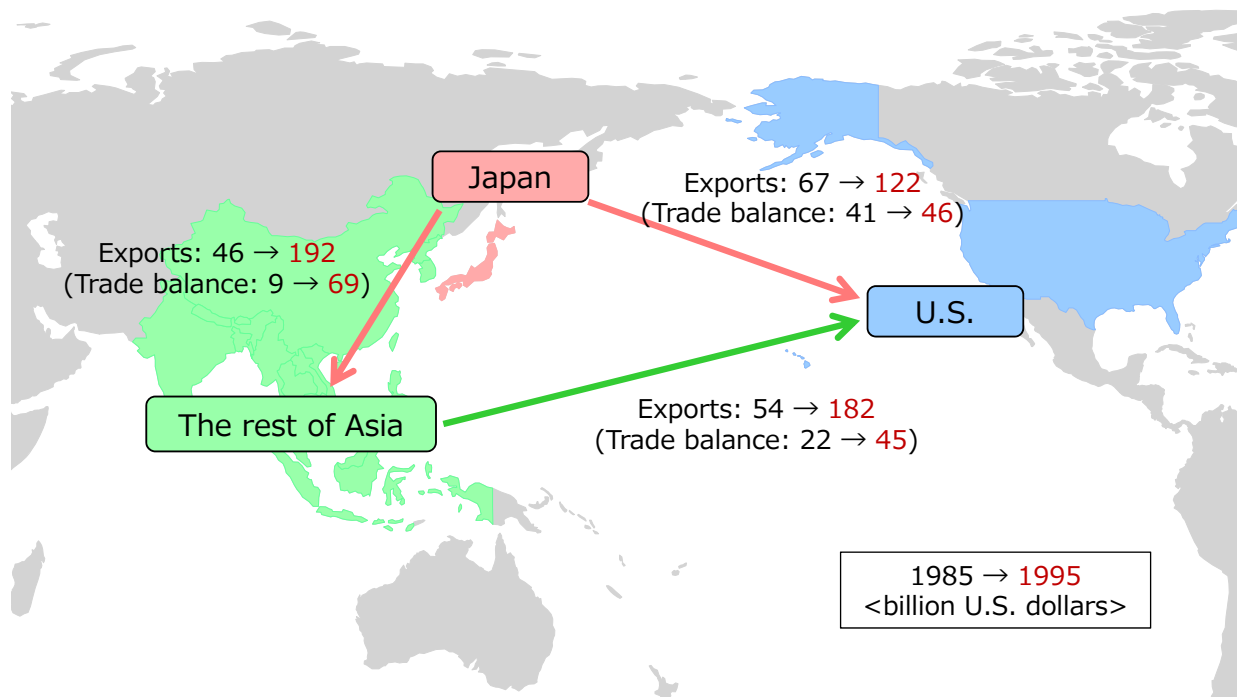
August 26, 2023

UEDA Kazuo
Governor of the Bank of Japan

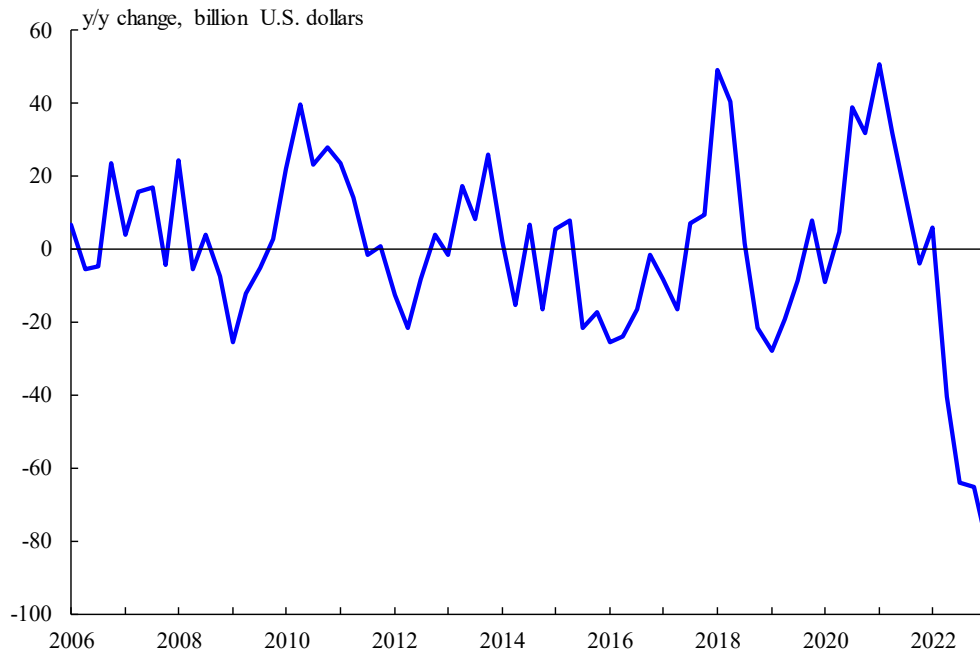
Chart 1

Production Relocation in the 1990s

Trade Structure among Japan, the Rest of Asia, and the U.S. (1985 to 1995)

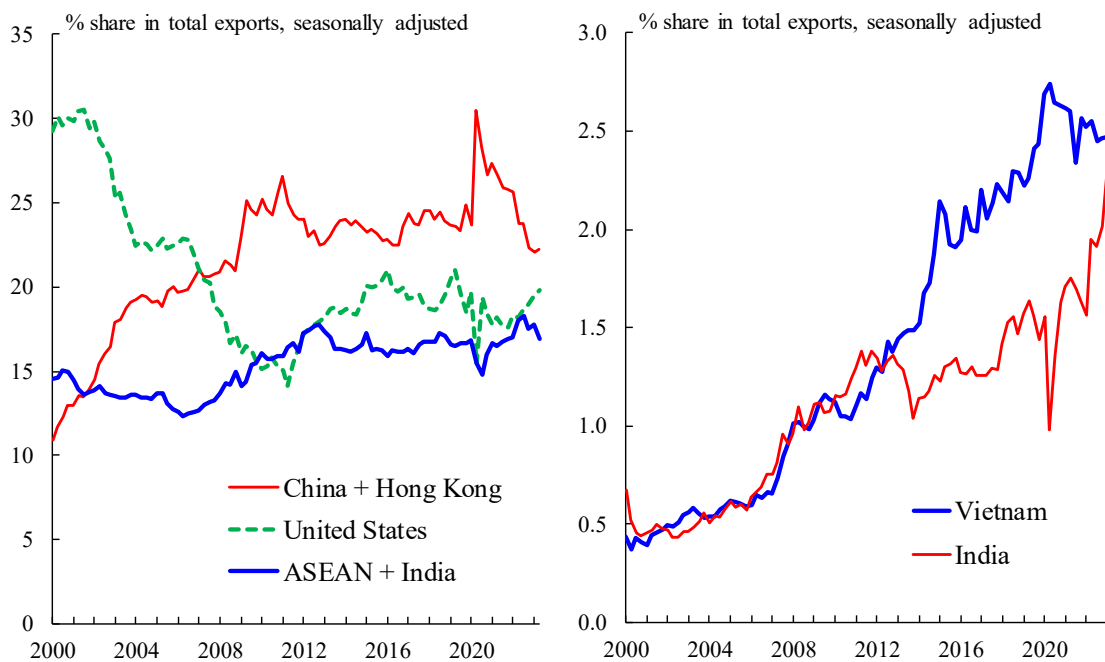


Inward FDI into China



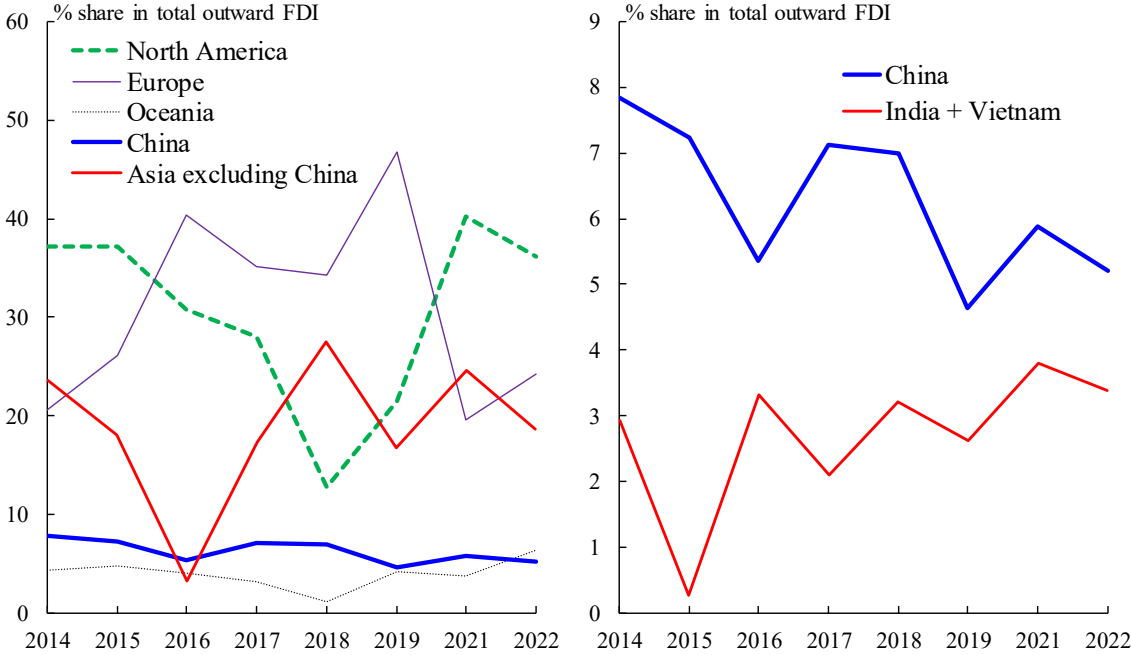
Source: IMF, "Balance of Payments."

Japan's Exports by Destination



Source: Japan's Ministry of Finance.

Japan's Outward FDI by Destination



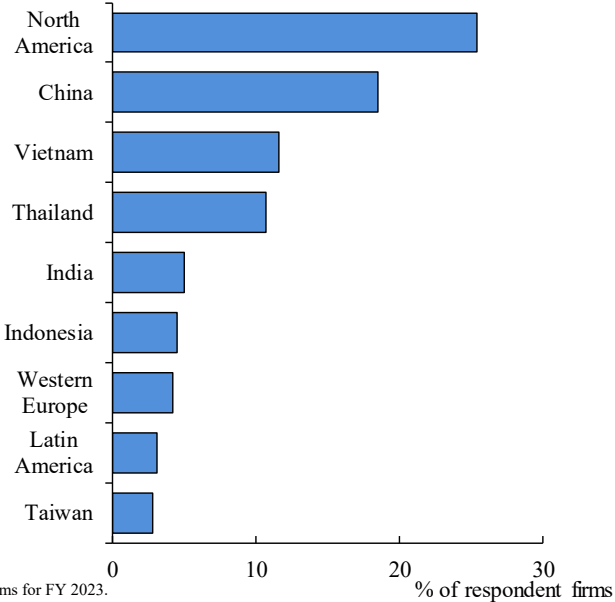
Note: Figures for 2020 are not shown.
Source: Japan's Ministry of Finance and Bank of Japan.

Japanese Firms' Foreign Investment

Foreign Business Fixed Investment by Large Japanese Firms

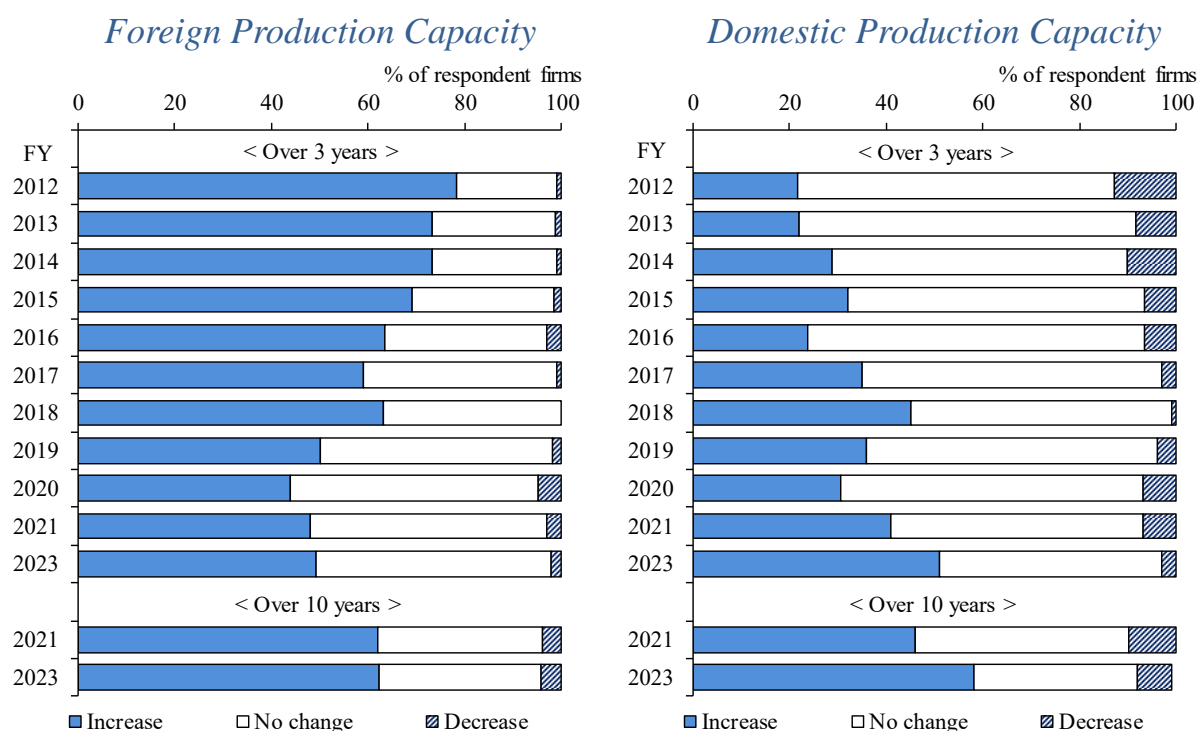
	FY 2022 Actual % change	FY 2022 Actual % share	FY 2023 Plan % change
Total	35.9		21.0
North America	34.5	35.6	16.6
Europe	25.2	15.2	19.8
China	4.8	13.3	23.7
Rest of Asia	48.8	24.2	23.6
Rest of World	63.3	11.7	26.1

Most Prioritized Destination for Future FDI



Notes: 1. In the left-hand chart, figures are based on responses from 510 firms for FY 2022 and 611 firms for FY 2023. Figures show investment expenditure mainly by foreign subsidiaries of Japanese firms, which is not the same as FDI.
2. In the right-hand chart, figures are based on the 2023 survey.
Source: Development Bank of Japan (DBJ), "Survey on Planned Capital Spending."

Outlook for Production Capacity



Note: Figures are based on the DBJ survey for large Japanese manufacturing firms. Data for FY 2022 were not collected.
Source: Development Bank of Japan (DBJ), "Survey on Planned Capital Spending."

Regional Economic Integration in Developing Asia

Intraregional Shares of Developing Asia (Including China)

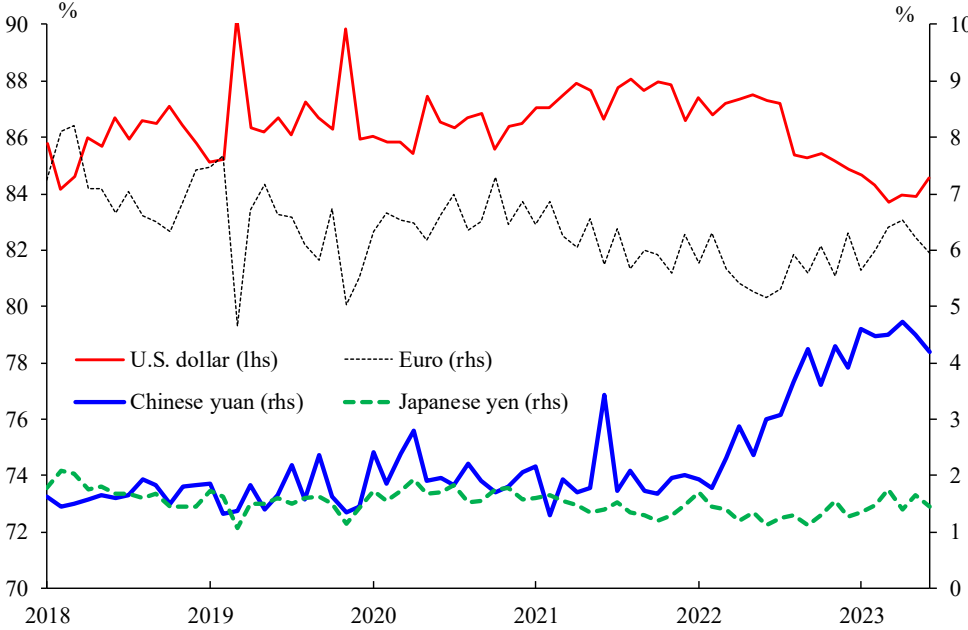
Indicators	% of total	
	2006	2022
Trade in goods (exports plus imports)	43%	47% ↑
FDI inflows	40%	61% ↑
Intermediate goods exports	63%	70% ↑
ICT goods trade (exports plus imports)	54%	58% ↑
Outward portfolio equity investment	31%	29%
Outward portfolio debt investment	13%	27% ↑

Notes: 1. Figures are estimates for 46 Asian developing economies.

2. Figures for FDI inflows, intermediate goods exports, and ICT goods trade are as of 2021.

Source: Asian Development Bank.

Currency Shares in the Trade Finance Market



Source: Swift.