

February 19, 2009

Bank of Japan

**Amendments to Principal Terms and Conditions  
for Money Market Operations**

At the Monetary Policy Meeting held today, the Policy Board of the Bank of Japan decided, in view of the recent conditions in financial markets, to amend principal terms and conditions for money market operations with the aim of ensuring stability in financial markets as well as facilitating corporate financing by conducting appropriate money market operations (see attachments).

**Amendment to "Principal Terms and Conditions for U.S. Dollar Funds-Supplying Operations against Pooled Collateral"**

- Supplementary Provision shall be amended as follows.

(Supplementary Provision)

These terms and conditions shall become effective today and shall be valid ~~until April~~ through October 30, 2009. To the loans that are disbursed on or before ~~April~~ October 30, 2009, these terms and conditions shall be applied until the maturity of the loans.

**Amendment to "Summary of a U.S. Dollar-Yen Swap Agreement with the Federal Reserve Bank of New York"**

- Paragraph 4. shall be amended as follows.

4. End of Drawing Period

~~April~~ October 30, 2009

**Amendment to "Temporary Rules regarding Eligibility Standards for Asset-backed Commercial Paper and Dematerialized Asset-backed Commercial Paper"**

- Paragraph 3. shall be amended as follows.

3. Above rules shall become effective on the day designated by the Governor, which shall be no later than October 31, 2008, and shall be valid through ~~April 30~~ December 31, 2009.

**Amendment to "Principal Terms and Conditions of Complementary Deposit Facility as a Temporary Measure to Facilitate Supplying of Funds"**

- Paragraph 7. shall be amended as follows.

**7. The Period in which Interest is Paid**

The payment of interest under these terms and conditions will begin in the reserve maintenance period starting on November 16, 2008, and end in the reserve maintenance period starting on ~~March~~ September 16, 2009.

**Amendment to "Temporary Rules regarding the Eligibility Standards for Corporate Bonds and Loans on Deeds to Companies"**

- Paragraph 3. shall be amended as follows.

3. Above rules shall become effective on December 9, 2008, and shall be valid through ~~April 30~~ December 31, 2009.

**Amendments to "Principal Terms and Conditions of the Special Funds-Supplying Operations to Facilitate Corporate Financing"**

- Paragraph 1. shall be amended as follows.

1. Purpose

These terms and conditions prescribe the principles for the Bank of Japan's special funds-supplying operations to facilitate corporate financing (loans that provide funds ~~over the fiscal year-end~~ with the pooled eligible collateral as security by way of open market operations for an unlimited amount against the value of corporate debt pledged as the standing pool of eligible collateral at loan rates equivalent to the target for the uncollateralized overnight call rate) introduced in view of the recent conditions in corporate financing with the aim of ensuring stability in financial markets as well as facilitating corporate financing by conducting appropriate money market operations.

- Paragraph 5. shall be amended as follows.

5. Duration of Loans

Taking account of conditions in financial markets, the Bank shall determine the duration of each loan and the duration shall not exceed three months. ~~The maturity date shall be no later than April 30, 2009.~~

- Supplementary Provision shall be amended as follows.

(Supplementary Provision)

These terms and conditions shall become effective today and shall be valid through ~~April~~September 30, 2009. To the loans that are disbursed on or before September 30, 2009, these terms and conditions shall be applied until the maturity of the loans.



**Amendments to "Principal Terms and Conditions for Outright Purchases of CP"**

- Paragraph 7. shall be amended as follows.

7. Duration of Purchases

All outright purchases of CP shall be conducted by ~~March 31~~ September 30, 2009.

- Supplementary Provision shall be amended as follows.

(Supplementary Provision)

These terms and conditions shall become effective today and shall be valid through ~~March 31~~ September 30, 2009.