

Funding for Financing Economic Growth: A Shumpeterian Perspective

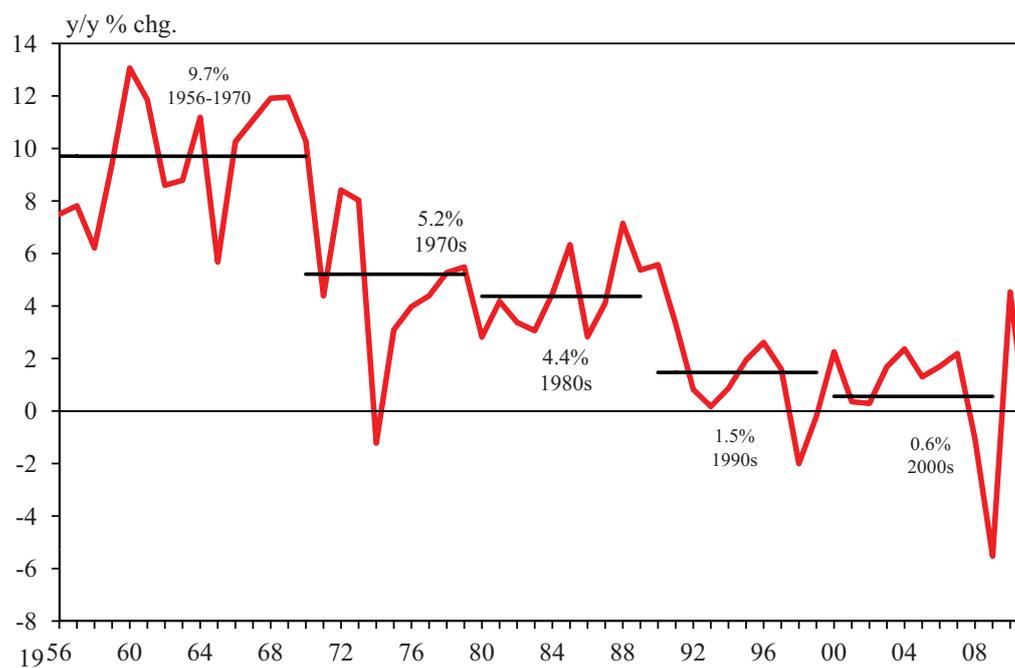
GIC Conference “The Global Financial Crisis: Lessons from Japan”

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Deputy Governor of the Bank of Japan
Kiyohiko G. Nishimura

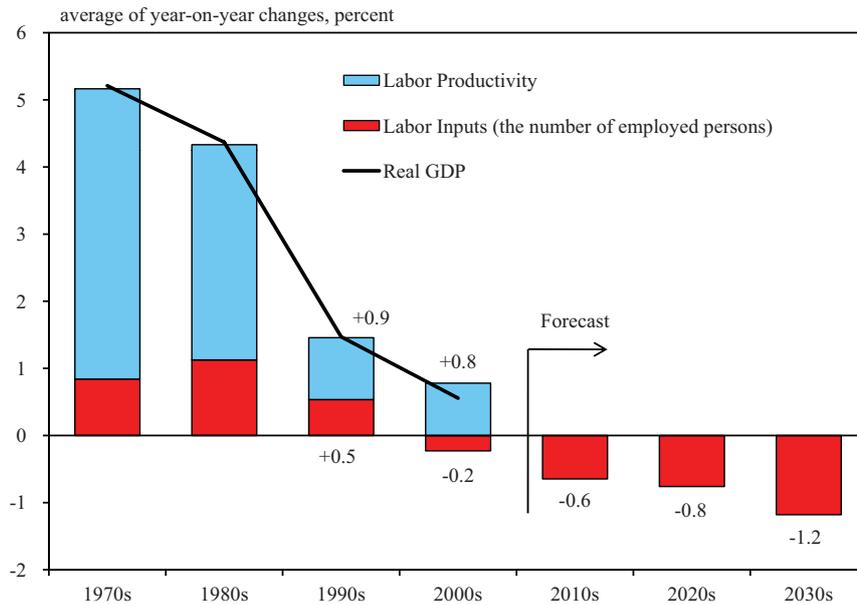
Chart 1

Real GDP Growth in Japan



Source: Cabinet Office.

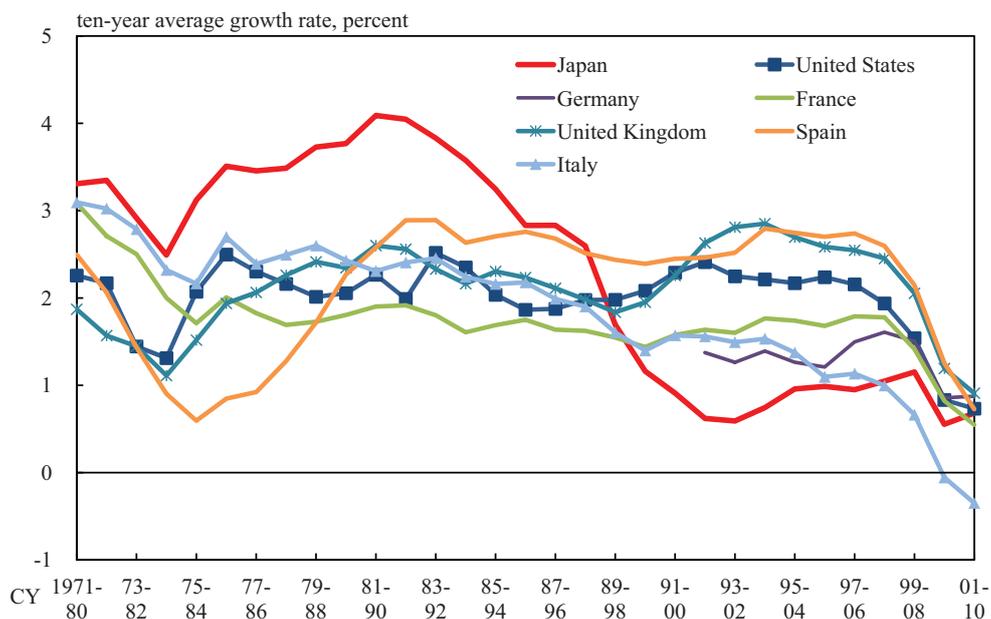
Decomposition of Real GDP Growth in Japan



Note: Fiscal-year basis. The rates of change in the number of employed persons from the 2010s onward are calculated using the population outlook (medium variant) and the projected labor force participation rates (assuming the labor force participation rates in each age/sex group remain the same as those in 2010).

Sources: Cabinet Office; Ministry of Internal Affairs and Communications; National Institute of Population and Social Security Research.

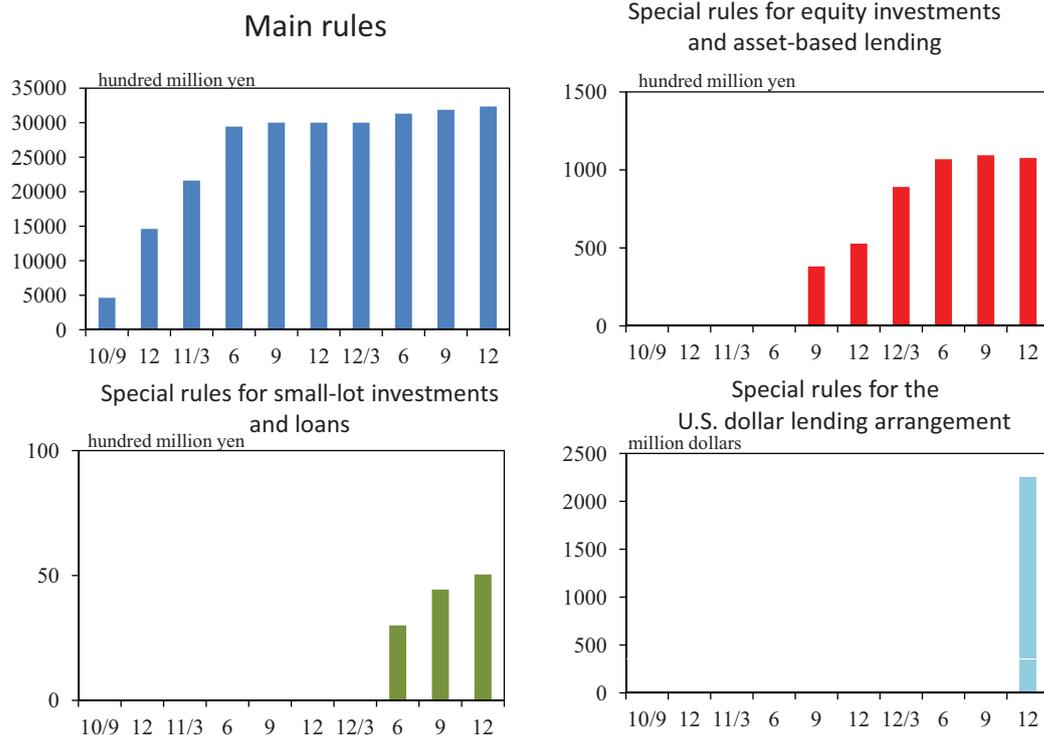
Per-capita GDP Growth in Advanced Countries



Sources: United Nations; statistics by individual countries.

GFSF (Growth Foundation Strengthening Facility) Loans

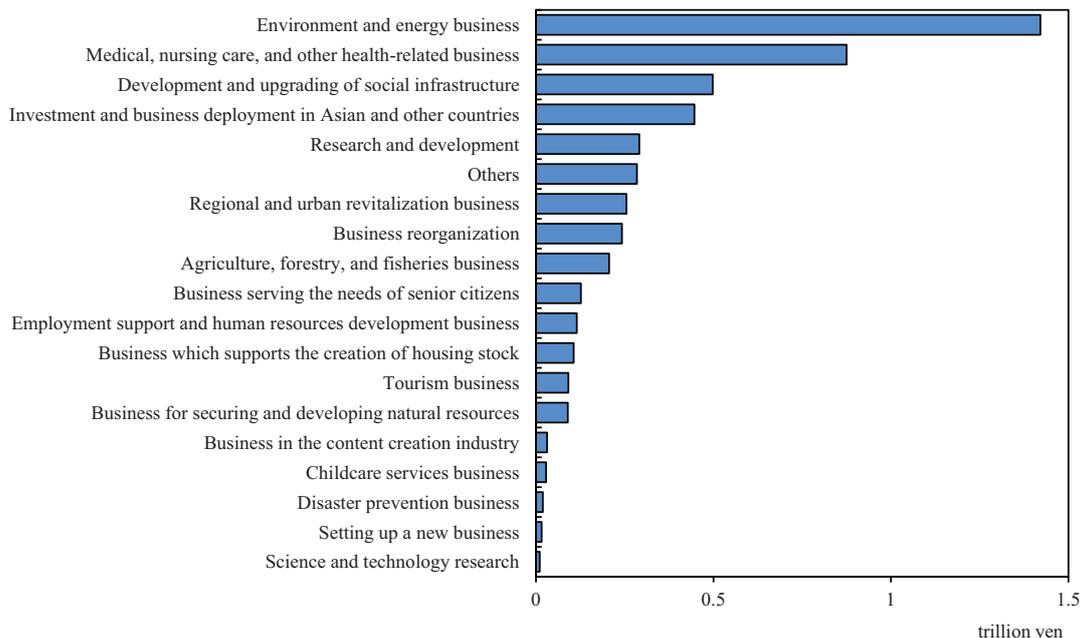
<Fund-Provisioning Measure to Support Strengthening the Foundations for Economic Growth>



Note: Outstanding balance of loans estimated at each period. Only the number for December 2010 is the actual amount.

Sources: Bank of Japan

Efforts of Financial Institutions to Strengthen the Foundations for Economic Growth: Individual Loans and Investments by Growth-related Business Lines



Note: Based on the records of investment or lending that were submitted to the Bank for the 1st-10th new loan disbursement under the main rules, the 6th new loan disbursement under the special rules for equity investments and asset-based lending and the 3rd new loan disbursement under the special rules for small-lot investments and loans under the fund-provisioning measure, and were confirmed by the Bank that investment or lending was carried out under their plans. The investment or lending amount does not reflect reductions due to bullet prepayment or scheduled repayment.

Sources: Bank of Japan