

January 31, 2017

Bank of Japan

Amendment to "Principal Terms and Conditions for Funds-Supplying Operations against Pooled Collateral"

At the Monetary Policy Meeting held on January 30 and 31, 2017, the Policy Board of the Bank of Japan made the decisions listed in 1. below.

In accordance with these Policy Board decisions, the Bank established the rules listed in 2.

These measures are technical in that some operational matters which have been decided by the Policy Board at the Monetary Policy Meeting are delegated to the staff, and thus there is no change in practical operations.

1. The Bank shall amend the following decisions.
 - (1) "Principal Terms and Conditions for Funds-Supplying Operations against Pooled Collateral" (see Attachment 1)
 - (2) "Principal Terms and Conditions for the Purchase/Sale of Japanese Government Securities with Repurchase Agreements" (see Attachment 2)
 - (3) "Principal Terms and Conditions for the Outright Purchase/Sale of Treasury Discount Bills" (see Attachment 3)
 - (4) "Principal Terms and Conditions for the Purchase of CP with Repurchase Agreements" (see Attachment 4)
 - (5) "Principal Terms and Conditions for the Outright Purchase/Sale of Japanese Government Bonds" (see Attachment 5)
 - (6) "Principal Terms and Conditions Pertaining to the Sale of Bills" (see Attachment 6)

- (7) "Principal Terms and Conditions for the Sale of Japanese Government Securities with Repurchase Agreements to Provide the Markets with a Secondary Source of Japanese Government Securities" (see Attachment 7)
- (8) "Principal Terms and Conditions for Outright Purchases of CP and Corporate Bonds" (see Attachment 8)
- (9) "Principal Terms and Conditions for Purchases of ETFs and J-REITs" (see Attachment 9)
- (10) "Special Rules for Purchases of ETFs to Support Firms Proactively Investing in Physical and Human Capital" (see Attachment 10)
- (11) "Principal Terms and Conditions for U.S. Dollar Funds-Supplying Operations against Pooled Collateral" (see Attachment 11)
- (12) "Principal Terms and Conditions for Canadian Dollar Funds-Supplying Operations against Pooled Collateral" (see Attachment 12)
- (13) "Principal Terms and Conditions for Pound Sterling Funds-Supplying Operations against Pooled Collateral" (see Attachment 13)
- (14) "Principal Terms and Conditions for Euro Funds-Supplying Operations against Pooled Collateral" (see Attachment 14)
- (15) "Principal Terms and Conditions for Swiss Franc Funds-Supplying Operations against Pooled Collateral" (see Attachment 15)
- (16) "Principal Terms and Conditions for the Funds-Supplying Operation to Support Financial Institutions in Disaster Areas" (see Attachment 16)
- (17) "Principal Terms and Conditions for the Funds-Supplying Operation to Support Financial Institutions in Disaster Areas of the 2016 Kumamoto Earthquake" (see Attachment 17)

- (18) "Principal Terms and Conditions for Complementary Lending Facility" (see Attachment 18)
- (19) "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 19)
- (20) "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 20)
- (21) "Principal Terms and Conditions for the Fund-Provisioning Measure to Stimulate Bank Lending Conducted through the Loan Support Program" (see Attachment 21)
- (22) "Temporary Rules regarding Funds-Supplying Operations against Pooled Collateral" (see Attachment 22)
- (23) "Special Rules for Calculation of Interest of Complementary Deposit Facility" (see Attachment 23)
- (24) "Guidelines on Eligible Collateral" (see Attachment 24)
- (25) "Collateral Guidelines on Eligible Foreign Bonds" (see Attachment 25)
- (26) "Temporary Rules regarding the Eligibility Standards for Debt of Companies in Disaster Areas" (see Attachment 26)
- (27) "Temporary Rules regarding the Eligibility Standards for Debt of Companies in Disaster Areas of the 2016 Kumamoto Earthquake" (see Attachment 27)
- (28) "Temporary Rules regarding the Eligibility Standards for Loans on Deeds to Companies Denominated in the U.S. Dollar" (see Attachment 28)
- (29) "Collateral Guidelines on Eligible Beneficial Interest of a Trust in Housing Loans" (see Attachment 29)

2. The Bank shall establish the following rules.

- (1) "Prices of Eligible Collateral" (see Attachment 30)
- (2) "Margin Ratios for the Purchase/Sale of Japanese Government Securities with Repurchase Agreements" (see Attachment 31)
- (3) "Ratios to Obtain the Yen Denominated Amount for which the Counterparty Shall Pledge Eligible Collateral for U.S. Dollar Funds-Supplying Operations against Pooled Collateral, etc." (see Attachment 32)

Amendment to "Principal Terms and Conditions for Funds-Supplying Operations against Pooled Collateral"

- Paragraph 3. shall be amended as follows.

3. Eligible Counterparties

(1) Eligible counterparties shall, pursuant to the Bank's relevant rules, be selected from ~~institutions~~ financial institutions, etc. (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997]) satisfying ~~one of the eligibility criteria listed below; however, the Resolution and Collection Corporation, bridge banks (as defined in Article 2, Paragraph 13 of the Deposit Insurance Act [Act No. 34, 1971]), and specified bridge financial institutions (as defined in Article 126-34, Paragraph 3, Clause 5 of the Act)~~ shall be excluded from these institutions.

~~(1) financial institutions (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997])~~

~~(2) financial instruments firms (as defined in Article 10, Paragraph 1, Clause 2 of the Order for Enforcement of the Bank of Japan Act [Order No. 385, 1997]) that conduct the type I financial instruments business (as defined in Article 28, Paragraph 1 of the Financial Instruments and Exchange Act [Act No. 25, 1948])~~

~~(3) securities finance companies (as defined in Article 10, Paragraph 1, Clause 3 of the Order)~~

~~(4) *tanshi* companies (as defined in Article 10, Paragraph 1, Clause 4 of the Order)~~

(a) To have a current account at the Bank.

(b) To be deemed sufficiently creditworthy in light of its capital condition and other relevant information obtained through the Bank's on-site examinations and so forth.

(2) In principle, the Bank shall review eligible counterparties annually.

(3) If the Bank specifically deems it necessary in order to conduct money market operations smoothly, it can implement such measures as an exclusion of the institution in question from eligible counterparties.

- Paragraph 6. shall be amended as follows.

6. Loan Rates and Collection of Interest

~~(1) Interest Rates on the Loans~~

Interest rates shall be determined by one of the following methods.

~~(a)~~(1) Interest rates on the loans shall be determined by multiple-rate competitive auctions.

~~(b)~~(2) Interest rates 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.

~~(2) Collection of Interest~~

~~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, and the interest shall be collected after the loan reaches maturity.~~

- Paragraph 8. (1) shall be amended as follows.

(1) ~~The standing pool of eligible collateral pledged by an eligible counterparty to t~~The Bank shall secure the loans made to the counterparty accept eligible collateral from counterparties in advance.

(Supplementary Provision)

These amendments shall become effective on the date determined by the Governor.

Amendment to "Principal Terms and Conditions for the Purchase/Sale of Japanese Government Securities with Repurchase Agreements"

- Paragraph 3. shall be amended as follows.

3. Eligible Counterparties

(1) Eligible counterparties shall, pursuant to the Bank's relevant rules, be selected from ~~institutions~~ financial institutions, etc. (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997]) satisfying ~~one of the eligibility criteria listed below; however, the Resolution and Collection Corporation, bridge banks (as defined in Article 2, Paragraph 13 of the Deposit Insurance Act [Act No. 34, 1971]), and specified bridge financial institutions (as defined in Article 126-34, Paragraph 3, Clause 5 of the Act)~~ shall be excluded from these institutions.

~~(1) financial institutions (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997])~~

~~(2) financial instruments firms (as defined in Article 10, Paragraph 1, Clause 2 of the Order for Enforcement of the Bank of Japan Act [Order No. 385, 1997]) that conduct the type I financial instruments business (as defined in Article 28, Paragraph 1 of the Financial Instruments and Exchange Act [Act No. 25, 1948])~~

~~(3) securities finance companies (as defined in Article 10, Paragraph 1, Clause 3 of the Order)~~

~~(4) *tanshi* companies (as defined in Article 10, Paragraph 1, Clause 4 of the Order)~~

(a) To have a current account at the Bank.

(b) To be deemed sufficiently creditworthy in light of its capital condition and other relevant information obtained through the Bank's on-site examinations and so forth.

(2) In principle, the Bank shall review eligible counterparties annually.

(3) If the Bank specifically deems it necessary in order to conduct money market operations smoothly, it can implement such measures as an exclusion of the institution in question from eligible counterparties.

- Paragraph 7. (2) shall be amended as follows.

(2) Margin ratios

(a) Margin ratios shall be ~~as set forth in Table~~ calculated based on historical market price fluctuations over the period of time necessary for the Bank to exercise its rights concerning the purchases/sales. However, the margin ratios shall be adjusted when necessary to ensure consistency in the margin ratio table as a whole.

(b) The margin ratios prescribed in (a) shall be reviewed annually, in principle, in light of financial market conditions, and be amended when necessary.

- Paragraph 10. shall be amended as follows.

10. Miscellaneous

~~(1)~~ Dates for purchase/sale, amount of securities to be purchased/sold, etc.

Taking into account the conditions of financial markets, the Bank shall determine specifications necessary for purchases/sales, including dates, amount of securities to be purchased/sold, counterparties, and issues to be purchased/sold, for each purchase/sale.

~~(2) Interests of the securities~~

~~When interests of the securities that have been sold to the Bank accrue, the Bank shall pay the amount equal to the accrued interests to the counterparties. When the interests of the securities that the Bank has sold accrue, the Bank shall receive the amount equal to the accrued interests from the counterparties.~~

- Supplementary Provision and the Table shall be deleted.

(Supplementary Provision)

These amendments shall become effective on the date determined by the Governor.

Amendment to "Principal Terms and Conditions for the Outright Purchase/Sale of Treasury Discount Bills"

- Paragraph 3. shall be amended as follows.

3. Eligible Counterparties

(1) Eligible counterparties shall, pursuant to the Bank's relevant rules, be selected from ~~institutions~~ financial institutions, etc. (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997]) satisfying ~~one of the eligibility criteria listed below; however, the Resolution and Collection Corporation, bridge banks (as defined in Article 2, Paragraph 13 of the Deposit Insurance Act [Act No. 34, 1971]), and specified bridge financial institutions (as defined in Article 126-34, Paragraph 3, Clause 5 of the Act)~~ shall be excluded from these institutions.

~~(1) financial institutions (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997])~~

~~(2) financial instruments firms (as defined in Article 10, Paragraph 1, Clause 2 of the Order for Enforcement of the Bank of Japan Act [Order No. 385, 1997]) that conduct the type I financial instruments business (as defined in Article 28, Paragraph 1 of the Financial Instruments and Exchange Act [Act No. 25, 1948])~~

~~(3) securities finance companies (as defined in Article 10, Paragraph 1, Clause 3 of the Order)~~

~~(4) *tanshi* companies (as defined in Article 10, Paragraph 1, Clause 4 of the Order)~~

(a) To have a current account at the Bank.

(b) To be deemed sufficiently creditworthy in light of its capital condition and other relevant information obtained through the Bank's on-site examinations and so forth.

(2) In principle, the Bank shall review eligible counterparties annually.

(3) If the Bank specifically deems it necessary in order to conduct money market operations smoothly, it can implement such measures as an exclusion of the institution in question from eligible counterparties.

(Supplementary Provision)

This amendment shall become effective on the date determined by the Governor.

Amendment to "Principal Terms and Conditions for the Purchase of CP with Repurchase Agreements"

- Paragraph 3. shall be amended as follows.

3. Eligible Counterparties

(1) Eligible counterparties shall, pursuant to the Bank's relevant rules, be selected from ~~institutions~~ financial institutions, etc. (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997]) satisfying ~~one of the eligibility criteria listed below; however, the Resolution and Collection Corporation, bridge banks (as defined in Article 2, Paragraph 13 of the Deposit Insurance Act [Act No. 34, 1971]), and specified bridge financial institutions (as defined in Article 126-34, Paragraph 3, Clause 5 of the Act)~~ shall be excluded from these institutions.

~~(1) financial institutions (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997])~~

~~(2) financial instruments firms (as defined in Article 10, Paragraph 1, Clause 2 of the Order for Enforcement of the Bank of Japan Act [Order No. 385, 1997]) that conduct the type I financial instruments business (as defined in Article 28, Paragraph 1 of the Financial Instruments and Exchange Act [Act No. 25, 1948])~~

~~(3) securities finance companies (as defined in Article 10, Paragraph 1, Clause 3 of the Order)~~

~~(4) *tanshi* companies (as defined in Article 10, Paragraph 1, Clause 4 of the Order)~~

(a) To have a current account at the Bank.

(b) To be deemed sufficiently creditworthy in light of its capital condition and other relevant information obtained through the Bank's on-site examinations and so forth.

(2) In principle, the Bank shall review eligible counterparties annually.

(3) If the Bank specifically deems it necessary in order to conduct money market operations smoothly, it can implement such measures as an exclusion of the institution in question from eligible counterparties.

(Supplementary Provision)

This amendment shall become effective on the date determined by the Governor.

Amendment to "Principal Terms and Conditions for the Outright Purchase/Sale of Japanese Government Bonds"

- Paragraph 3. shall be amended as follows.

3. Eligible Counterparties

(1) Eligible counterparties shall, pursuant to the Bank's relevant rules, be selected from ~~institutions~~ financial institutions, etc. (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997]) satisfying ~~one of the eligibility criteria listed below; however, the Resolution and Collection Corporation, bridge banks (as defined in Article 2, Paragraph 13 of the Deposit Insurance Act [Act No. 34, 1971]), and specified bridge financial institutions (as defined in Article 126-34, Paragraph 3, Clause 5 of the Act)~~ shall be excluded from these institutions.

~~(1) financial institutions (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997])~~

~~(2) financial instruments firms (as defined in Article 10, Paragraph 1, Clause 2 of the Order for Enforcement of the Bank of Japan Act [Order No. 385, 1997]) that conduct the type I financial instruments business (as defined in Article 28, Paragraph 1 of the Financial Instruments and Exchange Act [Act No. 25, 1948])~~

~~(3) securities finance companies (as defined in Article 10, Paragraph 1, Clause 3 of the Order)~~

~~(4) *tanshi* companies (as defined in Article 10, Paragraph 1, Clause 4 of the Order)~~

- (a) To have a current account at the Bank.
- (b) To be deemed sufficiently creditworthy in light of its capital condition and other relevant information obtained through the Bank's on-site examinations and so forth.
- (2) In principle, the Bank shall review eligible counterparties annually.
- (3) If the Bank specifically deems it necessary in order to conduct money market operations smoothly, it can implement such measures as an exclusion of the institution in question from eligible counterparties.

(Supplementary Provision)

This amendment shall become effective on the date determined by the Governor.

Amendment to "Principal Terms and Conditions Pertaining to the Sale of Bills"

- Paragraph 3. shall be amended as follows.

3. Eligible Counterparties

(1) Eligible counterparties shall, pursuant to the Bank's relevant rules, be selected from ~~institutions~~ financial institutions, etc. (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997]) satisfying ~~one of the eligibility criteria listed below; however, the Resolution and Collection Corporation, bridge banks (as defined in Article 2, Paragraph 13 of the Deposit Insurance Act [Act No. 34, 1971]), and specified bridge financial institutions (as defined in Article 126-34, Paragraph 3, Clause 5 of the Act)~~ shall be excluded from these institutions.

~~(1) financial institutions (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997])~~

~~(2) financial instruments firms (as defined in Article 10, Paragraph 1, Clause 2 of the Order for Enforcement of the Bank of Japan Act [Order No. 385, 1997]) that conduct the type I financial instruments business (as defined in Article 28, Paragraph 1 of the Financial Instruments and Exchange Act [Act No. 25, 1948])~~

~~(3) securities finance companies (as defined in Article 10, Paragraph 1, Clause 3 of the Order)~~

~~(4) *tanshi* companies (as defined in Article 10, Paragraph 1, Clause 4 of the Order)~~

(a) To have a current account at the Bank.

(b) To be deemed sufficiently creditworthy in light of its capital condition and other relevant information obtained through the Bank's on-site examinations and so forth.

(2) In principle, the Bank shall review eligible counterparties annually.

(3) If the Bank specifically deems it necessary in order to conduct money market operations smoothly, it can implement such measures as an exclusion of the institution in question from eligible counterparties.

- Paragraph 5. shall be amended as follows.

5. Selling Method

~~Bills shall be sold through a discount method. The rate of discount is determined by~~ A multiple-rate competitive auction shall be conducted for each sale where counterparties bid rates of discount.

(Supplementary Provision)

These amendments shall become effective on the date determined by the Governor.

Amendment to "Principal Terms and Conditions for the Sale of Japanese Government Securities with Repurchase Agreements to Provide the Markets with a Secondary Source of Japanese Government Securities"

- Paragraph 3. shall be amended as follows.

3. Eligible Counterparties

(1) Eligible counterparties shall, pursuant to the Bank's relevant rules, be selected from ~~institutions~~ financial institutions, etc. (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997]) satisfying ~~one of the eligibility criteria listed below; however, the Resolution and Collection Corporation, bridge banks (as defined in Article 2, Paragraph 13 of the Deposit Insurance Act [Act No. 34, 1971]), and specified bridge financial institutions (as defined in Article 126-34, Paragraph 3, Clause 5 of the Act)~~ shall be excluded from these institutions.

~~(1) financial institutions (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997])~~

~~(2) financial instruments firms (as defined in Article 10, Paragraph 1, Clause 2 of the Order for Enforcement of the Bank of Japan Act [Order No. 385, 1997]) that conduct the type I financial instruments business (as defined in Article 28, Paragraph 1 of the Financial Instruments and Exchange Act [Act No. 25, 1948])~~

~~(3) securities finance companies (as defined in Article 10, Paragraph 1, Clause 3 of the Order)~~

~~(4) *tanshi* companies (as defined in Article 10, Paragraph 1, Clause 4~~

of the Order)

(a) To have a current account at the Bank.

(b) To be deemed sufficiently creditworthy in light of its capital condition and other relevant information obtained through the Bank's on-site examinations and so forth.

(2) In principle, the Bank shall review eligible counterparties annually.

(3) If the Bank specifically deems it necessary in order to conduct money market operations smoothly, it can implement such measures as an exclusion of the institution in question from eligible counterparties.

- Paragraph 8. (2) shall be amended as follows.

(2) Margin ratios

7. (2) of "Principal Terms and Conditions for the Purchase/Sale of Japanese Government Securities with Repurchase Agreements" (Policy Board Decision on September 18, 2002) shall be applied to the
Mmargin ratios shall be as set forth in Table.

- Paragraph 10. shall be amended as follows.

10. ~~Miscellaneous~~

~~(4)~~ Dates for sale, amount of securities to be sold, and other conditions

Taking into account the conditions of financial markets, the Bank shall determine specifications for sales, including dates, amount and issues of securities to be sold, and counterparties for each sale.

~~(2) Interest payments on the securities sold~~

~~When the interests of the JGSs sold by the Bank accrue, the Bank shall receive the amount equal to the accrued interests from the counterparties.~~

- Supplementary Provision and the Table shall be deleted.

(Supplementary Provision)

These amendments shall become effective on the date determined by the Governor.

Amendment to "Principal Terms and Conditions for Outright Purchases of CP and Corporate Bonds"

- Paragraph 3. shall be amended as follows.

3. Eligible Counterparties

(1) Eligible counterparties shall, pursuant to the Bank's relevant rules, be selected from ~~institutions~~ financial institutions, etc. (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997]) satisfying ~~one of the eligibility criteria listed below; however, the Resolution and Collection Corporation, bridge banks (as defined in Article 2, Paragraph 13 of the Deposit Insurance Act [Act No. 34, 1971]), and specified bridge financial institutions (as defined in Article 126-34, Paragraph 3, Clause 5 of the Act)~~ shall be excluded from these institutions.

~~(1) financial institutions (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997])~~

~~(2) financial instruments firms (as defined in Article 10, Paragraph 1, Clause 2 of the Order for Enforcement of the Bank of Japan Act [Order No. 385, 1997]) that conduct the type I financial instruments business (as defined in Article 28, Paragraph 1 of the Financial Instruments and Exchange Act [Act No. 25, 1948])~~

~~(3) securities finance companies (as defined in Article 10, Paragraph 1, Clause 3 of the Order)~~

~~(4) *tanshi* companies (as defined in Article 10, Paragraph 1, Clause 4 of the Order)~~

(a) To have a current account at the Bank.

(b) To be deemed sufficiently creditworthy in light of its capital condition and other relevant information obtained through the Bank's on-site examinations and so forth.

(2) If the Bank specifically deems it necessary in order to conduct money market operations smoothly, it can implement such measures as an exclusion of the institution in question from eligible counterparties.

(Supplementary Provision)

This amendment shall become effective on the date determined by the Governor.

Amendment to "Principal Terms and Conditions for Purchases of ETFs and J-REITs"

- Paragraph 3. shall be amended as follows.

3. ETFs and J-REITs to Be Purchased

ETFs and J-REITs that are listed on a financial instruments exchange licensed in Japan (~~as defined in Article 2, Paragraph 16 of the Financial Instruments and Exchange Act, Act No. 25, 1948, hereinafter the same referred to as "a financial instruments exchange"~~), and that shall satisfy the criteria below and for which there are no particular obstacles for eligibility.

(1) }
(2) } (No change)

- Paragraph 4. (2) shall be amended as follows.

(2) The Bank shall select the trustee prescribed in (1) pursuant to the relevant rules of the Bank. The trustee shall have a current account at the Bank, and shall be deemed sufficiently creditworthy in light of its capital condition and other relevant information obtained through the Bank's on-site examinations and so forth.

(Supplementary Provision)

These amendments shall become effective on the date determined by the Governor.

Amendment to "Special Rules for Purchases of ETFs to Support Firms Proactively Investing in Physical and Human Capital"

- Paragraph 2. shall be amended as follows.

2. ETFs to Be Purchased

ETFs that are listed on a financial instruments exchange licensed in Japan (~~as defined in Article 2, Paragraph 16 of the Financial Instruments and Exchange Act, Act No. 25, 1948, hereinafter the same referred to as "a financial instruments exchange"~~), and that shall have no particular obstacles for purchase among those satisfying either of the criteria below.

- (1) } (No change)
- (2) }

(Supplementary Provision)

This amendment shall become effective on the date determined by the Governor.

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

- Paragraph 3. shall be amended as follows.

3. Eligible Counterparties

(1) Eligible counterparties shall, pursuant to the Bank's relevant rules, be selected from ~~institutions~~ financial institutions, etc. (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997]) satisfying ~~one of the eligibility criteria listed below; however, the Resolution and Collection Corporation, bridge banks (as defined in Article 2, Paragraph 13 of the Deposit Insurance Act [Act No. 34, 1971]), and specified bridge financial institutions (as defined in Article 126-34, Paragraph 3, Clause 5 of the Act)~~ shall be excluded from these institutions.

~~(1) financial institutions (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997])~~

~~(2) financial instruments firms (as defined in Article 10, Paragraph 1, Clause 2 of the Order for Enforcement of the Bank of Japan Act [Order No. 385, 1997]) that conduct the type I financial instruments business (as defined in Article 28, Paragraph 1 of the Financial Instruments and Exchange Act [Act No. 25, 1948])~~

~~(3) securities finance companies (as defined in Article 10, Paragraph 1, Clause 3 of the Order)~~

~~(4) *tanshi* companies (as defined in Article 10, Paragraph 1, Clause 4 of the Order)~~

(a) To have a current account at the Bank.

(b) To be deemed sufficiently creditworthy in light of its capital condition and other relevant information obtained through the Bank's on-site examinations and so forth.

(2) If the Bank specifically deems it necessary in order to conduct money market operations smoothly, it can implement such measures as an exclusion of the institution in question from eligible counterparties.

- Paragraph 6. shall be amended as follows.

6. Loan Rates and Collection of Interest

~~(1) Interest Rates on the Loans~~

~~Interest rates on the loans shall be set by the Federal Reserve Bank of New York (FRBNY).~~

~~(2) Collection of Interest~~

~~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, and the interest shall be collected after the loan reaches maturity.~~

- Paragraph 8. shall be amended as follows.

8. Collateral

~~(1) The standing pool of eligible collateral pledged by an eligible~~

counterparty to ~~the~~ Bank shall secure the loans made to the counterparty accept eligible collateral from counterparties in advance.

(2) (No change)

(3) The Yen denominated amount for which the counterparty shall pledge eligible collateral shall be obtained by multiplying a yen-denominated loan value based on the USD/Yen spot exchange rate prevailing in the market by ~~1.13 for the loan with a duration of up to one month and by 1.25 for the loan with a duration of more than one month and up to three months respectively~~ the ratio calculated based on historical USD/Yen spot exchange rate fluctuations according to the duration of each loan.

- Paragraph 9. shall be deleted.

(Supplementary Provision)

These amendments shall become effective on the date determined by the Governor.

Amendment to "Principal Terms and Conditions for Canadian Dollar Funds-Supplying Operations against Pooled Collateral"

- Paragraph 3. shall be amended as follows.

3. Eligible Counterparties

(1) Eligible counterparties shall, pursuant to the Bank's relevant rules, be selected from ~~institutions~~ financial institutions, etc. (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997]) satisfying ~~one of the eligibility criteria listed below; however, the Resolution and Collection Corporation, bridge banks (as defined in Article 2, Paragraph 13 of the Deposit Insurance Act [Act No. 34, 1971]), and specified bridge financial institutions (as defined in Article 126-34, Paragraph 3, Clause 5 of the Act)~~ shall be excluded from these institutions.

~~(1) financial institutions (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997])~~

~~(2) financial instruments firms (as defined in Article 10, Paragraph 1, Clause 2 of the Order for Enforcement of the Bank of Japan Act [Order No. 385, 1997]) that conduct the type I financial instruments business (as defined in Article 28, Paragraph 1 of the Financial Instruments and Exchange Act [Act No. 25, 1948])~~

~~(3) securities finance companies (as defined in Article 10, Paragraph 1, Clause 3 of the Order)~~

~~(4) *tanshi* companies (as defined in Article 10, Paragraph 1, Clause 4 of the Order)~~

(a) To have a current account at the Bank.

(b) To be deemed sufficiently creditworthy in light of its capital condition and other relevant information obtained through the Bank's on-site examinations and so forth.

(2) If the Bank specifically deems it necessary in order to conduct money market operations smoothly, it can implement such measures as an exclusion of the institution in question from eligible counterparties.

- Paragraph 6. shall be amended as follows.

6. Loan Rates and Collection of Interest

~~(1) Interest rates on the loans~~

Interest rates on the loans shall be set by the Bank of Canada (BOC).

~~(2) Collection of Interest~~

~~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, and the interest shall be collected after the loan reaches maturity.~~

- Paragraph 8. (3) shall be amended as follows.

(3) The yen denominated amount for which the counterparty shall pledge eligible collateral shall be obtained by multiplying a yen-denominated loan value based on the CAD/yen spot exchange rate prevailing in the

~~market by 1.22 for the loan with a duration of up to one month and by 1.27 for the loan with a duration of more than one month and up to three months respectively~~ the ratio calculated based on historical CAD/yen spot exchange rate fluctuations according to the duration of each loan.

- Paragraph 9. shall be deleted.

(Supplementary Provision)

These amendments shall become effective on the date determined by the Governor.

Amendment to "Principal Terms and Conditions for Pound Sterling Funds-Supplying Operations against Pooled Collateral"

- Paragraph 3. shall be amended as follows.

3. Eligible Counterparties

(1) Eligible counterparties shall, pursuant to the Bank's relevant rules, be selected from ~~institutions~~ financial institutions, etc. (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997]) satisfying ~~one of the eligibility criteria listed below; however, the Resolution and Collection Corporation, bridge banks (as defined in Article 2, Paragraph 13 of the Deposit Insurance Act [Act No. 34, 1971]), and specified bridge financial institutions (as defined in Article 126-34, Paragraph 3, Clause 5 of the Act)~~ shall be excluded from these institutions.

~~(1) financial institutions (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997])~~

~~(2) financial instruments firms (as defined in Article 10, Paragraph 1, Clause 2 of the Order for Enforcement of the Bank of Japan Act [Order No. 385, 1997]) that conduct the type I financial instruments business (as defined in Article 28, Paragraph 1 of the Financial Instruments and Exchange Act [Act No. 25, 1948])~~

~~(3) securities finance companies (as defined in Article 10, Paragraph 1, Clause 3 of the Order)~~

~~(4) *tanshi* companies (as defined in Article 10, Paragraph 1, Clause 4 of the Order)~~

(a) To have a current account at the Bank.

(b) To be deemed sufficiently creditworthy in light of its capital condition and other relevant information obtained through the Bank's on-site examinations and so forth.

(2) If the Bank specifically deems it necessary in order to conduct money market operations smoothly, it can implement such measures as an exclusion of the institution in question from eligible counterparties.

- Paragraph 6. shall be amended as follows.

6. Loan Rates and Collection of Interest

~~(1) Interest rates on the loans~~

Interest rates on the loans shall be set by the Bank of England (BOE).

~~(2) Collection of Interest~~

~~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, and the interest shall be collected after the loan reaches maturity.~~

- Paragraph 8. (3) shall be amended as follows.

(3) The yen denominated amount for which the counterparty shall pledge eligible collateral shall be obtained by multiplying a yen-denominated loan value based on the GBP/yen spot exchange rate prevailing in the

~~market by 1.16 for the loan with a duration of up to one month and by 1.22 for the loan with a duration of more than one month and up to three months respectively~~ the ratio calculated based on historical GBP/yen spot exchange rate fluctuations according to the duration of each loan.

- Paragraph 9. shall be deleted.

(Supplementary Provision)

These amendments shall become effective on the date determined by the Governor.

Amendment to "Principal Terms and Conditions for Euro Funds-Supplying Operations against Pooled Collateral"

- Paragraph 3. shall be amended as follows.

3. Eligible Counterparties

(1) Eligible counterparties shall, pursuant to the Bank's relevant rules, be selected from ~~institutions~~ financial institutions, etc. (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997]) satisfying ~~one of the eligibility criteria listed below; however, the Resolution and Collection Corporation, bridge banks (as defined in Article 2, Paragraph 13 of the Deposit Insurance Act [Act No. 34, 1971]), and specified bridge financial institutions (as defined in Article 126-34, Paragraph 3, Clause 5 of the Act)~~ shall be excluded from these institutions.

~~(1) financial institutions (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997])~~

~~(2) financial instruments firms (as defined in Article 10, Paragraph 1, Clause 2 of the Order for Enforcement of the Bank of Japan Act [Order No. 385, 1997]) that conduct the type I financial instruments business (as defined in Article 28, Paragraph 1 of the Financial Instruments and Exchange Act [Act No. 25, 1948])~~

~~(3) securities finance companies (as defined in Article 10, Paragraph 1, Clause 3 of the Order)~~

~~(4) *tanshi* companies (as defined in Article 10, Paragraph 1, Clause 4 of the Order)~~

(a) To have a current account at the Bank.

(b) To be deemed sufficiently creditworthy in light of its capital condition and other relevant information obtained through the Bank's on-site examinations and so forth.

(2) If the Bank specifically deems it necessary in order to conduct money market operations smoothly, it can implement such measures as an exclusion of the institution in question from eligible counterparties.

- Paragraph 6. shall be amended as follows.

6. Loan Rates and Collection of Interest

~~(1) Interest rates on the loans~~

Interest rates on the loans shall be set by the European Central Bank.

~~(2) Collection of Interest~~

~~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, and the interest shall be collected after the loan reaches maturity.~~

- Paragraph 8. (3) shall be amended as follows.

(3) The yen denominated amount for which the counterparty shall pledge eligible collateral shall be obtained by multiplying a yen-denominated loan value based on the EUR/yen spot exchange rate prevailing in the

~~market by 1.16 for the loan with a duration of up to one month and by 1.26 for the loan with a duration of more than one month and up to three months respectively~~ the ratio calculated based on historical EUR/yen spot exchange rate fluctuations according to the duration of each loan.

- Paragraph 9. shall be deleted.

(Supplementary Provision)

These amendments shall become effective on the date determined by the Governor.

Amendment to "Principal Terms and Conditions for Swiss Franc Funds-Supplying Operations against Pooled Collateral"

- Paragraph 3. shall be amended as follows.

3. Eligible Counterparties

(1) Eligible counterparties shall, pursuant to the Bank's relevant rules, be selected from ~~institutions~~ financial institutions, etc. (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997]) satisfying ~~one of the eligibility criteria listed below; however, the Resolution and Collection Corporation, bridge banks (as defined in Article 2, Paragraph 13 of the Deposit Insurance Act [Act No. 34, 1971]), and specified bridge financial institutions (as defined in Article 126-34, Paragraph 3, Clause 5 of the Act)~~ shall be excluded from these institutions.

~~(1) financial institutions (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997])~~

~~(2) financial instruments firms (as defined in Article 10, Paragraph 1, Clause 2 of the Order for Enforcement of the Bank of Japan Act [Order No. 385, 1997]) that conduct the type I financial instruments business (as defined in Article 28, Paragraph 1 of the Financial Instruments and Exchange Act [Act No. 25, 1948])~~

~~(3) securities finance companies (as defined in Article 10, Paragraph 1, Clause 3 of the Order)~~

~~(4) *tanshi* companies (as defined in Article 10, Paragraph 1, Clause 4 of the Order)~~

(a) To have a current account at the Bank.

(b) To be deemed sufficiently creditworthy in light of its capital condition and other relevant information obtained through the Bank's on-site examinations and so forth.

(2) If the Bank specifically deems it necessary in order to conduct money market operations smoothly, it can implement such measures as an exclusion of the institution in question from eligible counterparties.

- Paragraph 6. shall be amended as follows.

6. Loan Rates and Collection of Interest

~~(1) Interest rates on the loans~~

Interest rates on the loans shall be set by the Swiss National Bank (SNB).

~~(2) Collection of Interest~~

~~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, and the interest shall be collected after the loan reaches maturity.~~

- Paragraph 8. (3) shall be amended as follows.

(3) The yen denominated amount for which the counterparty shall pledge eligible collateral shall be obtained by multiplying a yen-denominated loan value based on the CHF/yen spot exchange rate prevailing in the

~~market by 1.16 for the loan with a duration of up to one month and by 1.24 for the loan with a duration of more than one month and up to three months respectively~~ the ratio calculated based on historical CHF/yen spot exchange rate fluctuations according to the duration of each loan.

- Paragraph 9. shall be deleted.

(Supplementary Provision)

These amendments shall become effective on the date determined by the Governor.

Amendment to "Principal Terms and Conditions for the Funds-Supplying Operation to Support Financial Institutions in Disaster Areas"

- Paragraph 1. shall be amended as follows.

1. Purpose

The terms and conditions prescribe the principles for the Bank of Japan's funds-supplying operation to support financial institutions in disaster areas, i.e., fixed-rate loans to financial institutions in disaster areas that are made against eligible collateral by way of open market operations within the maximum amount determined by the Bank. This operation is introduced with the aim of supporting financial institutions in disaster areas in their initial response efforts in meeting the demand for funds for restoration and rebuilding by conducting appropriate money market operations.

*Definitions in the terms and conditions

•Financial institutions:

Financial institutions as defined in Article 37, Paragraph 1 of the Bank of Japan Act, Act No. 89, 1997, ~~excluding the Resolution and Collection Corporation, bridge banks as defined in Article 2, Paragraph 13 of the Deposit Insurance Act, Act No. 34, 1971, and specified bridge financial institutions as defined in Article 126-34, Paragraph 3, Clause 5 of the Deposit Insurance Act.~~

•Disaster areas:

(No change)

- Paragraph 3. shall be amended as follows.

3. Eligible Counterparties

(1) Eligible counterparties shall, pursuant to the relevant rules of the Bank, be selected from those satisfying ~~either~~ of the following requirements:

~~(1)~~ (a) To satisfy either of the following requirements.

i) Financial institutions with business offices in disaster areas that conduct lending.

~~(2)~~ ii) Central organizations of financial cooperatives (the Shinkin Central Bank, the Shinkumi Federation Bank, the Rokinren Bank, and the Norinchukin Bank, hereinafter the same) whose member financial institutions have business offices that conduct lending in disaster areas.

(b) To have a current account at the Bank.

(c) To be deemed sufficiently creditworthy in light of its capital condition and other relevant information obtained through the Bank's on-site examinations and so forth.

(2) If the Bank specifically deems it necessary in order to conduct money market operations smoothly, it can implement such measures as an exclusion of the institution in question from eligible counterparties.

- Paragraph 6. shall be amended as follows.

6. Loan Rates and ~~Collection of Interest~~

~~(1)~~ The interest rate on loans shall be 0.1 percent per annum.

~~(2) The interest on loans shall be calculated based on the rate stipulated in (1) for the number of days from the first day after the disbursement of the loan up to the maturity date, and the interest shall be collected when the loan reaches maturity.~~

(Supplementary Provision)

These amendments shall become effective on the date determined by the Governor.

Amendment to "Principal Terms and Conditions for the Funds-Supplying Operation to Support Financial Institutions in Disaster Areas of the 2016 Kumamoto Earthquake"

- Paragraph 1. shall be amended as follows.

1. Purpose

The terms and conditions prescribe the principles for the Bank of Japan's funds-supplying operation to support financial institutions in disaster areas, i.e., fixed-rate loans to financial institutions in disaster areas that are made against eligible collateral by way of open market operations within the maximum amount determined by the Bank. This operation is introduced with the aim of supporting financial institutions in disaster areas in their initial response efforts in meeting the demand for funds for restoration and rebuilding by conducting appropriate money market operations.

*Definitions in the terms and conditions

•Financial institutions:

Financial institutions as defined in Article 37, Paragraph 1 of the Bank of Japan Act, Act No. 89, 1997, ~~excluding the Resolution and Collection Corporation, bridge banks as defined in Article 2, Paragraph 13 of the Deposit Insurance Act, Act No. 34, 1971, and specified bridge financial institutions as defined in Article 126-34, Paragraph 3, Clause 5 of the Deposit Insurance Act.~~

•Disaster areas:

(No change)

- Paragraph 3. shall be amended as follows.

3. Eligible Counterparties

(1) Eligible counterparties shall, pursuant to the relevant rules of the Bank, be selected from those satisfying ~~either~~ of the following requirements:

~~(1)~~ (a) To satisfy either of the following requirements.

i) Financial institutions with business offices in disaster areas that conduct lending.

~~(2)~~ ii) Central organizations of financial cooperatives (the Shinkin Central Bank, the Shinkumi Federation Bank, the Rokinren Bank, and the Norinchukin Bank, hereinafter the same) whose member financial institutions have business offices that conduct lending in disaster areas.

(b) To have a current account at the Bank.

(c) To be deemed sufficiently creditworthy in light of its capital condition and other relevant information obtained through the Bank's on-site examinations and so forth.

(2) If the Bank specifically deems it necessary in order to conduct money market operations smoothly, it can implement such measures as an exclusion of the institution in question from eligible counterparties.

- Paragraph 6. shall be amended as follows.

6. Loan Rates and ~~Collection of Interest~~

~~(1)~~ The interest rate on loans shall be 0 percent per annum.

~~(2) The interest on loans shall be calculated based on the rate stipulated in (1) for the number of days from the first day after the disbursement of the loan up to the maturity date, and the interest shall be collected when the loan reaches maturity.~~

(Supplementary Provision)

These amendments shall become effective on the date determined by the Governor.

Amendment to "Principal Terms and Conditions for Complementary Lending Facility"

- Paragraph 2. shall be amended as follows (full amendment).

2. Counterparties

(1) Counterparties shall, pursuant to the Bank's relevant rules, be approved as eligible among financial institutions, etc. (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997]) satisfying the criteria listed below.

(a) To have a current account at the Bank.

(b) To be deemed sufficiently creditworthy in light of its capital condition and other relevant information obtained through the Bank's on-site examinations and so forth.

(2) In principle, the Bank shall review counterparties annually.

- Paragraph 5. shall be amended as follows.

5. Loan Rate and Collection of Interest

(1) }
(2) } (No change)

~~(3) 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, and the interest shall be collected after the loan~~

~~reaches maturity.~~

- Paragraph 9. shall be amended as follows.

9. Exception

If the Bank specifically deems it necessary in order to conduct money market operations smoothly, it can make exceptions to the terms and conditions stipulated in 2, 3, ~~5(3)~~, 6, or 8 above, and, for example, set a limit to the amount of loans or reject requests for loans.

(Supplementary Provision)

These amendments shall become effective on the date determined by the Governor.

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 3. shall be amended as follows.

3. Eligible Counterparties

(1) Eligible counterparties shall, pursuant to the Bank's relevant rules, be selected from ~~institutions~~ financial institutions, etc. (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997]) and the Development Bank of Japan Inc. satisfying ~~one of the~~ eligibility criteria listed below; ~~however, the Resolution and Collection Corporation, bridge banks (as defined in Article 2, Paragraph 13 of the Deposit Insurance Act [Act No. 34, 1971]), and specified bridge financial institutions (as defined in Article 126-34, Paragraph 3, Clause 5 of the Act)~~ shall be excluded from these institutions.

~~(1) financial institutions (as defined in Article 37, Paragraph 1 of the Bank of Japan Act [Act No. 89, 1997])~~

~~(2) financial instruments firms (as defined in Article 10, Paragraph 1, Clause 2 of the Order for Enforcement of the Bank of Japan Act [Order No. 385, 1997]) that conduct the type I financial instruments business (as defined in Article 28, Paragraph 1 of the Financial Instruments and Exchange Act [Act No. 25, 1948])~~

~~(3) securities finance companies (as defined in Article 10, Paragraph 1, Clause 3 of the Order)~~

~~(4) *tanshi* companies (as defined in Article 10, Paragraph 1, Clause 4~~

of the Order)

~~(5) the Development Bank of Japan Inc.~~

~~(a) To have a current account at the Bank.~~

~~(b) To be deemed sufficiently creditworthy in light of its capital condition and other relevant information obtained through the Bank's on-site examinations and so forth.~~

~~(2) If the Bank specifically deems it necessary in order to operate the Loan Support Program smoothly, it can implement such measures as an exclusion of the institution in question from eligible counterparties.~~

- Paragraph 6. shall be amended as follows.

6. Loan Rates and ~~Collection of Interest~~

~~(1) The interest rate on loans shall be as follows.~~

~~(a)(1) The interest rate on loans shall be 0.1 percent per annum.~~

~~(b)(2) Notwithstanding (a)(1), 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 (i.e., interval) specified by the Bank during the duration of the loan, and the interest shall be collected on the last day of each interval.~~

- Annex 1 shall be amended as follows.

Annex 1 : Conditions that Plans to Support Strengthening the Foundations for Economic Growth Shall Meet

1. (No change)
2. Borrowers or entities in which financial institutions invest shall be either domestic residents (excluding the government, municipal governments, institutions holding a current account at the Bank, and financial institutions, etc. ~~[as defined in Article 37, Paragraph 1 of the Bank of Japan Act]~~ without a current account at the Bank) or foreign corporations with a business establishment in Japan and carrying out business in the areas identified as contributing to strengthening the foundations for economic growth such as those listed in 1.
3. (No change)

(Supplementary Provision)

These amendments shall become effective on the date determined by the Governor.

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 3. shall be amended as follows.

3. Eligible Counterparties

Of the eligible counterparties selected pursuant to 3. of the Principal Terms and Conditions, eligible counterparties shall be those having ~~accounts at the Federal Reserve Bank of New York (FRBNY) to conduct~~ no obstacles to payment and receipt of U.S. dollars between the Bank ~~(including those entrusting the settlement of U.S. dollars to financial institutions that have accounts at the FRBNY).~~

- Paragraph 5. shall be amended as follows.

5. Loan Rates

Notwithstanding ~~6.(1)~~ of the Principal Terms and Conditions, interest rates on the loans shall be 6-month USD London InterBank Offered Rate (6M USD LIBOR). For the first 6 months of the loan period, the 6M USD LIBOR as of an offer date shall be applied. For the following period until the maturity date, the 6M USD LIBOR available on the date 6 months after disbursement shall be applied.

- Paragraph 11. shall be amended as follows.

11. Miscellaneous

(1) The benchmark yen value of the collateral to be pledged by the counterparty shall be obtained by multiplying the yen value of the USD lending based on the USD/Yen spot exchange rate prevailing in the market by ~~4.35~~ the ratio calculated based on historical USD/Yen spot exchange rate fluctuations.

~~(2) The payment and receipt of U.S. dollars between the Bank and the counterparties shall be made through the accounts at the FRBNY which each party shall specify in advance.~~

(Supplementary Provision)

These amendments shall become effective on the date determined by the Governor.

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

- Paragraph 3. shall be amended as follows.

3. Eligible Counterparties

(1) Eligible counterparties shall, pursuant to the Bank's relevant rules, be selected from financial institutions (as defined in Article 37, Paragraph 1 of the Bank of Japan Act, Act No. 89, 1997, excluding the Resolution and Collection Corporation, bridge banks [as defined in Article 2, Paragraph 13 of the Deposit Insurance Act, Act No. 34, 1971], and specified bridge financial institutions [as defined in Article 126-34, Paragraph 3, Clause 5 of the Deposit Insurance Act]) and the Development Bank of Japan Inc. satisfying the eligibility criteria listed below.

(a) To have a current account at the Bank.

(b) To be deemed sufficiently creditworthy in light of its capital condition and other relevant information obtained through the Bank's on-site examinations and so forth.

(2) If the Bank specifically deems it necessary in order to operate the Loan Support Program smoothly, it can implement such measures as an exclusion of the institution in question from eligible counterparties.

- Paragraph 7. shall be deleted and paragraph 8. shall be renamed to paragraph 7.

(Supplementary Provision)

These amendments shall become effective on the date determined by the Governor.

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

- Sub-paragraph shall be amended as follows.

The interest rates listed below shall be 0%, regardless of the provisions in the relevant Principal Terms and Conditions.

1. The interest rate on loans disbursed based on the fixed-rate method stipulated in Paragraph 6. ~~(1)~~ ~~(b)~~ (2) of the "Principal Terms and Conditions for Funds-Supplying Operations against Pooled Collateral" (Policy Board Decision on April 11, 2006).
2. The interest rate stipulated in Paragraph 6. ~~(1)~~ of the "Principal Terms and Conditions for the Fund-Supplying Operation to Support Financial Institutions in Disaster Areas" (Policy Board Decision on April 28, 2011).
3. The interest rate stipulated 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" (Policy Board Decision on June 15, 2010).
4. (No change)

(Supplementary Provision)

This amendment shall become effective on the date determined by the Governor.

Amendment to "Special Rules for Calculation of Interest of Complementary Deposit Facility"

- Paragraph 2. shall be amended as follows.

2. Calculation of Interest

In calculating the interest of an institution which is a trustee of a money reserve fund (in case sub trust is conducted for a money reserve fund, an institution which is a sub trustee of the money reserve fund), the smaller of the following two is added to the amount of the sum of prescribed in Paragraph 4. (3) ~~(a) and (b)~~ of the Principal Terms and Conditions.

(1) }
(2) } (No change)

(Supplementary Provision)

This amendment shall become effective on the date determined by the Governor.

Amendment to "Guidelines on Eligible Collateral"

- Paragraph 3. shall be amended as follows (full amendment).

3. Categories and Prices of Collateral

(1) Categories of Collateral

The categories of eligible collateral shall be as set forth in the Table.

(2) Prices of Collateral

The prices of eligible collateral, according to its residual maturity, shall be calculated by multiplying market prices, face values, or outstanding principal balances by the margins calculated through (a) to (c) below.

(a) The margins for collateral whose market price can be obtained shall be calculated based on historical market price fluctuations over the period of time necessary for the Bank to exercise its rights including the security interest on it.

(b) The margins for collateral whose market price cannot be obtained shall be calculated based on theoretical price fluctuations over the period of time necessary for the Bank to exercise its rights including the security interest on it.

(c) The margins calculated in (a) and (b) shall be adjusted when necessary to ensure consistency in the margin table as a whole in light of creditworthiness and marketability of the collateral.

(3) Frequency of Review

The categories and prices of eligible collateral prescribed in (1) and (2) shall be reviewed annually, in principle, in light of financial market conditions, and be amended when necessary.

- Paragraph 4. (2) shall be amended as follows.

(2) Eligible Standards for Each Category of Collateral


Eligible standards concerning creditworthiness and marketability of each category of collateral shall be as set forth in the Table-2.

- Supplementary Provision and Table 1 shall be deleted.

- Table 2 shall be amended as follows.

Table-2

Eligibility Standards for Each Category of Collateral

Collateral Category	Eligibility Standard
Government Bonds (including Floating-Rate Bonds, STRIPS, and Inflation-Indexed Bonds, but excluding Treasury Bills)	 <p>(No change)</p>
}	
Dematerialized Asset-Backed Commercial Paper Asset-Backed Commercial Paper	
Bonds Issued by Real Estate Investment Corporations	<p>Bonds issued by real estate investment corporations satisfying the following requirements:</p> <p>(1) Publicly-offered bonds issued by investment corporations (as defined in Article 2, Paragraph 12 of the Investment Trust and Investment Corporation Act, Act No. 198, 1951) which are deemed eligible in light of creditworthiness and other relevant factors such as being rated AA or higher by an eligible rating agency (when bonds are guaranteed by other companies, factors regarding the creditworthiness of the companies such as being rated A or higher would also be taken into account. The same criteria will be applied to all debt of real estate investment corporations).</p> <p>(2) (No change)</p>

Dematerialized Commercial Paper Issued by Real Estate Investment Corporations	} (No change)
Bills Drawn by Real Estate Investment Corporations	
Commercial Paper Issued by Real Estate Investment Corporations	
2	
Loans on Deeds to Municipal Governments	

(Supplementary Provision)

These amendments shall become effective on the date determined by the Governor.

Amendment to "Collateral Guidelines on Eligible Foreign Bonds"

- Paragraph 3. shall be amended as follows (full amendment).

3. Eligibility Standards and Collateral Prices

(1) The eligibility standards shall be as set forth in the Table.

(2) The prices of collateral, according to its residual maturity, shall be calculated by multiplying market prices (yen equivalent) by the margins calculated according to 3. (2) and (3) of "Guidelines on Eligible Collateral."

- Paragraph 4. shall be amended as follows.

4. Replacement of Terms in Related Guidelines

In applying these guidelines, ~~the following replacement of terms shall be made with regard to related guidelines.~~

~~(1)~~ In the case of paragraph 4. (3) of "Guidelines on Eligible Collateral," the term "collateral other than government bonds (excluding treasury bills), treasury discount bills (treasury bills and financing bills), government-guaranteed bonds, and municipal bonds issued through public offering" shall be deemed to be replaced with "collateral other than government bonds (excluding treasury bills), treasury discount bills (treasury bills and financing bills), government-guaranteed bonds, municipal bonds issued through public offering, and Eligible Foreign Bonds."

~~(2) In the case of paragraph 8. (1) of "Principal Terms and Conditions for Funds Supplying Operations against Pooled Collateral" (Policy Board Decision on April 11, 2006), and paragraph 8. (1) of "Principal Terms and Conditions for U.S. Dollar Funds Supplying Operations against Pooled Collateral" (Policy Board Decision on May 10, 2010), the term "The standing pool of eligible collateral" shall be deemed to be replaced with "The standing pool of eligible collateral (including Eligible Foreign Bonds)."~~

- Paragraph 3. in the Supplementary Provisions shall be deleted.
- The Table shall be amended as follows.

Table : Eligibility Standards and Collateral Prices

~~1. Eligibility Standards~~

Publicly-offered bonds satisfying the following two requirements (the issuing country needs to be rated AA or higher by at least two rating agencies which the Bank considers to be appropriate):

~~(1)~~1. Bonds that are listed below.

~~a.~~(1) Treasury Bonds, Treasury Notes, or Treasury Bills that are U.S. dollar-denominated bonds issued by the Federal Government of the United States of America

~~b.~~(2) Conventional Gilts or Treasury Bills that are pound sterling-denominated bonds issued by the Government of the United Kingdom of Great Britain and Northern Ireland

~~c.~~(3) Bunds (Bundesanleihen), Bobls (Bundesobligationen), Schätze (Bundesschatzanweisungen) or Bubills (Unverzinsliche Schatzanweisungen des Bundes) that are euro-denominated bonds issued by the Government of the Federal Republic of Germany

~~d.~~(4) OAT (Obligations Assimilables du Trésor), BTAN (Bons du Trésor à intérêts annuels), or BTF (Bons du Trésor à taux fixe et à intérêt précompté) that are euro-denominated bonds issued by the Government of the Republic of France

~~(2)~~2. Bonds deemed appropriate in light of ensuring smooth business operation of the Bank and other relevant factors.

~~2.~~ Collateral Prices

A residual maturity of:

(1) up to 1 year	87% of market price (yen equivalent)
(2) more than 1 year and up to 5 years	87% of market price (yen equivalent)
(3) more than 5 years and up to 10 years	87% of market price (yen equivalent)
(4) more than 10 years and up to 20 years	87% of market price (yen equivalent)
(5) more than 20 years and up to 30 years	87% of market price (yen equivalent)
(6) more than 30 years	87% of market price (yen equivalent)

(Supplementary Provision)

These amendments shall become effective on the date determined by the Governor.

Amendment to "Temporary Rules regarding the Eligibility Standards for Debt of Companies in Disaster Areas"

- Paragraph 1. shall be amended as follows.

1. Purpose

With the aim of securing sufficient financing capacity of financial institutions in disaster areas of the Great East Japan Earthquake, in addition to the "Guidelines on Eligible Collateral" (Policy Board Decision on October 13, 2000) and the "Guidelines on Credit Ratings of Companies" (Policy Board Decision on October 13, 2000), the Bank shall apply the temporary rules with regard to the eligibility standards and collateral prices of debt of companies with business offices in disaster areas that are submitted by financial institutions with business offices in disaster areas.

* Definitions in the temporary rules

- Financial institutions:

Financial institutions as defined in Article 37, Paragraph 1 of the Bank of Japan Act, Act No. 89, 1997, ~~excluding the Resolution and Collection Corporation, bridge banks as defined in Article 2, Paragraph 13 of the Deposit Insurance Act, Act No. 34, 1971, and specified bridge financial institutions as defined in Article 126-34, Paragraph 3, Clause 5 of the Deposit Insurance Act.~~

- Disaster areas:

(No change)

- Paragraph 3. shall be amended as follows.

3. Eligibility Standards

For collateral stipulated in 2. (2), the Bank shall, except when the collateral satisfies the standards stipulated in the ~~Table~~ 2 of the "Guidelines on Eligible Collateral," apply the following eligibility standards. However, the Bank may make exceptions where it considers it inappropriate to accept items as collateral.

(1) }
2 } (No change)
(3) }

- Paragraph 4. shall be amended as follows (full amendment).

4. Collateral Prices

Collateral prices prescribed in 2. (2) shall be calculated according to 3. (2) and (3) of the "Guidelines on Eligible Collateral," except when the collateral satisfies the standards stipulated in the Table of the "Guidelines on Eligible Collateral."

(Supplementary Provision)

These amendments shall become effective on the date determined by the Governor.

Amendment to "Temporary Rules regarding the Eligibility Standards for Debt of Companies in Disaster Areas of the 2016 Kumamoto Earthquake"

- Paragraph 1. shall be amended as follows.

1. Purpose

With the aim of securing sufficient financing capacity of financial institutions in disaster areas of the 2016 Kumamoto Earthquake, in addition to the "Guidelines on Eligible Collateral" (Policy Board Decision on October 13, 2000) and the "Guidelines on Credit Ratings of Companies" (Policy Board Decision on October 13, 2000), the Bank shall apply the temporary rules with regard to the eligibility standards and collateral prices of debt of companies with business offices in disaster areas that are submitted by financial institutions with business offices in disaster areas.

* Definitions in the temporary rules

- Financial institutions:

Financial institutions as defined in Article 37, Paragraph 1 of the Bank of Japan Act, Act No. 89, 1997, ~~excluding the Resolution and Collection Corporation, bridge banks as defined in Article 2, Paragraph 13 of the Deposit Insurance Act, Act No. 34, 1971, and specified bridge financial institutions as defined in Article 126-34, Paragraph 3, Clause 5 of the Deposit Insurance Act.~~

- Disaster areas:

(No change)

- Paragraph 3. shall be amended as follows.

3. Eligibility Standards

For collateral stipulated in 2. (2), the Bank shall, except when the collateral satisfies the standards stipulated in the ~~Table~~ 2 of the "Guidelines on Eligible Collateral," apply the following eligibility standards. However, the Bank may make exceptions where it considers it inappropriate to accept items as collateral.

(1) }
2 } (No change)
(3) }

- Paragraph 4. shall be amended as follows (full amendment).

4. Collateral Prices

Collateral prices prescribed in 2. (2) shall be calculated according to 3. (2) and (3) of the "Guidelines on Eligible Collateral," except when the collateral satisfies the standards stipulated in the Table of the "Guidelines on Eligible Collateral."

(Supplementary Provision)

These amendments shall become effective on the date determined by the Governor.

Amendment to "Temporary Rules regarding the Eligibility Standards for Loans on Deeds to Companies Denominated in the U.S. Dollar"

- Paragraph 2. shall be amended as follows.

2. Collateral prices for eligible loans on deeds to companies denominated in the USD, according to their residual maturities, shall be as follows, notwithstanding Table 1, "Categories of Collateral and Collateral Prices" of calculated by multiplying outstanding principal balances (yen equivalent) by the margins calculated according to 3. (2) and (3) of the "Guidelines on Eligible Collateral".

A residual maturity of:

(1) up to 1 year	88% of outstanding principal balance (yen equivalent)
(2) more than 1 year and up to 3 years	80% of outstanding principal balance (yen equivalent)
(3) more than 3 years and up to 5 years	70% of outstanding principal balance (yen equivalent)
(4) more than 5 years and up to 7 years	65% of outstanding principal balance (yen equivalent)
(5) more than 7 years and up to 10 years (Those with maturity date falling in the same month of the tenth year are included.)	55% of outstanding principal balance (yen equivalent)

(Supplementary Provision)

This amendment shall become effective on the date determined by the Governor.

Amendment to "Collateral Guidelines on Eligible Beneficial Interest of a Trust in Housing Loans"

- Paragraph 2. shall be amended as follows.

2. Collateral Price

~~Notwithstanding 3. of the "Guidelines on Eligible Collateral,"~~ The collateral price for eligible beneficial interest of a trust in housing loans shall be 60% of calculated by multiplying the sum of the total amount of outstanding principal and repaid principal of housing loans in the trust property by the margin calculated according to 3. (2) and (3) of the "Guidelines on Eligible Collateral."

(Supplementary Provision)

This amendment shall become effective on the date determined by the Governor.

Prices of Eligible Collateral

The prices of eligible collateral based on the Policy Board decisions listed from 1. to 5. below shall be as follows.

1. Eligible Collateral Stipulated in "Guidelines on Eligible Collateral" (Policy Board Decision on October 13, 2000)

For each collateral category listed in (a) in the following table, the prices of collateral according to its residual maturity prescribed in (b) in the table shall be calculated by multiplying the market prices, etc. prescribed in (c) in the table by the margins for collateral prescribed in (b) in the table according to its residual maturity¹.

(a)	(b)						(c)
	up to 1 year	more than 1 year and up to 5 years	more than 5 years and up to 10 years	more than 10 years and up to 20 years	more than 20 years and up to 30 years	more than 30 years	
Government Bonds ² and Treasury Discount Bills ³	99%	99%	98%	97%	96%	94%	market price
Government Bonds (Floating-Rate Bonds)	99%	99%	98%	97%	---	---	market price
Government Bonds (STRIPS)	98%	98%	97%	96%	95%	92%	market price
Government Bonds (Inflation-Indexed Bonds)	93%	93%	95%	94%	93%	91%	market price

(a)	(b)					(c)
	up to 1 year	more than 1 year and up to 3 years	more than 3 years and up to 5 years	more than 5 years and up to 7 years	more than 7 years and up to 10 years ⁶	
Electronically Recorded Monetary Claims on Companies	96%	91%	85%	80%	70%	outstanding principal balance
Electronically Recorded Monetary Claims on Real Estate Investment Corporations	96%	91%	85%	80%	70%	outstanding principal balance
Electronically Recorded Monetary Claims on the Government ⁷	97%	95%	90%	85%	80%	outstanding principal balance
Electronically Recorded Monetary Claims with Government Guarantees	97%	95%	90%	85%	80%	outstanding principal balance
Electronically Recorded Monetary Claims on Municipal Governments	97%	95%	90%	85%	80%	outstanding principal balance
Loans on Deeds to Companies	96%	91%	85%	80%	70%	outstanding principal balance
Loans on Deeds to Real Estate Investment Corporations	96%	91%	85%	80%	70%	outstanding principal balance
Loans on Deeds to the Government ⁷	97%	95%	90%	85%	80%	outstanding principal balance
Loans on Deeds with Government Guarantees	97%	95%	90%	85%	80%	outstanding principal balance
Loans on Deeds to Municipal Governments	97%	95%	90%	85%	80%	outstanding principal balance

Notes:

1. Among the collateral categories listed in (a) in the table above, bonds whose principal balance may decrease due to prepayments before the final maturity date such as pass-through bonds except for residential mortgage-secured pass-through notes issued by the Japan Housing Finance Agency (including residential mortgage-secured pass-through notes issued by the Government Housing Loan Corporation) shall be treated on the assumption that the remaining principal balance will be redeemed at the final maturity date.
2. Floating-rate bonds, STRIPS, inflation-indexed bonds are excluded.
3. Treasury discount bills are treasury bills and financing bills.
4. Residential mortgage-secured pass-through notes issued by the Japan Housing Finance Agency (including residential mortgage-secured pass-through notes issued by the Government Housing Loan Corporation) are excluded.
5. Residential mortgage-secured pass-through notes issued by the Government Housing Loan Corporation are included.
6. Those with maturity date falling in the same month of the tenth year are included.
7. Government's special accounts are included.

2. Eligible Collateral Stipulated in "Collateral Guidelines on Eligible Foreign Bonds" (Policy Board Decision on May 22, 2009)

The prices of collateral according to its residual maturity prescribed in the following table shall be calculated by multiplying the market prices (yen equivalent) by the margins for collateral prescribed in the table according to its residual maturity.

Residual Maturity					
up to 1 year	more than 1 year and up to 5 years	more than 5 years and up to 10 years	more than 10 years and up to 20 years	more than 20 years and up to 30 years	more than 30 years
87%	87%	87%	87%	87%	87%

3. Eligible Collateral Stipulated in "Temporary Rules regarding the Eligibility Standards for Debt of Companies in Disaster Areas" (Policy Board Decision on April 28, 2011) and "Temporary Rules regarding the Eligibility Standards for Debt of Companies in Disaster Areas of the 2016 Kumamoto Earthquake" (Policy Board Decision on April 28, 2016)

(1) Debt of Companies with Business Offices in Disaster Areas

For each collateral category listed in (a) in the following table, except when the collateral satisfies the standards stipulated in the Table of "Guidelines on Eligible Collateral," the prices of collateral according to its residual maturity prescribed in (b) in the table shall be calculated by multiplying the market prices etc. prescribed in (c) in the table for each collateral category by the margins for collateral prescribed in (b) in the table according to its residual maturity.

(a)	(b)						(c)
	up to 1 year	more than 1 year and up to 5 years	more than 5 years and up to 10 years	more than 10 years and up to 20 years	more than 20 years and up to 30 years	more than 30 years	
Corporate Bonds	97%	97%	96%	95%	94%	92%	market price

(a)	(b)					(c)
	up to 1 year	more than 1 year and up to 3 years	more than 3 years and up to 5 years	more than 5 years and up to 7 years	more than 7 years and up to 10 years ¹	
Bills	81%	---	---	---	---	face value
Electronically Recorded Monetary Claims on Normal-Class Borrowers	81%	67%	55%	45%	30%	outstanding principal balance

(a)	(b)					(c)
	up to 1 year	more than 1 year and up to 3 years	more than 3 years and up to 5 years	more than 5 years and up to 7 years	more than 7 years and up to 10 years ¹	
Electronically Recorded Monetary Claims on Borrowers other than the Normal-Class Borrowers	94%	85%	75%	65%	55%	outstanding principal balance
Loans on Deeds to Normal-Class Borrowers	81%	67%	55%	45%	30%	outstanding principal balance
Loans on Deeds to Borrowers other than the Normal Class Borrowers	94%	85%	75%	65%	55%	outstanding principal balance

Note:

1. Those with maturity date falling in the same month of the tenth year are included.

(2) Debt of Municipal Governments in Disaster Areas

For each collateral category listed in (a) in the following table, except when the collateral satisfies the standards stipulated in the Table of "Guidelines on Eligible Collateral," the prices of collateral according to its residual maturity prescribed in (b) in the table shall be calculated by multiplying the outstanding principal balances by the margins for collateral prescribed in (b) in the table according to its residual maturity.

(a)	(b)				
	up to 1 year	more than 1 year and up to 3 years	more than 3 years and up to 5 years	more than 5 years and up to 7 years	more than 7 years and up to 10 years ¹
Electronically Recorded Monetary Claims	87%	85%	80%	75%	70%
Loans on Deeds	87%	85%	80%	75%	70%

Note:

1. Those with maturity date falling in the same month of the tenth year are included.

(3) Debt of Entities Owned by Municipal Governments in Disaster Areas

For each collateral category listed in (a) in the following table, except when the collateral satisfies the standards stipulated in the Table of "Guidelines on Eligible Collateral," the prices of collateral according to its residual maturity prescribed in (b) in the table shall be calculated by multiplying the outstanding principal balances by the margins for collateral prescribed in (b) in the table according to its residual maturity.

(a)	(b)				
	up to 1 year	more than 1 year and up to 3 years	more than 3 years and up to 5 years	more than 5 years and up to 7 years	more than 7 years and up to 10 years ¹
Electronically Recorded Monetary Claims	81%	67%	55%	45%	30%
Loans on Deeds	81%	67%	55%	45%	30%

Note:

1. Those with maturity date falling in the same month of the tenth year are included.

4. Eligible Collateral Stipulated in "Temporary Rules regarding the Eligibility Standards for Loans on Deeds to Companies Denominated in the U.S. Dollar" (Policy Board Decision on January 29, 2016)

The prices of collateral according to its residual maturity prescribed in the following table shall be calculated by multiplying the outstanding principal balances (yen equivalent) by the margins for collateral prescribed in the table according to its residual maturity.

Residual Maturity				
up to 1 year	more than 1 year and up to 3 years	more than 3 years and up to 5 years	more than 5 years and up to 7 years	more than 7 years and up to 10 years ¹
88%	80%	70%	65%	55%

Note:

1. Those with maturity date falling in the same month of the tenth year are included.

5. Eligible Collateral Stipulated in "Collateral Guidelines on Eligible Beneficial Interest of a Trust in Housing Loans" (Policy Board Decision on March 15, 2016)

The price of collateral shall be calculated by multiplying the sum of the total amount of outstanding principal and repaid principal of housing loans in the trust property by 60%.

**Margin Ratios for the Purchase/Sale of Japanese
Government Securities with Repurchase Agreements**

Margin Ratios for the Bank of Japan's purchase/sale of Japanese government securities with repurchase agreements conducted based on the Policy Board decisions listed in 1. and 2. below shall be as follows.

1. Margin Ratios Stipulated in 7. (2) in "Principal Terms and Conditions for the Purchase/Sale of Japanese Government Securities with Repurchase Agreements" (Policy Board Decision on September 18, 2002)

(1) Securities Purchased by the Bank

Categories of Japanese Government Securities	Residual Maturity					
	up to 1 year	more than 1 year and up to 5 years	more than 5 years and up to 10 years	more than 10 years and up to 20 years	more than 20 years and up to 30 years	more than 30 years
Government Bonds ¹ and Treasury Discount Bills ²	1.002	1.005	1.012	1.019	1.035	1.064
Floating-Rate Bonds	1.002	1.003	1.009	1.013	—	—
Inflation-Indexed Bonds	1.029	1.032	1.026	1.034	1.050	1.080

Notes:

1. Floating-rate bonds and inflation-indexed bonds are excluded, hereinafter the same.
2. Treasury discount bills are treasury bills and financing bills, hereinafter the same.

(2) Securities Sold by the Bank

Categories of Japanese Government Securities	Residual Maturity					
	up to 1 year	more than 1 year and up to 5 years	more than 5 years and up to 10 years	more than 10 years and up to 20 years	more than 20 years and up to 30 years	more than 30 years
Government Bonds and Treasury Discount Bills	0.999	0.996	0.989	0.982	0.968	0.943
Floating-Rate Bonds	0.999	0.998	0.992	0.988	—	—
Inflation-Indexed Bonds	0.972	0.969	0.975	0.968	0.955	0.931

2. Margin Ratios Stipulated in 8. (2) in "Principal Terms and Conditions for the Sale of Japanese Government Securities with Repurchase Agreements to Provide the Markets with a Secondary Source of Japanese Government Securities" (Policy Board Decision on April 9, 2004)

Categories of Japanese Government Securities	Residual Maturity					
	up to 1 year	more than 1 year and up to 5 years	more than 5 years and up to 10 years	more than 10 years and up to 20 years	more than 20 years and up to 30 years	more than 30 years
Government Bonds and Treasury Discount Bills	0.999	0.996	0.989	0.982	0.968	0.943
Floating-Rate Bonds	0.999	0.998	0.992	0.988	—	—
Inflation-Indexed Bonds	0.972	0.969	0.975	0.968	0.955	0.931

Ratios to Obtain the Yen Denominated Amount for which the Counterparty Shall Pledge Eligible Collateral for U.S. Dollar Funds-Supplying Operations against Pooled Collateral, etc.

Ratios to obtain the yen denominated amount for which the counterparty shall pledge eligible collateral for U.S. Dollar Funds-Supplying Operations against Pooled Collateral, etc. conducted based on the Policy Board decisions listed from 1. to 6. below shall be as follows.

1. Ratios Stipulated in 8. (3) in "Principal Terms and Conditions for U.S. Dollar Funds-Supplying Operations against Pooled Collateral" (Policy Board Decision on May 10, 2010)

- | | |
|--|------|
| (1) Duration of up to one month | 1.13 |
| (2) Duration of more than one month and up to three months | 1.25 |

2. Ratios Stipulated in 8. (3) in "Principal Terms and Conditions for Canadian Dollar Funds-Supplying Operations against Pooled Collateral" (Policy Board Decision on December 21, 2011)

- | | |
|--|------|
| (1) Duration of up to one month | 1.22 |
| (2) Duration of more than one month and up to three months | 1.27 |

3. Ratios Stipulated in 8. (3) in "Principal Terms and Conditions for Pound Sterling Funds-Supplying Operations against Pooled Collateral" (Policy Board Decision on December 21, 2011)

(1) Duration of up to one month 1.16

(2) Duration of more than one month and up to three months 1.22

4. Ratios Stipulated in 8. (3) in "Principal Terms and Conditions for Euro Funds-Supplying Operations against Pooled Collateral" (Policy Board Decision on December 21, 2011)

(1) Duration of up to one month 1.16

(2) Duration more than one month and up to three months 1.26

5. Ratios Stipulated in 8. (3) in "Principal Terms and Conditions for Swiss Franc Funds-Supplying Operations against Pooled Collateral" (Policy Board Decision on December 21, 2011)

(1) Duration of up to one month 1.16

(2) Duration of more than one month and up to three months 1.24

6. Ratio Stipulated in 11. in "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)

1.35