

October 31, 2013

Bank of Japan

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

At the Monetary Policy Meeting held today, the Policy Board of the Bank of Japan decided to make the following amendments regarding the introduction of standing liquidity swap arrangements. These amendments aim at facilitating money market operations as well as ensuring the smooth functioning and stability of financial markets.

With these amendments, interest rates on the loans provided through U.S. Dollar Funds-Supplying Operations against Pooled Collateral – that is, prevailing U.S. dollar overnight index swap market rates that correspond to the duration of the loans plus 0.5 percentage points – remain unchanged at this moment.

1. The Bank shall amend the "Principal Terms and Conditions for U.S. Dollar Funds-Supplying Operations against Pooled Collateral" (see Attachment 1).
2. The Bank shall amend the "Summary of a U.S. Dollar-Yen Swap Agreement with the Federal Reserve Bank of New York" (see Attachment 2).
3. The Bank shall amend the "Summary of a Yen-U.S. Dollar Swap Agreement with the Federal Reserve Bank of New York" (see Attachment 3).
4. The Bank shall amend the "Principal Terms and Conditions for Canadian Dollar Funds-Supplying Operations against Pooled Collateral " (see Attachment 4).

5. The Bank shall amend the "Summary of a Canadian Dollar-Yen Swap Agreement with the Bank of Canada" (see Attachment 5).
6. The Bank shall amend the "Summary of a Yen-Canadian Dollar Swap Agreement with the Bank of Canada" (see Attachment 6).
7. The Bank shall amend the "Principal Terms and Conditions for Pound Sterling Funds-Supplying Operations against Pooled Collateral " (see Attachment 7).
8. The Bank shall amend the "Summary of a Pound Sterling-Yen Swap Agreement with the Bank of England" (see Attachment 8).
9. The Bank shall amend the "Summary of a Yen-Pound Sterling Swap Agreement with the Bank of England" (see Attachment 9).
10. The Bank shall amend the "Principal Terms and Conditions for Euro Funds-Supplying Operations against Pooled Collateral" (see Attachment 10).
11. The Bank shall amend the "Summary of a Euro-Yen Swap Agreement with the European Central Bank" (see Attachment 11).
12. The Bank shall amend the "Summary of a Yen-Euro Swap Agreement with the European Central Bank" (see Attachment 12).
13. The Bank shall amend the "Principal Terms and Conditions for Swiss Franc Funds-Supplying Operations against Pooled Collateral" (see Attachment 13).
14. The Bank shall amend the "Summary of a Swiss Franc-Yen Swap Agreement with the Swiss National Bank" (see Attachment 14).
15. The Bank shall amend the "Summary of a Yen-Swiss Franc Swap Agreement with the Swiss National Bank" (see Attachment 15).

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

- Paragraph 1. shall be amended as follows.

1. Purpose

(1) These Terms and Conditions prescribe the principles for the Bank of Japan's U.S. Dollar (USD) funds-supplying operations against pooled collateral (USD denominated loans that are made against pooled eligible collateral by way of open market operations) introduced with the aim of further facilitating money market operations and maintaining the smooth functioning of the money market as well as ensuring stability in financial markets in view of recent liquidity pressures in the international financial markets and the possible impact of those on liquidity in the Yen money market.

(2) Loans pursuant to these terms and conditions may be executed for the time being.

- Paragraph 6. (1) shall be amended as follows.

(1) Interest rates on the loans

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

~~(a) Interest rates on the loans shall be determined by multiple rate competitive auctions. The rate shall not fall below the rate set by the Federal Reserve Bank of New York (FRBNY) as a prevailing USD Overnight Indexed Swap market rate that corresponds to the~~

~~duration of the loan.~~

~~(b) Interest rates on the loans shall be set by the Federal Reserve Bank of New York (FRBNY) taking account of a prevailing USD Overnight Indexed Swap market rate that corresponds to the duration of the loan.~~

- Supplementary Provision shall be amended as follows.

(Supplementary Provision)

~~These terms and conditions shall become effective today and shall be valid until February 1, 2014. To the loans that are disbursed on or before February 1, 2014, these terms and conditions shall be applied until the maturity of the loans.~~

(Supplementary Provision)

These amendments shall become effective today.

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

February 1, 2014 Unspecified

(Supplementary Provision)

This amendment shall become effective today.

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

- Paragraph 4. shall be amended as follows.

4. End of Drawing Period

February 1, 2014 Unspecified

(Supplementary Provision)

This amendment shall become effective today.

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

- Paragraph 1. shall be amended as follows.

1. Purpose

(1) These Terms and Conditions prescribe the principles for the Bank of Japan's Canadian dollar (CAD) funds-supplying operations against pooled collateral (CAD denominated loans that are made against pooled eligible collateral by way of open market operations) introduced with the aim of further facilitating money market operations and ensuring the smooth functioning and stability of financial markets in view of recent liquidity pressures in the international financial markets and the possible impact of those on liquidity conditions in the yen money market.

(2) Loans pursuant to these terms and conditions may be executed for the time being.

- Supplementary Provision shall be amended as follows.

(Supplementary Provision)

~~These terms and conditions shall become effective today and shall be valid until February 1, 2014. To the loans that are disbursed on or before February 1, 2014, these terms and conditions shall be applied until the maturity of the loans.~~

(Supplementary Provision)

These amendments shall become effective today.

Amendment to "Summary of a Canadian Dollar-Yen Swap Agreement with the Bank of Canada"

- Paragraph 4. shall be amended as follows.

4. End of Drawing Period

February 1, 2014 Unspecified

(Supplementary Provision)

This amendment shall become effective today.

Amendment to "Summary of a Yen-Canadian Dollar Swap Agreement with the Bank of Canada"

- Paragraph 4. shall be amended as follows.

4. End of Drawing Period

February 1, 2014 Unspecified

(Supplementary Provision)

This amendment shall become effective today.

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

- Paragraph 1. shall be amended as follows.

1. Purpose

(1) These Terms and Conditions prescribe the principles for the Bank of Japan's pound sterling (GBP) funds-supplying operations against pooled collateral (GBP denominated loans that are made against pooled eligible collateral by way of open market operations) introduced with the aim of further facilitating money market operations and ensuring the smooth functioning and stability of financial markets in view of recent liquidity pressures in the international financial markets and the possible impact of those on liquidity conditions in the yen money market.

(2) Loans pursuant to these terms and conditions may be executed for the time being.

- Supplementary Provision shall be amended as follows.

(Supplementary Provision)

~~These terms and conditions shall become effective today and shall be valid until February 1, 2014. To the loans that are disbursed on or before February 1, 2014, these terms and conditions shall be applied until the maturity of the loans.~~

(Supplementary Provision)

These amendments shall become effective today.

Amendment to "Summary of a Pound Sterling-Yen Swap Agreement with the Bank of England"

- Paragraph 4. shall be amended as follows.

4. End of Drawing Period

February 1, 2014 Unspecified

(Supplementary Provision)

This amendment shall become effective today.

Amendment to "Summary of a Yen-Pound Sterling Swap Agreement with the Bank of England"

- Paragraph 4. shall be amended as follows.

4. End of Drawing Period

February 1, 2014 Unspecified

(Supplementary Provision)

This amendment shall become effective today.

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

- Paragraph 1. shall be amended as follows.

1. Purpose

(1) These Terms and Conditions prescribe the principles for the Bank of Japan's euro (EUR) funds-supplying operations against pooled collateral (EUR denominated loans that are made against pooled eligible collateral by way of open market operations) introduced with the aim of further facilitating money market operations and ensuring the smooth functioning and stability of financial markets in view of recent liquidity pressures in the international financial markets and the possible impact of those on liquidity conditions in the yen money market.

(2) Loans pursuant to these terms and conditions may be executed for the time being.

- Supplementary Provision shall be amended as follows.

(Supplementary Provision)

~~These terms and conditions shall become effective today and shall be valid until February 1, 2014. To the loans that are disbursed on or before February 1, 2014, these terms and conditions shall be applied until the maturity of the loans.~~

(Supplementary Provision)

These amendments shall become effective today.

Amendment to "Summary of a Euro-Yen Swap Agreement with the European Central Bank"

- Paragraph 4. shall be amended as follows.

4. End of Drawing Period

February 1, 2014 Unspecified

(Supplementary Provision)

This amendment shall become effective today.

Amendment to "Summary of a Yen-Euro Swap Agreement with the European Central Bank"

- Paragraph 4. shall be amended as follows.

4. End of Drawing Period

February 1, 2014 Unspecified

(Supplementary Provision)

This amendment shall become effective today.

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

- Paragraph 1. shall be amended as follows.

1. Purpose

(1) These Terms and Conditions prescribe the principles for the Bank of Japan's Swiss franc (CHF) funds-supplying operations against pooled collateral (CHF denominated loans that are made against pooled eligible collateral by way of open market operations) introduced with the aim of further facilitating money market operations and ensuring the smooth functioning and stability of financial markets in view of recent liquidity pressures in the international financial markets and the possible impact of those on liquidity conditions in the yen money market.

(2) Loans pursuant to these terms and conditions may be executed for the time being.

- Supplementary Provision shall be amended as follows.

(Supplementary Provision)

~~These terms and conditions shall become effective today and shall be valid until February 1, 2014. To the loans that are disbursed on or before February 1, 2014, these terms and conditions shall be applied until the maturity of the loans.~~

(Supplementary Provision)

These amendments shall become effective today.

Amendment to "Summary of a Swiss Franc-Yen Swap Agreement with the Swiss National Bank"

- Paragraph 4. shall be amended as follows.

4. End of Drawing Period

February 1, 2014 Unspecified

(Supplementary Provision)

This amendment shall become effective today.

Amendment to "Summary of a Yen-Swiss Franc Swap Agreement with the Swiss National Bank"

- Paragraph 4. shall be amended as follows.

4. End of Drawing Period

February 1, 2014 Unspecified

(Supplementary Provision)

This amendment shall become effective today.