

October 16, 2012

Bank of Japan

**Loan Disbursement under the Fund-Provisioning Measure
to Support Strengthening the Foundations for Economic Growth
(Special Rules for the U.S. Dollar Lending Arrangement)**

○ Special Rules for the U.S. Dollar Lending Arrangement

Offer	First new loan disbursement
Notification of loan disbursement	October 16, 2012 (9:30 a.m. JST)
Date of loan disbursement	October 19, 2012 (EST)
Maturity date	October 18, 2013 (EST)
Total amount of loans to be disbursed on the day of loan disbursement	711 million dollars
Number of borrowers	6 institutions

Financial Institutions' Efforts in Strengthening the Foundations for Japan's Economic Growth

1. Individual investment or lending (Special rules for the U.S. dollar lending arrangement)

- (1) Distribution of foreign currency-denominated individual investment or lending, which is used abroad, by the effects for strengthening the foundations for Japan's economic growth¹
mil. dollar; figures in parentheses indicate percentage share

Effects for strengthening the foundations for Japan's economic growth	Amount	
An increase in the production of goods and services, business fixed investment, or employment in Japan	482	(61.6%)
The promotion of an international division of labor to enhance domestic economic activities; for example, by shifting more resources to the areas of business planning and research and development, the launch of new businesses, and boosting capacity for business continuity	234	(29.9%)
Stable procurement of raw materials consumed in Japan	66	(8.5%)
Others	0	(0.0%)
Total	783	(100.0%)

- (2) Distribution of foreign currency-denominated individual investment or lending, which is used in Japan, by the areas for strengthening the foundations for Japan's economic growth

○ None

- (3) Distribution of foreign currency-denominated individual investment or lending by amount

Number of investment or lending,
figures in parentheses indicate percentage share

100 thousand dollar or more and less than 1 million dollar	1 million dollar or more and less than 5 million dollar	5 million dollar or more and less than 50 million dollar	50 million dollar or more	Total	Average amount per lending or investment
0 (0.0%)	2 (9.1%)	11 (50.0%)	9 (40.9%)	22 (100.0%)	35.6 million dollar

(4) Distribution of foreign currency-denominated individual investment or lending by duration

Number of investment or lending,
figures in parentheses indicate percentage share

1 year or more and up to 4 years	More than 4 years and up to 10 years	More than 10 years and up to 20 years	More than 20 years	Total	Average duration
1 (4.5%)	18 (81.8%)	3 (13.6%)	0 (0.0%)	22 (100.0%)	5.9 years

2. Plans to support strengthening the foundations for Japan's economic growth (Special rules for the U.S. dollar lending arrangement)

(1) Number of financial institutions that obtained the Bank's confirmation for their plans ²: 30 institutions

(2) Distribution of effects for strengthening the foundations for Japan's economic growth under the plan for foreign currency-denominated investment or lending, which is used abroad ³

Effects for strengthening the foundations for Japan's economic growth	Number of financial institutions that chose the effect
An increase in the production of goods and services, business fixed investment, or employment in Japan	30
The promotion of an international division of labor to enhance domestic economic activities; for example, by shifting more resources to the areas of business planning and research and development, the launch of new businesses, and boosting capacity for business continuity	28
Stable procurement of raw materials consumed in Japan	28
Others	3

(3) Distribution of areas for strengthening the foundations for Japan's economic growth under the plan for foreign currency-denominated investment or lending, which is used in Japan ⁴

Areas for strengthening the foundations for Japan's economic growth	Number of financial institutions that chose the area
Research and development	22
Setting up a new business	19
Business reorganization	19

Investment and business deployment in Asian and other countries	15
Science and technology research at universities and research institutions	15
Development and upgrading of social infrastructure	22
Environment and energy business	22
Business for securing and developing natural resources	17
Medical, nursing care, and other health-related business	21
Business serving the needs of senior citizens	16
Business in the content creation industry	15
Tourism business	20
Regional and urban revitalization business	19
Agriculture, forestry, and fisheries business; Business linking agriculture, commerce, and industry	19
Business which supports the creation of housing stock	14
Disaster prevention business	15
Employment support and human resources development business	14
Childcare services business	16
Others	8

Notes: 1. Based on the records of investment or lending that were submitted to the Bank during July 2-19, 2012 for the 1st new loan disbursement of special rules for the U.S. dollar lending arrangement under the fund-provisioning measure and were confirmed by the Bank that investment or lending was carried out under their plans to support strengthening the foundations for Japan's economic growth. Given that the funds under the measure will be provided based on the amount requested within the records of investment or lending, the amount of loans to be provided does not necessarily equal the total amount of actual investment or lending.

The effects for strengthening the foundations for Japan's economic growth listed in the table are based on the 3 effects listed in the Annex of the Special Rules for the U.S. Dollar Lending Arrangement to Enhance the Fund-Provisioning Measure to Support Strengthening the Foundations for Economic Growth.

2. The number of financial institutions that submitted their plans to support strengthening the foundations for Japan's economic growth for foreign currency-denominated investment or lending to the Bank during May 28- July 10, 2012, and obtained the Bank's confirmation that their plans satisfied the conditions for the fund-provisioning measure.

3. The number of financial institutions whose plans, submitted during May 28- July 10, 2012, were confirmed by the Bank that their plans satisfied the conditions for the fund-provisioning measure, and that chose the effects in the list as the effects through which their efforts may support strengthening the foundations for Japan's economic growth.

The effects for strengthening the foundations for Japan's economic growth in the list are based on the 3 effects listed in the Annex of the Special Rules for the U.S. Dollar Lending Arrangement to Enhance the Fund-Provisioning Measure to Support Strengthening the Foundations for Economic Growth. Given that some financial institutions chose multiple effects, the total number of financial institutions does not necessarily equal the number of financial institutions whose plans were confirmed by the Bank.

4. The number of financial institutions whose plans, submitted during May 28- July 10, 2012, were confirmed by the Bank that their plans satisfied the conditions for the fund-provisioning measure,

and that chose the business areas in the list as the areas in which their efforts may support strengthening the foundations for Japan's economic growth.

The areas for strengthening the foundations for Japan's economic growth in the list are based on the 18 areas listed in the Principal Terms and Conditions for the Fund-Provisioning Measure to Support Strengthening the Foundations for Economic Growth which are cited in the Annex of the Special Rules for the U.S. Dollar Lending Arrangement to Enhance the Fund-Provisioning Measure to Support Strengthening the Foundations for Economic Growth. Given that some financial institutions chose multiple business areas, the total number of financial institutions does not necessarily equal the number of financial institutions whose plans were confirmed by the Bank.

For further information, please contact the Bank of Japan at the following e-mail addresses.

Matters relating to the results of the fund-provisioning measure:

Market Operations Division at the Financial Markets Department:

post.fmd11@boj.or.jp

Matters relating to financial institutions' efforts in strengthening the foundations for economic growth:

Financial Institutions Surveillance Division at the Financial System and Bank

Examination Department: seichou2@boj.or.jp