

Bond Market Survey (November 2022)

Survey period: From November 1 to November 8, 2022

Number of respondents¹: 69

¹ Eligible institutions for the Bank of Japan's outright purchases and sales of JGBs and major insurance companies, asset management companies, etc.

1. Bond Market Functioning (Answer the following questions considering the secondary JGB market.)

(1) The degree of bond market functioning from your company's viewpoint²

² Answer these questions taking into account your answers to (2).a. to g. as a whole.

(Current situation)

		(%, %points)		
		Aug. 2022 Survey	Nov. 2022 Survey	Number of respondents
DI ³		-40	-51	/
Percentage	1. High	1	1	1
	2. Not very high	58	46	32
	3. Low	41	52	36

³ DI: Diffusion Index of "1" minus "3", %points. The same applies hereafter.

(Change from three months ago)

		(%, %points)		
		Aug. 2022 Survey	Nov. 2022 Survey	Number of respondents
DI		-42	-48	/
Percentage	1. Has improved	1	0	0
	2. Hasn't really improved	55	52	36
	3. Has decreased	43	48	33

(2) Factors related to bond market functioning and liquidity

a. The bid-ask spread from your company's viewpoint

(Current situation)

		(%, %points)		
		Aug. 2022 Survey	Nov. 2022 Survey	Number of respondents
DI		-28	-45	/
Percentage	1. Tight	4	3	2
	2. Not very tight	64	49	34
	3. Wide	32	48	33

(Change from three months ago)

		(%, %points)		
		Aug. 2022 Survey	Nov. 2022 Survey	Number of respondents
DI		-41	-50	/
Percentage	1. Has tightened	1	1	1
	2. Hasn't really tightened	57	48	33
	3. Has widened	42	51	35

b. The order quantity by market participants from your company's viewpoint, taking into account "thickness" of the trading board⁴

(Current situation)

		(%, %points)		
		Aug. 2022 Survey	Nov. 2022 Survey	Number of respondents
DI		-50	-54	/
Percentage	1. Large	1	3	2
	2. Not very large	48	41	28
	3. Small	51	57	39

⁴ "Thickness" of the trading board refers to the order quantity for each bid and ask price.

(Change from three months ago)

		(%, %points)		
		Aug. 2022 Survey	Nov. 2022 Survey	Number of respondents
DI		-48	-45	/
Percentage	1. Has increased	1	1	1
	2. Hasn't really increased	49	52	36
	3. Has decreased	49	46	32

c. The dealing frequency of your company⁵

(Current situation)

		(%, %points)		
		Aug. 2022 Survey	Nov. 2022 Survey	Number of respondents
DI		-22	-26	/
Percentage	1. High	3	3	2
	2. Not very high	72	68	47
	3. Low	25	29	20

⁵ Answer dealing frequency with the same counterparty.

(Change from three months ago)

		(%, %points)		
		Aug. 2022 Survey	Nov. 2022 Survey	Number of respondents
DI		-10	-16	/
Percentage	1. Has increased	7	6	4
	2. Hasn't really increased	75	72	50
	3. Has decreased	17	22	15

d. The number of your dealing counterparties

(Current situation)

		(%, %points)		
		Aug. 2022 Survey	Nov. 2022 Survey	Number of respondents
DI		-24	-24	/
Percentage	1. Large	1	1	1
	2. Not very large	74	74	51
	3. Small	25	25	17

(Change from three months ago)

		(%, %points)		
		Aug. 2022 Survey	Nov. 2022 Survey	Number of respondents
DI		-8	-9	/
Percentage	1. Has increased	4	3	2
	2. Hasn't really increased	84	86	59
	3. Has decreased	12	12	8

e. The lot size of your company

(Current situation)

		(%, %points)		
		Aug. 2022 Survey	Nov. 2022 Survey	Number of respondents
DI		-18	-19	/
Percentage	1. Large	7	6	4
	2. Not very large	68	70	48
	3. Small	25	25	17

(Change from three months ago)

		(%, %points)		
		Aug. 2022 Survey	Nov. 2022 Survey	Number of respondents
DI		-21	-15	/
Percentage	1. Has increased	4	4	3
	2. Hasn't really increased	71	77	53
	3. Has decreased	25	19	13

f. Is your company able to make dealings with expected prices?

(Current situation) (%,%points)

	Aug. 2022 Survey	Nov. 2022 Survey	Number of respondents
DI	7	-1	
Percentage	1. Yes	33	28
	2. Not really	41	43
	3. No	26	29
			20

g. Is your company able to make dealings with expected dealing lots?

(Current situation) (%,%points)

	Aug. 2022 Survey	Nov. 2022 Survey	Number of respondents
DI	12	7	
Percentage	1. Yes	34	32
	2. Not really	44	43
	3. No	22	25
			17

2. Outlook for Long-Term Interest Rates

(1) The outlook for newly issued JGB yields at each following point

(Newly issued 2-year JGB yield) (%)

< Number of respondents : 67 >	End-Dec. 2022	End-Mar. 2023	End-Jun. 2023	End-Sep. 2023	End-Mar. 2024	End-Mar. 2025
Average	-0.04	-0.03	-0.02	-0.01	0.01	0.03
Third quartile (75th percentile)	-0.05	0.00	0.00	0.00	0.04	0.10
Median	-0.05	-0.05	-0.03	-0.01	0.00	0.00
First quartile (25th percentile)	-0.05	-0.05	-0.05	-0.05	-0.05	-0.05

(Newly issued 5-year JGB yield) (%)

< Number of respondents : 67 >	End-Dec. 2022	End-Mar. 2023	End-Jun. 2023	End-Sep. 2023	End-Mar. 2024	End-Mar. 2025
Average	0.07	0.09	0.10	0.11	0.14	0.17
Third quartile (75th percentile)	0.10	0.10	0.15	0.15	0.15	0.25
Median	0.08	0.10	0.10	0.10	0.10	0.15
First quartile (25th percentile)	0.05	0.05	0.05	0.05	0.05	0.05

(Newly issued 10-year JGB yield) (%)

< Number of respondents : 68 >	End-Dec. 2022	End-Mar. 2023	End-Jun. 2023	End-Sep. 2023	End-Mar. 2024	End-Mar. 2025
Average	0.25	0.26	0.29	0.33	0.38	0.44
Third quartile (75th percentile)	0.25	0.25	0.28	0.40	0.50	0.50
Median	0.25	0.25	0.25	0.25	0.30	0.40
First quartile (25th percentile)	0.25	0.25	0.25	0.25	0.25	0.25

(Newly issued 20-year JGB yield) (%)

< Number of respondents : 67 >	End-Dec. 2022	End-Mar. 2023	End-Jun. 2023	End-Sep. 2023	End-Mar. 2024	End-Mar. 2025
Average	1.09	1.11	1.15	1.17	1.19	1.24
Third quartile (75th percentile)	1.14	1.20	1.25	1.30	1.30	1.40
Median	1.10	1.10	1.10	1.15	1.20	1.25
First quartile (25th percentile)	1.05	1.00	1.05	1.05	1.01	1.00

(Newly issued 30-year JGB yield) (%)

< Number of respondents : 66 >	End-Dec. 2022	End-Mar. 2023	End-Jun. 2023	End-Sep. 2023	End-Mar. 2024	End-Mar. 2025
Average	1.48	1.49	1.52	1.54	1.55	1.60
Third quartile (75th percentile)	1.55	1.57	1.60	1.67	1.70	1.80
Median	1.50	1.50	1.50	1.50	1.55	1.60
First quartile (25th percentile)	1.40	1.40	1.40	1.45	1.40	1.50

(2) The probability distribution forecast⁶ of the newly issued 10-year JGB yield at end-Mar. 2024 and end-Mar. 2025

(%)

	≤▲0.50%	▲0.49~▲0.25%	▲0.24~0.00%	0.01~0.25%	0.26~0.50%	0.51~0.75%	0.76~1.00%	1.01~1.25%	1.26~1.50%	1.51%≤
End-Mar. 2024 (65 respondents)	0.0	0.3	3.7	52.0	31.7	7.6	2.5	0.9	0.4	0.9
End-Mar. 2025 (65 respondents)	0.0	0.4	3.1	36.1	36.4	15.8	5.1	1.5	0.5	0.9

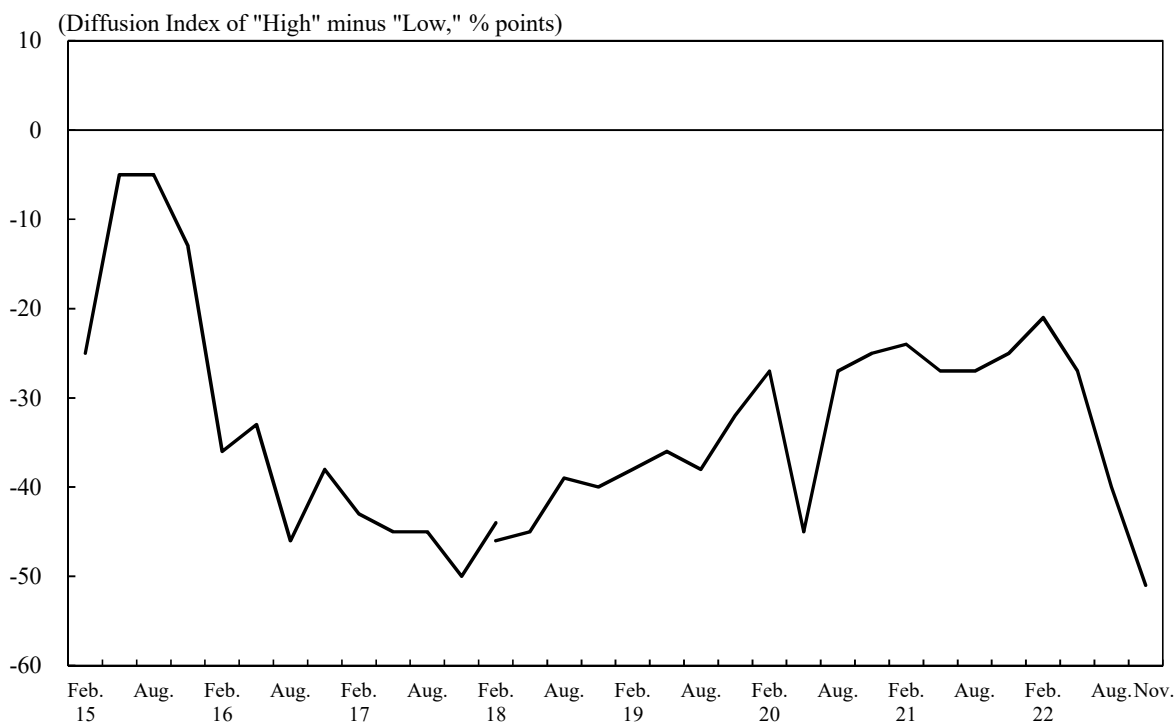
⁶Arithmetic average

Note: The next survey's publication date is March 1, 2023

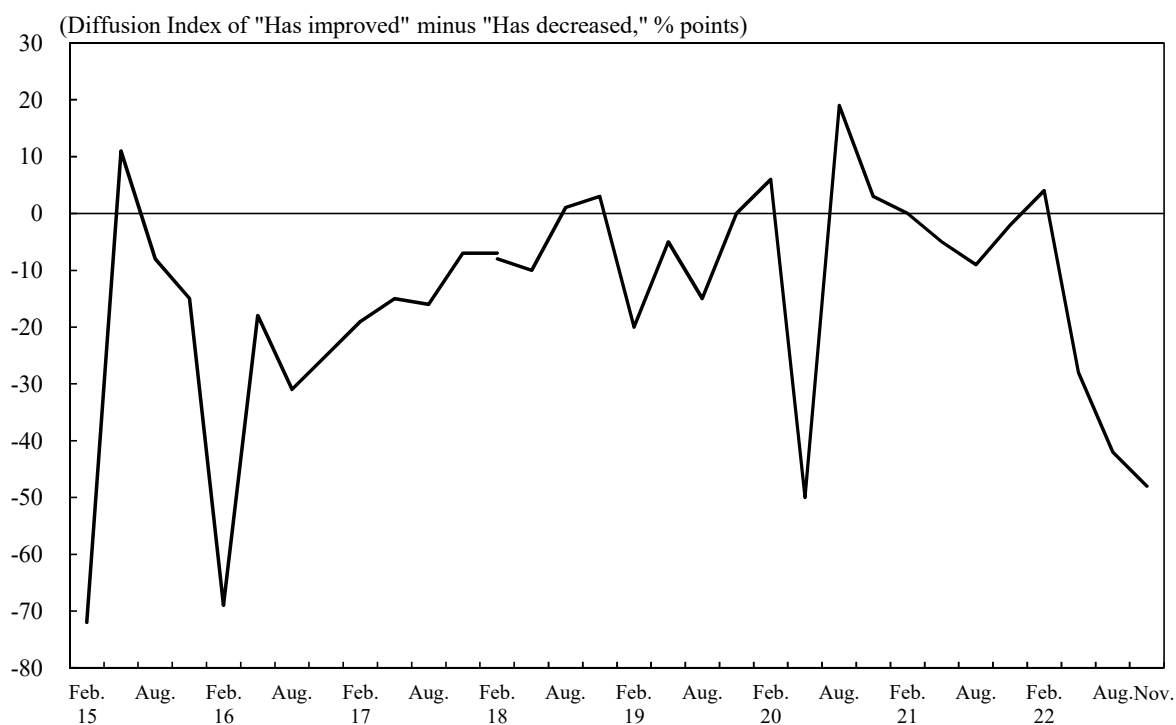
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Degree of Bond Market Functioning

Current situation



Change from three months ago



Notes: 1. The survey from February 2018 onward includes responses from major insurance companies, asset management companies, etc., in addition to those from eligible institutions for the Bank's outright purchases and sales of JGBs. Regarding the figures for February 2018, the reference data, which are based on responses only from eligible institutions for the Bank's outright purchases and sales of JGBs, are also indicated.

2. The survey is conducted in February, May, August, and November each year.