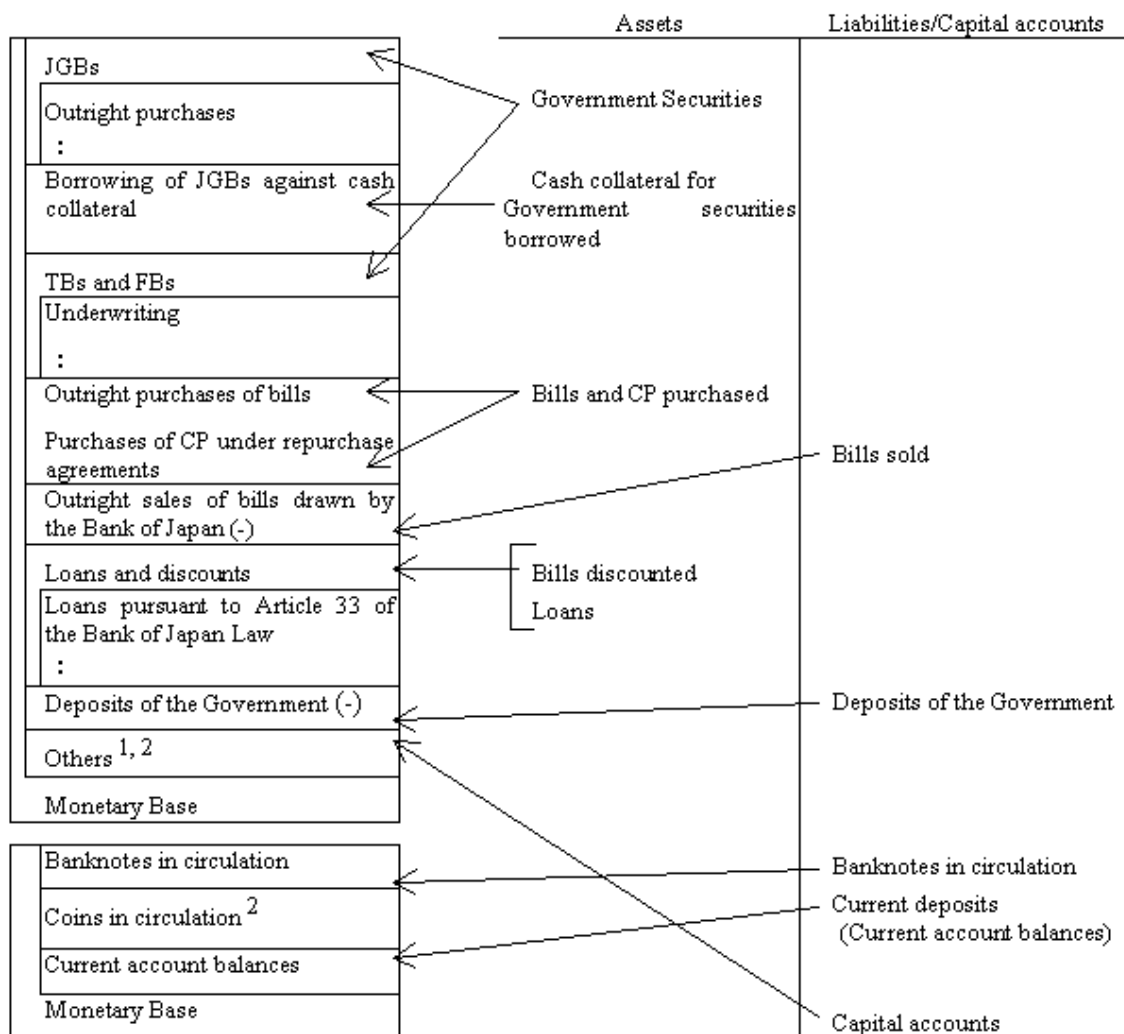


Relationship between "Monetary Base and the Bank of Japan's Transactions" and the Bank's balance sheet

"Monetary Base and the Bank of Japan's Transactions"

The balance sheet of the Bank of Japan



The balance sheet of the Bank of Japan

$$\text{Assets} = \text{Liabilities}^3 + \text{Banknotes in circulation} + \text{Current account balances} + \text{Capital accounts}$$

"Monetary Base and the BOJ's Transactions"

$$\text{Assets} - \text{Liabilities}^3 - \text{Capital accounts} + \text{Coins in circulation} = \underbrace{\text{Banknotes in circulation} + \text{Current account balances} + \text{Coins in circulation}}_{\text{Monetary base}}$$

1. In "Monetary Base and the Bank of Japan's Transactions," assets and liabilities not listed on the table, capital accounts, and coins in circulation are categorized in "others."
2. Coins in circulation are added separately.
3. Excluding banknotes in circulation and current account balances.