

Interest in Tokyo & Osaka (sen)

Date	Tokyo				Osaka			
	Call over-night	Call unconditional			Call over-night	Call unconditional		
		Average	Highest	Lowest		Average	Highest	Lowest
Mar. 31	0.80	1.30	1.35	1.25				
Apr. 1	0.80	1.35	1.40	1.30				
2	0.80	1.35	1.40	1.30				
5	0.80	1.35	1.40	1.30				
6	0.80	1.35	1.40	1.25				
8	0.80	1.35	1.40	1.30				
9	0.80	1.35	1.40	1.25				
10	0.80	1.35	1.40	1.25				

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WEEKLY REPORT
OF
THE MINISTRY OF FINANCE



No. 127

221.9-127

April 30, 1948

LIAISON OFFICE
THE MINISTRY OF FINANCE

Report on the Present Condition of
Advances from the Reconversion
Finance Bank

(at the end of March, 1948)
(in thousands of yen)

1. Table Classified according to Localities.

Locality	Equipment Funds		Operation Funds		Total		Compared with the preceding month
	Number of cases	Amount	Number of cases	Amount	Number of cases	Amount	
Tokyo	1,810	18,038,670	1,253	27,274,502	3,063	45,313,172	3,812,702
Osaka	333	1,652,691	266	1,191,743	599	2,844,434	98,167
Kobe	123	350,701	119	373,835	242	724,536	114,047
Nagoya	158	326,430	121	626,968	279	953,398	96,921
Fukuoka	1,289	3,304,868	217	2,581,433	1,506	5,886,301	399,416
Sendai	350	560,949	284	121,979	634	682,928	140,363
Hiroshima	815	809,982	462	760,031	1,277	1,570,013	151,964
Sapporo	292	543,478	150	435,757	442	979,235	167,419
Niigata	23	44,531	18	10,654	41	55,185	1,710
Toyama	82	150,712	17	14,323	99	165,035	7,425
Takamatsu	187	208,652	63	27,745	250	236,397	31,714
Fukushima	31	48,248	20	4,683	51	52,931	2,515
Total	5,493	26,039,912	2,990	33,423,653	8,483	59,463,565	5,024,365
Compared with the preceding month	147	2,810,261	271	2,214,104	418	5,024,365	

2. Table Classified according to Kind of Enterprises.

Kind of Enterprises	Equipment Funds		Operation Funds		Total		Compared with the preceding month
	Number of cases	Amount	Number of cases	Amount	Number of cases	Amount	
Mineral Mining	3,188	12,589,302	1,460	9,352,230	4,648	21,941,532	1,535,609
Spinning Industry	203	667,496	33	44,052	236	711,548	105,645
Metallic Industry	59	198,590	153	1,924,259	212	2,122,849	192,934
Machine & Tool Industry	249	442,261	652	2,364,657	901	2,806,918	363,112
Pottery Industry	38	92,439	31	77,144	69	169,583	9,820
Chemical Industry	390	3,733,767	172	1,421,261	562	5,155,028	586,145
Electric Industry	36	2,054,065	10	753,350	46	2,807,415	1,221,250
Gas Supply Enterprise	1	230	2	19,040	3	19,270	-15
Marine Produce Industry	692	2,804,680	45	34,611	717	2,839,291	128,349
Transit & Traffic Industry	342	1,573,375	49	83,702	391	1,657,077	152,666
Others	236	588,872	200	444,522	436	1,033,394	-17,060

Marine Produce Industry	692	2,804,680	25	34,611	717	2,839,291	128,349
Transit & Traffic Industry	342	1,573,375	49	83,702	391	1,657,077	152,666
Others	236	588,872	200	444,522	436	1,033,394	-17,060
Total	5,434	24,745,077	2,787	16,518,828	8,221	41,263,905	4,278,455
Kodan	59	1,294,835	203	16,904,825	262	18,199,660	745,910
Grand Total	5,493	26,039,912	2,990	33,423,653	8,483	59,463,565	5,024,365
Compared with the preceding month	147	2,810,261	271	2,214,104	418	5,024,365	

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3. Table Classified according to Amounts

Amount	Equipment Funds		Operation Funds		Total		Compared with the preceding month
	Number of cases	Amount	Number of cases	Amount	Number of cases	Amount	
more than 50 million yen	298	12,704,948	270	22,390,994	568	35,095,942	2,756,859
less than 50 million yen							
more than 10 million yen	373	6,236,320	376	7,720,496	749	13,956,816	1,565,498
less than 10 million yen							
more than 1 million yen	1,918	5,879,157	797	2,676,638	2,715	8,555,795	526,245
less than 1 million yen	2,904	1,219,487	1,547	635,525	4,451	1,855,012	175,763
Total	5,493	16,039,912	2,990	33,423,653	8,483	59,463,565	5,024,365

Summary of the General Account Provisional
Budget for the fiscal year 1948-49.

(in thousands of yen)

Revenue:

	For April	For May	Total
Taxes and Stamp Revenues	17,372,000	17,311,000	34,683,000
Receipts from Government Enterprises and Properties	6,396,230	6,299,463	12,695,693
Miscellaneous Revenues	1,466,392	926,871	2,393,263
Surplus in the Preceding Fiscal Year	2,839	0	2,839
Total	25,237,461	24,537,334	49,774,795

Expenditure:

Imperial Household	3,795	3,795	7,590
Diet	56,004	70,124	126,128
Courts	73,594	93,851	167,445
Administration	1,122,886	1,153,405	2,276,291
Justice and Police	1,101,687	1,979,674	3,081,361
Education and Culture	3,278,824	342,026	3,620,850
Social Relief and Labour Facilities	1,243,007	850,353	2,093,360

Justice and Police	1,101,687	1,979,674	3,081,361
Education and Culture	3,278,824	342,026	3,620,850
Social Relief and Labour Facilities	1,243,007	850,353	2,093,360
Health and Sanitation	410,111	251,806	661,917
Industry and Economy	1,953,813	1,327,730	3,281,543
Public Works	1,826,670	2,200,000	4,026,670
Price Adjustment	1,500,000	2,000,000	3,500,000
Adjustment Affairs of Commodities and Prices	808,909	752,650	1,561,559
Common Expenses for Administration	833,639	828,443	1,662,082
Local Finance	2,429,766	3,429,766	5,859,532
Annuities and Pensions	41,876	1,583	43,459
Government Investments	2,001,132	2,541,390	4,542,522
National Debt	215,748	74,738	290,486
Termination of War	5,900,000	6,000,000	11,900,000
Removal of Reparation Equipment	336,000	336,000	672,000
Reserve Fund	100,000	300,000	400,000
Total	25,237,461	24,537,334	49,774,795

Report pursuant to Par. 7 (c) of your memorandum AG 121 (21 Jan
1946) ESS/FI subject: Reduction of Government Borrowings and Expenditures.

None.

Financial Return
Fiscal Situation (million yen)

Date	Fiscal Revenue						Revenues other than Annual Revenue	Total
	Annual Revenues			Special Account	Receipts Public Loans	Total		
	General Account		Other Revenues					
	Tax	Total						
Apr. 12	152	5	157	373	-	530	4,552	5,081
	(86)	(3)	(89)	(189)	(-)	(278)	(1,470)	(1,749)
13	143	21	164	3,063	-	3,227	4,696	7,921
	(110)	(13)	(123)	(514)	(-)	(637)	(1,312)	(1,946)
14	301	13	314	731	-	1,045	10,046	11,091
	(172)	(11)	(183)	(645)	(-)	(828)	(1,573)	(2,401)

Fiscal Expenditure

Date	Annual Expenditure			Expenditure Other than Annual Expenditure	Total
	General Account	Special Account	Total		
Apr. 12	28	526	554	22,944	23,498
	(24)	(524)	(548)	(999)	(1,547)
13	1,536	3,513	5,049	4,808	9,857
	(1,516)	(1,059)	(2,575)	(773)	(3,348)

Apr.	12	28	526	554	22,944	23,498
		(24)	(524)	(548)	(999)	(1,547)
	13	1,536	3,513	5,049	4,808	9,857
		(1,516)	(1,059)	(2,575)	(773)	(3,348)
	14	2,486	2,331	155	16,121	16,276
		(22)	(53)	(75)	(6,669)	(6,744)

Present amount of Postal Savings

(million yen)

Date	Postal Saving	Transfer Savings	Total
Mar. 31	49,781	1,706	51,487
Apr. 1	49,767	1,790	51,557
2	49,705	1,674	51,379
5	49,753	1,696	51,449
6	49,733	1,691	51,424
7	46,687	1,703	51,390
8	49,616	1,700	51,316
9	49,581	1,714	51,295

Principal Account of The Bank of Japan

(million yen)

Date	Note issued	Government Deposit	Other Deposit	Loans	Agents Account	National Bonds held
Apr. 8	214,469	12,395	16,555	58,792	674	55,534
9	214,851	13,293	16,730	58,573	1,474	55,534
10	215,424	14,946	17,308	57,264	1,805	55,534
12	216,102	15,123	16,233	58,426	1,415	55,536
13	215,623	12,387	14,643	57,392	1,327	55,536
14	215,522	9,259	15,131	55,583	1,337	55,536
15	215,346	10,340	15,338	55,061	1,080	55,536
16	215,324	9,743	15,234	54,720	1,280	55,536
Compared with Preceding month	932	-1,666	-1,637	-452	1589	+ 48

Outstanding Amount of Internal Bonds and Shortterm Bills and Notes of Government. (million yen)

Date	Internal Bonds	Short-term Bills and Notes
Apr. 9	209,437	45,700
10	209,437	45,700
12	209,436	45,700
13	209,352	40,000
14	209,342	40,000
15	209,342	40,000
16	209,342	40,000
17	209,342	40,000

Apr. 9	209,437	45,700
10	209,437	45,700
12	209,436	45,700
13	209,352	40,000
14	209,342	40,000
15	209,342	40,000
16	209,342	40,000
17	209,342	40,000

Principal Accounts of big five Banks in Tokyo & Osaka
(million yen)

Tokyo

Date	Free Deposits	Restricted Deposits	Loans	National Bonds held	Cash held
Apr. 7	34,644	3,938	28,201	14,496	1,199
8	34,501	3,698	26,400	14,491	1,167
9	35,281	3,672	26,767	14,491	1,136
10	35,761	4,050	27,132	14,481	1,328
13	35,570	4,061	27,192	14,446	1,386
14	35,518	4,042	27,317	14,401	1,181
15	35,307	3,639	27,328	14,401	1,090

Osaka

Date	Free Deposits	Restricted Deposits	Icans	National Bonds held	Cash held
Apr. 5	16,920	1,697	16,741	7,687	738
6	16,920	1,717	16,752	7,687	712
7	16,868	1,679	16,818	7,687	709
8	16,736	1,679	16,818	7,687	709
9	16,916	1,683	17,008	7,686	694
10	17,156	1,687	17,085	7,686	628
13	17,130	1,681	16,929	7,686	760

Amounts Cleared in Tokyo & Osaka

(million yen)

Date	Tokyo		Osaka	
	Number of Bills	Amount	Number of Bills	Amount
Apr. 7			21.5	1,335
8			18.4	1,167
9	50.8	2,389	16.5	1,045
10	43.4	3,027	15.2	1,055
12	37.7	2,914	13.5	957
14	49.9	2,327	15.6	1,010
15	47.6	2,452	15.8	1,151
16	47.4	2,325		
17	45.3	1,999		

11	43.4	3,027	15.2	1,055
12	37.7	2,914	13.5	957
14	49.9	2,327	15.6	1,010
15	47.6	2,452	15.8	1,151
16	47.4	2,325		
17	45.3	1,999		

Tokyo Stock-Exchange Quotation (yen)

Date	Market Price				Number of shares Transacted (million of shares)
	Hitachi Industry	Nichiro Fishing	Japan Beer	Shochiku motion picture	
Apr. 12	132.0	71.0	293.0	215.0	365
13	130.0	70.0	293.0	215.0	353
14	126.0	67.0	288.0	212.0	267
15	125.0	65.5	289.0	205.0	323
16	125.0	68.5	287.0	205.0	231
17	130.0	68.0	287.0	208.0	

Interest in Tokyo & Osaka (sen)

Date	Call Over- night	Tokyo			Call Over- night	Osaka		
		Call unconditional				Call unconditional		
		Average	Highest	Lowest		Average	Highest	Lowest
Apr. 12	0.80	1.30	1.35	1.25				
13	0.80	1.30	1.40	1.25				
14	0.80	1.30	1.40	1.25				
15	0.80	1.35	1.40	1.25	0.80	1.40	1.60	1.25
16	0.80	1.35	1.40	1.25	0.80	1.40	1.60	1.25
17	0.80	1.35	1.40	1.25	0.80	1.40	1.60	1.25

WEEKLY REPORT
OF
THE MINISTRY OF FINANCE

No. 128

May 7, 1948

LIAISON OFFICE
THE MINISTRY OF FINANCE

On Encouragement of National
Deposit Campaign for the fiscal
year 1948-49.

That the acceleration of fabulous inflation may effectively be curbed, so that the currency and economic activities will thus be more safely stabilized on steady ground, planning for depositing capital will be the first essential task to be pushed forth. Under the circumstance which leads us to see possible of introducing foreign capital, and the like convenience also available during the course of year, conditions seem to turn out better favorable to us. Taking advantage of this opportunity as so happened to us, we are justified to employ our best endeavors to step forward to carry out rehabilitation of our national economy, on the basis of which stabilization of national life will be improved as coupled with vigorous enforcement of unified governmental measures ranging to every sphere of fiscal and economic circles involving thorough campaign on encouragement of deposit practice by the people at large as summed up in the following:

Specification of plan in view

- I. Aimed amount of Increase in Free Deposit;
300 billion yen for the current fiscal year
- II. Measures for Encouragement of Deposit;
 - (1) The measures to counteract the public confidence in currency such as, for instance, (1) Re-restriction to be put to new-yen, or
 - (2) Devaluation of yen price will be rejected.

21. Measures for Encouragement of Deposit;

- (1) The measures to counteract the public confidence in currency such as, for instance, (1) Re-restriction to be put to new-yen, or (2) Devaluation of yen price will be rejected.
- (2) That the public deposit be favored, new consideration will be paid to the treatment of interest on deposit, on premium, if any, on any substantial bounty, and the like, and further, better deliberation will be applied to the assessment on deposit.
- (3) To get the financial institution to contrive for innovating new design available of further deposit respectively in ready response to the local characteristics and to regional status.
- (4) In reply to the local campaign to be spread for absorption of fund, recurrence of fund to locality will be practiced according to the result respectively raised for deposit in each locality.
- (5) Reconstruction of individual house-hold economy will be enabled by dint of personal diligence and of economization of personal abuses of fund.
- (6) National custom for practice of deposit will be formed, inducing the public to make better use of the financial institution.
- (7) Formation of deposit associations will be pushed forth, in line with which regional model district for practice of deposit will be fostered and forcibly be brought out.
- (8) Through educational institution and through institutions exhaustive of other kind possible, national consideration for deposit necessity will be improved to the extent possible.
- (9) On propelling the deposit campaign, particular attention will be paid to the persons possessed of new sourceful income.

(10)

- (10) The financial institution will be pushed forth for securing its self-standing and positive activities to absorb available fund, involving the measure for extending net-works for collecting fund, in which going between of Government for securing to it materials essential comprised.
- (11) Improvement and originality in the mechanic of encouraging national deposit will be introduced enabling the structure for further development, and
- (12) As a measure additional to the above-mentioned policies for encouraging national deposit, the public sound investment in securities will be found indispensable.

The Creation of a system of agricultural bills.

For the purpose of facilitating the provision of funds necessary for production to farmers in view of the importance of securing the agricultural production, it has been decided to create a system of agricultural bill secured by proceeds from staple food crops, and thus to open a way to the financing for farmers. The system will be brought into operation in accordance with the following program in regard to purchase funds for fertilizers which are supplied by the Fertilizer Distribution Public Corporation.

Program.

1. Any farmer, who is not in a position to raise himself a fund to buy fertilizers, may get his needed fund by means of any one of the following three methods:

(1) Any farmer, who has registered himself with a newly-established co-operative society in regard to fertilizers supply, may file with the society a bond of debt, of a sum equivalent to the price of the fertilizers, every time he gets their supply. The society draws, according to necessity,

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an agricultural bill of a sum up to the total of the debts on the prefectural federation of credit associations (or prefectural agricultural association) and the prefectural federation of credit associations (or prefectural agricultural association) requests, according to necessity, the Central Bank of Agriculture and Forestry to discount the bill.

(2) Any farmer, who has registered himself with the agricultural association of a city, town or village in regard to fertilizers supply, may draw an agricultural bill, of a value equivalent to the price of the fertilizers supplied, which the agricultural association concerned receives on discount, and the prefectural agricultural association and the Central Bank of Agriculture and Forestry in turn rediscount the bill.

(3) Any farmer, who has registered himself with a designated fertilizers merchant in regard to the supply of fertilizers, may file with the merchant bonds of debt of a sum equivalent to the price of the fertilizers supplied and the merchant draws, according to necessity, an agricultural bill of a sum up to the total of the debts and get an accommodation from the bank he carries on transactions with.

(3) Any farmer, who has registered himself with a designated fertilizers merchant in regard to the supply of fertilizers, may file with the merchant bonds of debt of a sum equivalent to the price of the fertilizers supplied and the merchant draws, according to necessity, an agricultural bill of a sum up to the total of the debts and get an accommodation from the bank he carries on transactions with.

(4) The farmer shall, in any one of those three cases, be under obligation to provide a sure means to guarantee the redemption such as the assignment of proxy ^{to} the creditor to receive the price for the staple foods delivered to the government or the benefit from his agricultural mutual aid society.

3. The Bank of Japan shall, according to necessity, provide a fund against the agricultural bills which have been rediscounted by the Central Bank of Agriculture and Forestry or discounted by ordinary banks in accordance with the above stipulations.

Report pursuant to Par. 7 (c) of your memorandum AG 121 (21 Jan 1946).
RSS/FI subject: Reduction of Government Borrowings and Expenditures.

None.

FINANCIAL RETURN
Fiscal Situation (million yen)

Date	Fiscal Revenue						Revenues Other than Annual Revenue	Total
	Annual Revenues							
	General Account			Special Account	Public Receipts Loans	Total		
	Tax	Other Revenues	Total					
Apr. 15	287 (241)	14 (10)	301 (251)	523 (492)	- (-)	824 (743)	4,413 (1,179)	5,237 (1,922)
16	205 (168)	65 (12)	270 (180)	456 (328)	- (-)	726 (508)	4,092 (1,702)	4,818 (1,210)
17	116 (85)	7 (6)	123 (91)	281 (259)	- (-)	404 (350)	3,458 (287)	3,862 (637)

Date	Fiscal Expenditure				Expenditure Other than Annual Ex- penditure	Total
	Annual Expenditure					
	General Account	Special Account	Total			
Apr. 15	84 (37)	679 (561)	763 (598)	4,513 (870)	5,276 (1,468)	
16	125 (63)	149 (47)	274 (110)	5,323 (1,465)	5,527 (1,575)	
17	38 (27)	56 (53)	94 (80)	4,088 (746)	4,182 (826)	

Principal Account of The Bank of Japan
(million yen)

Date	Note issued	Government Deposit	Other Deposit	Loans	Agents Account	National Bonds held
Apr. 16	215,324	9,743	15,234	54,720	1,208	55,536
17	215,251	9,095	14,913	54,482	1,204	55,536
19	215,403	9,203	14,898	54,944	1,178	55,536
20	215,032	9,582	14,780	54,006	1,376	55,599
Compared with preceding month	- 418	+ 474	- 3,407	- 586	+ 301	+ 111

Outstanding Amount of Internal Bonds and Short-term Bills and Notes of Government.
(million yen)

Date	Internal Bonds	Short-term Bills and Notes
Apr. 17	209,342	40,000
19	209,342	40,000
20	209,342	40,000
21	209,342	40,000

Date	Internal Bonds	Short-term Bills and Notes
Apr. 17	209,342	40,000
19	209,342	40,000
20	209,342	40,000
21	209,342	40,000

Principal Accounts of big Five Banks in Tokyo & Osaka
(million yen)

Tokyo

Date	Free Deposits	Restricted Deposits	Loans	National Bonds held	Cash held
Apr. 15	35,307	3,639	27,328	14,401	1,090
16	36,160	3,647	27,353	14,401	1,146
17	35,194	3,663	27,370	14,401	1,116
19	35,972	3,645	27,413	14,406	1,300

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Osaka

Date	Free Deposits	Rostricted Deposits	Loans	National Bonds held	Cash held
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Amounts Cleared in Tokyo & Osaka (million yen)

Date	Tokyo		Osaka	
	Number of Bills	Amount	Number of Bills	Amount
Apr. 17	45.3	1,999		
19	38.4	2,065		
20	52.8	2,691		
21	55.8	3,939		

Tokyo Stock-Exchange Quotation (yen)

Date	Market Price				Number of shares Tran- sacted (mi- llion of shares)
	Hitachi Industry	Nichiro Fishing	Japan Beer	Shochiku motion picture	
Apr. 17	130,0	68,0	287,0	208,0	293
19	129,0	66,0	287,0	220,0	414
20	127,0	65,0	280,0	210,0	315
21	---	64,0	277,0	208,0	

Interest in Tokyo & Osaka (sen)

Date	Tokyo				Osaka			
	Call Over-night	Call unconditional			Call Over-night	Call unconditional		
		Average	Highest	Lowest		Average	Highest	Lowest
Apr. 17	0.80	1.35	1.40	1.25				
19	0.80	1.35	1.40	1.25	0.80	1.40	1.60	1.25
20	0.80	1.35	1.40	1.25	0.80	1.40	1.60	1.25
21	0.80	1.35	1.40	1.25	0.80	1.40	1.60	1.25

WEEKLY REPORT
OF
THE MINISTRY OF FINANCE

No. 129

DECLASSIFIED E.O. 11652 SEC. 3(F) AND 5(D) OR (E) NNDG # 775 015

May 14, 1948.

LIAISON OFFICE
THE MINISTRY OF FINANCE

Disposal of Shares according
to the Ordinance concerning
the Restriction of Securities
Holding

In accordance with the provisions of the Ordinance concerning the Restrictions of Securities Holding (Imperial Ordinance No. 567 of 1946) which has a purpose to cut off connections of capital among companies under the banner of a certain concern or a Zaibatsu, shares held by a restricted concern, its dependent companies - the so-called son-companies and grandson companies - and other companies which have connection with the said restricted concern, should be disposed of. As the disposal in question had not yet been executed its execution was decided and the Cabinet Order relative to the enforcement of the Imperial Ordinance concerning the Restrictions of Securities Holding (Cabinet Order No. 83 of 1946) was amended by the Prime Minister's Office Ordinance No. 24 promulgated on May 7th, 1948 having objects of amendment to provide necessary provisions regarding such details as measures to be taken for the disposal of shares. The Prime Minister's Office Ordinance No. 24 shall be effective on and after May 10th, 1948. Essential points of this Ordinance are as follows:

1. In principle, of the disposal of shares shall be fixed after the adoption of a plan of adjustment or that of a plan of reorganization for those shares issued by special management companies (excluding those which have neither special loss nor necessity of establishment of a second company) and for the shares issued by the companies specified under the provisions of the Elimination of Excessive Concentration of Economic

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In other words the subscription and the allotment of shares to the employees of a company which shall issue the shares and to residents in the area in which the company exists shall be carried out by the mandated company which shall issue the shares concerned and with regard to the shares for which the transfer of the shares to the employees shall have been concluded a plan of disposal of the shares shall be submitted to the Holding Company Liquidation Commission by the company which shall issue the shares in question.

For the disposal of the remainder of shares for persons in general after the allotment of the shares to the employees and residents of the area in which the company exists a plan of the disposal of shares shall be submitted to the Holding Company Liquidation Commission by the share holders

3. The price for assignment of the capital stock shall be readjusted and be determined by the Holding Company Liquidation Committee upon the value applied for by the stockholder and in accordance with the current price.

In case the determination was not obtained by the Holding Company Liquidation Committee, the ultimate decision shall be made available by the Securities Disposition Readjustment Council.

4. With a view to affording convenience to the employee hoping to purchase the capital stock the correspondent bank attached to the agreement with the issuing company of the capital stock shall accommodate the said employee with the funds necessary for purchase of the said capital so stock.

4. With a view to affording convenience to the employee hoping to purchase the capital stock the correspondent bank attained to the agreement with the issuing company of the capital stock shall accommodate the said employee with the funds necessary for purchase of the said capital stock.

The amount of funds to be financed for that purpose shall be made available up to 70 per cent the purchase value of the capital stock under way, and the said fund for financing shall be limited, at the same time, to the amount corresponding to the aggregate sum of twenty-five said capital stocks, or to the top amount of 2,500 yen, in the choice of either amount eventually coming higher.

In the meanwhile, under the category, companies which shall be charged with the disposition of capital stocks pursuant to the present regulation shall come the restricted companies, their dependent companies, and their affiliated companies totaling some 3,600 companies; the capital stocks to be called for disposition totalling some 167,000,000 yen in the sum of paid-up capital brought together.

Subject: Plan for Operation of the Reconstruction Finance Bank's
Fund for the First Quarter of the Fiscal 1948.

1. Because of the necessity of limiting to a minimum the supply of funds by the Reconstruction Finance Bank in view of the current condition of the government finance and the general public's savings, every possible effort will be exerted to make an efficient use of funds of ordinary financial institutions and the financing by the Bank will be limited to those enterprises in important industries, the fund demand from which cannot be met by ordinary financial institutions.

2. The total of the possible supply of fund by the Bank is pegged at ¥22,190 million and, in consideration of expected redemption of the loans given by the Bank, the possible increase in its financing will be restricted to ¥20,000 million.

3. The fund demand from general industries is calculated at ¥19,840 million and both the coal mining and electricity industries are given priority in the fund allocation.

4. The fund demand from government corporations is computed at ¥2,350 million and the certified bill system, which has been applied as from the last quarter to newly-established government corporations, shall become applicable as from June to what have been instituted before them. An attempt will be made through the operation of the system to limit to a minimum the supply of fund by the Bank.

Remarks:

(a) ¥19,840 million, the total of fund demands from general industries, shows an increase of ¥5,400 million and ¥4,300 compared respectively with corresponding figure of the ^{fund} allocation plan and the actual supply of fund for the last quarter. ¥2,350 million for government corporations is less than the last quarter's planned fund for them by ¥5,300 million.

(b) The following are schedules newly planned for the current quarter or carried over from the last:

(1) ¥25 and ¥60 million respectively to the housing programs for workers in the mining of lignite and that of iron sulphides.

Remarks:

(a) ¥19,840 million, the total of fund demands from general industries, shows an increase of ¥5,400 million and ¥4,300 compared respectively with corresponding figure of the ^{fund} allocation plan and the actual supply of fund for the last quarter. ¥2,350 million for government corporations is less than the last quarter's planned fund for them by ¥5,300 million.

(b) The following are schedules newly planned for the current quarter or carried over from the last:

(1) ¥25 and ¥60 million respectively to the housing programs for workers in the mining of lignite and that of iron sulphides.

(2) ¥3,000 million as restitution fund to cotton textile manufacturers who have converted their plants production of other lines or discontinued his business.

(3) ¥400 million for the increase in operating fund expected under the plan for increased production of iron and steel.

(4) ¥130 million as the fund necessary for the resumption of production of aluminium.

(5) ¥140 million as the fund needed for an increased production of vacuum tubes.

(6) ¥100 million as the fund necessary for an urgent increased production of railroad freight cars.

(7) ¥400 million as the fund for an increased production of dyes.

(8) ¥150 million as fund for the maintenance of enterprises concerned, the need being caused by a revision of the distribution system of insecticides, repellants, etc. used in agriculture and important medical supplies.

(9) ¥100 million as an aid to enterprises of agricultural or fishermen's communities.

(c) About ¥900 million is allocated for the financing to small- and medium-sized enterprises for the current quarter.

Plan for Fund Allocation by the Reconstruction Finance Bank
for the First Quarter of the Fiscal 1948.

<u>Classification.</u>	<u>,000,000 yen omitted.</u>	<u>Classification.</u>	<u>,000,000 yen omitted.</u>
1. General industries:		2. Government Corporations:	
Mining	7,830	(a) already in operation:	
Textile	770	Coal Distribution	x 2,478
Metal	690	Petroleum	150
Machines & tools	1,425	Fertilizers	x 1,331
Ceramic	215	Shipping	1,439
Chemical	2,565	Price Adjustment	-
Electric	3,590	Industrial Rehabilitation	350
Agriculture & forestry	320	Total	x 1,870
Fisheries	550		
Transportation	1,475	(b) newly-established:	
Others	400	Staple Foods	1,537
Total	19,840	Provisions	1,423
		Feeds	211
		Oils & Fats	800
		Liquors	253
		Total	4,224
		Total	2,354
Grand total			
			22,194 million (including guaranteed loans of 1,600 million)

Note: x shows an excess of redemption over loans given.

Report pursuant to par. 7(c) of your memorandum AG 131 (2) Jun 1948) 12/11
Subject: "Reduction of Government Borrowings and Expenditures".

None

FINANCIAL RETURN
Fiscal Situation (million yen)

Date	Fiscal Revenue						Revenues Other than Annual Revenue	Total
	Annual Revenues					Total		
	General Account		Special Account	Public Receipts	Loans			
	Tax	Other Revenues						
Apr. 19	230 (148)	9 (8)	239 (156)	604 (530)	- (-)	843 (686)	1,564 (781)	2,407 (1,467)
20	358 (249)	177 (176)	535 (425)	13,622 (367)	- (-)	14,157 (792)	35,140 (14,281)	49,297 (15,073)
21	288 (177)	19 (15)	307 (192)	1,154 (485)	52 (-)	1,513 (677)	2,902 (773)	4,415 (1,450)

Date	Annual Expenditure			Expenditure Other than Annual Expenditure	Total
	General Account	Special Account	Total		
	Apr. 19	76 (62)	542 (523)		
20	31 (24)	13,775 (459)	13,806 (483)	35,225 (14,283)	49,031 (14,766)
21	195 (178)	187 (86)	382 (264)	3,570 (1,078)	3,952 (1,342)

Principal Account of The Bank of Japan
(million yen)

Date	Note issued	Government Deposit	Other Deposit	Loans	Agents Account	National Bonds held
Apr. 20	215,032	9,582	14,780	54,006	1,376	55,599
21	214,631	9,622	14,990	53,665	1,395	55,599
22	214,417	10,098	15,128	53,248	1,486	55,599
23	214,964	10,457	17,219	53,925	1,368	55,599
Compared with preceding month	-703	1,096	-808	-2,144	215	110

Outstanding Amount of Internal Bonds and Short-term Bills and Notes of Government. (million yen)

Date	Internal Bonds	Short-term Bills and Notes
Apr. 21	209,342	40,500
22	209,342	40,500
23	209,342	41,100
24	210,002	41,100

Date		
Apr. 21	209,342	40,500
22	209,342	40,500
23	209,342	41,100
24	210,002	41,100

Principal Accounts of big Five Banks in Tokyo
& Osaka (million yen)

Tokyo

Date	Free Deposits	Restricted Deposits	Loans	National Bonds held	Cash held
Apr. 19	35,972	3,645	27,413	14,406	1,300
20	38,077	4,269	27,729	14,442	1,270
21	36,851	4,003	27,607	14,597	1,258
22	36,135	3,986	27,610	14,652	1,236

Osaka

Date	Free Deposits	Restricted Deposits	Loans	National Bonds held	Cash held
Apr. 13	17,174	1,695	17,090	7,686	726
14	17,310	1,678	17,109	7,686	665
15	17,429	1,671	17,017	7,686	639
16	17,432	1,662	16,969	7,686	617
17	17,512	1,679	17,013	7,686	613
19	17,736	1,662	17,034	7,686	732

Amounts Cleared in Tokyo & Osaka (million yen)

Date	Tokyo		Osaka	
	Number of Bills	Amount	Number of Bills	Amount
Apr. 15			15.8	1,151
16			14.2	1,113
17			14.6	1,162
19			13.0	923
20			18.4	1,120
21	55.8	3,939	17.2	1,991
22	46.1	2,459	15.2	1,035
23	40.4	2,776		
24	42.3	2,384		

Tokyo Stock-Exchange Quotation (yen)

Date	Market Price				Number of shares Transacted (million of shares)
	Hitachi Industry	Nichiro Fishing	Japan Beer	Shochiku Motion Picture	
Apr. 21	-	64.0	277.0	208.0	288
22	123.0	60.5	272.0	206.0	313
23	115.0	60.0	265.0	205.0	351
24	110.0	59.0	263.0	198.0	

DECLASSIFIED E.O. 11652 SEC. 3(F) AND 5(D) OR (E) NNDG # 775 015

Interest in Tokyo & Osaka
(sen)

Date	Tokyo				Osaka			
	Call Over- night	Call unconditional			Call Over- night	Call unconditional		
		Average	Highest	Lowest		Average	Highest	Lowest
Apr. 21	0.80	1.35	1.40	1.25	0.80	1.40	1.60	1.25
22	0.80	1.35	1.40	1.25	0.80	1.40	1.60	1.25
23	0.80	1.35	1.40	1.25	0.80	1.40	1.60	1.25

WEEKLY REPORT
OF
THE MINISTRY OF FINANCE

No. 130

DECLASSIFIED E.O. 11652 SEC. 3(F) AND 5(D) OR (E) NNDG # 775 015

May 21, 1948

LIAISON OFFICE
THE MINISTRY OF FINANCE

Measure adopted for Interest Payment on War Bonds.

In accordance with the policy-agreement among the three political parties, the Government has decided to suspend the payment of interest on the war bonds falling due within the period of one year from July 1 of this year and instead to make the payment of such suspended interest as an addition to the payment of the principal of the bonds at the time of their redemption.

The measure above is applicable exclusively to war bonds and merely calls for an extension of the payment of interest thereon for the said one-year period. As regards the effects the banks and other financial institutions may feel on account of the extension of the interest payment, the Government is prepared promptly to take adequate steps therefor. As to the payment of interest on foreign-currency national bonds issued in the United Kingdom, the United States, France, etc., the Government intends to effect it on the restoration of peace. Further, it is the Government's policy to use every means to upkeep the international confidence in our country.

... on foreign-currency national bonds
issued in the United Kingdom, the United States, France, etc., the Govern-
ment intends to effect it on the restoration of peace. Further, it is
the Government's policy to use every means to upkeep the international
confidence in our country.

Measures relating to Suspension of Interest Payment on War Bonds

The payment of interest on war bonds, in so far as that falling due
within the period of one year from now is concerned, will be made simulta-
neously with the payment of the principal of the bonds at the date of the
redemption.

On the interest of the bonds whose payment has been postponed accord-
ing to the new measure, an interest will be paid at the same rate as the
originally fixed for the bonds.

Further, a measure will be taken so as to allow the financial in-
stitutions, etc. to put down, for their accounting purposes, the amount
of interest, whose payment has been suspended according to the measure
above, as interest uncollected.

Summary of the General Account Provisional
Budget for the fiscal year 1948 - 49
(in thousands of yen)

Revenue:	For April & May	For June	Total
Tax & Stamp Revenues	34,683,000	17,372,000	52,055,000
Receipts from Government Enterprises & Properties	12,695,693	6,373,974	19,069,667
Miscellaneous Revenues	2,393,263	1,758,069	4,151,332
Surplus in the Preceding Fiscal Year	2,839	380,859	383,698
Total	49,774,795	25,884,902	75,659,697
Expenditure:			
Imperial Household	7,590	3,795	11,385
Diet	126,128	63,337	189,465
Court	167,445	162,766	330,211
Administration	2,274,371	1,037,070	3,311,441
Justice & Police	3,081,361	847,839	3,929,200
Education & Culture	3,620,850	330,296	3,951,146

Court	167,445	162,766	330,211
Administration	2,274,371	1,037,070	3,311,441
Justice & Police	3,081,361	847,839	3,929,200
Education & Culture	3,620,850	330,296	3,951,146
Social Relief & Labor Facilities	2,093,360	760,013	2,853,373
Health & Sanitation	661,917	363,165	1,025,082
Industry & Economy	3,283,463	990,020	4,273,483
Public Works	4,026,670	2,000,000	6,026,670
Price Adjustment	3,500,000	2,500,000	6,000,000
Adjustment Affairs of Commodities & Prices	1,561,559	349,257	1,910,816
Common Expenses for Administration	1,662,082	842,040	2,504,122
Local Finance	5,859,532	3,476,449	9,335,981
Annuities & Pensions	43,459	1,583	45,042
Government Investments	4,542,522	4,000,263	8,542,785
National Debts	290,486	1,721,009	2,011,495
Termination of War	11,900,000	6,000,000	17,900,000
Removal of Reparation Equipments	672,000	336,000	1,008,000
Reserve Fund	400,000	100,000	500,000
Total	49,774,795	25,884,902	75,659,697

Deposit Bureau Funds Situation

(at the end of April 1948)
(in thousands of yen)

Funds:

Item	Amount	Compared with the amount at the end of preceding month (* decrease)
Deposits of Postal Savings & Receipts of Savings Stamp	51,747,063	*182,515
Deposit of Receipts of Savings Debentures, etc.	2,369,217	*13,868
Deposits of Post-Office Life Insurance & Annuity	6,243,049	794,063
Deposit of Welfare Insurance	5,069,614	321,017
Deposit of Special Properties Account	381,000	-
Deposit of Other Accounts	2,867,701	2,747,555
Deposits of various Funds & Custody Trust Account	493,243	*13,925
Deposits of Mutual Aid Associations & Corporations	53,395	1,184
Reserve Funds & Others	2,295,494	*396,661

Deposits of Mutual Aid Associations & Corporations	53,395	1,184
Reserve Funds & Others	2,295,494	*396,661
Total	71,519,779	3,256,848
Operation:		
Government Bonds	50,503,273	2,144,720
Loans to the General Acc. & the Special Acc.	2,367,243	-
Local Government Bonds & Loans to local public bodies	9,140,195	1,277,208
Debentures of special banks & loans to them	4,468,456	*14,686
Debentures of special com- panies & Loans to them	2,857,127	*347
Foreign Government Bonds, Foreign Debentures & Loans	1,935,692	-
Cash	47,790	*150,046
Total	71,519,779	3,256,848

Report on National Debts and Loan

(at the end of April, 1948)
(in millions of yen)

1. Actual Amounts of National Debts, Loans and Short-term Bills.		
Internal National Debts		209,188
External National Debts		880
Loans		68,693
Treasury Bills		0
Food Certificates		40,140
Charcoal and Firewood Certificates		1,100
Total		320,001
2. Amount of National Debts issued or redeemed in April, 1948.		
Amount issued		660
Amount redeemed		52
3. Amount of Short-term Borrowings issued or redeemed in April, 1948.		
(A) Treasury Bills		
Amount issued		0
Amount redeemed		5,700
(B) Food Certificates		
Amount issued		

Amount issued 0
 Amount redeemed 5,700

(B) Food Certificates

Amount issued 25,180
 Amount redeemed 25,180

(C) Charcoal and Firewood Certificates

Amount issued 600
 Amount redeemed 0

4. Details of Loans (ref. Enclosure)

5. Important Items regarding above.

(A) National Debts

Date	Item	Amount	Remark
April 24	Four per cent Rehabilitation Treasury Bills	660	Issued by subscription from the public

(B) Borrowings		
April 24	Borrowing for the State Railway Account	646 Redeemed
April 30	Borrowing for the General Account (to replenish the Revenues)	10,000 Redeemed
April 30	Borrowing for the General Account (converted from borrowing)	10,000 Borrowed from the Bank of Japan

(C) Temporary Borrowings		
April 28	Temporary Borrowing for the State Railway Account	2,500 Borrowed from the Bank of Japan

(D) Treasury Bills		
Date	Amount	Remark
April 14	5,700	Redeemed

(E) Food Certificates		
April 2	1,090	Redeemed
April 2	1,090	Issued (Undertaker; Bank of Japan)
April 10	2,700	Redeemed

(E) Food Certificates

April 2	1,090	Redeemed
April 2	1,090	Issued (Undertaker; Bank of Japan)
April 10	2,700	Redeemed
April 10	2,700	Issued (Undertaker; Bank of Japan)
April 20	13,275	Redeemed
April 20	13,275	Issued (Undertaker; Bank of Japan)
April 24	8,115	Redeemed
April 24	8,115	Issued (Undertaker; Bank of Japan)

(F) Charcoal and Firewood Certificates

April 23	600	Issued (Undertaker; Bank of Japan)
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Enclosure: Details of Loans (in millions of yen)

Classification	Amount	Deposit Bureau	Borrowed Bank of Japan	from Yokohama Specie Bank	Bank of Taiwan
Borrowing for Replenishment of the Revenue of the Gen. Acc.	10,000		10,000		
Temporary Borrowing for Replenishment of the Revenue of the Gen. Acc.	7,000		7,000		
Borrowing for Temporary War Expenses	5,811		1,250	4,561	
Borrowing for the State Railway Acc.	15,407	1,142	14,265		
Temporary Borrowing for the State Railway Acc.	2,500		2,500		
Borrowing for the Communication Service Acc.	6,090	1,066	5,024		
Temporary Borrowing for the Trade Fund Acc.	6,600		6,600		
Temporary Borrowing for the Acc. of Demand & Supply adjustment of Charcoal & Firewood	690	200	490		

Temporary Borrowing for the Acc. of Demand & Supply Adjustment of Charcoal & Firewood	690	200	490		
Borrowing for the Acc. of Receipt by the Capital Levy	12,500		12,250		
Borrowing for the Settlers Financing Acc.	401		401		
Borrowing for the Agricul- tural Mutual Aid Reinsur- ance Acc.	685	75	610		
Borrowing for the State Forestry Acc.	890		890		
Other Borrowings	82	82			
Other Temporary Borrowings	37				37
Total	68,693	2,565	61,530	4,561	37

Note: Borrowing for Temporary War Expenses amounting to 58,021 million yen from the Overseas Funds Bank is excepted.

Report pursuant to Par. 7 (c) of your memorandum AG 121 (21 Jan 1945) BSS/FI subject: Reduction of Government Borrowings and Expenditures.

None.

Financial Return
Fiscal Situation (million yen)

Fiscal Revenue

Date	Annual Revenues			Special Account	Public Receipts Loans	Total	Revenues Other than Annual Revenue	
	General Account		Total				Total	Total
	Tax	Other Revenues						
Apr. 22	190	18	208	714	-	922	3,206	4,128
	(133)	(10)	(143)	(604)	(-)	(747)	(1,120)	(1,867)
23	256	13	269	691	-	960	3,566	4,526
	(160)	(8)	(168)	(653)	(-)	(821)	(1,476)	(2,297)
24	110	35	145	9,092	52	9,289	22,231	31,520
	(78)	(21)	(99)	(389)	(-)	(488)	(9,430)	(9,918)

Fiscal Expenditure

Annual Expenditure

Date	General Account	Special Account	Total	Expenditure other than Annual Expenditure	Total
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194	Apr. 22	156 (53)	621 (580)	777 (663)	3,186 (795)	3,963 (1,428)
	23	75 (49)	768 (752)	843 (801)	3,617 (1,107)	4,460 (1,908)
	24	127 (111)	9,255 (394)	9,382 (505)	21,835 (9,192)	31,217 (9,697)

Present Amount of Postal Savings

(million yen)

Date	Postal Saving	Transfer Saving	Total
Apr 9	49,581	1,714	51,295
10	49,542	1,717	51,259
12	49,524	1,708	51,232
13	49,496	1,720	51,216
14	49,472	1,716	51,188
15	49,473	1,720	51,193

Principal Account of The Bank of Japan

(million yen)

Date	Note issued	Government Deposit	Other Deposit	Loans	Agents Account	National Bonds held
Apr. 23	214,964	10,457	17,219	53,925	1,368	55,599
24	215,684	10,740	16,995	55,745	1,112	55,599
26	217,347	10,502	16,586	57,494	1,186	55,599
27	218,157	10,145	15,911	58,080	1,239	55,599
Compared with preceding month	- 534	- 394	-3,139	-1,781	+ 300	+ 115

Outstanding Amount of Internal Bonds and Short-term Bills and Notes of Government

(million yen)

Date	Internal Bonds	Short-term Bills and Notes
Apr. 24	210,002	51,000
26	210,002	51,000
27	210,002	51,000

Principal Accounts of big Five Banks in Tokyo & Osaka

Tokyo

(million yen)

Date	Free Deposits	Restricted Deposits	Loans	National Bonds held	Cash held
Apr. 22	36,135*	3,986	27,610	14,652	1,236
23	36,178	3,953	27,798	14,407	1,149
24	35,951	3,936	27,853	14,553	911
26	35,891	3,542	27,822	14,553	1,267

Osaka

Date	Free Deposits	Restricted Deposits	Loans	National Bonds held	Cash held
Apr. 19	17,736	1,662	17,034	7,686	732
20	18,764	1,666	17,124	7,686	726
21	17,800	1,667	17,135	7,686	716
22	17,953	1,648	17,166	7,686	725
23	17,594	1,654	17,183	7,686	781
24	17,675	1,641	17,173	7,785	613

Amounts Cleared in Tokyo & Osaka

(million yen)

Date	Number of Bills	Amount	Number of Bills	Amount
Apr. 22			15.2	1,035
23			15.1	1,107
24	42.3	2,384	15.7	1,079
26	33.7	2,346	13.2	1,146
27	55.7	2,626	17.7	1,100
28	49.5	2,460		

Tokyo Stock-Exchange Quotation (yen)

Date	Market Price				Number of shares Transacted (million of shares)
	Hitachi Industry	Nichiro Fishing	Japan Beer	Shochiku motion picture	
Apr. 24	110,0	59.0	263,0	198,0	273
26	117,0	60,0	268,0	200,0	319
27	122,0	58.5	273,0	200,0	324
28	118,0	60,0	270,0	195,0	

Interest in Tokyo & Osaka

(sen)

Date	Tokyo				Osaka			
	Call Over night	Call unconditional			Call Over night	Call unconditional		
		Average	Highest	Lowest		Average	Highest	Lowest
Apr. 23	0.80	1.35	1.40	1.25	0.80	1.40	1.60	1.25
24	0.80	1.40	1.50	1.30	0.80	1.40	1.60	1.25
26	0.80	1.40	1.50	1.30	0.80	1.40	1.60	1.25
27	0.80	1.40	1.50	1.30				