

Japanese Economy: Analysis and Forecasts No.147

27 February, 2024

A Macroeconomic Analysis Project

▶This report is a summary of the economic analyses and forecasts made by APIR's macroeconomic analysis project team.

▶The project team consists of young professionals from member companies and APIR researchers, and is headed by Yoshihisa Inada, Director of the APIR Center for Quantitative Economic Analysis and Professor Emeritus of Konan University.

▶This report and the forecasts in it were co-authored by Yoshihisa Inada and Mitsuru Shimoda from the Japan Applied Research Institute.

▶This project is part of a 40-year research collaboration between young business professionals and academics, and its forecasts are used widely.

▶The project was originally established by Chikashi Moriguchi and Kanemi Ban, Professors Emeritus of Osaka University. In 2005, we incorporated Current Quarter Model (CQM) forecasts into our quarterly macroeconomic forecast model.

▶Aiming to provide a timely response to changes in the economy, this report has been published quarterly since 2004.

Index

Forecast Highlights	1
Summary of Forecast Results	2
Forecasts at a glance	3
Detailed Forecast Results	4-9

Forecast Highlights

Recovery driven by domestic demand not in sight. Achieving a virtuous cycle of domestic and external demand remains a challenge.

- Real GDP growth forecast: +1.3% in FY 2023, +0.8% in FY 2024, +1.1% in FY 2025 -

- ◆ World trade (volume basis) in Q4 2023 increased for the first time in five quarters, +0.5% QoQ. There is a possibility of a bottoming out, but the underlying tone is weak and a full recovery will take some time.
- ◆ According to the first official advance GDP estimate, Japan's real GDP contracted by an annualized -0.4% in Q4 2023 (or -0.1% QoQ), marking the second consecutive quarter of negative growth. The actual figure was far below the market consensus forecast. It was also much lower than APIR's final CQM forecast of +1.9% (expenditure-side: +2.0%, production side: +1.7%). In terms of contributions to GDP growth in Q4 2023, domestic demand made a negative contribution for the third consecutive quarter of -0.3 percentage points (pp). Therein, private demand suppressed the growth rate by -0.2 pp, similarly for the third quarter in a row. Private final consumption expenditure, private housing, private capital investment and changes in private inventories all made negative contributions. Public demand suppressed growth for the seventh consecutive quarter, by -0.1 pp. On the other hand, thanks to the export of services (including intellectual property rights), net exports made a positive contribution for the second quarter in a row (+0.2 pp). As a result, Japan's real GDP expanded by +1.9% YoY in 2023, marking the third straight year of positive growth (for reference, the 2022 growth rate was +1.0%).
- ◆ In Q4 2023, the domestic demand deflator was +0.4% QoQ, marking the 12th consecutive quarter in positive territory. The terms of trade remained unchanged, after improving for four quarters in a row. As a result, the GDP deflator was +0.4% QoQ, marking the fifth quarter of inflation. Consequently, although the real GDP contracted, the nominal GDP expanded by +0.3% QoQ, or an annualized 1.2%, marking the first increase in two quarters. On an annual basis, Japan's nominal GDP expanded by +5.7% YoY in 2023, marking the third straight year of positive growth, and logging the highest growth rate since the +6.5% recorded in 1991.
- ◆ Incorporating the first official advance GDP estimate as well as our new assumptions about exogenous variables into our analysis, we updated our forecasts for the Japanese economy in FY 2023-25. We forecast real GDP growth of +1.3% in FY 2023, +0.8% in FY 2024, and +1.1% in FY 2025. All these figures represent downward revisions from our previous forecast (No. 146), by -0.4 pp for FY 2023, by -0.7 pp for FY 2024 and by -0.1 pp for FY 2025, respectively. Q1 2024 is expected to stagnate due to the reactionary decline in exports and the decline in automobile production. In the first half of 2024, a recovery driven by domestic demand is still out of sight. Achieving a virtuous cycle of domestic and external demand remains a challenge.
- ◆ Since the recovery in Q1 2024 will also remain moderate, the private demand contribution in FY2023 will be -0.3%pt. On the other hand, the trade deficit will narrow, partly due to improved terms of trade, and the services exports will increase due to continued strong inbound tourism demand, resulting in a significant reversal in the contribution of net exports in FY2023 from the previous year, +1.3%pp. Real wages are not expected to revert to positive growth until the second half of 2024, when the effects of inflation will start to wear off. For that reason, the contribution of private demand to growth will remain weak throughout FY 2024-25. On the other hand, the contribution of net exports is projected to remain stable.
- ◆ CPI inflation, which remained in the 3% range in the first half of FY 2023, is expected to decelerate gradually. We forecast a core CPI inflation rate of +2.8% in FY 2023, +2.0% in FY 2024, and +1.4% in FY 2025. Our forecast remains unchanged from the previous report (No. 146). Since the terms of trade have improved significantly in FY 2023, we forecast a GDP deflator of +3.8%. This means that the nominal GDP is expected to expand by +5.2%. For FY2024-25, the GDP deflator will be +1.5% for FY24 and +1.8% for FY25 due to a rebound from improved terms of trade.

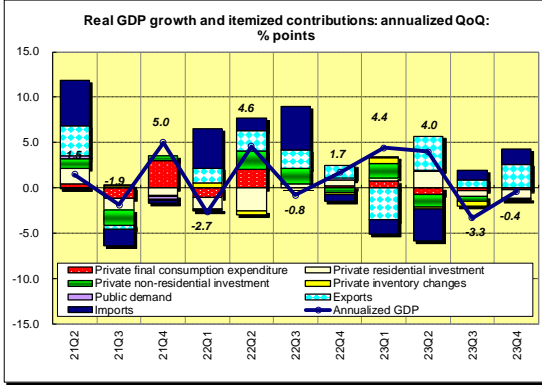
Forecast Summary

	Current forecast (2024/2/19)				Previous forecast (2023/12/13)			
	2022	2023	2024	2025	2022	2023	2024	2025
Real GDP (%)	1.5	1.3	0.8	1.1	1.5	1.7	1.4	1.1
Private demand (contribution)	2.0	▲ 0.3	0.6	0.9	2.0	▲ 0.0	0.9	0.9
Private final consumption expenditure (%)	2.7	▲ 0.4	0.7	1.0	2.7	0.0	0.9	0.8
Private residential investment (%)	▲ 3.4	1.5	▲ 0.5	0.1	▲ 3.4	2.5	1.6	0.3
Private non-residential investment (%)	3.4	▲ 0.6	2.4	2.7	3.4	▲ 0.1	2.1	2.9
Private inventory changes (contribution)	0.1	▲ 0.2	▲ 0.1	▲ 0.0	0.1	▲ 0.3	0.1	0.0
Public demand (contribution)	0.0	0.3	0.1	0.1	0.0	0.4	0.1	0.1
Government final consumption expenditure (%)	1.4	0.5	0.4	0.4	1.4	0.9	0.3	0.2
Public investment expenditure (%)	▲ 6.1	3.1	0.9	1.0	▲ 6.1	3.0	1.7	0.9
Public inventory changes (contribution)	0.0	▲ 0.0	0.0	▲ 0.0	0.0	▲ 0.0	0.0	0.0
External demand (contribution)	▲ 0.5	1.3	0.0	▲ 0.0	▲ 0.5	1.4	0.4	0.1
Exports of goods and services (%)	4.7	4.3	2.8	2.4	4.7	4.1	3.8	2.4
Imports of goods and services (%)	6.9	▲ 2.4	2.7	2.6	7.1	▲ 2.7	1.9	1.9
Nominal GDP (%)	2.3	5.2	2.3	2.9	2.3	5.1	1.8	2.3
GDP deflator (%)	0.8	3.8	1.5	1.8	0.8	3.3	0.4	1.2
Domestic corporate price index (%)	9.5	2.2	0.9	0.2	9.5	2.1	▲ 0.5	▲ 0.0
Core consumer price index (%)	3.1	2.8	2.0	1.4	3.1	2.8	2.0	1.4
Industrial production index (%)	▲ 0.3	▲ 0.8	1.1	1.4	▲ 0.3	▲ 0.5	1.1	1.6
New housing starts (%)	▲ 0.6	▲ 6.4	0.1	0.2	▲ 0.6	▲ 5.7	0.1	▲ 0.1
Unemployment rate (%)	2.6	2.5	2.4	2.2	2.6	2.6	2.5	2.4
Current account balance (JPY trillion)	8.3	25.5	22.3	23.6	8.3	23.6	24.3	25.2
% of nominal GDP	1.5	4.3	3.7	3.8	1.5	4.0	4.0	4.1
Crude oil price (USD/barrel)	92.5	80.3	80.0	74.5	92.5	82.2	81.5	75.8
USD/JPY exchange rate	135.4	144.3	146.7	139.5	135.4	144.0	139.8	132.3
USA real GDP (% , calendar year)	1.9	2.5	2.4	1.5	1.9	2.5	1.5	1.5

Note: Figures on private consumption, government spending, changes in private and government inventories and external demand represent contribution ratios. The rest of the figures reflect YoY changes. The crude oil price is the average of the WTI, Dubai and Brent Blend benchmarks. Highlighted columns represent actual values.

Forecasts at a glance

【Special factors in services exports boost Q4 growth】



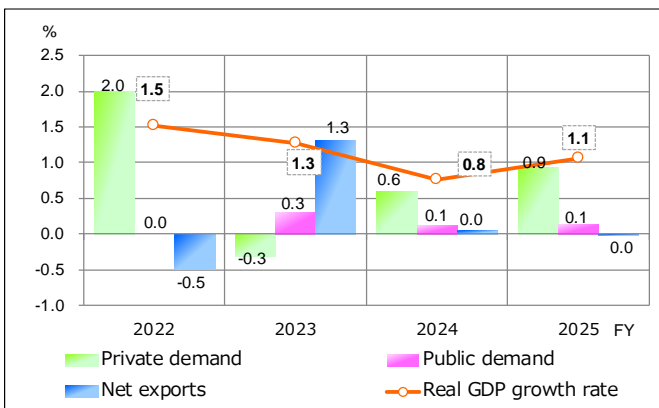
Note: This is the second preliminary report for Q3; the previous report was the first preliminary report for Q3.

【Q4 real GDP again at pre-Corona pandemic peak level】

	GDP	Goods imports	Services import	Private final consumption expenditure	Private capital investment	Government spending	Goods exports	Services exports	Nominal GDP
19Q3	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
19Q4	97.3	98.3	96.2	96.6	94.8	100.2	98.0	100.1	98.0
20Q1	97.8	93.7	94.8	97.4	95.3	100.3	95.6	88.8	98.7
20Q2	90.2	94.9	89.4	89.5	91.8	101.3	78.1	76.7	91.5
20Q3	95.1	87.2	84.7	94.2	88.5	103.1	88.9	73.3	96.3
20Q4	96.9	93.6	84.5	95.9	89.4	103.9	98.4	74.9	97.8
21Q1	97.2	96.1	85.4	94.6	93.6	103.8	100.9	79.1	98.2
21Q2	97.5	99.4	94.6	95.0	94.4	105.0	104.8	79.8	98.7
21Q3	97.1	98.4	90.5	93.8	93.8	105.4	103.8	80.9	98.1
21Q4	98.2	98.1	90.4	96.7	93.7	103.9	103.9	79.9	98.9
22Q1	97.6	102.9	92.5	95.6	96.2	103.6	106.5	78.3	98.9
22Q2	98.7	105.1	91.5	97.5	95.7	103.7	107.9	83.5	99.7
22Q3	98.5	106.7	107.2	97.5	97.2	103.9	109.2	88.6	99.2
22Q4	98.9	106.9	102.9	97.7	95.7	104.7	109.4	94.7	101.1
23Q1	99.99	103.5	107.7	98.4	99.7	105.1	102.9	100.6	103.4
23Q2	100.96	99.0	107.5	97.8	98.0	105.3	106.3	106.7	106.0
23Q3	100.11	98.8	113.3	97.4	95.3	105.4	106.8	109.6	105.9
23Q4	100.01	101.8	110.2	97.2	94.9	105.2	106.9	122.0	106.2

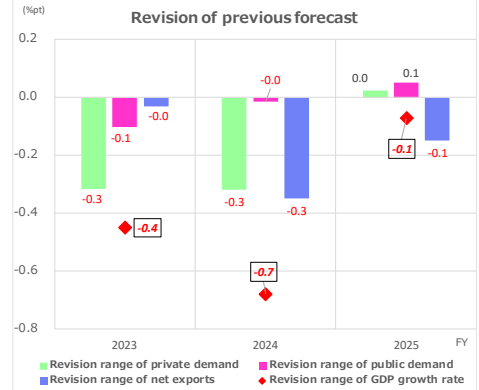
Note: 2019Q3=100

【Real GDP Growth Rate and Itemized Contribution】



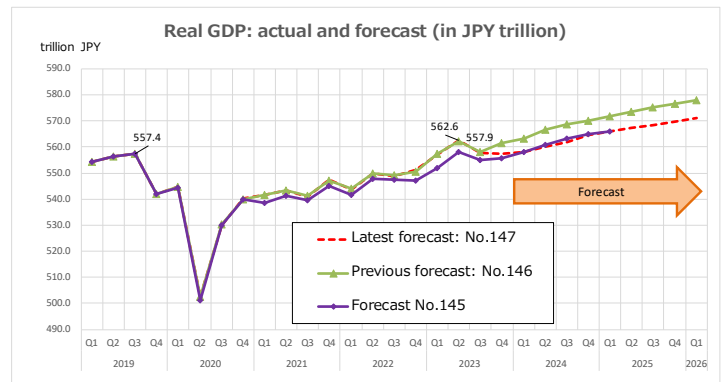
Note: Due to rounding, the total contribution of demand components does not necessarily match the real GDP growth rate.

【FY2024 growth forecast revised downward sharply from the previous forecast】

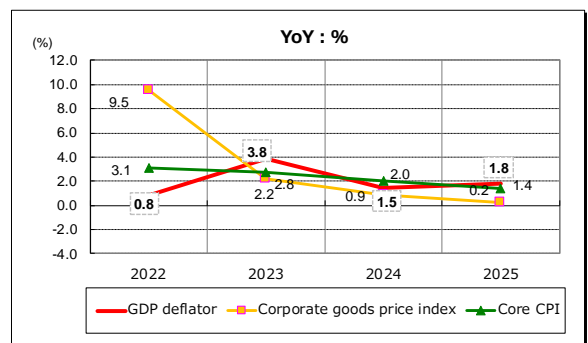


Note: Due to rounding, the total contribution of demand components does not necessarily match the real GDP growth rate.

【Footprint levels revised downward, no change in growth rate pattern】



【GDP deflator +3.8% in FY2023 due to improved terms of trade】



Detailed Forecasts

Table 1. Main economic indicators

	Quarter												Fiscal year			
	23Q2	23Q3	23Q4	24Q1	24Q2	24Q3	24Q4	25Q1	25Q2	25Q3	25Q4	26Q1	2022	2023	2024	2025
Real GDP (JPY trillion)	562.6	557.9	557.3	558.1	560.2	561.9	564.6	566.1	567.4	568.5	569.7	571.0	551.9	559.0	563.2	569.1
	1.0	-0.8	-0.1	0.1	0.4	0.3	0.5	0.3	0.2	0.2	0.2	0.2	1.5	1.3	0.8	1.1
	2.3	1.6	1.1	0.2	-0.4	0.7	1.3	1.4	1.3	1.2	0.9	0.9				
Nominal GDP (JPY trillion)	595.0	594.6	596.4	597.2	602.0	605.1	612.3	617.7	621.4	625.5	628.2	631.6	566.5	595.8	609.3	626.7
	2.5	-0.1	0.3	0.1	0.8	0.5	1.2	0.9	0.6	0.7	0.4	0.5	2.3	5.2	2.3	2.9
	6.3	6.7	5.1	2.9	1.2	1.8	2.7	3.4	3.2	3.4	2.6	2.3				
GDP deflator (2015=100)	105.7	106.6	107.0	107.0	107.5	107.7	108.4	109.1	109.5	110.0	110.3	110.6	102.6	106.6	108.2	110.1
	1.5	0.8	0.4	0.0	0.4	0.2	0.7	0.6	0.4	0.5	0.2	0.3	0.8	3.8	1.5	1.8
	3.9	5.0	3.9	2.7	1.6	1.0	1.3	2.0	1.9	2.2	1.7	1.4				
Index of industrial production (2020=100)	104.8	103.5	104.8	103.1	104.6	105.0	105.4	105.7	106.1	106.4	106.8	107.2	104.9	104.1	105.2	106.6
	1.4	-1.2	1.3	-1.6	1.5	0.4	0.3	0.4	0.3	0.3	0.4	0.4	-0.3	-0.8	1.1	1.4
	0.9	-3.4	-0.5	-0.3	-0.2	1.4	0.5	2.6	1.4	1.4	1.4	1.4				
New housing starts (thousands)	204	200	201	201	202	202	202	201	201	202	202	203	861	806	807	808
	-5.3	-2.2	0.3	0.1	0.5	-0.1	0.2	-0.8	0.2	0.3	0.3	0.3	-0.6	-6.4	0.1	0.2
	-4.4	-7.7	-6.0	-6.9	-1.2	0.9	0.7	-0.1	-0.3	0.0	0.0	1.0				
Domestic corporate goods price index (2020=100)	119.5	119.6	119.8	120.2	120.4	121.0	121.1	121.0	120.9	121.1	121.2	121.3	117.2	119.8	120.9	121.2
	-0.2	0.1	0.1	0.3	0.2	0.5	0.1	-0.1	0.0	0.1	0.1	0.1	9.5	2.2	0.9	0.2
	5.0	3.0	0.6	0.4	0.7	1.1	1.1	0.7	0.4	0.1	0.1	0.3				
Core consumer price index (2020=100)	104.9	105.6	106.4	106.6	107.5	108.0	108.1	108.3	109.2	109.6	109.6	109.7	103.0	105.9	108.0	109.5
	0.8	0.7	0.8	0.2	0.8	0.5	0.1	0.2	0.8	0.3	0.0	0.1	3.1	2.8	2.0	1.4
	3.2	3.0	2.5	2.5	2.5	2.3	1.6	1.6	1.6	1.5	1.4	1.3				
Wage earnings per worker (JPY thousand)	4174	4159	4181	4222	4241	4262	4295	4311	4337	4361	4383	4409	4134	4184	4277	4372
	0.3	-0.4	0.5	1.0	0.5	0.5	0.8	0.4	0.6	0.6	0.5	0.6	1.7	1.2	2.2	2.2
	1.9	0.9	0.6	1.4	1.6	2.5	2.7	2.1	2.2	2.3	2.0	2.3				
Unemployment rate (%)	2.6	2.7	2.5	2.5	2.4	2.4	2.4	2.3	2.3	2.2	2.2	2.2	2.6	2.5	2.4	2.2
CD interest rate (%)	0.002	0.003	0.003	0.050	0.005	0.005	0.005	0.010	0.010	0.010	0.010	0.010	0.002	0.002	0.006	0.010
10-year government bond yields (%)	0.407	0.670	0.743	0.704	0.830	0.884	0.906	0.957	0.980	1.012	1.015	1.070	0.296	0.631	0.894	1.020
Current account balance (JPY trillion)	5.9	6.4	6.3	6.9	5.5	5.0	5.8	5.9	7.3	5.7	5.4	5.1	8.3	25.5	22.3	23.6
% of nominal GDP	3.9	4.3	4.2	4.6	3.7	3.3	3.8	3.8	4.7	3.6	3.5	3.3	1.5	4.3	3.7	3.8
Crude oil price (USD/barrel)	76.54	84.73	81.58	78.18	81.15	84.24	80.83	73.69	73.04	73.85	74.99	76.08	92.46	80.26	79.98	74.49
USD/JPY exchange rate	137.3	144.6	147.8	147.5	149.2	149.7	145.9	142.0	141.0	140.0	139.0	138.0	135.4	144.3	146.7	139.5
Government debt (JPY trillion)	1262.8	1268.5	1274.3	1282.4	1289.8	1297.3	1304.7	1312.2	1319.6	1326.9	1334.2	1341.6	1257.0	1262.8	1312.2	1319.6
	0.5	0.5	0.5	0.6	0.6	0.6	0.6	0.6	0.6	0.6	0.6	0.6	4.1	0.5	3.9	0.6
	3.5	2.9	2.4	2.0	2.1	2.3	2.4	2.3	2.3	2.3	2.3	2.2				
% of GDP	212.2	213.3	213.7	213.8	213.1	212.6	212.5	212.4	212.4	212.5	213.0	213.6	221.9	211.9	215.4	210.6
Fiscal balance (JPY trillion)	-56.4	-57.6	-59.2	-62.3	-62.9	-63.6	-63.0	-62.5	-62.5	-62.4	-62.5	-62.4	-66.0	-58.9	-63.0	-62.4

Notes: In the quarterly statistics, the figures in the first and second rows below the main series represent QoQ changes (%) and YoY changes (%) respectively. In the annual statistics, the figures under the main series represent YoY changes (%). In the GDP statistics (real, nominal, deflator), the first and second rows represent and QoQ and YoY growth rates (%) respectively. The YoY values were calculated using seasonally adjusted data, so they might differ from the official figures, which are not seasonally adjusted. Highlighted columns represent actual values.

Table 2. Gross domestic expenditure (real)

JPY trillion (2015 chain prices), %

	Quarter												Fiscal year			
	23Q2	23Q3	23Q4	24Q1	24Q2	24Q3	24Q4	25Q1	25Q2	25Q3	25Q4	26Q1	2022	2023	2024	2025
Private final consumption expenditure	298.0	297.0	296.3	296.6	297.6	298.7	299.6	300.2	300.8	301.5	302.3	303.0	298.1	296.9	299.0	301.9
	-0.7	-0.3	-0.2	0.1	0.3	0.4	0.3	0.2	0.2	0.2	0.2	0.2	2.7	-0.4	0.7	1.0
	0.3	-0.1	-0.5	-1.1	-0.1	0.6	1.1	1.2	1.1	1.0	0.9	0.9				
Private residential investment	18.7	18.6	18.4	18.4	18.5	18.4	18.4	18.5	18.5	18.5	18.5	18.5	18.3	18.6	18.5	18.5
	1.8	-0.6	-1.0	0.0	0.2	-0.2	-0.1	0.4	-0.1	0.0	-0.1	0.2	-3.4	1.5	-0.5	0.1
	3.1	2.1	0.4	0.2	-1.4	-1.0	-0.1	0.3	0.1	0.3	0.2	0.0				
Private non-residential investment	89.7	89.2	89.1	89.5	90.2	91.2	92.2	92.6	93.2	93.7	94.3	94.9	89.9	89.4	91.5	94.0
	-1.4	-0.6	-0.1	0.5	0.7	1.1	1.1	0.5	0.6	0.5	0.6	0.7	3.4	-0.6	2.4	2.7
	1.3	-1.0	-0.6	-1.6	0.5	2.3	3.5	3.5	3.3	2.7	2.2	2.4				
Change in private inventories	3.6	1.3	1.1	1.8	1.9	1.1	1.2	1.2	1.2	1.2	1.2	1.2	3.0	2.0	1.4	1.2
Government final consumption expenditure	119.7	120.1	119.9	120.0	120.5	121.0	120.4	119.9	120.3	120.7	121.2	121.6	119.3	119.9	120.4	120.9
	-0.1	0.3	-0.1	0.0	0.4	0.4	-0.5	-0.4	0.3	0.4	0.4	0.3	1.4	0.5	0.4	0.4
	0.8	1.0	0.2	0.1	0.6	0.8	0.4	-0.1	-0.1	-0.2	0.6	1.4				
Government investment expenditure	26.9	26.6	26.4	26.7	26.4	26.4	27.1	27.7	27.5	27.3	27.1	26.9	25.9	26.7	26.9	27.2
	2.2	-1.0	-0.7	1.0	-1.0	-0.2	2.5	2.5	-0.8	-0.8	-0.8	-0.8	-6.1	3.1	0.9	1.0
	5.4	3.2	2.5	1.5	-1.6	-0.9	2.3	3.8	4.0	3.4	0.1	-3.2				
Change in government inventories	-0.03	-0.04	-0.03	-0.01	0.00	0.00	-0.01	-0.01	-0.01	-0.01	-0.01	-0.01	0.04	-0.03	-0.01	-0.01
Net exports of goods and services	5.1	5.1	6.3	5.3	5.3	5.4	6.0	6.2	6.0	5.7	5.5	5.2	-1.8	5.4	5.7	5.6
Exports of goods and services	111.2	112.3	115.3	114.8	115.4	116.0	117.2	117.9	118.5	119.1	119.6	120.2	108.7	113.4	116.6	119.4
	3.8	0.9	2.6	-0.4	0.5	0.5	1.1	0.6	0.5	0.5	0.5	0.4	4.7	4.3	2.8	2.4
	3.7	2.5	3.8	7.1	3.7	3.3	1.7	2.7	2.7	2.7	2.1	1.9				
Imports of goods and services	106.1	107.2	109.0	109.5	110.1	110.6	111.2	111.7	112.5	113.4	114.2	114.9	110.6	108.0	110.9	113.8
	-3.6	1.0	1.7	0.4	0.5	0.5	0.5	0.5	0.7	0.7	0.7	0.7	6.9	-2.4	2.7	2.6
	-1.4	-5.0	-2.6	-0.5	3.7	3.2	2.0	2.0	2.2	2.5	2.7	2.9				
GDP	562.6	557.9	557.3	558.1	560.2	561.9	564.6	566.1	567.4	568.5	569.7	571.0	551.9	559.0	563.2	569.1
	4.0	-3.3	-0.4	0.6	1.5	1.2	2.0	1.1	0.9	0.8	0.9	0.9	1.5	1.3	0.8	1.1
	1.0	-0.8	-0.1	0.1	0.4	0.3	0.5	0.3	0.2	0.2	0.2	0.2				
	2.3	1.6	1.1	0.2	-0.4	0.7	1.3	1.4	1.3	1.2	0.9	0.9				
Contribution of domestic demand	-0.5	-0.8	-0.3	0.3	0.4	0.3	0.4	0.2	0.3	0.2	0.3	0.3	2.0	0.0	0.7	1.1
of which, private demand	-0.6	-0.8	-0.2	0.3	0.3	0.2	0.4	0.2	0.2	0.2	0.2	0.2	2.0	-0.3	0.6	0.9
of which, public demand	0.1	0.0	-0.1	0.1	0.0	0.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.3	0.1	0.1
Contribution of net exports	1.4	0.0	0.2	-0.2	0.0	0.0	0.1	0.0	0.0	0.0	0.0	0.0	-0.5	1.3	0.0	0.0
GNI	551.6	548.5	547.6	546.1	549.2	549.9	555.0	556.9	558.6	559.9	560.9	561.9	535.1	548.4	552.7	560.3
	6.5	-2.3	-0.6	-1.1	2.3	0.5	3.7	1.4	1.2	0.9	0.7	0.7	-0.4	2.5	0.8	1.4
	0.2	-0.1	0.0	0.0	0.1	0.0	0.1	0.0	0.0	0.0	0.0	0.0				
	3.3	3.6	2.6	0.6	-0.4	0.3	1.3	2.0	1.7	1.8	1.1	0.9				

Notes: In the quarterly statistics, the figures in the first and second rows below the main series represent QoQ changes (%) and YoY changes (%) respectively. In the GDP quarterly series, the first row below the main series represents annualized QoQ changes (%), the second and third rows are QoQ and YoY changes (%), respectively. In the annual statistics, the figures under the main series represent YoY changes (%). Highlighted columns represent actual values.

Table 3. Gross domestic expenditure (nominal)

JPY trillion, %

	Quarter												Fiscal year			
	23Q2	23Q3	23Q4	24Q1	24Q2	24Q3	24Q4	25Q1	25Q2	25Q3	25Q4	26Q1	2022	2023	2024	2025
Private final consumption expenditure	321.7	322.8	322.8	326.0	327.4	330.6	331.7	334.5	336.1	338.5	339.9	342.1	315.8	323.3	331.1	339.1
	-0.3	0.3	0.0	1.0	0.4	1.0	0.3	0.8	0.5	0.7	0.4	0.7	5.9	2.4	2.4	2.4
	3.3	3.0	2.2	1.0	1.8	2.4	2.8	2.6	2.6	2.4	2.5	2.3				
Private residential investment	22.2	22.1	21.9	21.8	21.8	21.8	21.8	21.8	21.8	21.8	21.8	21.8	21.8	22.0	21.8	21.8
	1.6	-0.6	-0.8	-0.6	0.0	0.1	-0.2	0.4	-0.1	0.0	-0.3	0.1	1.5	0.9	-0.9	0.0
	2.7	1.3	0.0	-0.4	-2.0	-1.3	-0.7	0.3	0.2	0.1	0.0	-0.3				
Private non-residential investment	98.5	98.8	99.5	100.6	102.0	103.6	105.6	106.9	108.3	109.7	111.1	112.6	96.9	99.4	104.5	110.4
	-0.5	0.3	0.7	1.1	1.4	1.6	1.9	1.2	1.4	1.2	1.3	1.3	7.8	2.5	5.2	5.7
	4.6	2.2	2.3	1.6	3.5	4.8	6.1	6.3	6.2	5.9	5.3	5.4				
Change in private inventories	5.3	1.2	1.2	1.7	1.9	0.9	1.1	1.1	1.1	1.1	1.1	1.1	3.6	2.4	1.3	1.1
Government final consumption expenditure	123.3	124.1	124.5	124.7	125.3	125.8	125.3	124.9	125.6	126.3	127.0	127.8	122.1	124.1	125.3	126.7
	-0.5	0.6	0.3	0.2	0.4	0.4	-0.4	-0.3	0.5	0.6	0.6	0.6	2.8	1.7	0.9	1.1
	3.3	1.9	1.0	0.7	1.6	1.4	0.7	0.1	0.2	0.4	1.4	2.3				
Government investment expenditure	31.0	30.9	30.8	30.9	30.8	30.7	31.5	32.3	32.0	31.7	31.4	31.1	29.3	30.9	31.3	31.6
	3.2	-0.4	-0.2	0.2	-0.3	-0.1	2.4	2.4	-0.9	-0.8	-0.9	-0.9	-1.7	5.5	1.4	0.8
	8.6	6.2	5.0	2.7	-0.7	-0.5	2.2	4.5	4.0	3.2	-0.2	-3.4				
Change in government inventories	-0.03	-0.05	-0.03	-0.01	0.00	0.00	-0.01	0.00	0.00	0.00	0.00	0.00	-0.06	-0.03	0.00	0.00
Net exports of goods and services	-7.0	-5.2	-4.3	-8.4	-7.2	-8.4	-4.6	-3.8	-3.5	-3.6	-4.2	-4.9	-23.0	-6.2	-6.0	-4.0
Exports of goods and services	125.8	130.8	137.2	137.3	138.7	139.7	141.3	141.9	143.0	143.9	144.5	144.9	123.2	132.8	140.4	144.1
	4.5	3.9	4.9	0.1	1.0	0.7	1.1	0.5	0.7	0.7	0.4	0.3	18.7	7.7	5.7	2.6
	5.6	4.1	7.5	14.0	10.2	6.8	3.0	3.4	3.1	3.0	2.3	2.1				
Imports of goods and services	132.9	136.0	141.5	145.7	145.9	148.1	145.9	145.8	146.5	147.5	148.7	149.9	146.2	139.0	146.4	148.1
	-5.9	2.4	4.0	3.0	0.1	1.5	-1.5	-0.1	0.5	0.7	0.8	0.8	32.3	-4.9	5.3	1.2
	-4.2	-11.9	-6.0	3.3	9.8	8.9	3.1	0.1	0.4	-0.4	1.9	2.8				
GDP	595.0	594.6	596.4	597.2	602.0	605.1	612.3	617.7	621.4	625.5	628.2	631.6	566.5	595.8	609.3	626.7
	10.4	-0.2	1.2	0.6	3.2	2.1	4.9	3.6	2.4	2.7	1.7	2.2	2.3	5.2	2.3	2.9
	2.5	-0.1	0.3	0.1	0.8	0.5	1.2	0.9	0.6	0.7	0.4	0.5				
	6.3	6.7	5.1	2.9	1.2	1.8	2.7	3.4	3.2	3.4	2.6	2.3				
Contribution of domestic demand	0.2	-0.4	0.1	0.8	0.6	0.7	0.6	0.8	0.5	0.7	0.5	0.7	5.3	2.2	2.2	2.5
of which, private demand	0.1	-0.5	0.1	0.8	0.5	0.6	0.5	0.7	0.5	0.6	0.4	0.6	4.8	1.6	1.9	2.3
of which, public demand	0.0	0.1	0.1	0.1	0.1	0.1	0.0	0.1	0.1	0.1	0.1	0.1	0.5	0.7	0.3	0.3
Contribution of net exports	2.3	0.3	0.2	-0.7	0.2	-0.2	0.6	0.1	0.1	0.0	-0.1	-0.1	-2.9	3.0	0.0	0.3

Notes: In the quarterly statistics, the figures in the first and second rows below the main series represent QoQ changes (%) and YoY changes (%) respectively. In the GDP quarterly series, the first row below the main series represents annualized QoQ changes (%), the second and third rows are QoQ and YoY changes (%), respectively. In the annual statistics, the figures under the main series represent YoY changes (%). Highlighted columns represent actual values.

Table 4. Gross domestic expenditure (deflator)

2015=100, %

	Quarter												Fiscal year			
	23Q2	23Q3	23Q4	24Q1	24Q2	24Q3	24Q4	25Q1	25Q2	25Q3	25Q4	26Q1	2022	2023	2024	2025
Private final consumption expenditure	108.0	108.7	109.0	109.9	110.0	110.7	110.7	111.4	111.7	112.3	112.4	112.9	105.9	108.9	110.7	112.3
	0.4	0.7	0.2	0.9	0.1	0.6	0.0	0.6	0.2	0.5	0.2	0.4	3.2	2.8	1.7	1.4
	3.0	3.1	2.7	2.2	1.9	1.8	1.6	1.4	1.5	1.4	1.5	1.3				
Private residential investment	118.6	118.6	118.9	118.1	118.0	118.2	118.1	118.1	118.0	118.0	117.9	117.8	119.2	118.5	118.1	117.9
	-0.2	0.0	0.2	-0.6	-0.2	0.2	-0.1	-0.1	-0.1	0.0	-0.1	-0.1	5.1	-0.6	-0.4	-0.2
	-0.4	-0.8	-0.4	-0.6	-0.5	-0.3	-0.6	-0.1	0.1	-0.2	-0.2	-0.3				
Private non-residential investment	109.8	110.8	111.7	112.4	113.1	113.6	114.5	115.4	116.3	117.1	117.9	118.7	107.8	111.2	114.2	117.5
	1.0	0.9	0.7	0.7	0.6	0.5	0.8	0.8	0.7	0.7	0.7	0.7	4.3	3.1	2.7	2.9
	3.3	3.2	2.9	3.3	3.0	2.5	2.6	2.7	2.8	3.1	3.0	2.8				
Government final consumption expenditure	103.0	103.3	103.8	104.0	104.0	104.0	104.0	104.2	104.4	104.6	104.8	105.1	102.3	103.5	104.0	104.7
	-0.4	0.3	0.5	0.2	0.0	0.0	0.1	0.1	0.2	0.2	0.2	0.2	1.4	1.2	0.5	0.6
	2.5	0.9	0.8	0.6	1.0	0.6	0.2	0.2	0.4	0.6	0.8	0.9				
Government investment expenditure	115.3	116.0	116.5	115.5	116.3	116.4	116.4	116.3	116.3	116.2	116.1	116.0	113.2	115.8	116.4	116.2
	1.0	0.6	0.5	-0.9	0.7	0.1	-0.1	-0.1	-0.1	0.0	-0.1	-0.1	4.7	2.3	0.5	-0.2
	3.0	2.9	2.5	1.2	0.9	0.4	-0.1	0.7	0.0	-0.2	-0.2	-0.3				
Exports of goods and services	113.1	116.5	119.0	119.6	120.2	120.5	120.6	120.4	120.7	120.9	120.8	120.6	113.3	117.1	120.4	120.7
	0.6	3.0	2.2	0.5	0.5	0.2	0.1	-0.1	0.2	0.2	-0.1	-0.1	13.4	3.3	2.8	0.3
	1.8	1.5	3.6	6.4	6.3	3.4	1.3	0.7	0.4	0.3	0.2	0.2				
Imports of goods and services	125.2	126.9	129.8	133.1	132.6	134.0	131.2	130.5	130.2	130.1	130.2	130.4	132.2	128.8	132.1	130.2
	-2.4	1.4	2.2	2.5	-0.4	1.1	-2.1	-0.5	-0.2	0.0	0.1	0.1	23.8	-2.6	2.5	-1.4
	-2.8	-7.2	-3.6	3.8	5.9	5.5	1.1	-1.9	-1.8	-2.9	-0.7	-0.1				
GDP	105.7	106.6	107.0	107.0	107.5	107.7	108.4	109.1	109.5	110.0	110.3	110.6	102.6	106.6	108.2	110.1
	1.5	0.8	0.4	0.0	0.4	0.2	0.7	0.6	0.4	0.5	0.2	0.3	0.8	3.8	1.5	1.8
	3.9	5.0	3.9	2.7	1.6	1.0	1.3	2.0	1.9	2.2	1.7	1.4				

Notes: In the quarterly statistics, the figures in the first and second rows below the main series represent QoQ changes (%) and YoY changes (%) respectively. In the annual statistics, the figures under the main series represent YoY changes (%). Highlighted columns represent actual values.

Table 5. Production, employment, wages and prices

	Quarter												Fiscal year			
	23Q2	23Q3	23Q4	24Q1	24Q2	24Q3	24Q4	25Q1	25Q2	25Q3	25Q4	26Q1	2022	2023	2024	2025
Index of industrial production (2020=100)	104.8	103.5	104.8	103.1	104.6	105.0	105.4	105.7	106.1	106.4	106.8	107.2	104.9	104.1	105.2	106.6
	1.4	-1.2	1.3	-1.6	1.5	0.4	0.3	0.4	0.3	0.3	0.4	0.4	-0.3	-0.8	1.1	1.4
	0.9	-3.4	-0.5	-0.3	-0.2	1.4	0.5	2.6	1.4	1.4	1.4	1.4				
Labor force (ten thousand persons)	6922	6931	6938	6939	6940	6941	6943	6945	6947	6949	6951	6953	6907	6932	6942	6950
	0.2	0.1	0.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.1	0.4	0.1	0.1
	0.2	0.3	0.5	0.4	0.3	0.1	0.1	0.1	0.1	0.1	0.1	0.1				
Engaged labor force (ten thousand persons)	6744	6746	6767	6765	6774	6775	6775	6788	6786	6798	6796	6800	6727	6756	6778	6795
	0.2	0.0	0.3	0.0	0.1	0.0	0.0	0.2	0.0	0.2	0.0	0.1	0.3	0.4	0.3	0.3
	0.2	0.2	0.6	0.5	0.4	0.4	0.1	0.3	0.2	0.3	0.3	0.2				
Employed (ten thousand persons)	6080	6090	6089	6089	6096	6097	6097	6108	6107	6118	6116	6119	6047	6087	6099	6115
	0.6	0.2	0.0	0.0	0.1	0.0	0.0	0.2	0.0	0.2	0.0	0.1	0.6	0.7	0.2	0.3
	0.5	0.7	0.7	0.7	0.3	0.1	0.1	0.3	0.2	0.3	0.3	0.2				
Unemployment rate (%)	2.6	2.7	2.5	2.5	2.4	2.4	2.4	2.3	2.3	2.2	2.2	2.2	2.6	2.5	2.4	2.2
Domestic corporate goods price index (2020=100)	119.5	119.6	119.8	120.2	120.4	121.0	121.1	121.0	120.9	121.1	121.2	121.3	117.2	119.8	120.9	121.2
	-0.2	0.1	0.1	0.3	0.2	0.5	0.1	-0.1	0.0	0.1	0.1	0.1	9.5	2.2	0.9	0.2
	5.0	3.0	0.6	0.4	0.7	1.1	1.1	0.7	0.4	0.1	0.1	0.3				
Core consumer price index (2020=100)	104.9	105.6	106.4	106.6	107.5	108.0	108.1	108.3	109.2	109.6	109.6	109.7	103.0	105.9	108.0	109.5
	0.8	0.7	0.8	0.2	0.8	0.5	0.1	0.2	0.8	0.3	0.0	0.1	3.1	2.8	2.0	1.4
	3.2	3.0	2.5	2.5	2.5	2.3	1.6	1.6	1.6	1.5	1.4	1.3				

Notes: In the quarterly statistics, the figures in the first and second rows below the main series represent QoQ changes (%) and YoY changes (%) respectively. In the annual statistics, the figures under the main series represent YoY changes (%). Highlighted columns represent actual values. The "engaged labor force" category includes both self-employed and employed workers. The "employed" category excludes self-employed workers.

Table 6. Financial markets

	Quarter												Fiscal year			
	23Q2	23Q3	23Q4	24Q1	24Q2	24Q3	24Q4	25Q1	25Q2	25Q3	25Q4	26Q1	2022	2023	2024	2025
CD rates (%)	0.002	0.003	0.003	0.050	0.005	0.005	0.005	0.010	0.010	0.010	0.010	0.010	0.002	0.002	0.006	0.010
Government bond yields (%)	0.407	0.670	0.743	0.704	0.830	0.884	0.906	0.957	0.980	1.012	1.015	1.070	0.296	0.631	0.894	1.020
Money stock (M2+CD, JPY trillion)	1229.0	1235.7	1241.0	1248.6	1254.4	1260.1	1266.5	1274.7	1281.2	1286.7	1290.5	1297.7	1218.8	1248.6	1274.7	1297.7
	0.8	0.5	0.4	0.6	0.5	0.5	0.5	0.6	0.5	0.4	0.3	0.6	2.6	2.4	2.1	1.8
	2.6	2.4	2.3	2.4	2.1	2.0	2.1	2.1	2.1	2.1	1.9	1.8				
Nikkei stock average (JPY)	30,393	32,529	32,486	37,195	37,396	37,597	37,799	38,000	38,250	38,500	38,750	39,000	27,277	33,151	37,698	38,625
	11.5	7.0	-0.1	14.5	0.5	0.5	0.5	0.5	0.7	0.7	0.6	0.6	-3.9	21.5	13.7	2.5
	13.0	17.9	18.7	36.4	23.0	15.6	16.4	2.2	2.3	2.4	2.5	2.6				
USD/JPY exchange rate	137.3	144.6	147.8	147.5	149.2	149.7	145.9	142.0	141.0	140.0	139.0	138.0	135.4	144.3	146.7	139.5
	3.8	5.3	2.3	-0.2	1.2	0.3	-2.6	-2.6	-0.7	-0.7	-0.7	-0.7	20.5	6.6	1.7	-4.9
	6.0	4.5	4.5	11.5	8.7	3.6	-1.3	-3.7	-5.5	-6.5	-4.7	-2.8				

Notes: In the quarterly statistics, the figures in the first and second rows below the main series represent QoQ changes (%) and YoY changes (%) respectively. In the annual statistics, the figures under the main series represent YoY changes (%). Highlighted columns represent actual values.

Table 7. External sector

JPY trillion, %

	Quarter												Fiscal year			
	23Q2	23Q3	23Q4	24Q1	24Q2	24Q3	24Q4	25Q1	25Q2	25Q3	25Q4	26Q1	2022	2023	2024	2025
Goods exports (real)	87.7	88.2	88.3	88.1	88.6	88.8	89.5	89.8	90.1	90.3	90.6	90.9	88.7	88.1	89.2	90.5
(SNA basis)	3.2	0.5	0.2	-0.2	0.5	0.3	0.8	0.3	0.3	0.3	0.3	0.3	2.5	-0.7	1.2	1.5
	-1.5	-2.2	-2.2	3.7	0.9	0.7	1.4	1.9	1.7	1.7	1.2	1.2				
Goods imports (real)	80.5	80.3	82.7	83.2	84.2	85.0	85.8	86.5	87.3	88.0	88.6	89.2	85.9	81.7	85.4	88.3
(SNA basis)	-4.4	-0.2	3.0	0.6	1.2	1.0	0.9	0.8	0.9	0.8	0.7	0.7	5.9	-4.9	4.5	3.4
	-5.8	-7.5	-4.8	-1.1	4.7	5.9	3.7	3.9	3.6	3.5	3.3	3.2				
Services exports (real)	23.6	24.2	26.9	26.7	26.8	27.2	27.7	28.1	28.4	28.8	29.0	29.3	20.2	25.3	27.4	28.9
(SNA basis)	6.1	2.7	11.3	-1.1	0.7	1.2	1.9	1.5	1.3	1.1	1.0	0.8	15.0	25.1	8.3	5.3
	27.7	23.6	28.9	20.0	13.9	12.2	2.7	5.4	6.0	5.9	5.0	4.3				
Services imports (real)	26.2	27.7	26.9	26.3	25.8	25.5	25.3	25.2	25.3	25.4	25.5	25.7	24.9	26.8	25.5	25.5
(SNA basis)	-0.2	5.4	-2.7	-2.4	-1.6	-1.2	-0.7	-0.5	0.2	0.4	0.6	0.7	10.9	7.3	-4.7	0.0
	17.4	5.7	7.1	-0.1	-1.5	-7.7	-5.7	-3.9	-2.2	-0.6	0.7	1.9				
Goods exports (nominal)	98.5	102.4	105.0	104.7	105.5	105.9	106.5	106.6	106.7	107.1	107.0	107.1	99.7	102.7	106.1	107.0
(SNA basis)	3.9	3.9	2.6	-0.3	0.7	0.4	0.6	0.1	0.1	0.3	0.0	0.1	16.4	3.0	3.3	0.8
	0.5	-0.1	2.0	10.4	7.0	3.4	1.4	1.8	1.2	1.1	0.5	0.5				
Goods imports (nominal)	103.0	103.5	109.6	113.4	113.9	115.8	114.0	113.9	114.4	115.1	115.8	116.5	117.7	107.4	114.4	115.4
(SNA basis)	-7.4	0.5	5.8	3.5	0.4	1.7	-1.5	-0.1	0.4	0.6	0.6	0.6	35.0	-8.8	6.6	0.9
	-9.1	-16.6	-9.9	1.9	10.5	11.8	4.1	0.5	0.5	-0.6	1.5	2.2				
Services exports (nominal)	27.3	28.4	32.2	32.6	33.3	33.8	34.8	35.4	36.3	36.9	37.5	37.8	23.6	30.1	34.3	37.1
(SNA basis)	6.6	4.1	13.1	1.4	2.1	1.7	2.8	1.7	2.6	1.6	1.7	0.9	29.6	27.8	14.0	8.1
	29.1	22.9	30.6	27.2	21.8	19.1	8.2	8.6	9.1	8.9	7.8	6.9				
Services imports (nominal)	29.8	32.5	31.9	32.3	32.0	32.3	31.8	31.8	32.1	32.4	32.9	33.4	28.5	31.6	32.0	32.7
(SNA basis)	-0.2	9.0	-1.9	1.4	-0.9	0.9	-1.6	0.1	0.7	1.1	1.4	1.5	22.2	11.0	1.1	2.2
	18.1	7.5	10.3	8.3	7.4	-0.6	-0.2	-1.5	0.1	0.4	3.3	4.8				
Trade balance (BOP basis)	-1.0	-0.6	-1.3	-2.2	-2.1	-2.5	-1.9	-1.8	-1.9	-2.0	-2.2	-2.3	-18.0	-5.0	-8.3	-8.4
Balance on services (BOP basis)	-0.7	-1.2	0.1	-0.2	0.1	0.1	0.4	0.6	0.7	0.8	0.8	0.8	-5.4	-2.0	1.2	3.0
Primary income balance (BOP basis)	8.6	9.3	8.4	9.2	9.0	8.8	8.7	8.6	8.4	8.3	8.2	8.1	34.7	35.5	35.2	33.0
Current account balance	5.9	6.4	6.3	6.9	5.5	5.0	5.8	5.9	7.3	5.7	5.4	5.1	8.3	25.5	22.3	23.6
(BOP basis)	142.9	9.5	-1.7	8.4	-19.5	-8.9	16.5	0.9	23.7	-22.1	-4.3	-5.5	-58.9	207.9	-12.5	5.8
	99.1	752.2	189.5	183.6	-6.0	-21.9	-7.5	-13.9	32.4	13.2	-7.0	-12.9				
USD/JPY exchange rate	137.3	144.6	147.8	147.5	149.2	149.7	145.9	142.0	141.0	140.0	139.0	138.0	135.4	144.3	146.7	139.5
	3.8	5.3	2.3	-0.2	1.2	0.3	-2.6	-2.6	-0.7	-0.7	-0.7	-0.7	20.5	6.6	1.7	-4.9
	6.0	4.5	4.5	11.5	8.7	3.6	-1.3	-3.7	-5.5	-6.5	-4.7	-2.8				

Notes: SNA = System of National Accounts. BOP = Balance of Payments. In the quarterly statistics, the figures in the first and second rows below the main series represent QoQ changes (%) and YoY changes (%) respectively. In the annual statistics, the figures under the main series represent YoY changes (%). Highlighted columns represent actual values.

Table 8. Household sector and corporate sector

JPY trillion, %

	Quarter												Fiscal year			
	23Q2	23Q3	23Q4	24Q1	24Q2	24Q3	24Q4	25Q1	25Q2	25Q3	25Q4	26Q1	2022	2023	2024	2025
Employee income	301.0	300.5	301.7	304.3	305.8	307.0	309.0	310.5	311.9	313.9	315.1	317.0	296.5	301.9	308.1	314.5
	0.8	-0.2	0.4	0.9	0.5	0.4	0.6	0.5	0.5	0.6	0.4	0.6	2.3	1.8	2.0	2.1
	2.4	1.7	1.2	2.0	1.6	2.2	2.4	2.0	2.0	2.2	2.0	2.1				
Income of self-employed	27.9	27.9	27.9	28.0	28.2	28.3	28.5	28.7	28.8	29.0	29.2	29.4	27.6	27.9	28.4	29.1
	0.7	-0.1	0.3	0.4	0.5	0.5	0.6	0.6	0.6	0.6	0.6	0.6	1.8	1.4	1.8	2.5
	1.9	1.3	1.0	1.2	1.1	1.7	2.0	2.2	2.4	2.5	2.5	2.5				
Household net capital income	28.0	28.0	28.1	30.6	31.2	31.6	31.9	31.9	32.2	32.5	32.7	32.9	27.6	28.7	31.6	32.6
	1.0	-0.2	0.4	9.0	1.8	1.3	1.0	0.2	1.0	0.8	0.7	0.5	3.0	3.9	10.3	3.1
	2.4	1.1	1.6	10.4	11.3	12.9	13.5	4.3	3.5	3.0	2.7	3.0				
Social security disbursements	83.0	83.8	82.7	82.9	83.1	83.2	83.3	83.4	83.4	83.5	83.6	83.7	82.5	83.1	83.2	83.5
	0.4	1.0	-1.3	0.2	0.2	0.1	0.1	0.1	0.1	0.1	0.1	0.1	-2.3	0.7	0.2	0.4
	0.6	1.9	0.0	0.3	0.2	-0.7	0.7	0.5	0.4	0.4	0.3	0.3				
Individual income tax	34.7	34.8	33.5	33.0	32.6	32.3	32.2	32.0	32.0	32.0	32.0	32.1	33.7	34.0	32.3	32.0
	3.5	0.2	-3.8	-1.5	-1.1	-0.8	-0.6	-0.3	-0.2	0.0	0.1	0.3	3.3	1.0	-5.1	-0.8
	1.8	3.5	0.4	-1.8	-6.2	-7.1	-4.0	-2.8	-1.9	-1.1	-0.4	0.2				
Social security contributions	90.0	90.3	89.1	88.6	88.2	88.0	87.9	87.9	87.9	88.1	88.3	88.5	88.0	89.5	88.0	88.2
	1.0	0.4	-1.3	-0.6	-0.4	-0.3	-0.1	0.0	0.1	0.1	0.2	0.3	2.6	1.7	-1.7	0.2
	3.8	3.0	0.7	-0.6	-1.9	-2.6	-1.4	-0.8	-0.3	0.1	0.4	0.7				
Disposable income	315.3	315.6	325.5	331.9	334.8	337.2	340.1	342.0	344.0	346.3	347.8	349.8	314.2	322.1	338.5	347.0
	-0.2	0.1	3.1	2.0	0.9	0.7	0.8	0.6	0.6	0.7	0.4	0.6	0.9	2.5	5.1	2.5
	1.6	0.5	2.9	5.0	6.2	6.8	4.5	3.1	2.8	2.7	2.3	2.3				
Real disposable income	292.0	290.3	298.7	301.9	304.3	304.6	307.1	306.9	307.9	308.5	309.3	309.8	296.6	295.8	305.7	308.9
	-0.6	-0.6	2.9	1.1	0.8	0.1	0.8	-0.1	0.3	0.2	0.3	0.1	-2.2	-0.3	3.4	1.0
	-1.4	-2.6	0.1	2.7	4.2	4.9	2.8	1.6	1.2	1.3	0.7	0.9				
Corporate income	91.5	91.1	92.5	88.8	90.4	90.5	94.6	97.4	98.3	99.1	99.3	99.7	68.0	91.0	93.2	99.1
of private enterprises	19.9	-0.5	1.6	-4.0	1.8	0.2	4.5	2.9	0.9	0.8	0.2	0.4	12.5	33.8	2.5	6.3
	45.7	50.1	28.4	16.2	-1.3	-0.6	2.3	9.7	8.7	9.4	4.9	2.4				
Corporate tax	26.9	26.8	27.2	26.1	26.6	26.6	27.8	28.6	28.9	29.1	29.2	29.3	20.0	26.7	27.4	29.1
	19.9	-0.5	1.6	-4.0	1.8	0.2	4.5	2.9	0.9	0.8	0.2	0.4	12.5	33.8	2.5	6.3
	45.7	50.1	28.4	16.2	-1.3	-0.6	2.3	9.7	8.7	9.4	4.9	2.4				

Notes: In the quarterly statistics, the figures in the first and second rows below the main series represent QoQ changes (%) and YoY changes (%) respectively. In the annual statistics, the figures under the main series represent YoY changes (%). Highlighted columns represent actual values.

Table 9. Government sector

JPY trillion, %

	Quarter												Fiscal year			
	23Q2	23Q3	23Q4	24Q1	24Q2	24Q3	24Q4	25Q1	25Q2	25Q3	25Q4	26Q1	2022	2023	2024	2025
Indirect taxes	50.1	50.3	50.4	50.8	51.1	51.5	51.7	52.1	52.3	52.7	52.9	53.3	49.2	50.4	51.6	52.8
	-0.3	0.4	0.1	0.8	0.5	0.8	0.4	0.7	0.5	0.6	0.5	0.6	6.3	2.4	2.3	2.3
	3.7	2.8	2.1	1.1	1.9	2.3	2.6	2.4	2.5	2.3	2.4	2.3				
Individual income tax	34.7	34.8	33.5	33.0	32.6	32.3	32.2	32.0	32.0	32.0	32.0	32.1	33.7	34.0	32.3	32.0
	3.5	0.2	-3.8	-1.5	-1.1	-0.8	-0.6	-0.3	-0.2	0.0	0.1	0.3	3.3	1.0	-5.1	-0.8
	1.8	3.5	0.4	-1.8	-6.2	-7.1	-4.0	-2.8	-1.9	-1.1	-0.4	0.2				
Corporate tax	26.9	26.8	27.2	26.1	26.6	26.6	27.8	28.6	28.9	29.1	29.2	29.3	20.0	26.7	27.4	29.1
	19.9	-0.5	1.6	-4.0	1.8	0.2	4.5	2.9	0.9	0.8	0.2	0.4	12.5	33.8	2.5	6.3
	45.7	50.1	28.4	16.2	-1.3	-0.6	2.3	9.7	8.7	9.4	4.9	2.4				
Social security contributions	90.0	90.3	89.1	88.6	88.2	88.0	87.9	87.9	87.9	88.1	88.3	88.5	88.0	89.5	88.0	88.2
	1.0	0.4	-1.3	-0.6	-0.4	-0.3	-0.1	0.0	0.1	0.1	0.2	0.3	2.6	1.7	-1.7	0.2
	3.8	3.0	0.7	-0.6	-1.9	-2.6	-1.4	-0.8	-0.3	0.1	0.4	0.7				
Public final consumption expenditure	123.3	124.1	124.5	124.7	125.3	125.8	125.3	124.9	125.6	126.3	127.0	127.8	122.1	124.1	125.3	126.7
	-0.5	0.6	0.3	0.2	0.4	0.4	-0.4	-0.3	0.5	0.6	0.6	0.6	2.8	1.7	0.9	1.1
	3.3	1.9	1.0	0.7	1.6	1.4	0.7	0.1	0.2	0.4	1.4	2.3				
Social security disbursements	83.0	83.8	82.7	82.9	83.1	83.2	83.3	83.4	83.4	83.5	83.6	83.7	82.5	83.1	83.2	83.5
	0.4	1.0	-1.3	0.2	0.2	0.1	0.1	0.1	0.1	0.1	0.1	0.1	-2.3	0.7	0.2	0.4
	0.6	1.9	0.0	0.3	0.2	-0.7	0.7	0.5	0.4	0.4	0.3	0.3				
Public capital formation	31.0	30.9	30.8	30.9	30.8	30.7	31.5	32.3	32.0	31.7	31.4	31.1	29.3	30.9	31.3	31.6
	3.2	-0.4	-0.2	0.2	-0.3	-0.1	2.4	2.4	-0.9	-0.8	-0.9	-0.9	-1.7	5.5	1.4	0.8
	8.6	6.2	5.0	2.7	-0.7	-0.5	2.2	4.5	4.0	3.2	-0.2	-3.4				
Fiscal balance	-56.4	-57.6	-59.2	-62.3	-62.9	-63.6	-63.0	-62.5	-62.5	-62.4	-62.5	-62.4	-66.0	-58.9	-63.0	-62.4
Cumulative government debt	1262.8	1268.5	1274.3	1282.4	1289.8	1297.3	1304.7	1312.2	1319.6	1326.9	1334.2	1341.6	1257.0	1262.8	1312.2	1319.6
	0.5	0.5	0.5	0.6	0.6	0.6	0.6	0.6	0.6	0.6	0.6	0.6	4.1	0.5	3.9	0.6
	3.5	2.9	2.4	2.0	2.1	2.3	2.4	2.3	2.3	2.3	2.3	2.2				
% of GDP	212.2	213.3	213.7	213.8	213.1	212.6	212.5	212.4	212.4	212.5	213.0	213.6	221.9	211.9	215.4	210.6
Primary balance	-30.4	-31.7	-33.4	-34.7	-34.6	-35.1	-35.4	-35.6	-35.8	-36.2	-36.7	-37.3	-40.6	-32.5	-35.2	-36.5
(SNA, general government)	-19.9	4.2	5.5	3.7	-0.1	1.4	0.8	0.5	0.7	1.0	1.4	1.5	37.7	-19.9	8.1	3.7
	-24.5	-27.1	-18.2	-8.7	13.9	10.8	6.0	2.6	3.5	3.1	3.7	4.8				
% of GDP	-5.1	-5.3	-5.6	-5.8	-5.8	-5.8	-5.8	-5.8	-5.8	-5.8	-5.8	-5.9	-7.2	-5.5	-5.8	-5.8
Primary balance	-26.7	-27.7	-29.0	-29.5	-29.5	-29.9	-30.1	-30.2	-30.4	-30.7	-31.1	-31.6	-34.5	-28.2	-29.9	-31.0
(SNA, central+local government)	-17.8	3.7	4.8	1.9	-0.1	1.2	0.8	0.4	0.7	0.9	1.3	1.4	13.5	-18.3	6.1	3.4
	-22.1	-24.6	-16.4	-9.1	10.6	8.0	3.9	2.4	3.2	2.8	3.4	4.4				
% of GDP	-4.5	-4.7	-4.9	-4.9	-4.9	-4.9	-4.9	-4.9	-4.9	-4.9	-5.0	-5.0	-6.1	-4.7	-4.9	-4.9

Notes: SNA = System of National Accounts. In the quarterly statistics, the figures in the first and second rows below the main series represent QoQ changes (%) and YoY changes (%) respectively. In the annual statistics, the figures under the main series represent YoY changes (%). Highlighted columns represent actual values.