The Role and the Place of Japan in the International Economy

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JAPAN Basic Information

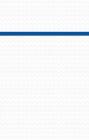
Population: 120 million

Total Area: 380,000 square kilometers

GDP: 4.9 trillion US Dollars, 6.5% of total world GDP (2013)

GNI per capita: 46,000 US Dollars

Capital: Tokyo



lokyo

Geospatial Information Authority of Japan



World Trades and JAPAN

World Trade (2013)

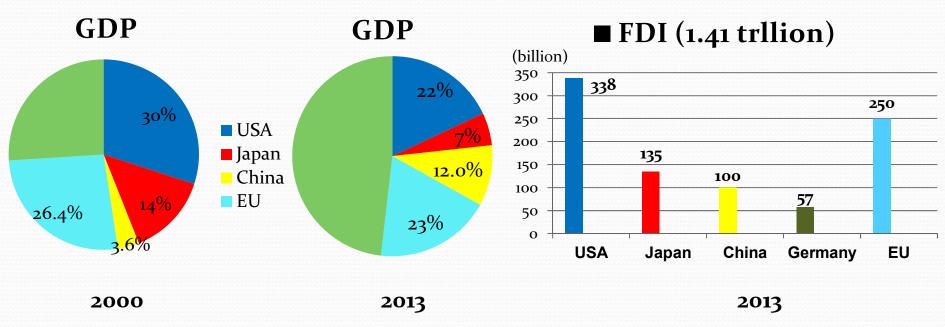
18.450 trillion US Dollars (total exports)

JAPAN Trade (2013)

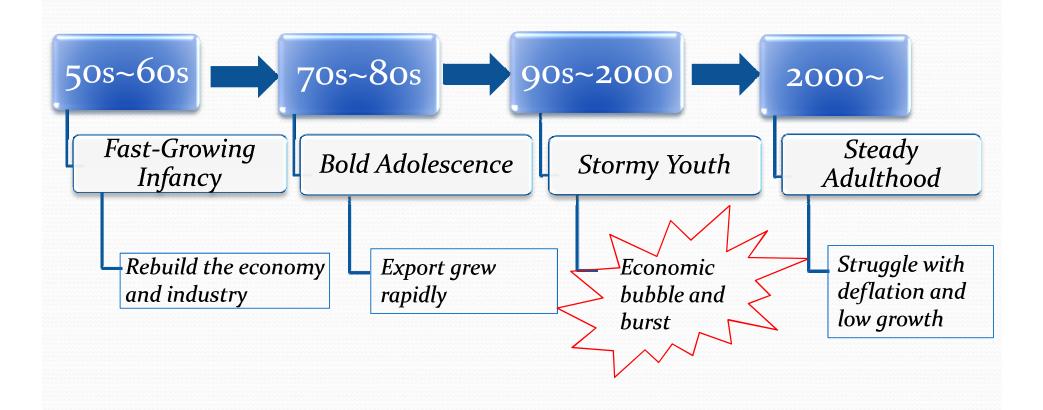
710 billion US Dollars, 3.8% of world's total (total exports)

JAPAN FDI by assets (end of 2013)

1.1 trillion US Dollars



History of Economic Development



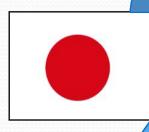
JAPAN Trade Relations

Main trade partners

- 1. China (20%)
- 2. USA (13%)
- 3. South Korea (6%) (European Union: 10%)

auto parts, electric circuit parts

35.4 bill. Yen (253 million €)



52.4 bill. Yen (374 million €)

Japanese companies in Romania

lumber, clothing, footwear

- > 150 companies
- > 25 large manufacturing companies with 46 production plants
- Over 30,000 employees

"ABE-nomics" 3 ARROW POLICY

Prime-minister Shinzo Abe aims to Revive Economy

1st Arrow

Bold Monetary Policy Goal: **stop deflation** by increasing liquidity through monetary easing

2nd Arrow

Flexible Fiscal Policy

Goal: <u>create demand</u> by allocating a budget to be spent on economic measures

3rd Arrow

Economic Growth Policy

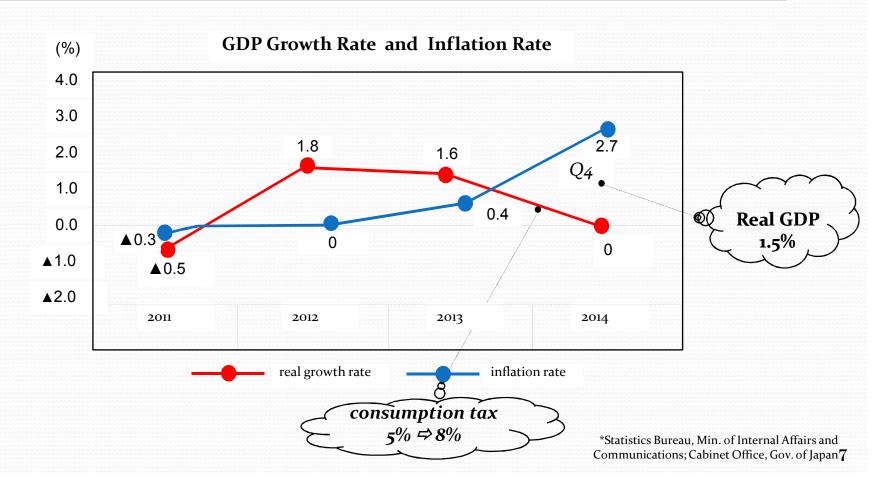
Goal: a strong economy which encourages **innovation, new business and jobs**

Recovery Track for JAPAN's Economy

Stock index, economic growth rate, employment level improved.

Japan is expected *to exit deflation* and is on track for a *steady recovery*.

Nikkei average reached **20,000 JYP** – highest level in 15 years.



Growth Strategies to Stimulate Private Investment

(The 3rd Arrow)

Deregulation and Lowering Create an Inclusive Work Investment Taxation Environment for Women, Stronger Young People and Elderly Investment Human **Promotion** Resources Integration **Creation of** in World New **Markets Economy Japanese companies Head off Low Birth** expand abroad **Rates and Longevity Attract foreign direct investment** in Japan

Fiscal Consolidation Targets

Medium-Term Fiscal Plan

Targets:

FY 2015

- Halve the primary to -3.3% from -6.6% (2010)
- Improve the primary balance by 4 trillion yen
- # April 2017: the consumption tax up from 8% to 10%

FY 2020

Achieve primary surplus by FY 2020

⇒ Concrete fiscal consolidation plan will be prepared by summer

Thereafter

Reduce the public debt to GDP ratio 230% of GDP (2014)

Thank You for Your Attention!

