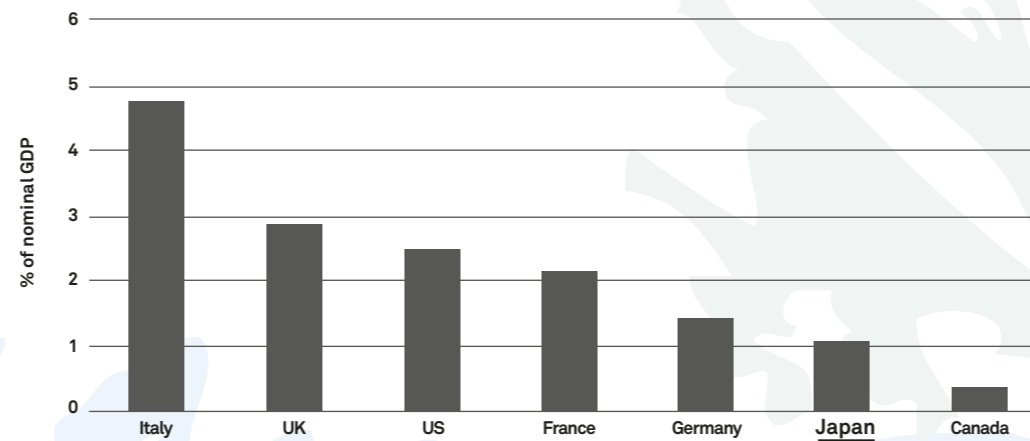


# AN END TO CORPORATE HOARDING IN JAPAN

## Which one is Japan?

G7 GOVERNMENTS' NET INTEREST PAYMENTS 2014



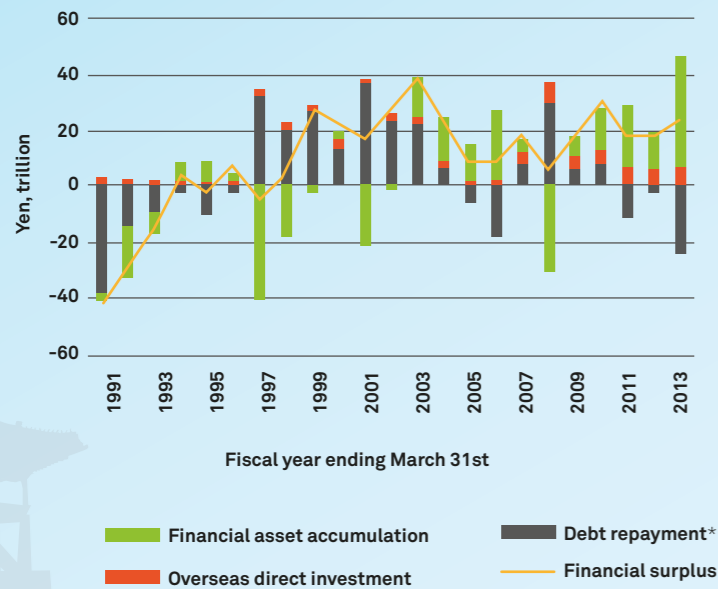
Source: OECD <http://www.oecd.org/eco/outlook/economicoutlookannextables.htm>

Simon Cox, managing director and investment strategist, BNY Mellon Investment Management Asia Pacific examines whether Japanese corporates may switch from their long-standing position of hoarders to spenders in 2015.



Japan's corporations are chronically reluctant to spend, sitting on ¥229 trillion cash in mid 2014

JAPAN'S PRIVATE NON-FINANCIAL CORPORATIONS SPENDING HABITS



\*Negative number indicates debt accumulation

Source: Bank of Japan

The deficit in April-June, the biggest since 2008, might be a harbinger of things to come

JAPAN'S PRIVATE NON-FINANCIAL CORPORATIONS SURPLUS VS DEFICIT

