

Relaxation of the Terms and Conditions for the Securities Lending Facility
of the Cheapest-to-Deliver Issues

The Bank of Japan decided to implement the following measures concerning the Securities Lending Facility (SLF) of 10-year JGBs #356, #357, and #358 for the time being, in order to ensure stability in the market by easing excessive tightening in supply and demand of Japanese government securities in the repo market. The changes below are effective from June 17, 2022.

1. Increase in the Upper Limit to the Consecutive Purchases of the Same Issue

Before	In principle, a maximum of 50 business days
After	In principle, a maximum of 70 business days

2. Extension of the Issues to be Applicable for the Relaxed Conditions for the Delivery of Cheapest-to-Deliver (CTD) Issues^(Note)

Before	CTD issues of which the share of the Bank's holdings in the market exceeds 80 percent
After	In principle, all CTD issues regardless of the share of the Bank's holding

(Note) The first and second CTD issues for 10-year JGB futures in the nearest two contract months.

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