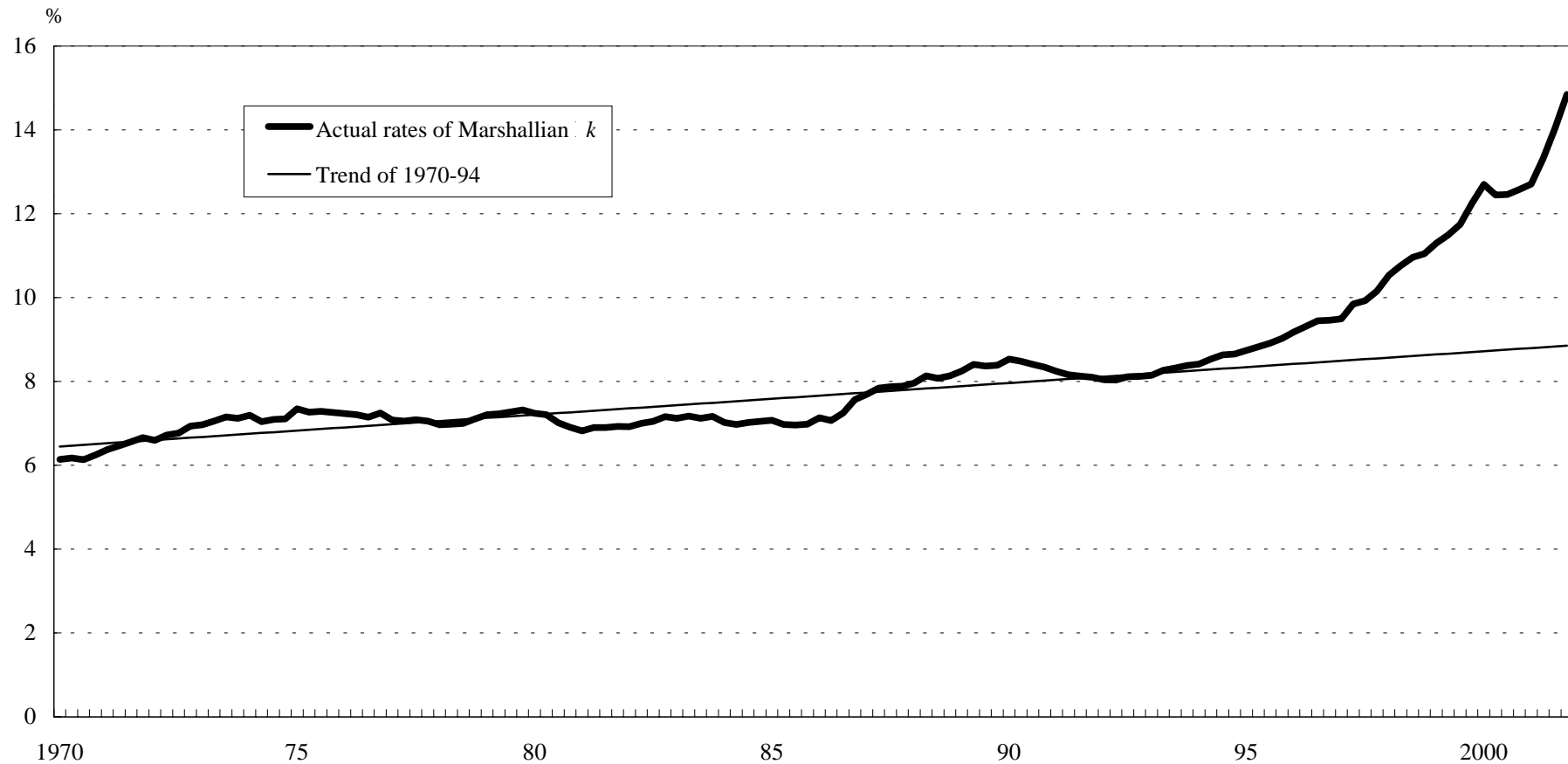


**Chart 1**

**Marshallian  $k$  (Monetary Base/Nominal GDP)<sup>1</sup>**



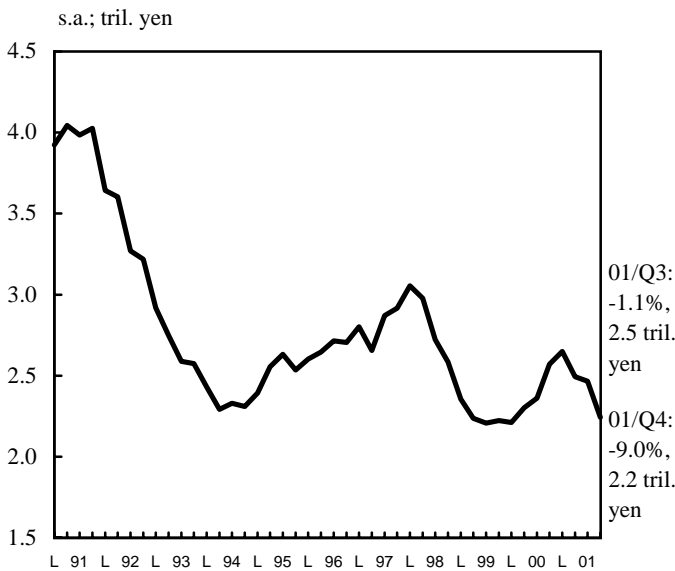
Note: 1. Marshallian  $k$  = Average outstanding of the monetary base/nominal GDP (both seasonally adjusted, and the monetary base has been smoothed to adjust for the Y2K effect).

Sources: Bank of Japan, "Monetary Base";  
Cabinet Office, "National Accounts."

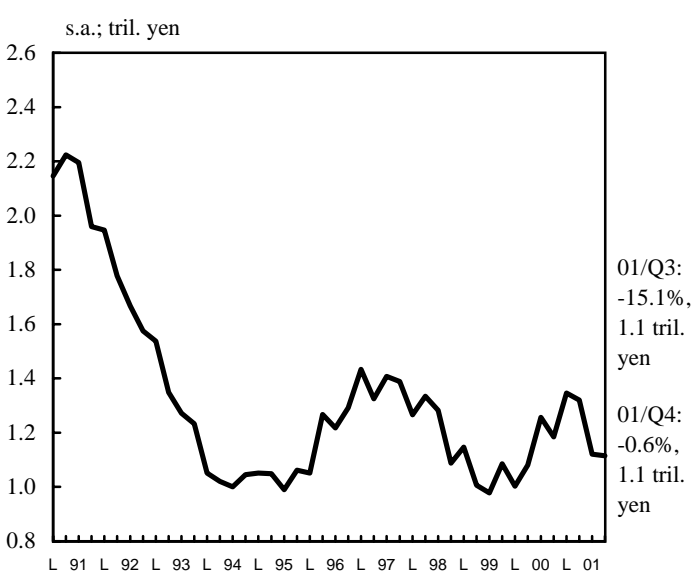
Chart 2

**Business Fixed Investment<sup>1</sup>**

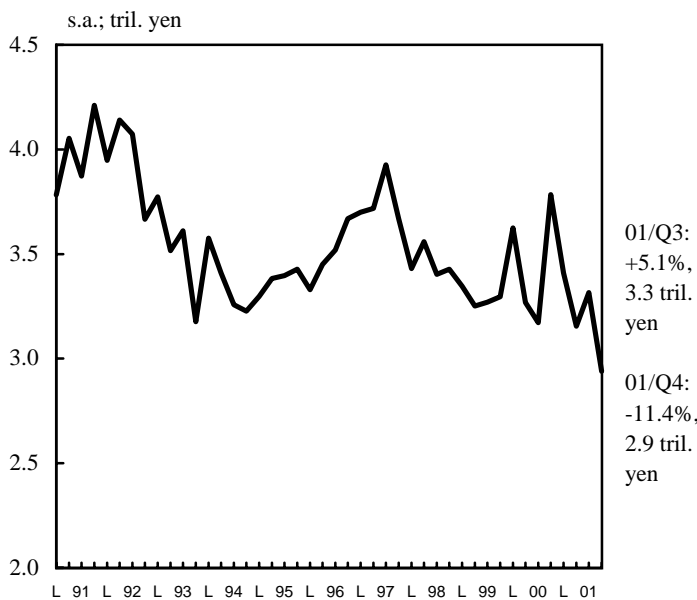
(1) Large Manufacturing Firms



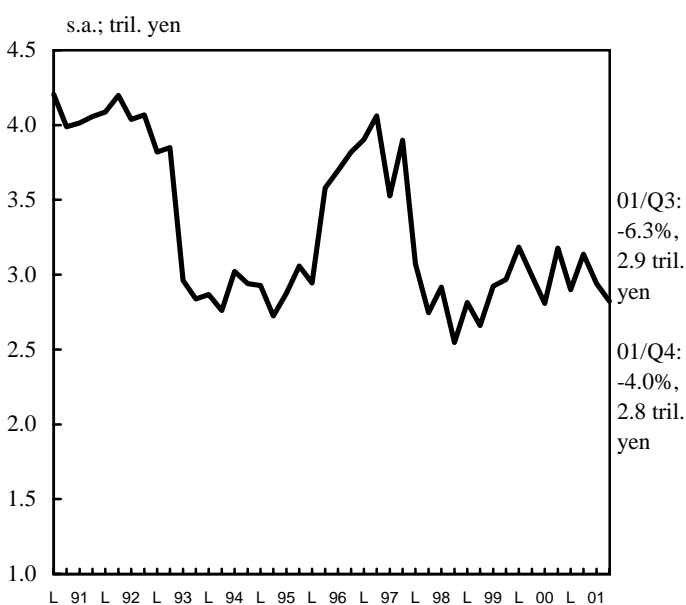
(2) Small and Medium-Sized Manufacturing Firms



(3) Large Nonmanufacturing Firms<sup>2</sup>



(4) Small and Medium-Sized Nonmanufacturing Firms



Notes: 1. Large firms are those with stockholders' equity of 1 billion yen or more. Small and medium-sized firms are those with stockholders' equity of 10 million yen or more but less than 1 billion yen. Adjusted to changes in the samples used for compilation.

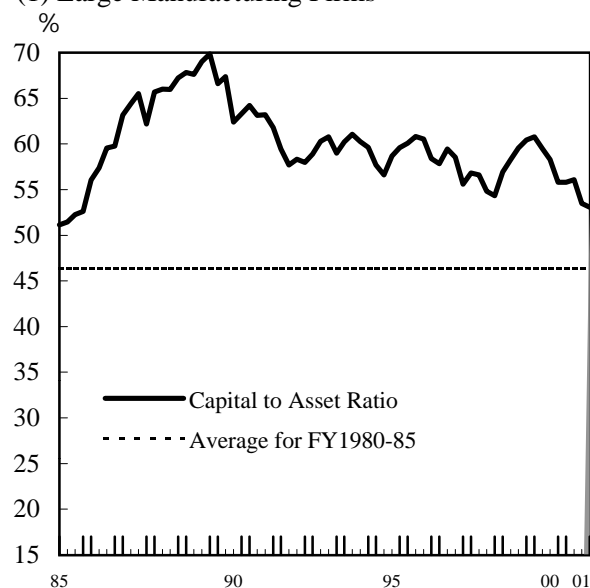
2. Excludes electric, gas, and other service industries.

Source: Ministry of Finance, "Financial Statements Statistics of Corporations by Industry, Quarterly."

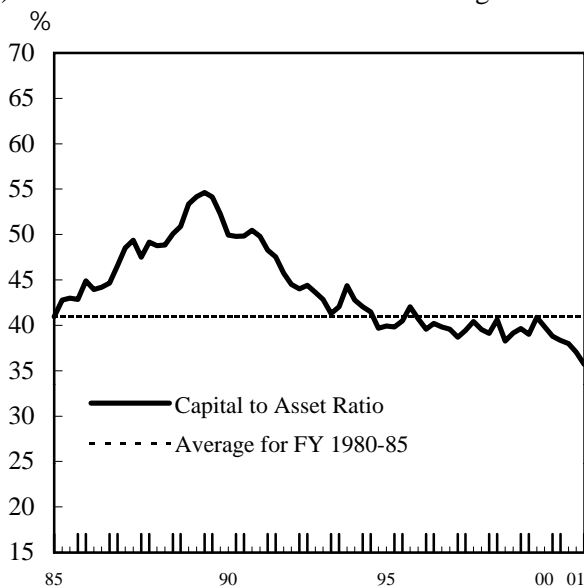
**Chart 3**

## Capital to Asset Ratio<sup>1</sup>

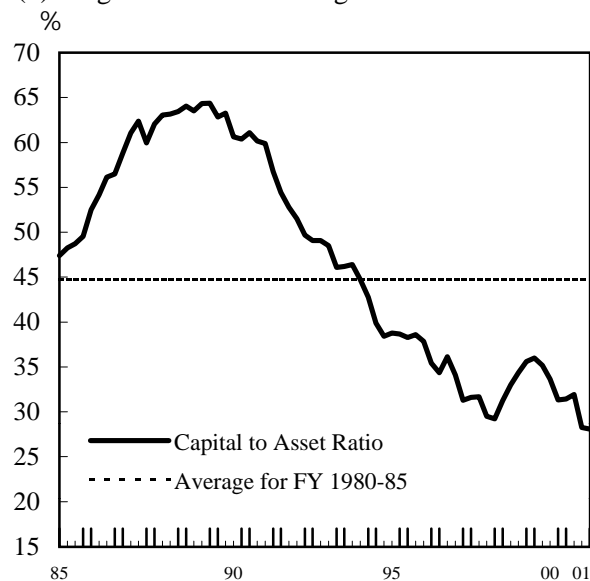
(1) Large Manufacturing Firms



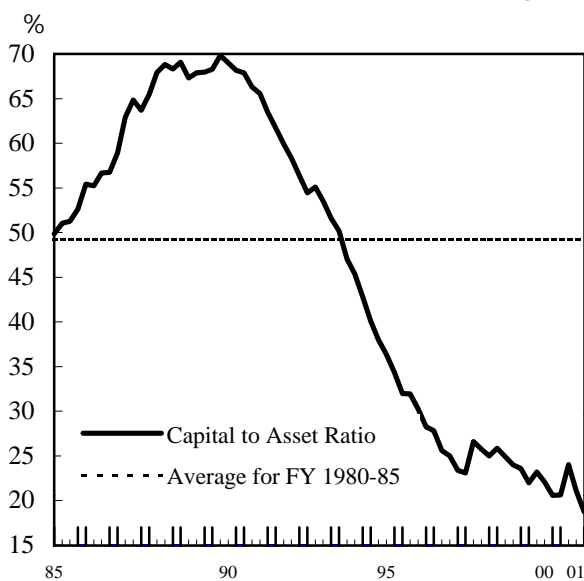
(2) Small and Medium-Sized Manufacturing



(3) Large Nonmanufacturing Firms



(4) Small and Medium-Sized Nonmanufacturing Firms



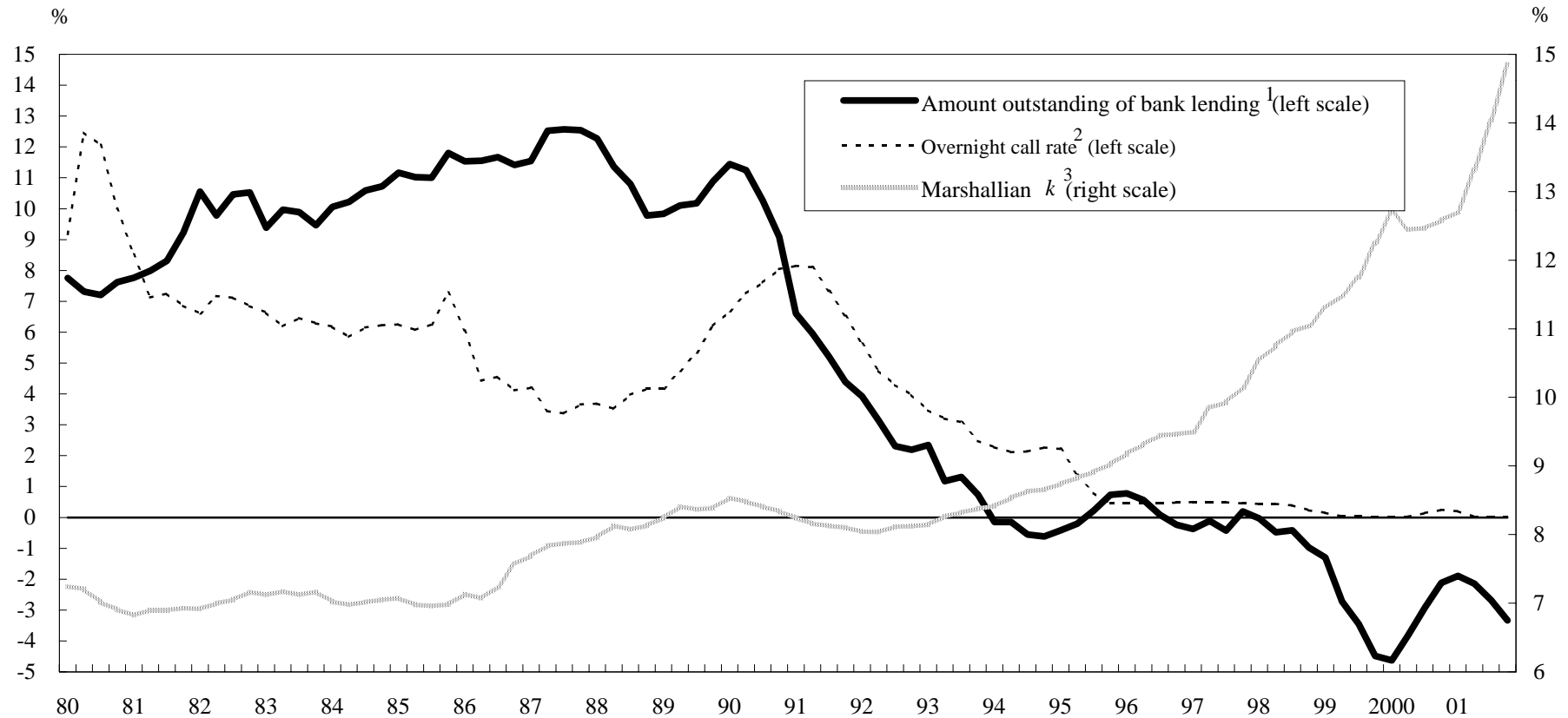
Note: 1. Capital to asset ratio = (owned capital + unrealized capital gains or losses from land and stocks)/  
(total assets + unrealized capital gains or losses from land and stocks).

Calculation is based on the Urban Land Price Index (manufacturing: land for industrial use in six large city areas; nonmanufacturing: land for commercial use in six large city areas) and TOPIX.

Sources: Ministry of Finance, "Financial Statements Statistics of Corporations by Industry, Quarterly";  
Cabinet Office, "National Accounts."

**Chart4**

**Amount Outstanding of Bank Lending, Overnight Call Rate, and Marshallian  $k$**



Notes: 1. Amount outstanding of bank lending of domestically licensed banks (percent changes from previous year).

2. Quarterly average; collateralized overnight call rate until 1986/Q4 and uncollateralized call rate since 1987/Q1.

3. Marshallian  $k$ = Average outstanding of the monetary base/nominal GDP (both seasonally adjusted, and the monetary base has been smoothed to adjust for the Y2K effect)

Sources: Bank of Japan, "Monetary Base";  
Cabinet Office, "National Accounts."