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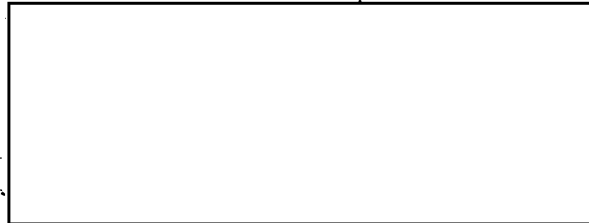
10 July 1974

MEMORANDUM FOR THE RECORD

SUBJECT: A Preliminary Look at the Causes of Inflation  
in Japan

The attached tables were sent to Mr. David Klock  
at OASIA Research, Treasury.

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Attachment:  
As stated

Distribution: (S-6313)A



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## Japan: Causes of Inflation

|                                     | Wholesale Prices - Percent of total change              |                 |                 |                 |                |
|-------------------------------------|---|-----------------|-----------------|-----------------|----------------|
|                                     | 1972  |                 | 1973            |                 | 1974           |
|                                     | <u>1st Half</u>   | <u>2nd Half</u> | <u>1st Half</u> | <u>2nd Half</u> | <u>1st Hal</u> |
| Agriculture                         | -11   | 22              | 27              | 28              | 33             |
| Oil                                 | 14  | 3               | 2               | 15              | 61             |
| Other raw materials                 | -43   | 27              | 42              | 23              | 12             |
| Manufactures                        | negl  | negl            | negl            | negl            | negl           |
| Labor                               | 122   | 2               | 13              | 9               | 25             |
| Residual                            | <u>18</u>   | <u>46</u>       | <u>16</u>       | <u>25</u>       | <u>-31</u>     |
| Total                               | 100   | 100             | 100             | 100             | 100            |
| Change in whole-<br>sale prices (%) | .51   | 5.25            | 7.96            | 19.45           | 11.15          |
|                                     | Final Demand Weighted Prices<br>Percent of total change |                 |                 |                 |                |

|  | 1972            |                 | 1973            |                 | 1974           |
|--|-----------------|-----------------|-----------------|-----------------|----------------|
|  | <u>1st Half</u> | <u>2nd Half</u> | <u>1st Half</u> | <u>2nd Half</u> | <u>1st Hal</u> |
| Agriculture                                  | -6              | 49              | 34              | 40              | 25             |
| Oil  | 5               | 4               | 2               | 15              | 36             |
| Other raw materials                          | -16             | 38              | 35              | 23              | 7              |
| Imported manufactures                        | negl            | negl            | negl            | negl            | negl           |
| Labor  | <u>117</u>      | <u>9</u>        | <u>29</u>       | <u>22</u>       | <u>32</u>      |
| Total  | 100             | 100             | 100             | 100             | 100            |
| Change in final<br>demand weighted<br>prices | .63             | 1.50            | 4.10            | 8.90            | 9.90           |

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TABLE 3 B

Impact of Changes in Exogenous Prices  
on Unit Output Prices in Japan  
Partial Sector Results

1972 First Half

|     |                       | Percent Change in Sector Unit Output Prices<br>Due to Changes in |        |              |                    |                     |                     |
|-----|-----------------------|--|--------|--------------|--------------------|---------------------|---------------------|
|     |                       | Sector<br>Weight   | Total  | Agricultural | Other Raw          | Unit Labor<br>Costs |                     |
|     |                       |  |        | Prices       | Material<br>Prices |                     | Crude Oil<br>Prices |
| 1   | AGRICULTURE/FORESTRY  | 24.774   | -0.000 | -0.335       | -0.015             | 0.024               | 0.335               |
| 16  | CRUDE, NATURAL GAS    | 9.139  | 2.067  | -0.004       | -0.010             | 1.259               | 0.526               |
| 17  | REFINED PRODUCTS      | 5.216  | 1.073  | -0.003       | -0.007             | 0.800               | 0.304               |
| 18  | EXOG. RAW MATERIALS   | 6.375  | -0.036 | -0.009       | -1.717             | 0.776               | 0.714               |
| 22  | PROCESSED FOODS       | 77.672   | 0.293  | -0.124       | -0.018             | 0.037               | 0.459               |
| 36  | TOBACCO               | 0.077  | 0.176  | -0.055       | -0.006             | 0.077               | 0.222               |
| 36  | IRON, STEEL           | 12.131   | 0.397  | -0.005       | -0.345             | 0.046               | 0.621               |
| 40  | NON-FERROUS           | -0.213   | 0.101  | -0.007       | -0.000             | 0.050               | 0.674               |
| 41  | FABRICATED SHAPES     | 17.254   | 0.615  | -0.005       | -0.125             | 0.074               | 0.754               |
| 43  | CHEMICALS             | 16.357   | 0.522  | -0.236       | -0.025             | 0.037               | 0.549               |
| 50  | RUBBER                | 0.077  | 0.229  | -0.010       | -0.014             | 0.037               | 0.756               |
| 52  | FIBERS, YARN          | 26.446   | 0.672  | -0.005       | -0.021             | 0.032               | 0.747               |
| 54  | CLOTHING FURS         | 16.491   | 0.779  | -0.005       | -0.017             | 0.054               | 0.830               |
| 57  | LEATHER GOODS         | 1.239  | 0.691  | -0.001       | -0.027             | 0.028               | 0.757               |
| 63  | WOOD PRODUCTS         | 10.174   | 0.587  | -0.007       | -0.028             | 0.021               | 0.674               |
| 72  | AGRI. INDUSTRIAL      | 62.131   | 0.667  | -0.005       | -0.009             | 0.056               | 0.727               |
| 73  | ELECTRIC              | 53.427   | 0.521  | -0.000       | -0.119             | 0.026               | 0.533               |
| 76  | TRANSPORT             | 53.427   | 0.673  | -0.007       | -0.011             | 0.024               | 0.744               |
| 82  | PRECISION INSTRUMENTS | 69.176   | 0.712  | -0.012       | -0.002             | 0.032               | 0.784               |
| 83  | MISC. MANUFACTURE     | 12.219   | 0.654  | -0.005       | -0.006             | 0.043               | 0.679               |
| 86  | CONSTRUCTION          | 182.042  | 0.534  | -0.014       | -0.221             | 0.015               | 0.738               |
| 90  | UTILITIES             | 10.428   | 0.611  | -0.003       | -0.043             | 0.152               | 0.525               |
| 95  | TRANSPORT             | 44.174   | 0.611  | -0.003       | -0.016             | 0.055               | 0.907               |
| 102 | COMMUNICATION         | 3.174  | 0.221  | -0.002       | -0.005             | 0.007               | 0.322               |
| 103 | WHOLESALE, RETAIL     | 103.233  | 0.734  | -0.005       | -0.011             | 0.023               | 0.727               |
| 104 | PUBLISHING, PRINTING  | 3.223  | 0.608  | -0.004       | -0.015             | 0.015               | 0.834               |
| 110 | OTHER SERVICES        | 233.613  | 0.594  | -0.015       | -0.022             | 0.014               | 0.612               |
| 120 | LABOR                 |  | 1.563  | 0.0          | 0.0                | 0.0                 | 1.563               |

1972 Second Half

|     |                       | Percent Change in Sector Unit Output Prices<br>Due to Changes in |        |              |                    |                     |                     |
|-----|-----------------------|--|--------|--------------|--------------------|---------------------|---------------------|
|     |                       | Sector<br>Weight   | Total  | Agricultural | Other Raw          | Unit Labor<br>Costs |                     |
|     |                       |  |        | Prices       | Material<br>Prices |                     | Crude Oil<br>Prices |
| 1   | AGRICULTURE/FORESTRY  | 24.774   | 0.000  | 0.000        | 0.000              | 0.000               |                     |
| 16  | CRUDE, NATURAL GAS    | 9.139  | 1.523  | 0.003        | 0.003              | 3.227               | 0.116               |
| 17  | REFINED PRODUCTS      | 5.216  | 1.347  | 0.003        | 0.007              | 1.359               | 0.267               |
| 18  | EXOG. RAW MATERIALS   | 6.375  | 12.015 | 0.171        | 11.356             | 0.133               | 0.157               |
| 22  | PROCESSED FOODS       | 77.672   | 4.045  | 3.602        | 0.252              | 0.046               | 0.192               |
| 36  | TOBACCO               | 0.077  | 1.218  | 1.104        | 0.052              | 0.011               | 0.222               |
| 36  | IRON, STEEL           | 12.131   | 2.609  | 0.136        | 2.290              | 0.079               | 0.135               |
| 40  | NON-FERROUS           | -0.213   | 4.072  | 0.137        | 3.632              | 0.080               | 0.151               |
| 41  | FABRICATED SHAPES     | 17.254   | 1.279  | 0.107        | 0.955              | 0.053               | 0.162               |
| 43  | CHEMICALS             | 16.357   | 1.134  | 0.523        | 0.361              | 0.127               | 0.121               |
| 50  | RUBBER                | 0.077  | 1.268  | 0.704        | 0.224              | 0.063               | 0.167               |
| 52  | FIBERS, YARN          | 26.446   | 1.663  | 1.302        | 0.162              | 0.155               | 0.165               |
| 54  | CLOTHING FURS         | 16.491   | 1.067  | 0.718        | 0.124              | 0.048               | 0.183               |
| 57  | LEATHER GOODS         | 1.239  | 1.622  | 1.224        | 0.179              | 0.068               | 0.166               |
| 63  | WOOD PRODUCTS         | 10.174   | 2.132  | 1.744        | 0.154              | 0.049               | 0.149               |
| 72  | AGRI. INDUSTRIAL      | 62.131   | 0.972  | 0.107        | 0.659              | 0.044               | 0.160               |
| 73  | ELECTRIC              | 53.427   | 1.157  | 0.172        | 0.799              | 0.045               | 0.151               |
| 76  | TRANSPORT             | 53.427   | 0.952  | 0.141        | 0.605              | 0.040               | 0.165               |
| 82  | PRECISION INSTRUMENTS | 69.176   | 0.396  | 0.206        | 0.349              | 0.037               | 0.173               |
| 83  | MISC. MANUFACTURE     | 12.219   | 1.020  | 0.402        | 0.305              | 0.073               | 0.150               |
| 86  | CONSTRUCTION          | 182.042  | 1.059  | 0.274        | 1.445              | 0.059               | 0.163               |
| 90  | UTILITIES             | 10.428   | 0.723  | 0.064        | 0.223              | 0.260               | 0.116               |
| 95  | TRANSPORT             | 44.174   | 0.466  | 0.063        | 0.197              | 0.074               | 0.209               |
| 102 | COMMUNICATION         | 3.174  | 0.277  | 0.049        | 0.013              | 0.012               | 0.131               |
| 103 | WHOLESALE, RETAIL     | 103.233  | 0.379  | 0.007        | 0.373              | 0.040               | 0.160               |
| 104 | PUBLISHING, PRINTING  | 3.223  | 0.798  | 0.481        | 0.197              | 0.025               | 0.184               |
| 110 | OTHER SERVICES        | 233.613  | 0.612  | 0.307        | 0.145              | 0.024               | 0.136               |
| 120 | LABOR                 |  | 0.342  | 0.0          | 0.0                | 0.0                 | 0.342               |

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TABLE 3B  
Continued

Impact of Changes in Exogenous Prices  
on Unit Output Prices in Japan  
Partial Sector Results

1973 First Half

|           |                       | Percent Change in Sector Unit Output Prices<br>Due to Changes in |                        |                                 |                          |                |
|-----------|-----------------------|--|------------------------|---------------------------------|--------------------------|----------------|
|           |                       | Total  | Agricultural<br>Prices | Other Raw<br>Material<br>Prices | Crude Oil Unit<br>Prices | Labor<br>Costs |
| 1 I       | AGRICULTURE/FORESTRY  | 14.877   | 13.977                 | 0.200                           | 0.706                    | 0.573          |
| 16 II.C.1 | CRUDE, NATURAL GAS    | 4.369  | 0.147                  | 0.263                           | 1.520                    | 0.739          |
| 17 II.C.2 | REFINED PRODUCTS      | 2.299  | 0.123                  | 0.146                           | 1.462                    | 0.539          |
| 18 II.D   | EXOG. RAW MATERIALS   | 24.129   | 0.333                  | 23.495                          | 0.243                    | 1.258          |
| 22 III    | PROCESSED FOODS       | 4.402  | 0.916                  | 0.641                           | 0.951                    | 0.893          |
| 34 III.I  | TOBACCO               | 2.685  | 2.129                  | 0.132                           | 0.013                    | 0.412          |
| 38 IV.A   | IRON, STEEL           | 7.075  | 0.296                  | 5.791                           | 0.977                    | 1.073          |
| 40 IV.B   | NON-FERROUS           | 10.497   | 0.296                  | 8.230                           | 0.095                    | 1.206          |
| 61 IV.C   | FABRICATED SHAPES     | 3.157  | 0.196                  | 2.411                           | 0.058                    | 1.293          |
| 63 V.A    | CHEMICALS             | 3.053  | 1.026                  | 0.917                           | 0.161                    | 0.969          |
| 50 V.B    | RUBBER                | 3.374  | 1.546                  | 0.579                           | 0.979                    | 1.332          |
| 52 VI.A   | FIBERS, YARN          | 4.243  | 2.506                  | 0.361                           | 0.950                    | 1.316          |
| 58 VI.C   | CLOTHING FIBS         | 3.212  | 1.391                  | 0.315                           | 0.046                    | 1.460          |
| 59 VI.D   | LEATHER GOODS         | 4.201  | 2.363                  | 0.457                           | 0.053                    | 1.324          |
| 63 VII    | WOOD PRODUCTS         | 5.066  | 3.351                  | 0.672                           | 0.054                    | 1.168          |
| 72 VIII.A | AGRI., INDUSTRIAL     | 3.206  | 0.212                  | 1.667                           | 0.068                    | 1.251          |
| 73 VIII.B | ELECTRIC              | 3.584  | 0.336                  | 1.445                           | 0.047                    | 1.234          |
| 76 VIII.C | TRANSPORT             | 3.179  | 0.276                  | 1.533                           | 0.064                    | 1.312          |
| 82 VIII.D | PRECISION INSTRUMENTS | 1.269  | 0.478                  | 1.369                           | 0.051                    | 1.360          |
| 83 VIII.E | MISC. MANUFACTURE     | 3.093  | 0.255                  | 0.776                           | 0.090                    | 1.197          |
| 86 IX     | CONSTRUCTION          | 5.374  | 0.531                  | 3.678                           | 0.065                    | 1.300          |
| 90 X      | UTILITIES             | 2.053  | 0.125                  | 0.719                           | 0.227                    | 0.928          |
| 95 XI.A   | TRANSPORT             | 2.073  | 0.123                  | 0.272                           | 0.174                    | 1.505          |
| 102 XI.B  | COMMUNICATION         | 1.644  | 0.095                  | 0.029                           | 0.033                    | 1.447          |
| 103 XI.C  | WHOLESALE, RETAIL     | 1.700  | 0.132                  | 0.237                           | 0.044                    | 1.281          |
| 104 XI.D  | PUBLISHING, PRINTING  | 2.793  | 0.934                  | 0.273                           | 0.023                    | 1.468          |
| 110 XI.J  | OTHER SERVICES        | 2.083  | 0.597                  | 0.379                           | 0.026                    | 1.090          |
| 120 LABOR |                       | 2.719  | 0.0                    | 0.0                             | 0.0                      | 2.730          |

1973 Second Half

|           |                       | Percent Change in Sector Unit Output Prices<br>Due to Changes in |                        |                                 |                          |                |
|-----------|-----------------------|--|------------------------|---------------------------------|--------------------------|----------------|
|           |                       | Total  | Agricultural<br>Prices | Other Raw<br>Material<br>Prices | Crude Oil Unit<br>Prices | Labor<br>Costs |
| 1 I       | AGRICULTURE/FORESTRY  | 36.255   | 33.359                 | 0.332                           | 0.325                    | 1.714          |
| 16 II.C.1 | CRUDE, NATURAL GAS    | 75.659   | 4.404                  | 0.337                           | 71.275                   | 1.589          |
| 17 II.C.2 | REFINED PRODUCTS      | 12.946   | 0.339                  | 0.229                           | 31.425                   | 0.221          |
| 18 II.D   | EXOG. RAW MATERIALS   | 37.740   | 0.916                  | 31.569                          | 3.329                    | 2.155          |
| 22 III    | PROCESSED FOODS       | 21.441   | 17.907                 | 0.963                           | 1.109                    | 1.471          |
| 34 III.I  | TOBACCO               | 6.734  | 5.754                  | 0.172                           | 0.275                    | 0.725          |
| 38 IV.A   | IRON, STEEL           | 12.439   | 0.568                  | 8.150                           | 1.822                    | 1.234          |
| 40 IV.B   | NON-FERROUS           | 17.225   | 0.733                  | 12.343                          | 2.952                    | 2.047          |
| 61 IV.C   | FABRICATED SHAPES     | 7.361  | 0.530                  | 4.552                           | 1.259                    | 1.194          |
| 63 V.A    | CHEMICALS             | 4.855  | 2.804                  | 1.374                           | 1.325                    | 1.559          |
| 50 V.B    | RUBBER                | 4.745  | 4.177                  | 0.357                           | 1.501                    | 2.269          |
| 52 VI.A   | FIBERS, YARN          | 10.822   | 6.749                  | 0.544                           | 1.202                    | 2.332          |
| 58 VI.C   | CLOTHING FIBS         | 7.724  | 1.787                  | 0.675                           | 0.289                    | 2.473          |
| 59 VI.D   | LEATHER GOODS         | 10.457   | 6.380                  | 0.637                           | 1.139                    | 2.246          |
| 63 VII    | WOOD PRODUCTS         | 12.347   | 8.051                  | 0.710                           | 1.167                    | 2.918          |
| 72 VIII.A | AGRI., INDUSTRIAL     | 6.276  | 0.585                  | 2.679                           | 1.039                    | 2.173          |
| 73 VIII.B | ELECTRIC              | 6.987  | 0.924                  | 2.357                           | 1.062                    | 2.345          |
| 76 VIII.C | TRANSPORT             | 6.213  | 0.759                  | 2.732                           | 0.957                    | 2.235          |
| 82 VIII.D | PRECISION INSTRUMENTS | 6.579  | 1.314                  | 2.042                           | 0.883                    | 2.340          |
| 83 VIII.E | MISC. MANUFACTURE     | 7.549  | 2.611                  | 1.164                           | 1.733                    | 2.053          |
| 86 IX     | CONSTRUCTION          | 19.633   | 1.457                  | 5.363                           | 1.607                    | 2.236          |
| 90 X      | UTILITIES             | 4.159  | 0.343                  | 1.079                           | 0.256                    | 1.559          |
| 95 XI.A   | TRANSPORT             | 3.677  | 0.334                  | 0.411                           | 2.210                    | 2.624          |
| 102 XI.B  | COMMUNICATION         | 3.129  | 0.261                  | 0.135                           | 0.221                    | 2.451          |
| 103 XI.C  | WHOLESALE, RETAIL     | 3.318  | 0.519                  | 0.242                           | 0.242                    | 2.174          |
| 104 XI.D  | PUBLISHING, PRINTING  | 6.050  | 2.554                  | 0.412                           | 0.403                    | 2.486          |
| 110 XI.J  | OTHER SERVICES        | 4.613  | 1.638                  | 0.357                           | 0.363                    | 1.853          |
| 120 LABOR |                       | 4.368  | 0.0                    | 0.0                             | 0.0                      | 4.368          |

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TABLE 3B  
Continued -

Impact of Changes in Exogenous Prices  
On Unit Output Prices in Japan  
Partial Sector Results

1974 First Half\*

|     |                              | Percent Change in Sector Unit Output Prices<br>Due to Changes in |                        |                                 |                          |                     |
|-----|------------------------------|--|------------------------|---------------------------------|--------------------------|---------------------|
|     |                              | Total  | Agricultural<br>Prices | Other Raw<br>Material<br>Prices | Crude Oil Unit<br>Prices | Unit Labor<br>Costs |
| 1   | AGRICULTURE/FORESTRY         | 26.776   | 27.516                 | 0.115                           | 2.762                    | 1.695               |
| 16  | 11.C.1 CRUDE, NATURAL GAS    | 129.671  | 0.327                  | 0.116                           | 117.706                  | 2.494               |
| 17  | 11.C.2 REFINED PRODUCTS      | 62.622   | 0.276                  | 0.075                           | 66.629                   | 1.460               |
| 18  | 11.D EXC. RAW MATERIALS      | 29.555   | 0.257                  | 0.153                           | 8.316                    | 3.145               |
| 22  | 111 PROCESSED FOODS          | 17.975   | 13.319                 | 0.126                           | 3.630                    | 2.120               |
| 34  | 111.1 TOBACCO                | 8.172  | 4.611                  | 0.057                           | 0.771                    | 1.151               |
| 38  | 11.A IRON/STEEL              | 11.066   | 0.458                  | 2.554                           | 5.180                    | 2.672               |
| 60  | 11.B NON-FERROUS             | 13.116   | 0.510                  | 3.749                           | 5.397                    | 3.210               |
| 61  | 11.C FABRICATED SHAPES       | 4.674  | 0.415                  | 1.169                           | 3.436                    | 3.435               |
| 63  | 11.A CHEMICALS               | 13.643   | 2.211                  | 0.441                           | 8.173                    | 2.397               |
| 99  | 11.A RUBBER                  | 11.191   | 3.252                  | 0.289                           | 6.116                    | 3.526               |
| 92  | 11.A FIBERS, YARN            | 12.371   | 5.128                  | 0.136                           | 3.566                    | 3.433               |
| 98  | 11.C CLOTHING FURS           | 7.789  | 2.959                  | 0.121                           | 2.725                    | 3.462               |
| 99  | 11.D LEATHER GOODS           | 11.744   | 6.369                  | 0.232                           | 3.134                    | 3.515               |
| 63  | 111 IMOD PRODUCTS            | 13.270   | 6.674                  | 0.250                           | 3.210                    | 3.165               |
| 72  | 1111.A AERIAL, INDUSTRIAL    | 7.561  | 0.471                  | 0.622                           | 2.863                    | 3.493               |
| 73  | 1111.B ELECTRIC              | 7.859  | 0.743                  | 0.978                           | 2.925                    | 3.295               |
| 78  | 1111.C TRANSPORT             | 7.596  | 0.211                  | 0.759                           | 2.639                    | 3.692               |
| 82  | 1111.D PRECISION INSTRUMENTS | 7.825  | 1.053                  | 0.620                           | 2.435                    | 3.658               |
| 83  | 1111.E MISC. MANUFACTURE     | 10.323   | 2.063                  | 0.391                           | 4.749                    | 3.124               |
| 88  | 11 CONSTRUCTION              | 10.212   | 1.165                  | 1.731                           | 3.663                    | 3.653               |
| 40  | 1 UTILITIES                  | 19.271   | 9.278                  | 0.363                           | 18.342                   | 2.468               |
| 99  | 21.A TRANSPORT               | 10.657   | 0.273                  | 0.131                           | 6.372                    | 4.203               |
| 102 | 21.B COMMUNICATION           | 8.266  | 0.211                  | 0.046                           | 4.721                    | 3.228               |
| 103 | 21.C WHOLESALE, RETAIL       | 8.518  | 0.419                  | 0.276                           | 2.578                    | 3.425               |
| 106 | 21.D PUBLISHING, PRINTING    | 7.710  | 2.329                  | 0.119                           | 1.679                    | 3.651               |
| 110 | 21.E OTHER SERVICES          | 9.379  | 1.357                  | 0.188                           | 1.564                    | 2.911               |
| 120 | LABOR                        | 8.999  | 0.0                    | 0.0                             | 0.0                      | 8.900               |

\*Based on price changes through April.

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TABLE 5

Impact of Recent Oil Price Increase  
on Unit Output Prices in Japan  
Complete Sector Results

|   |         | SECTOR<br>WEIGHT      | PERCENT CHANGE<br>IN SECTOR UNIT<br>OUTPUT PRICES |         |
|---|---------|-----------------------|---|---------|
| 2   | I.A     | FRUITS, CROPS TYPE A  | 14.595  | 2.313   |
| 3   | I.B     | FRUITS, CROPS TYPE B  | 0.076   | 3.273   |
| 4   | I.C     | LIVESTOCK, EDIBLE     | 3.305   | 2.461   |
| 5   | I.D     | LIVESTOCK, OTHER      | 0.146   | 2.401   |
| 6   | I.E     | LUMBERING             | 0.395   | 2.099   |
| 7   | I.F     | FISHERIES             | 5.769   | 4.708   |
| 10  | II.A.1  | FERROUS               | 0.074   | 5.894   |
| 11  | II.A.2  | NON-FERROUS           | 0.257   | 4.345   |
| 13  | II.B.1  | LUMP                  | 0.250   | 3.158   |
| 14  | II.B.2  | COKE, COAL PRODUCTS   | 0.440   | 5.830   |
| 16  | II.C.1  | CRUDE, NATURAL GAS    | 0.120   | 244.149 |
| 17  | II.C.2  | REFINED PRODUCTS      | 5.216   | 90.990  |
| 18  | II.D    | OTHER MINERALS        | 0.049   | 13.224  |
| 19  | II.D.1  | CERAMICS              | 3.304   | 7.914   |
| 23  | III.A   | MEAT, MEAT PRODUCTS   | 12.858  | 2.662   |
| 25  | III.A.2 | MARINE PRODUCTS       | 9.178   | 3.836   |
| 28  | III.C   | GRAINS                | 17.078  | 2.822   |
| 32  | III.G   | OTHER EDIBLES         | 25.419  | 3.465   |
| 33  | III.H   | BEVERAGES             | 12.959  | 1.602   |
| 34  | III.I   | TORACCO               | 9.977   | 0.846   |
| 37  | IV.A.1  | PIG IRON, INGOTS      | -0.956  | 6.127   |
| 38  | IV.A.2  | WIRE PRODUCTS         | 13.087  | 4.738   |
| 40  | IV.B    | NON-FERROUS           | -0.215  | 4.305   |
| 41  | IV.C    | FABRICATED SHAPES     | 13.264  | 3.191   |
| 44  | V.A.1   | PETRO- OR BASIC       | 4.612   | 11.771  |
| 45  | V.A.2   | SYN FIBER FEEDSTOCK   | 2.072   | 9.550   |
| 46  | V.A.3   | OTHER                 | 11.644  | 5.047   |
| 50  | V.B     | RUBBER                | 3.077   | 4.297   |
| 53  | VI.A.1  | NATURAL               | 0.679   | 2.693   |
| 54  | VI.A.2  | SYNTHETIC             | 0.530   | 6.118   |
| 55  | VI.B    | FABRICS               | 23.237  | 3.867   |
| 58  | VI.C    | CLOTHING-FURS         | 16.401  | 2.858   |
| 59  | VI.D    | LEATHER GOODS         | 1.219   | 3.118   |
| 64  | VII.A   | FURNITURE             | 7.046   | 2.484   |
| 65  | VII.B   | LUMBER                | 1.219   | 2.508   |
| 66  | VII.C   | PULP PAPER            | 1.610   | 4.240   |
| 68  | VII.D.1 | PACKAGING             | 0.009   | 4.097   |
| 69  | VII.D.2 | OFFICE SUPPLIES       | 0.290   | 2.792   |
| 72  | VIII.A  | ACRI., INDUSTRIAL     | 62.131  | 2.651   |
| 73  | VIII.B  | ELECTRIC              | 53.627  | 2.693   |
| 76  | VIII.C  | TRANSPORT             | 60.376  | 2.465   |
| 82  | VIII.D  | PRECISION INSTRUMENTS | 9.093   | 2.335   |
| 83  | VIII.E  | MISC. MANUFACTURE     | 12.219  | 5.516   |
| 87  | IX.A    | CIVIL ENGINEERING     | 67.083  | 4.328   |
| 88  | IX.B    | BUILDING              | 114.959   | 3.406   |
| 91  | X.A     | GAS                   | 1.494   | 20.676  |
| 92  | X.B     | ELECTRIC POWER        | 5.072   | 18.941  |
| 93  | X.C     | WATER, SEWAGE         | 3.862   | 5.320   |
| 95  | XI.A    | TRANSPORT             | 44.178  | 5.866   |
| 102   | XI.B    | COMMUNICATION         | 3.541   | 0.766   |
| 103   | XI.C    | WHOLESALE, RETAIL     | 103.235   | 2.434   |
| 104   | XI.D    | PUBLISHING, PRINTING  | 5.228   | 1.834   |
| 105   | XI.E    | BANKING               | 24.333  | 0.535   |
| 107   | XI.G    | REAL ESTATE           | 55.906  | 0.551   |
| 108   | XI.H    | RENTALS               | 0.367   | 0.463   |
| 112   | XI.J.2  | RESEARCH              | 1.049   | 1.728   |
| 113   | XI.J.3  | PUBLIC SERVICES       | 65.182  | 1.785   |
| 116   | XI.J.6  | OTHER                 | 82.628  | 1.939   |
| 118   | XII     | UNDISTRIBUTED         | 4.142   | 2.114   |
| Total Change Weighted by Gross Final Demand = |         |                       | 3.5336  |         |

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Japan: Import Prices Trends\*  
(December 1971=100)

|                          | 1972  |       | 1973  |       | 1974  |
|--------------------------|-------|-------|-------|-------|-------|
|                          | June  | Dec   | June  | Dec   | April |
| Foodstuffs               | 99.7  | 106.0 | 118.2 | 152.0 | 183.3 |
| Industrial raw materials | 98.7  | 106.7 | 126.8 | 157.0 | 177.6 |
| Oil                      | 102.8 | 105.5 | 109.3 | 187.4 | 405.5 |

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\* Unit value in yen.

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Japan: Import Price Trends  
for Selected Commodities\*  
 (December 1971=100)

|                | 1972  |       | 1973  |       | 1974  |
|----------------|-------|-------|-------|-------|-------|
|                | June  | Dec   | June  | Dec   | April |
| Wheat          | 95.7  | 122.7 | 139.0 | 217.7 | 303.2 |
| Corn           | 97.7  | 105.9 | 118.4 | 181.5 | 217.5 |
| Soybeans       | 101.3 | 99.2  | 131.9 | 154.5 | 185.3 |
| Wool           | 129.4 | 205.5 | 294.6 | 366.3 | 326.5 |
| Cotton         | 101.9 | 103.8 | 88.1  | 120.6 | 149.2 |
| Iron Ore       | 93.7  | 94.9  | 82.5  | 104.5 | 104.7 |
| Iron and Steel |       |       |       |       |       |
| Scrap          | 103.1 | 123.9 | 164.1 | 240.0 | 257.2 |
| Non-ferrous    |       |       |       |       |       |
| ores           | 97.5  | 99.4  | 109.4 | 151.0 | 178.4 |
| Hides and      |       |       |       |       |       |
| skins          | 152.3 | 164.3 | 118.7 | 189.2 | 199.8 |
| Natural        |       |       |       |       |       |
| rubber         | 93.2  | 96.7  | 128.7 | 193.0 | 237.0 |
| Logs           | 99.2  | 107.9 | 154.8 | 159.1 | 195.6 |
| Coal           | 119.2 | 111.7 | 103.9 | 122.5 | 160.3 |

\*Unit value in yen.

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Japan: Trends in Plant Capacity  
(change over previous year)

|      | <u>Manu-<br/>facturing</u> | <u>Iron &amp;<br/>Steel</u> | <u>Non-<br/>Ferrous<br/>Metals<br/>Products</u> | <u>Machinery</u> | <u>Chemicals</u> | <u>Textiles</u> | <u>Rubber<br/>Products</u> |
|------|----------------------------|-----------------------------|---|------------------|------------------|-----------------|----------------------------|
| 1966 | 6.8                        | 10.4                        | 10.3  | 4.1              | 10.0             | 4.7             | 4.4                        |
| 1967 | 12.3                       | 17.0                        | 11.4  | 17.8             | 11.5             | 5.7             | 6.9                        |
| 1968 | 12.0                       | 10.2                        | 17.5  | 16.2             | 18.7             | 4.2             | 16.6                       |
| 1969 | 15.0                       | 14.4                        | 17.6  | 24.9             | 13.1             | 4.6             | 19.1                       |
| 1970 | 15.3                       | 14.1                        | 16.2  | 20.3             | 18.5             | 6.9             | 12.2                       |
| 1971 | 8.6                        | 10.2                        | 10.7  | 8.4              | 15.2             | 4.1             | 11.1                       |
| 1972 | 5.4                        | 8.3                         | 10.4  | 6.2              | 8.8              | -3.1            | 8.1                        |
| 1973 | 8.9                        | 8.9                         | 10.8  | 12.4             | 5.1              | 1.6             | 14.9                       |

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Japan: Trends in Fixed Investment

Percentage Change from Corresponding Period of Previous Year

|          | <u>Private Fixed Investment</u> |
|----------|---------------------------------|
| 1968     | 24.9                            |
| 1969     | 19.5                            |
| 1970     | 14.4                            |
| 1971     | 3.1                             |
| 1972     | 8.0                             |
| 1973     | 18.9                            |
| 1973 I   | 17.4                            |
| 1973 II  | 16.7                            |
| 1973 III | 20.1                            |
| 1973 IV  | 20.7                            |

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