

Bond Margin Loans

(Purpose)

These statistics publish figures on bond margin loans classified by the types of investors participating in such transactions with the aim of providing a measure for the general public to better understand transactions in the public and corporate bond market.

(Definitions)

- “Bond margin loans” mean loan transactions in which one party (lender) lends bonds to another party (borrower) and after the agreed period of time, the borrower returns to the lender equivalent bonds in the same type and amount (same issuer, series, type, face value, number, and tax conditions).
- “Collateralized” means transactions for which collateral (money or substitute securities, etc.) is deposited or received.
- “Cash” means transactions for which the collateral deposit is made or received fully in cash.
- “Uncollateralized” means transactions for which collateral (money or substitute securities, etc.) is not deposited or received.
- “Total” represents the sum of “Collateralized” (including “With Cash Collateral”) and “Uncollateralized” amounts.
- “Overnight” means transactions for which the lending period is one business day at the time of the contract.
- “Open-end” means transactions for which no settlement day is specified at the time of contract.
- “Others” means all transactions other than mentioned above.

(Data Source)

The data on these statistics are gathered from JSDA Member reports on their head offices’, branches’ and other business offices’ bond lending transactions classified by the types of investors participating in such transactions.

* Special Members are only requested to report on transactions conducted in respect of their registered financial institution business.

(Notes for Users)

- Trading balances data of lent or borrowed public and corporate bonds are aggregated based on the delivery dates specified in the original contracts. Transactions which have been due for execution and not due for settlement at the end of the month are included in month-end balances.

- Delivery and settlement fails of starting transactions are included in month-end balances, the delivery and settlement fails of ending transactions are excluded from aggregation. Transactions whose contracts have been canceled due to default are also excluded from aggregation.
- For data on monthly contract amounts, bond lending contracts concluded by JSDA Members during the month are aggregated on contract date and face value bases.

(Publication Timing)

These statistics are published, in principle, on the 25th day of each month on the JSDA's website.

These explanatory materials are intended to provide assistance to non-professionals using the statistical data provided by the JSDA in understanding the specialized vocabulary used in the statistics. The definitions and other explanations used are not necessarily based on laws or other regulations.