

# **Recent Economic Developments**

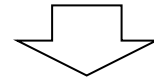
**- Monthly Economic Report, March 26 2025 -**

**Cabinet Office**  
**Government of Japan**

## <Assessment of the current state of the Japanese economy>

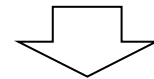
January

The Japanese economy is recovering at a moderate pace,  
although it remains pausing in part.



February

The Japanese economy is recovering at a moderate pace,  
although it remains pausing in part.



March

The Japanese economy is recovering at a moderate pace,  
although it remains pausing in part.

**(Unchanged since this August)**

# <Assessment of the current state of the Japanese economy>

	January	February	March
Private consumption	Private consumption shows movements of picking up, although it remains pausing in part.	Unchanged	Unchanged
Business investment	Business investment shows movements of picking up.	Unchanged	Unchanged
Exports	Exports are almost flat.	Exports have been showing movements of picking up recently.( ↑ )	Unchanged
Industrial production	Industrial production is flat.	Unchanged	Unchanged
Corporate profits	Corporate profits are improving as a whole, although the pace has become moderate.	Unchanged	Corporate profits are improving.( ↑ )
Firms' judgments on business conditions	Firms' judgments on current business conditions are improving.	Unchanged	Unchanged
Employment situation	The employment situation shows movements of improvement.	Unchanged	Unchanged
Prices	Consumer prices have been rising.	Unchanged	Unchanged

Note: ↑ denotes upward revision and ↓ denotes downward revision.

# 1. Shunto (Spring wage negotiation) in FY2025

Figure 1. Shunto (Spring wage negotiation) Wage increase and Price increase

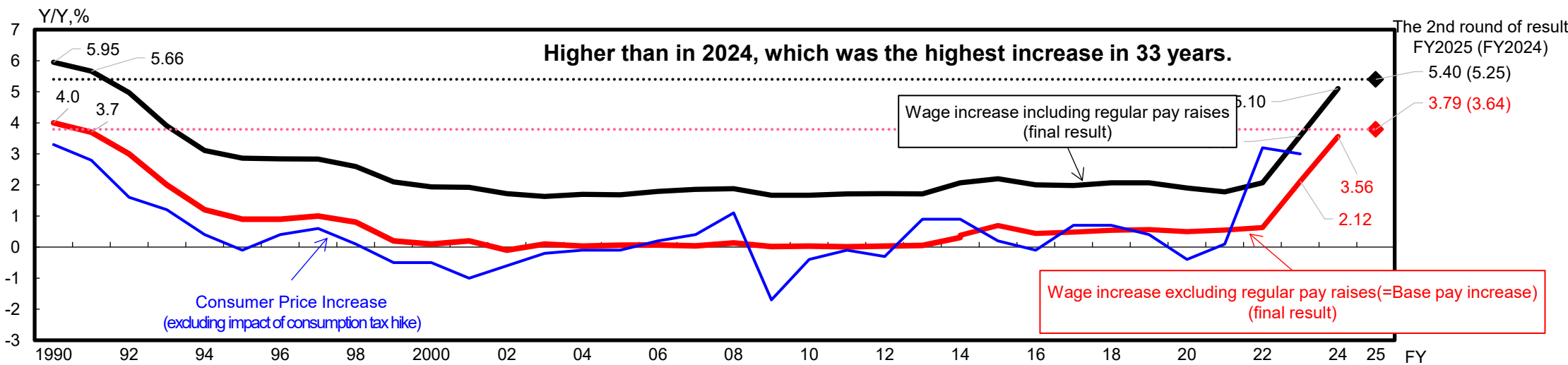


Figure 2. Base pay increase by firm size (2nd round of result)

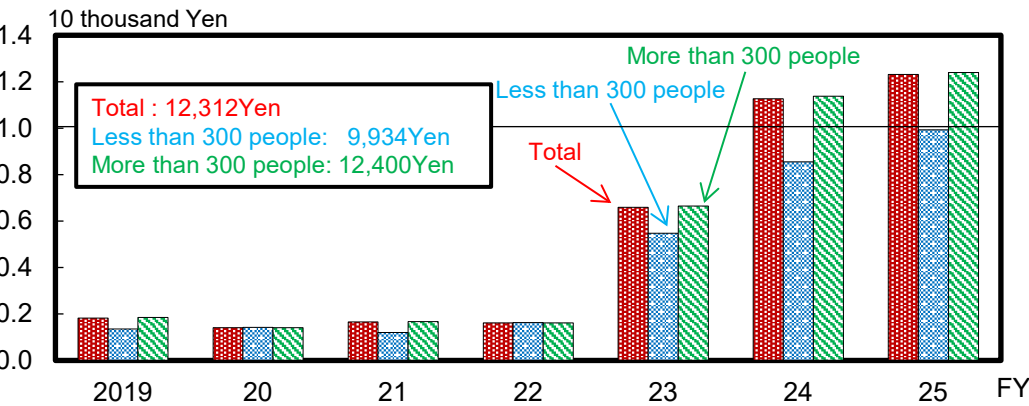
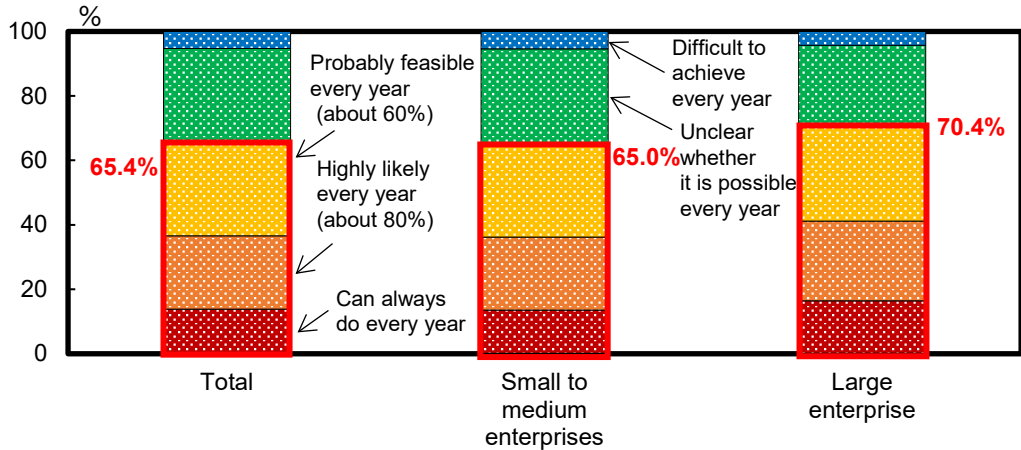


Figure 3. Percentage of companies able to raise wages over the next five years



## 2. Wage

Figure 1. Nominal wage growth excluding bonus

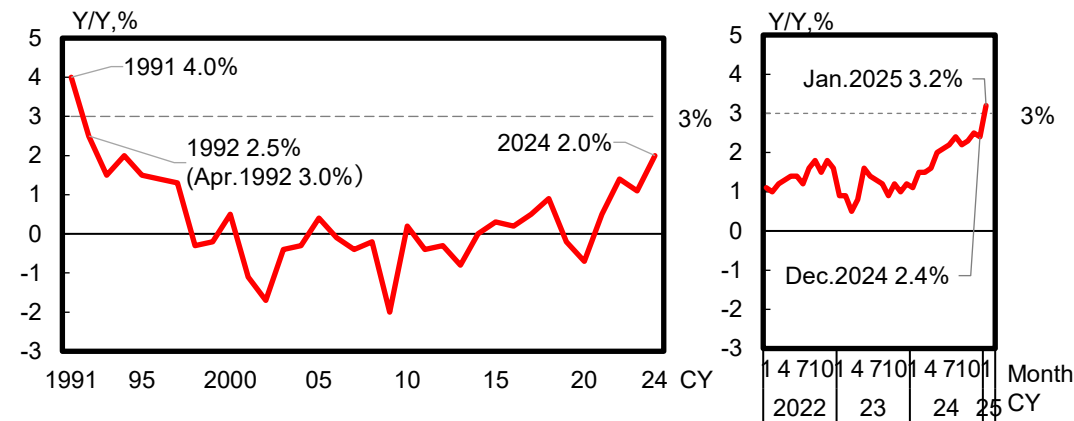


Figure 2. Real wages growth

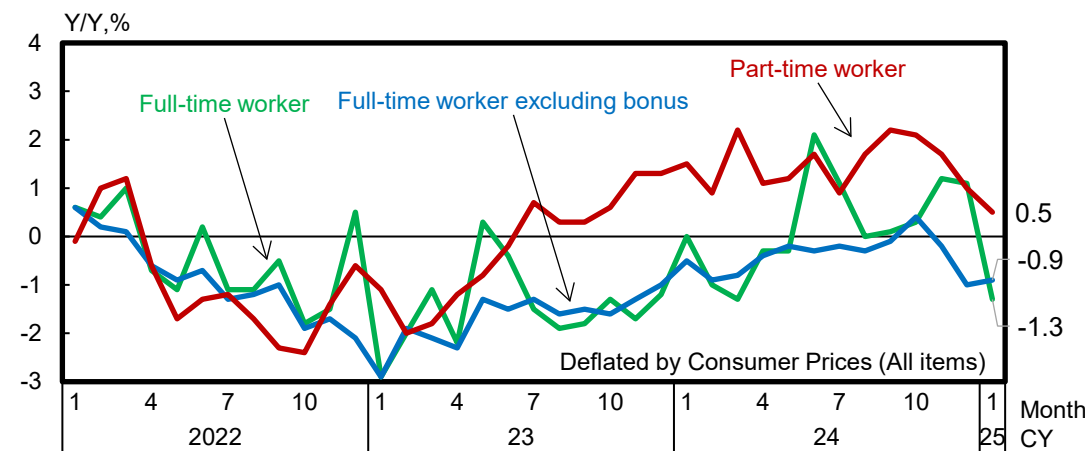


Figure 3. Wage levels and Wage Growth by industry (Full-time workers)

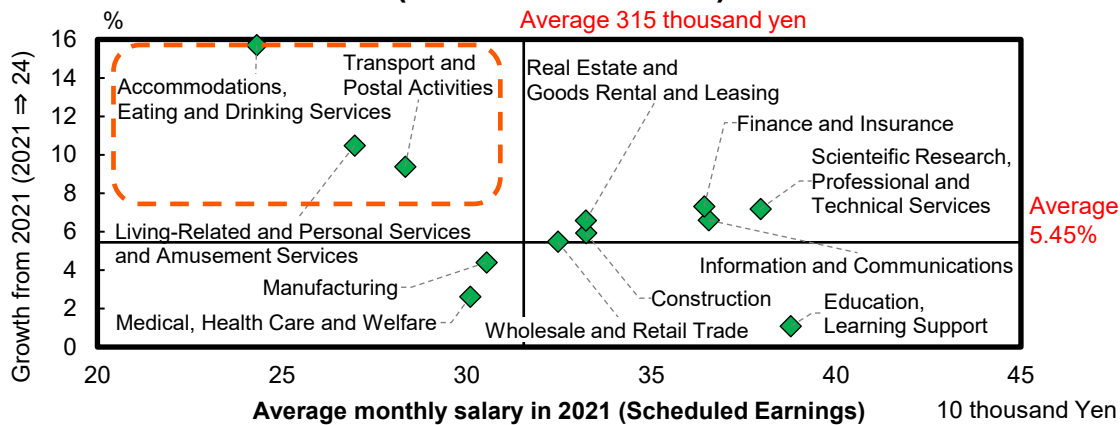
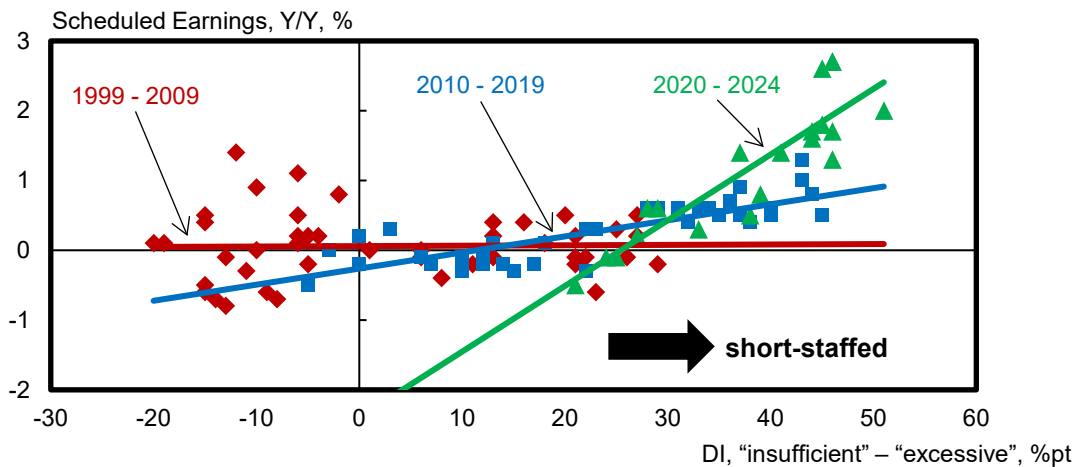


Figure 4. Labor Shortages and Wage Growth (Full-Time Workers)



# 3. Private Consumption

Figure 1. Food sales growth

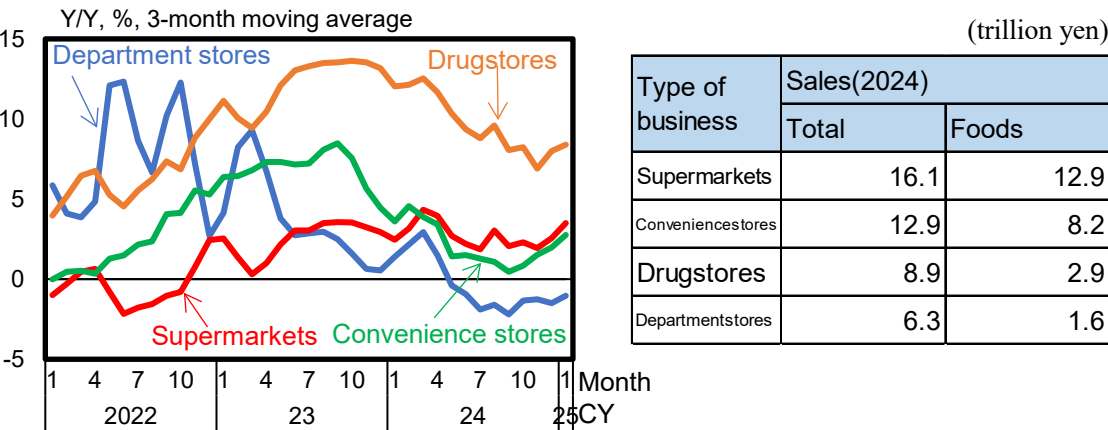


Figure 2. Food prices at drugstores relative to supermarkets

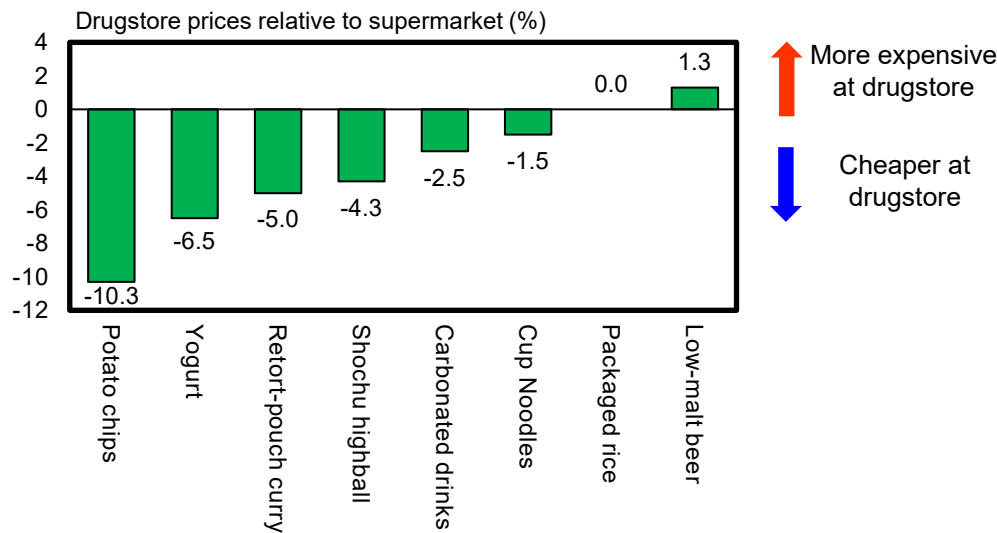


Figure 3. Domestic travel in Japan

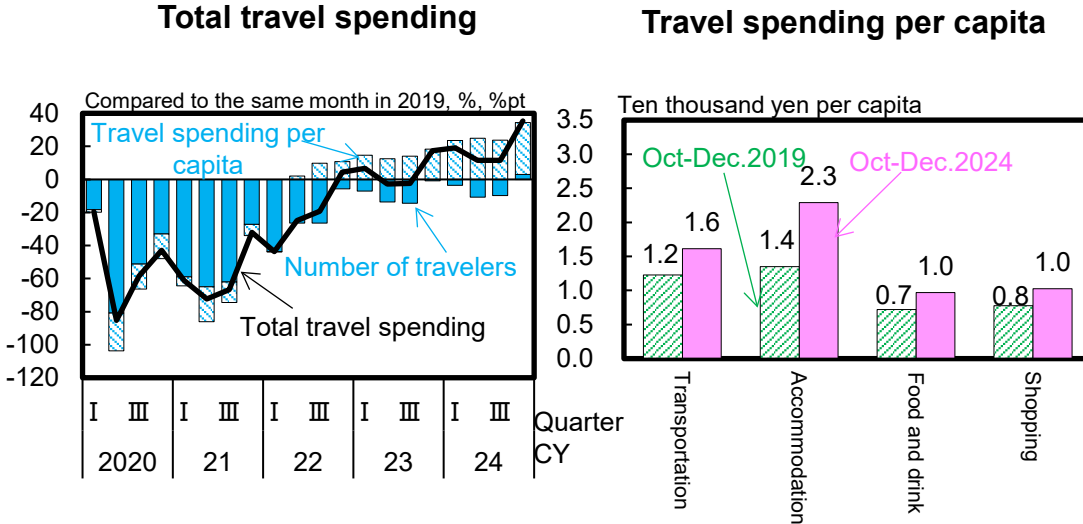
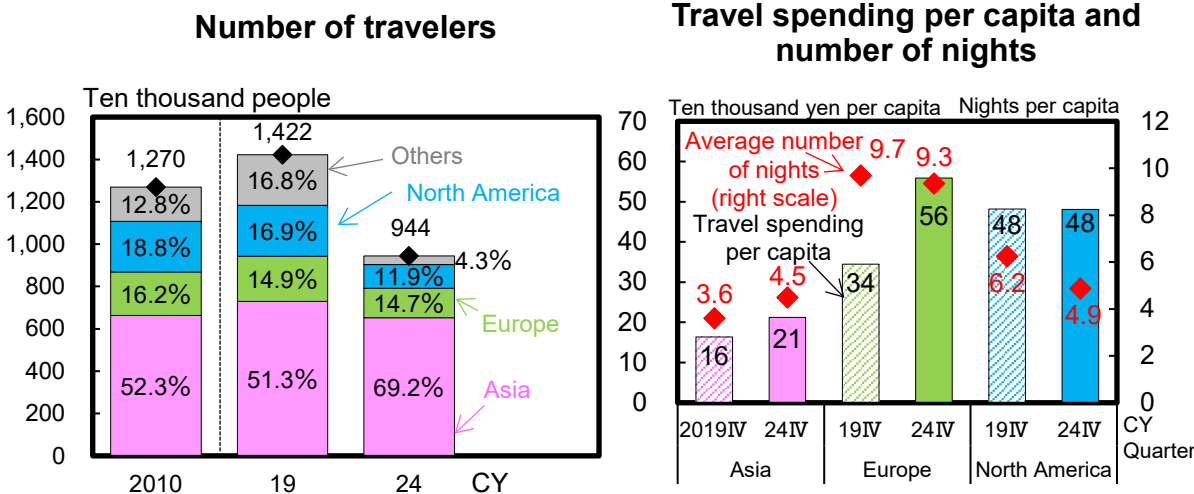


Figure 4. Overseas travel



# 4.Export and Trade

Figure 1. Japan's goods exports

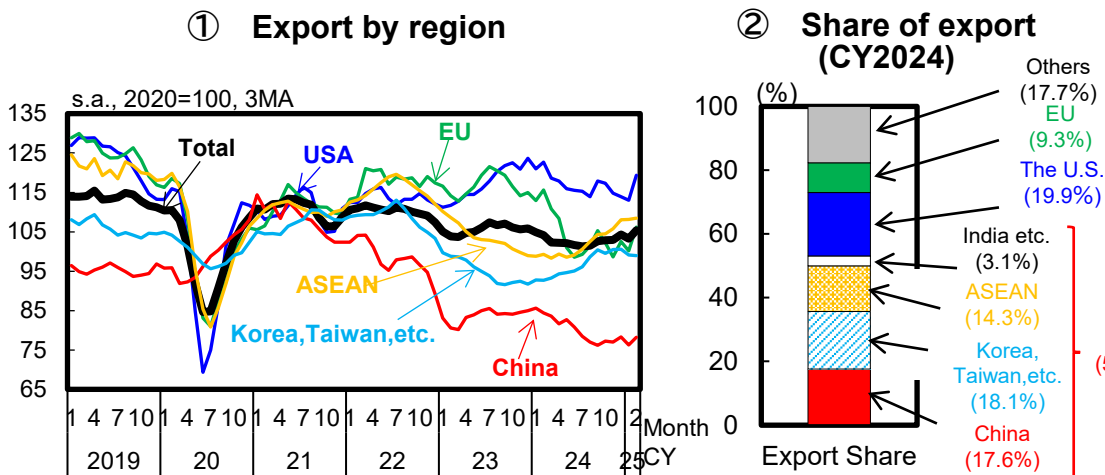


Figure 2. Business conditions (Large Enterprises)

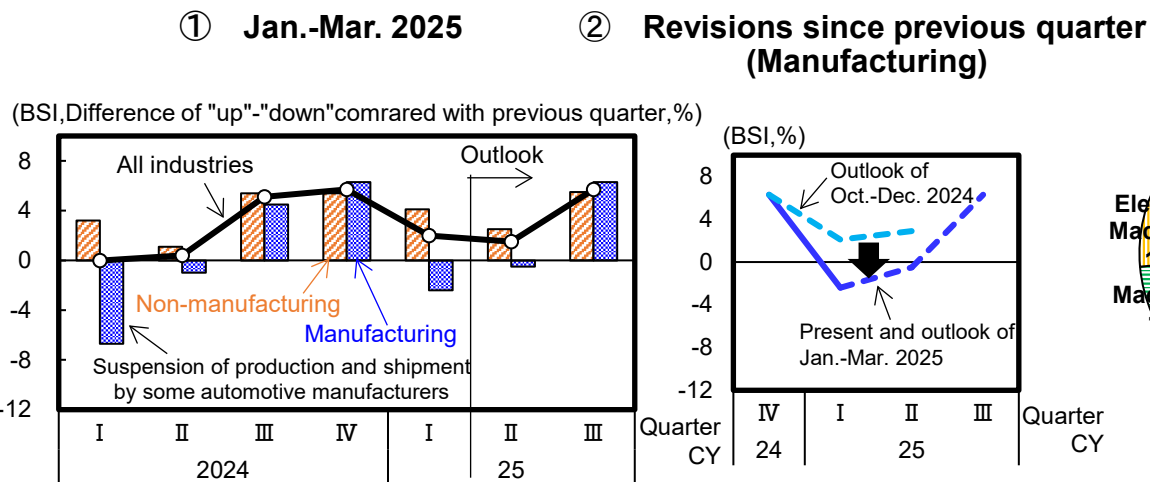


Figure 3. Intermediate Goods Exports as a Percentage of Japan's Goods Exports

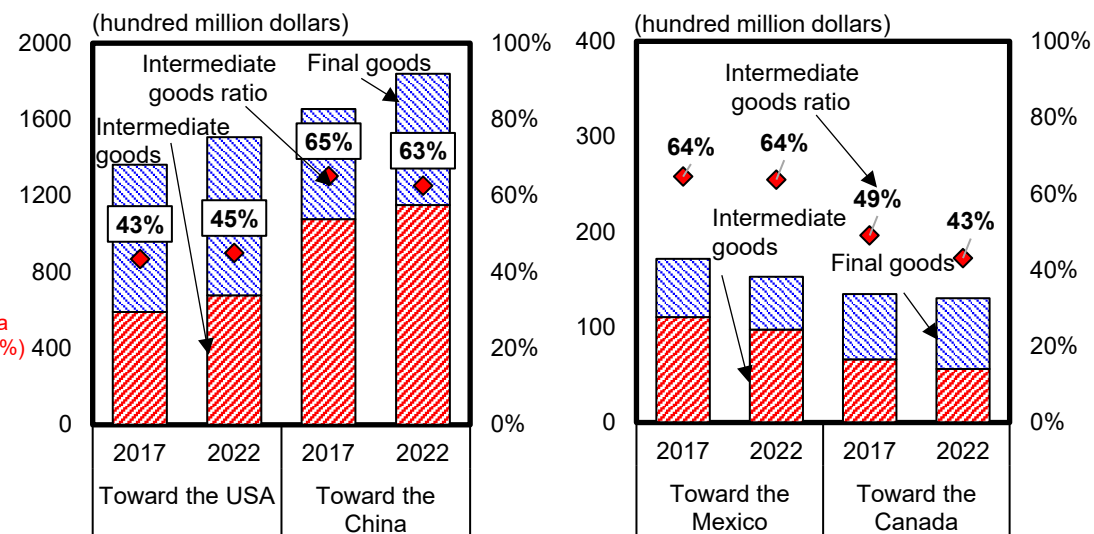


Figure 4. Items of Japan's intermediate goods exports (CY2022)

