

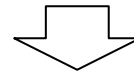
Recent Economic Developments

- Monthly Economic Report, August 6 2025 -

Cabinet Office
Government of Japan

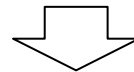
May

The Japanese economy is recovering at a moderate pace,
while the uncertainty arising from the U.S. trade policies
and so on exists.



June

The Japanese economy is recovering at a moderate pace,
while the uncertainty arising from the U.S. trade policies
and so on exists.



(Unchanged since April)

July

The Japanese economy is recovering at a moderate
pace, while the effects caused from the U.S. trade
policies and so on are seen in some areas.

(Change in expression)

1. Impact of U.S. tariff measures on the Japanese economy

Figure 1. Japan's Exports to the U.S. and tariff rates

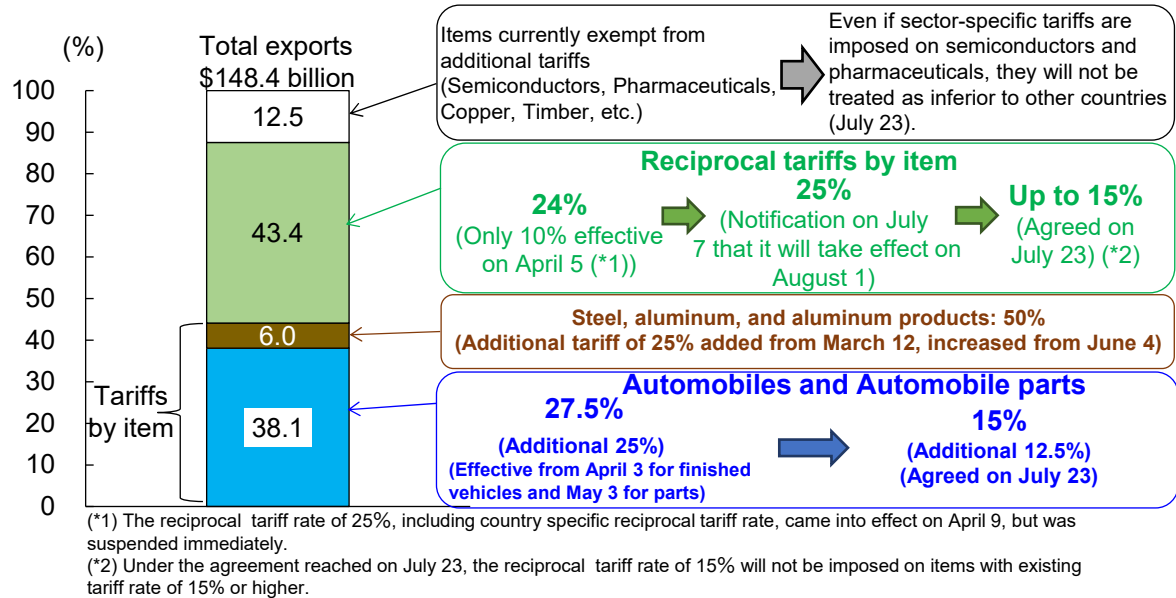


Figure 2. Number of Automobiles Exported to the U.S.

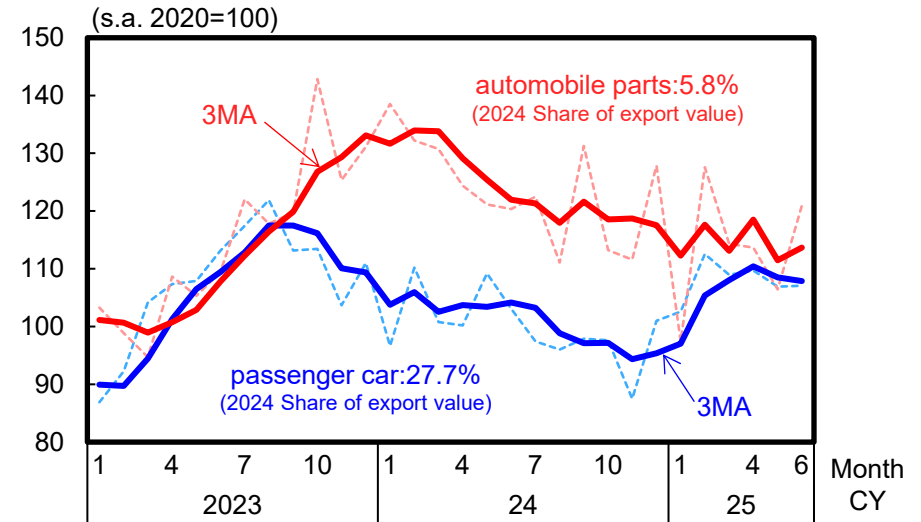


Figure 3. Prices of Japan's Car Exports to the U.S.

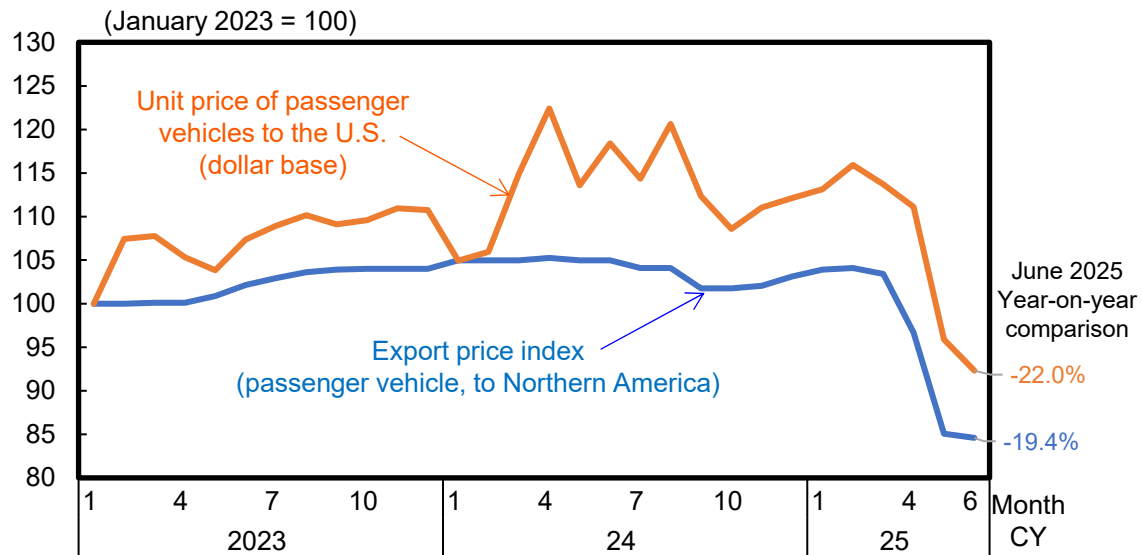
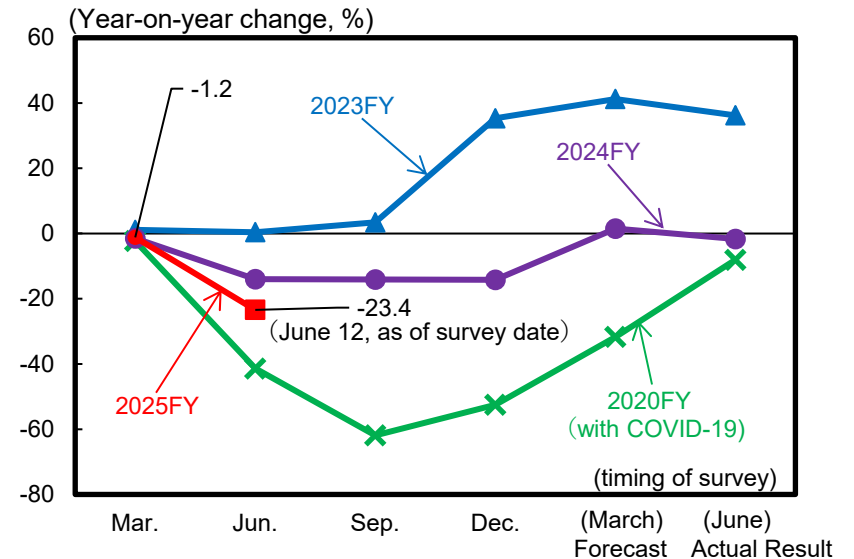


Figure 4. Automotive Industry Current Profit (Annual Projections, Tankan Survey)



2. Fixed investment and wage growth

Figure 1. Firms' Plans on Fixed Investment (Annual Projections)

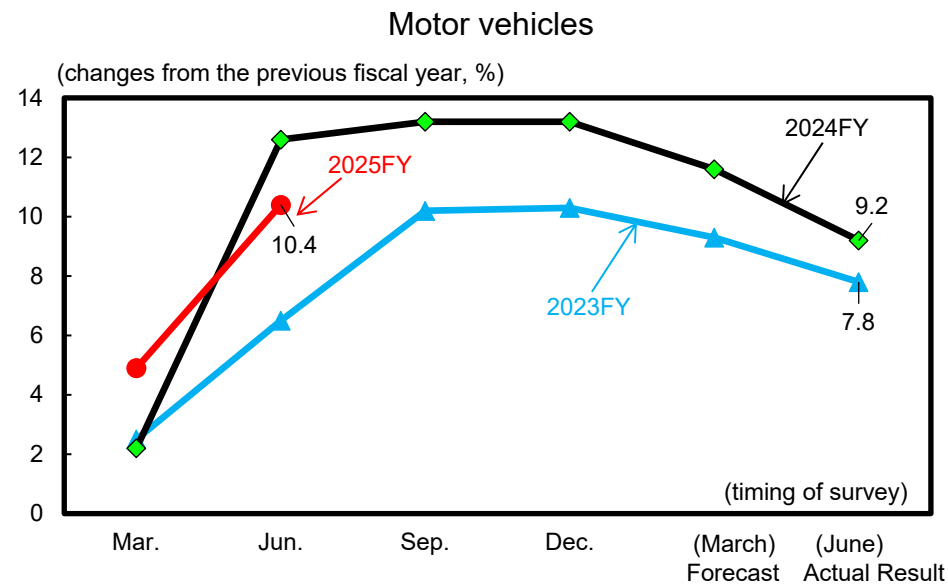
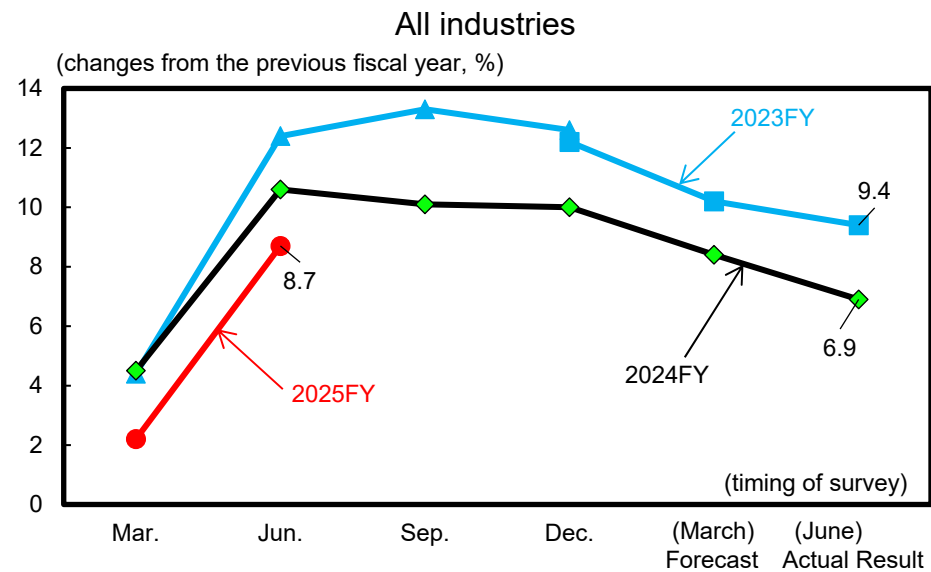


Figure 2. Wage Growth

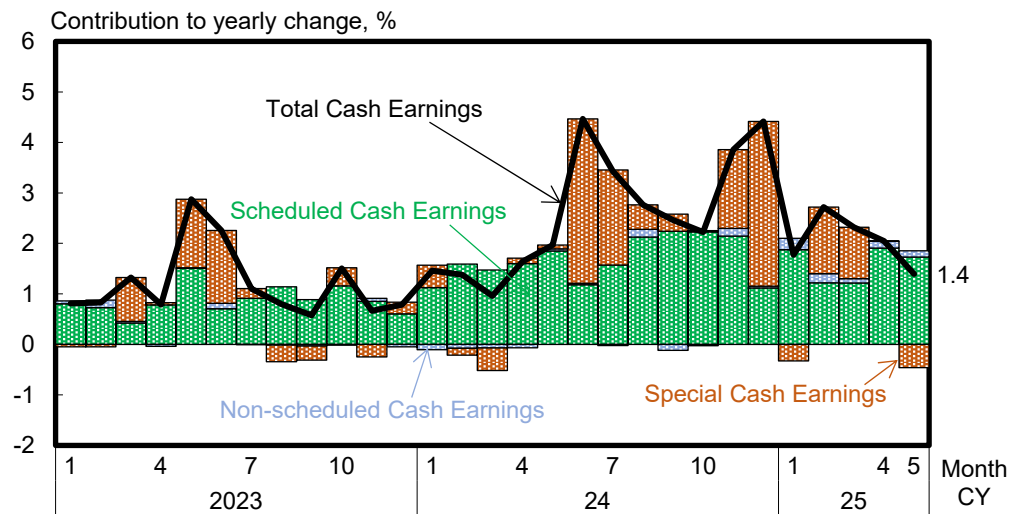
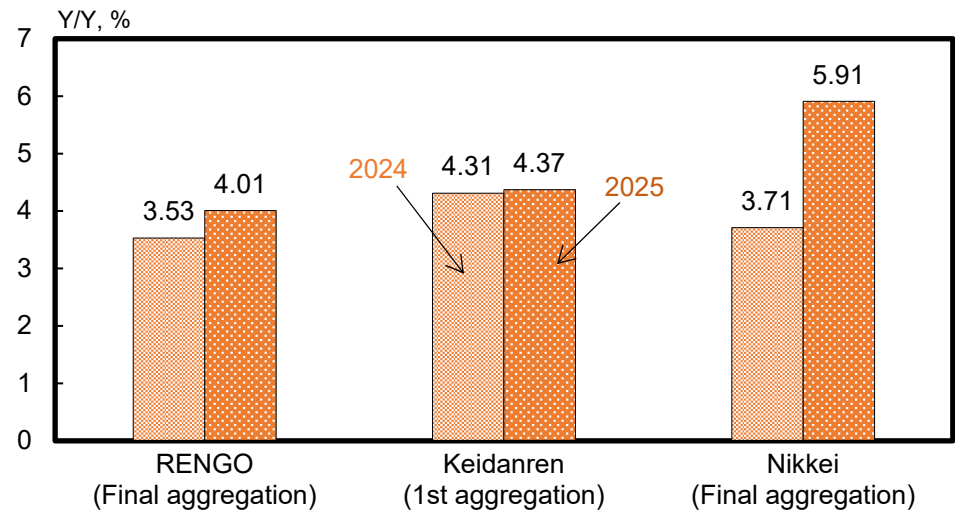


Figure 3. Surveys on Summer Bonuses



Source : Bank of Japan; Ministry of Health, Labour and Welfare; RENO (Japanese Trade Union Confederation); Keidanren (Japan Business Federation); Nikkei Inc.
Note : The sample sizes in 2025 are as follows: 1,495 labor unions (RENO), 107 large firms (Keidanren, mostly with 500 or more employees), and 383 companies (Nikkei, mostly listed companies)

3. CPI and consumer confidence

Figure 1. Consumer Price Index

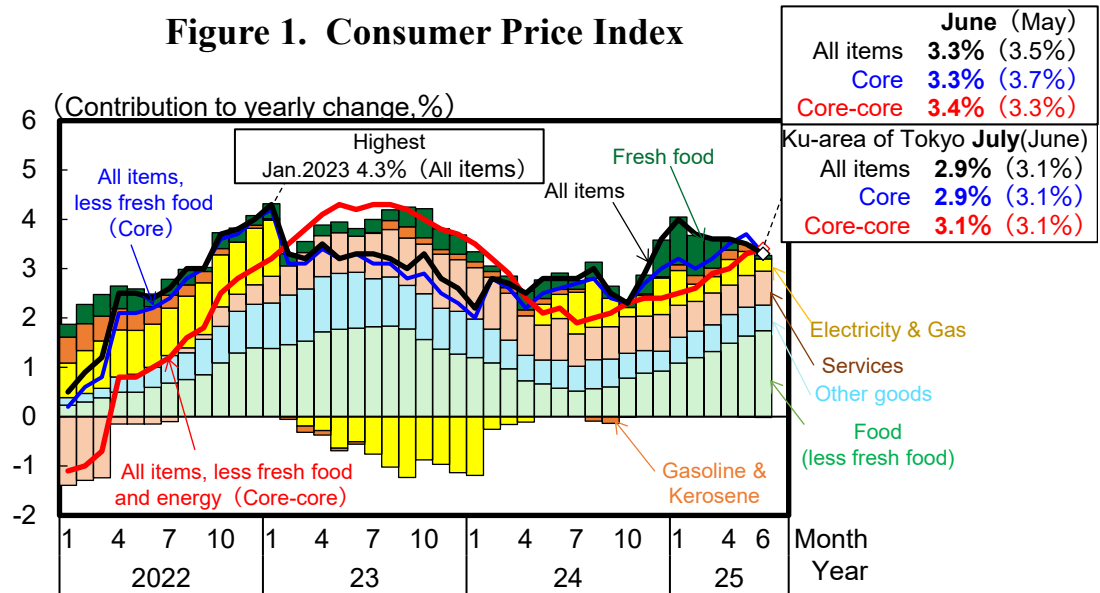


Figure 2. Consumer Confidence Index

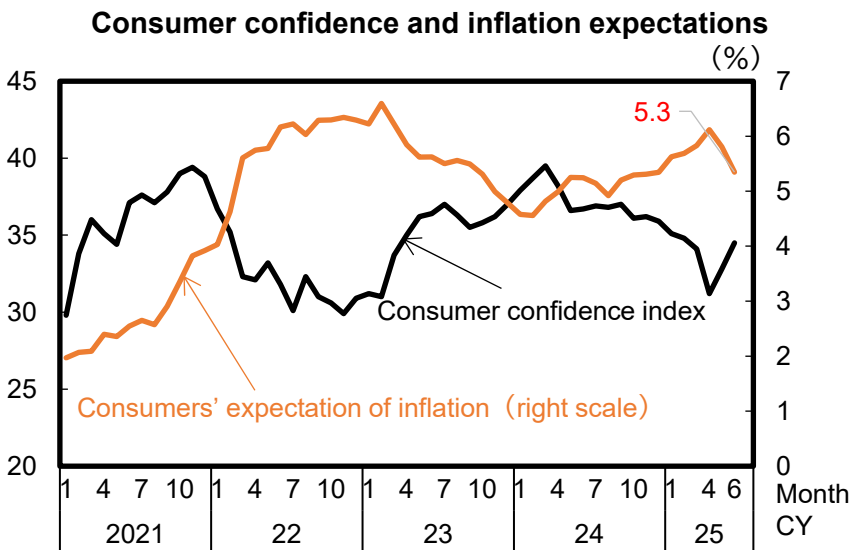
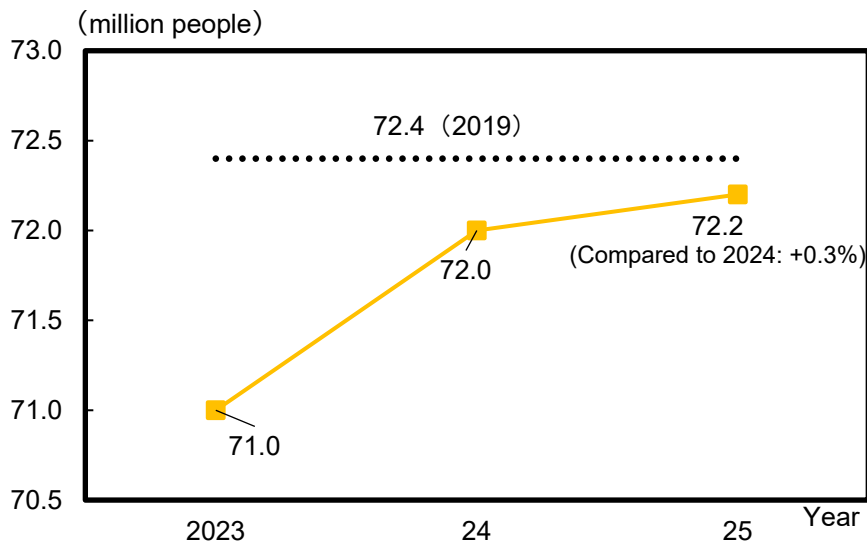


Figure 3. JTB Survey on Summer Travel

1. Domestic travel



2. Overseas travel

