We will overcome the restrictions brought about by the great earthquake—such as by restoring economic circulation as soon as possible—in a sequential and steady manner. At the same time, we will strengthen initiatives for achieving new growth and restore the growth potential of the Japanese economy.

The need to ensure the sustainability of public finances and social security and maintain confidence in such institutions, which had been major issues from before, has increased all the more because of the great earthquake. As such, we will promote sound initiatives for achieving this.

Immediate Future

- Damage to capital stock (¥16-25 trillion)
- Supply chain disruptions
- Impact from electricity restrictions
- Negative impact from rumors and deteriorating consumer confidence
- Impact on employment, etc.

Short-Term (About 3 Years from Now)

- Concerns that the electricity restrictions will remain
- Concerns over outflows of companies and human resources, etc.

Medium to Long-Term

- Concerns over energy and environmental restrictions
- Concerns over outflows of companies and human resources, etc.

**<Sustainable and self-sustaining growth>**

- Realizing new energy and environmental structures
- Realizing robust economic structures that are fortified against enormous risks
- Expansion of new growth sectors
- Carrying on with the integrated reform of the social security and tax systems, etc.

(Note) This material was created by the Cabinet Office to serve as reference for the “The Guideline on Policy Promotion” (Cabinet Decision, May 17, 2011), and is not subject to the cabinet decision.