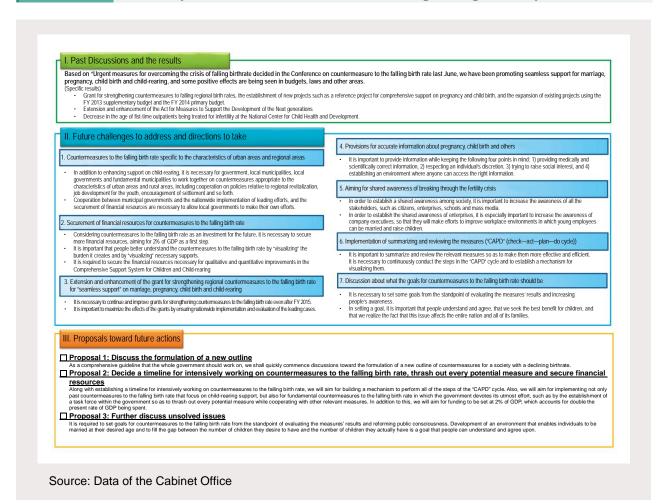
Fig. 1-2-8 Summary of the (2nd) Task force on breaking through fertility crisis (outline)



(Establishment of a Grant for Strengthening Countermeasures to the Falling Birth Rate)

The Urgent Countermeasures specified that in taking measures to deal with the declining birthrate, efforts tailored to the circumstances of communities are important. Also, in the "Economical Countermeasures to Realize a Virtuous Circle" (endorsed by the Cabinet on December 5, 2013), "Strengthening Countermeasures to the Falling Birthrate in Regions" was incorporated. Based on these, a "Grant for Strengthening Countermeasures to the Falling Birth Rate" was established using the FY 2013 supplementary budget (3.1 billion yen).

The purpose of the Grant is to provide the national government's support for the local governments and municipal governments that conduct pioneering efforts of their own, according to community circumstances, so as to provide seamless support on marriage, pregnancy, child birth and child-rearing.

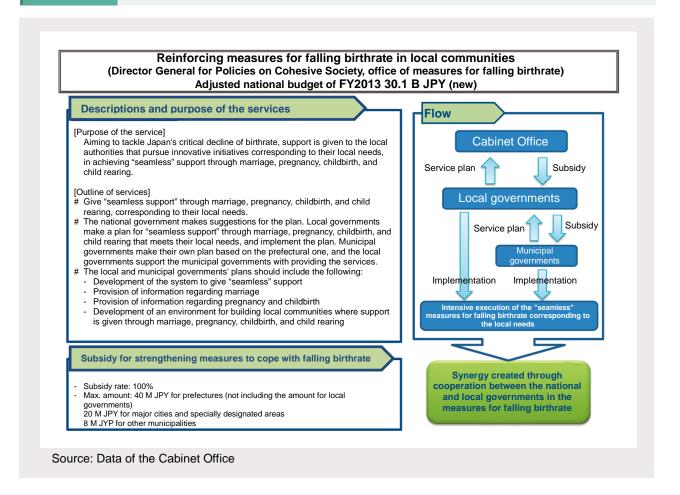
The local governments and municipal governments shall specify plans in which the following service contents are described and provide services on the basis of those plans.

The service contents mentioned above are as follows:

- 1) Build a mechanism to provide seamless support for marriage, pregnancy, child birth and child-rearing,
- 2) Provide information on marriage,
- 3) Provide information relating to pregnancy and child birth, and
- 4) Develop environments toward forming communities where there is no worry about marriage, pregnancy, child birth or child-rearing.

Fig. 1-2-9

Outline of the Grant for Reinforcing Measures for Falling Birthrate in Local Communities



2. Reducing Wait-listed Children

In April 2013, the admission capacity of nursery centers amounted to 2,288,819 persons (increased by 48,641persons over the previous year), and the rate of children who attend nursery centers (calculated by dividing the number of children who attend nursery centers by the number of pre-school children) has amounted to 35.0% (increased by 0.8 points over the previous year). The number of children on the wait list has decreased three years in a row to 22,741 (a decrease of 2,084 persons as compared to the previous year). Also, as for the situation on specified municipal governments, the number of specified municipal governments in which there are 50 children on the wait list, and on which there is an obligation to formulate plans relating to the securement of a supply system for services such as childcare services on the basis of the "Child Welfare Act" (Act No. 164 of 1947), has amounted to 101 and decreased by 6 municipal governments over the previous year (14 municipal governments have been newly designated as specified municipal governments and 20 municipal governments have been excluded as specified municipal governments).

The "Acceleration Plan for Reducing Wait-listed Children" defines FY 2013 and FY 2014 as the "Period Requiring Urgent and Focused Efforts," and it plans to secure the capacity of nursery centers for about 200,000 children in the two years between FY 2013 and FY 2014. Furthermore, this Plan defines the three years ranging from FY 2015 to FY 2017 as the "Period Requiring Accelerated Efforts," and this Plan plans to expand the capacity of nursery centers to allow for an additional 200,000 children by the end of FY 2017, when nursery needs will peak, including the potential need for necessary childcare to reduce wait-listed children.

During the "Period Requiring Urgent and Focused Efforts" in FY 2013 and FY 2014, a support measure package consisting of the five pillars mentioned below strongly supports motivated municipal governments, and is an urgent project.

(Support measure package: "The Five Pillars")

- 1. Develop nursery centers utilizing a rental system and nationally-owned lands ("for places")
- 2. Secure nursery teachers who can contribute to a quantitative expansion of childcare ("for persons")

- 3. Take the lead to provide resources within the new system, such as small-scale childcare services
- 4. Support uncertified childcare facilities that aim to achieve certification
- 5. Support childcare within institution facilities

Hence, a decision has been made to secure the operating costs of nursery centers so as to increase the admission capacity of nursery centers by 72,000 people using funds from the FY 2014 budget, and to promote efforts such as the development of nursery centers, small-scale childcare centers, centers for early childhood education and care and other institutions, and to secure human resources for nursery teachers by further raising necessary amounts of money through "Funds for Parents to Raise Children with Ease" which was established in the local governments by integrated measures using the FY 2013 supplementary budget and the FY 2014 budget and by extending the project period by one year. Also, the Operations on the Urgent Securement of Childcare (appropriated by the Cabinet Office) are to take measures toward small-scale childcare, family-style day-care, and day-care at kindergartens. They will also offer support for uncertified childcare facilities that aim at achieving certification and support for the improved treatment for nursery teachers, which is to strongly support efforts toward reducing wait-listed children.

Also, in order to achieve a smooth transition to the Comprehensive Support System for Children and Child-rearing that is scheduled to be fully implemented in FY 2015, the Operations on the Urgent Securement of Childcare will lead efforts to support community child care support centers and other support center services for local child-rearing that municipal governments provide under the new system; this will be in addition to services relating to the "Acceleration Plan for Reducing Wait-listed Children."

Additional measures include small-scale childcare, family-style day-care, extended-hour day-care in kindergartens, support for uncertified childcare facilities, the improved treatment of nursery teachers, and user support. In addition, there is also support for efforts toward reducing wait-listed children, enhancing after-school children's clubs and providing assistance related to services, such as support center services for community child care support centers, temporary custody service, family support center services, and visit to all families with a baby.

Also, the Urban Renaissance Agency Lease-Housing is making efforts to set up nursery centers by utilizing places such as available sites that have been developed as a result of conducting measures such as housing-complex renaissance operations, and by using existing vacant stores in cooperation with local governments. In addition to these achievements, 332 nursery centers have been set up.

Fig. 1-2-10 Current status of wait-listed children

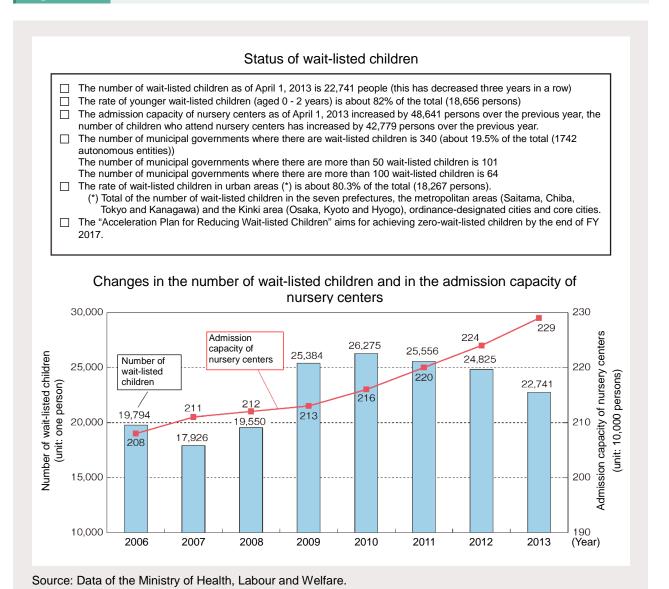


Table 1-2-11 Municipal governments that should formulate a childcare plan (those with more than 50 wait-listed children)

[a]	ble 1-2-11	(those w	ith more	than 50 w	vait-	listed chi	ldren)	
	Prefecture	Municipality	Number of wait- listed children	Increase or decrease over the previous year		Prefecture	Municipality	
1	Tokyo	Setagaya City	884	98	65	Nagasaki	Nagasaki City	
2	Fukuoka	Fukuoka City	695	▲ 198	66	Tokyo	Bunkyo City	
	Tokyo	Nerima City	578	55	67	Nara	Nara City	
4	Miyagi	Sendai City	533	123	68	Kyoto	Kyoto City	
5	Okinawa	Naha City	439	3	69	Ibaragi	Mito City	
6	Tokyo	Ota City	438	46	70	Tiba	Matsudo City	
7	Kanagawa	Kawasaki City	438	▲ 177	71	Oita	Oita City	
8	Tokyo	Itabashi City	417	75	72	Tokyo	Tachikawa City	
9	Tokyo	Koto City	416	163	73	Osaka	Hachio City	
10	Hokkaido	Sapporo City	398	▲ 531	74	Tiba	Ichihara City	
11	Hiroshima	Hiroshima City	372	37	75	Tiba	Urayasu City	
12	Hyogo	Kobe City	337	▲ 194	76	Tokyo	Higashimurayama (
13	Tiba	Itikawa City	336	40	77	Okinawa	Uruma City	
14	Tokyo	Adachi City	294	▲ 103	78	Okinawa	Miyakojima City	
15	Osaka	Osaka City	287	▲ 377	79	Tokyo	Higashiyamato City	
16	Tokyo	Suginami City	285	233	80	Saitama	Niiza City	
17	Aichi	Nagoya City	280	▲ 752	81	Saitama	Soka City	
18	Kanagawa	Fujisawa City	277	▲ 102	82	Tokyo	Tama City	
19	Tokyo	Toyoshima City	270	141	83	Osaka	Toyonaka City	
_	Okinawa	Okinawa City	269	70	84	Hyogo	Amagasaki City	
	Shizuoka	Hamamatsu City	269	103		Tokyo	Shibuya City	
22		Machida City	257	▲ 36	86	Okinawa	Nanjo City	
23	-	Hachioji City	253	▲ 122	87	Okinawa	Chatan Town	
	Tokyo	Chofu City	249	69		Miyagi	Osaki City	
	Osaka	Higashiosaka City	230	16		Okinawa	Ishigaki City	
	Tiba	-		44		Hyogo	+	
_	Okinawa	Funabashi City	227				Akashi City	
		Urasoe City	220	<u>▲ 41</u>			Shinagawa City	
	Tokyo	Minato City	195	20	92	Osaka	Sakai City	
	Tokyo	Chuo City	193	114	93	Fukuoka	Kasuya Town	
	Okinawa	Ginowan City	193	▲ 66	94	Tiba	Nagareyama City	
	Tokyo	Edogawa City	192	▲ 19	95	Kagoshima	Kagoshima Ciy	
	Tokyo	Koganei City	188	50	96		Takatsuki City	
	Tokyo	Nishitokyo City	184	▲ 6	97	Miyagi	Higashimatsushima	
	Tokyo	Sumida City	181	76		Tokyo	Kokubunji City	
	Tokyo	Musashino City	181	61		Tokyo	Kiyose City	
36	Tokyo	Fucyu City	181	▲ 1	100	Tokyo	Inagi City	
37	Okinawa	Yaese Town	181	72	101	Iwate	Morioka City	
38	Kumamoto	Kumamoto City	180	61	Municip	Municipalities with 50 - 99 children on a waiting list: Subtotal		
39	Tokyo	Shinjuku City	176	78	Municipa	alities wiith more than 50 chi	ldren on a waiting list: Total	
40	Tokyo	Kodaira City	174	▲ 5				
41	Kanagawa	Chigasaki City	174	▲ 6				
42	Tokyo	Mitaka City	160	32	1			
43	Tokyo	Hino City	155	2	1			
44	Shizuoka	Shizuoka City	153	▲ 2	1			
	Tokyo	Nakano City	147	33	1			
	Kanagawa	Yamato City	147	20	1			
	Shiga	Otsu City	146	<u> </u>	1			
	Kumamoto	Kikuyo Town	143	6	1			
	Osaka	Suita City	133	98	l			
	Tokyo	Meguro City	132		l			
				▲ 11	l			
	Kanagawa	Sagamihara City	132	▲ 112	l			
	Hyogo	Takarazuka City	128	37	l			
	Osaka	Ibaraki City	126	▲ 34	l			
	Tokyo	Kita City	125	92	I			
	Okinawa	Tomigusuku City	124	12	l			
	Tokyo	Higashikurume City	120	16				
	Saitama	Saitama City	117	▲ 9				
	Hokkaido	Asahikawa City	117	23				
59	Tiba	Kashiwa City	117	▲ 16				
60	Saitama	Kawagoe City	112	18				
61	Saitama	Kawaguchi City	110	▲ 13				
	l++	l	40.5					

15,475

▲ 37

▲ 602

(As of April 1, 2013)

Number of waitlisted children

2,716

18,191

▲ 15

▲ 20 **▲** 28

▲ 395

▲ 8 ▲ 24 ▲ 120

▲ 15

▲ 1

▲ 376

▲ 978

▲ 62

▲ 3

▲ 65

▲ 114 ▲ 22

62 Kumamoto

63 Kumamoto

64 Okinawa

Koshi City

Mashiki City

Itoman City