THE WEEKLY OBSERVER Issue #191



# The Weekly Observer

September 22-26

YOUR WEEKLY RECAP OF POLITICAL DEVELOPMENTS IN JAPAN!

THIS WEEK IN NUMBERS

#### Ishiba Addresses UNGA

On Wednesday, Prime Minister Ishiba Shigeru delivered an address to the United Nations General Assembly in New York, pointing out that the Security Council is "still not functioning effectively" despite reforms, proposing the expansion of both permanent and non-permanent membership categories to reflect the growth in diversity and membership of the organization.

Ishiba announced that the GOJ will not make a decision on whether to accept Palestinian statehood at this point in time, though acknowledging that the "question is not whether to recognize a Palestinian state, but when." Japan strongly supports a two-state solution.

Ishiba stated in his conclusion that "no country can forge the path to a bright future unless it squarely faces history," and that "we must never again repeat the devastation of war." He also asked others to cooperate toward achieving a "world without nuclear war" and a "world without nuclear weapons."

#### LDP Presidential Race Kicks Off

On Monday, the ruling Liberal Democratic Party (LDP) presidential election to replace Ishiba kicked off. Five candidates will be vying to become the next party president and prime minister.

On October 4, Diet members and party members/friends will **each get 295 votes** to elect the president. Should no candidate get a majority of votes, the race enters a **run-off** in which Diet members get 295 votes and prefectures each get one vote.

As of this week, former Economic Security Minister Takaichi Sanae and Agriculture Minister Koizumi Shinjiro seem to be headed for a runoff, while Chief Cabinet Secretary Hayashi Yoshimasa closes down the gap at third place.

A major question in this election is how the candidates plan to expand the coalition government. The Japan Innovation Party (Ishin) and the Democratic Party for the People (DPFP) are top choices, but each has a set of tough demands.

#### **Cabinet Approval**



38% (-1 pt.)

**56%** (-1 pt.)

FNN/Sankei Shimbun (September 15)

#### State of the Economy

### Real Wages (July):

-0.2% from July 2024 Fell for a 7<sup>th</sup> straight month

Total Cash Salary (Nominal Wage): ¥416,744 (+3.4%) +2% in base rate; +6.3% in bonuses

## Services Producer Price Index (August):

111.2 (+2.7%)

Slight increase in rate of increase due to human capital costs being passed on to service costs