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## Why Tweaks to Japan Yield Curve Controls Rock Markets



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### 6. What are the implication beyond Japan?

Japanese investors have spent more than \$3 trillion offshore in search of higher yields. Economists warn that even a small shift to policy normalization may prompt Japanese cash to flood out of global markets and back home. In addition to being the biggest foreign holders of US government debt, Japanese funds have investments in everything from Brazilian sovereign debt to European power stations and high-risk loans. Speculation of a more