

Market Review for January 2022

2nd February 2022

TOPIX ended down on the previous month-end. The Japanese equity market declined along with the US equity market due to growing expectations of higher US interest rates. Concerns over the increase in domestic cases of COVID and geopolitical risks over Ukraine also weighed on the market.

Table 1. Market Performance

2022	As of the end of Jan 2022	January 2022	Year to Date
TOPIX	1,895.93	-4.84%*	-4.84%*
Nikkei 225	27,001.98	-6.22%	-6.22%
USD/JPY**	115.23	115.16 (31 Dec)	115.16 (end of 2021)

*MTD: -4.83%, YTD: -4.83% in total return index, **Reuters London 4pm

Figure 1. TOPIX and USD/JPY

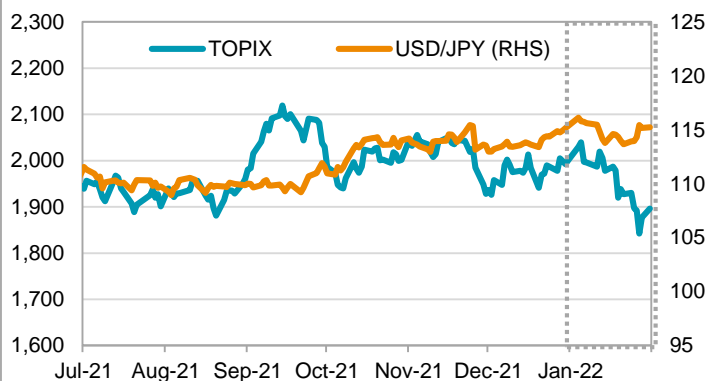
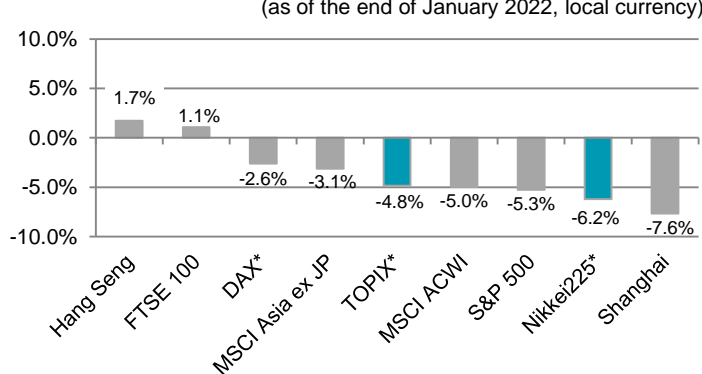


Figure 2. Global Equity Market Monthly Performance
(as of the end of January 2022, local currency)



*The figures are calculated based on the closing price as of 30th December 2021

Table 2. Top 5 performing sectors in January 2022

Sector	Return
Mining	13.67%
Insurance	9.17%
Nonferrous Metals	7.34%
Banks	7.01%
Pulp & Paper	3.89%

Table 3. Bottom 5 performing sectors in January 2022

Sector	Return
Electric Appliance	-13.62%
Services	-11.95%
Precision Instruments	-11.86%
Metal Products	-8.12%
Machinery	-7.26%

Table 4. Top 5 performing stocks* in January 2022

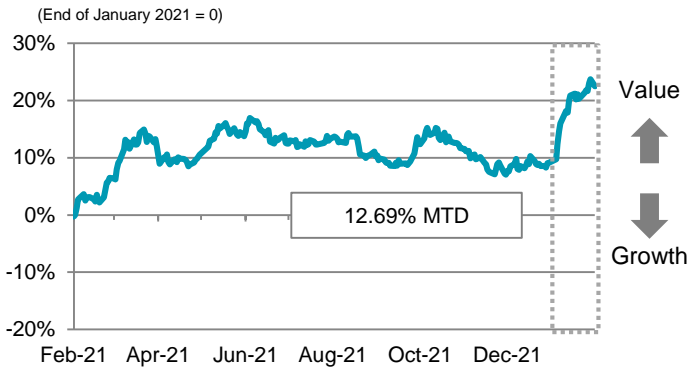
Name	Return
Sumitomo Metal Mining (5713 JP)	20.64%
Mitsubishi Heavy Industries (7011 JP)	16.55%
Inpex (1605 JP)	15.27%
T&D Holdings (8795 JP)	14.67%
Shinsei Bank (8303 JP)	13.51%

Table 5. Bottom 5 performing stocks* in January 2022

Sector	Return
Nihon M&A Center (2127 JP)	-36.65%
GMO Payment Gateway (3769 JP)	-31.36%
CyberAgent (4751 JP)	-30.77%
Sysmex (6869 JP)	-30.35%
Benefit One (2412 JP)	-29.79%

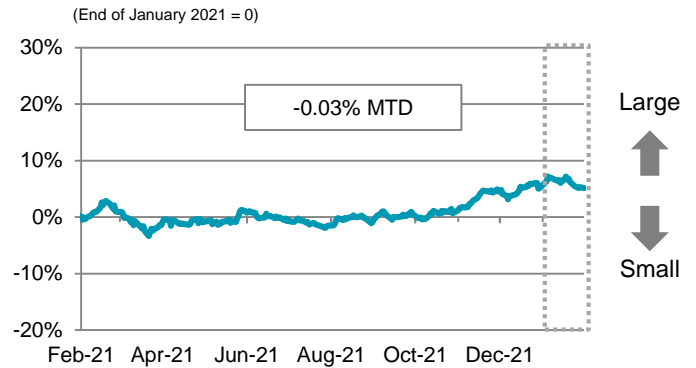
*Stocks with a market cap of over JPY 500 billion

Figure 3. Value-Growth Spread



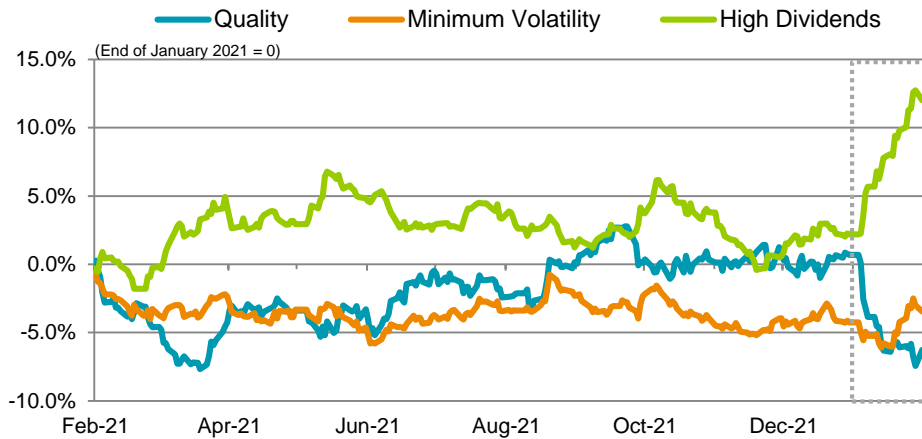
The spread between the Russell/Nomura Value Index and the Growth Index (Positive figure means value dominant)

Figure 4. Large-Small Cap Spread



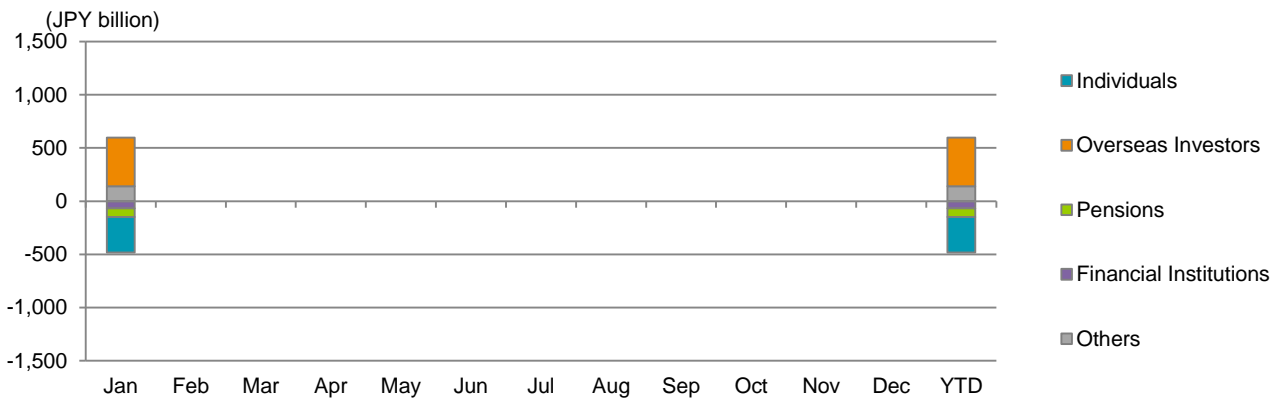
The spread between the Russell/Nomura Large Cap Index and the Small Cap Index (Positive figure means Large Cap dominant)

Figure 5. MSCI Japan Factor Indexes Spread against MSCI Japan



Data: Bloomberg, Nomura Securities, SuMi TRUST (as at the end of January 2022)

Figure 6. Monthly Investment Activities by Investor Type in the Japanese Equity Market



Data: Bloomberg, SuMi TRUST (as of 21st January 2022)

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