

Market Review for June 2026

This is a marketing communication. Please note past performance information does not predict future returns.

MONTHLY REVIEW

Japanese equities posted modest gains in June, with the TOPIX rising 0.9% and the Nikkei 225 advancing 5.6%, marking the TOPIX's third consecutive month of gains. Markets briefly reached record highs following improving prospects for a US-Iran ceasefire agreement, but struggled to sustain momentum amid lingering geopolitical uncertainty, weakness in US semiconductor stocks and expectations of further Bank of Japan policy tightening. Market weakness in the first half of the month gave way to a mid-month rebound supported by stronger corporate guidance from semiconductor-related companies. Sentiment softened again towards month-end as concerns emerged over memory chip supply-demand dynamics and reports that OpenAI may delay its IPO. Overall, performance remained highly concentrated, with semiconductor, AI-related and electrical equipment stocks leading gains, contributing to the Nikkei 225's significant outperformance relative to the broader market. Mid-cap stocks also outperformed, while large- and small-cap shares delivered more modest gains.

TABLE 1. MARKET PERFORMANCE (as at the end of June 2026)

	Index	Return	Year to Date
TOPIX	3,994.76	0.95%	17.18%
Nikkei 225	70,062.32	5.63%	39.18%

	Jun-26	May-26	End of 2025
USD/JPY*	162.55	159.27	156.71

*Bloomberg's preferred default source of generic FX data

FIGURE 1. TOPIX and USD/JPY

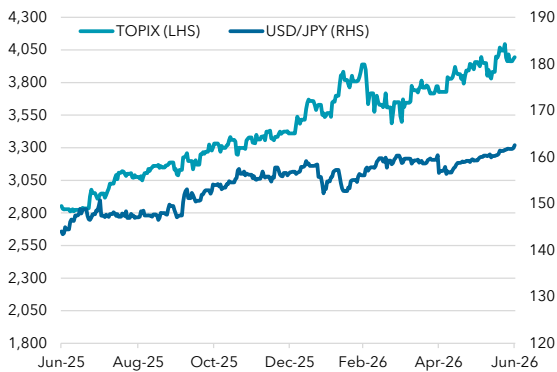


FIGURE 2. GLOBAL EQUITY MARKET MONTHLY PERFORMANCE (as at the end of May 2026, local currency)

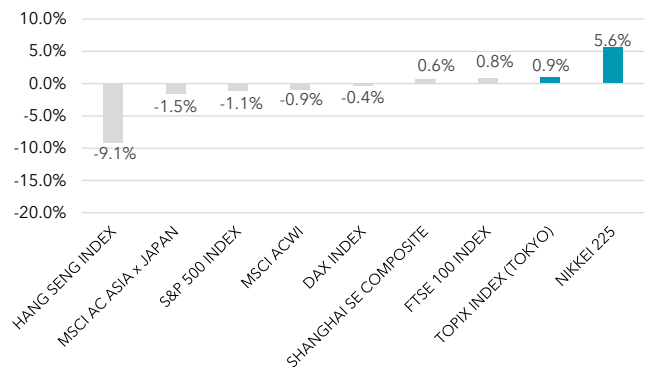


TABLE 2. TOP 5 PERFORMING SECTORS

Sector	Return
Electric Appliance	7.44%
Banks	6.72%
Services	5.75%
Glass & Ceramics Products	4.78%
Foods	4.30%

TABLE 3. BOTTOM 5 PERFORMING SECTORS

Sector	Return
Wholesale Trade	-9.59%
Information & Communication	-9.46%
Mining	-9.30%
Oil & Coal Products	-8.78%
Transportation Equipments	-7.64%

TABLE 4. TOP 5 PERFORMING STOCKS*

Name	Ticker	Return
J FRONT RETAILING	3086 JT Equity	66.84%
SCREEN HOLDINGS	7735 JT Equity	60.12%
TOKYO ELECTRON	8035 JT Equity	47.18%
KIOXIA HOLDINGS	285A JT Equity	36.19%
TAIYO YUDEN	6976 JT Equity	36.01%

TABLE 5. BOTTOM 5 PERFORMING STOCKS*

Name	Ticker	Return
SKY PERFECT JSAT	9412 JT Equity	-40.11%
NISSAN MOTOR	7201 JT Equity	-24.40%
SOFTBANK GROUP	9984 JT Equity	-20.40%
MEIKO ELECTRONIC	6787 JT Equity	-19.69%
TOKYO ELECTRIC	9501 JT Equity	-18.31%

*Stocks with a market cap of over JPY 500 billion at the beginning of the month

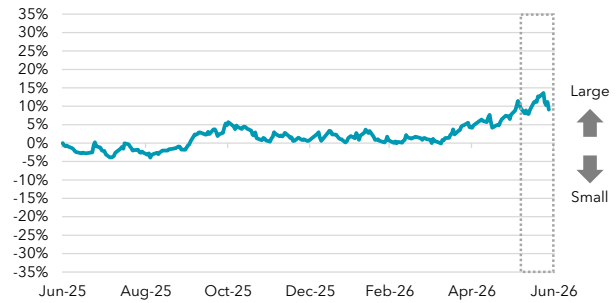
Note. Figures on this sheet are from SuMi TRUST, Bloomberg, NEEDS, MSCI and Nomura (as at the end of June 2026)

FIGURE 3. VALUE-GROWTH SPREAD



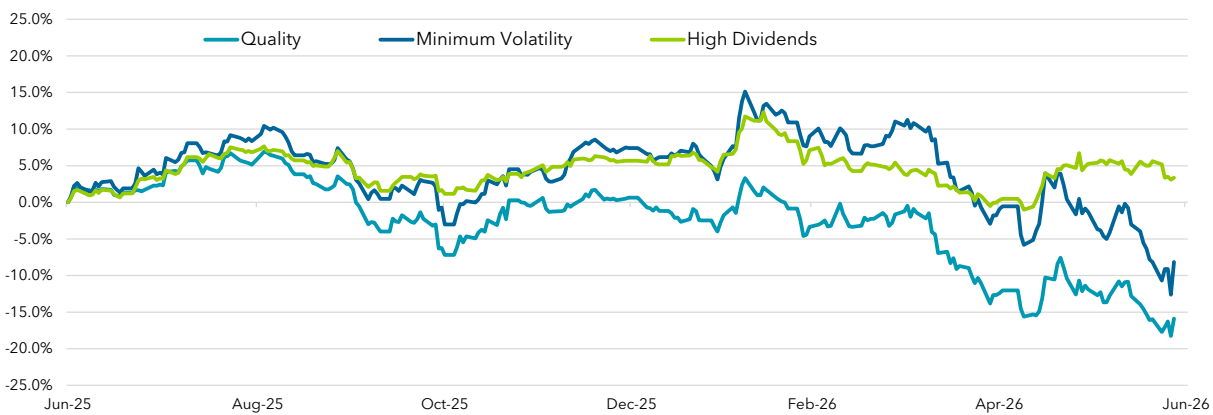
Note: The spread between the Russell/Nomura Value Index and the Growth Index (Positive figure means Value dominant)

FIGURE 4. LARGE-SMALL CAP SPREAD



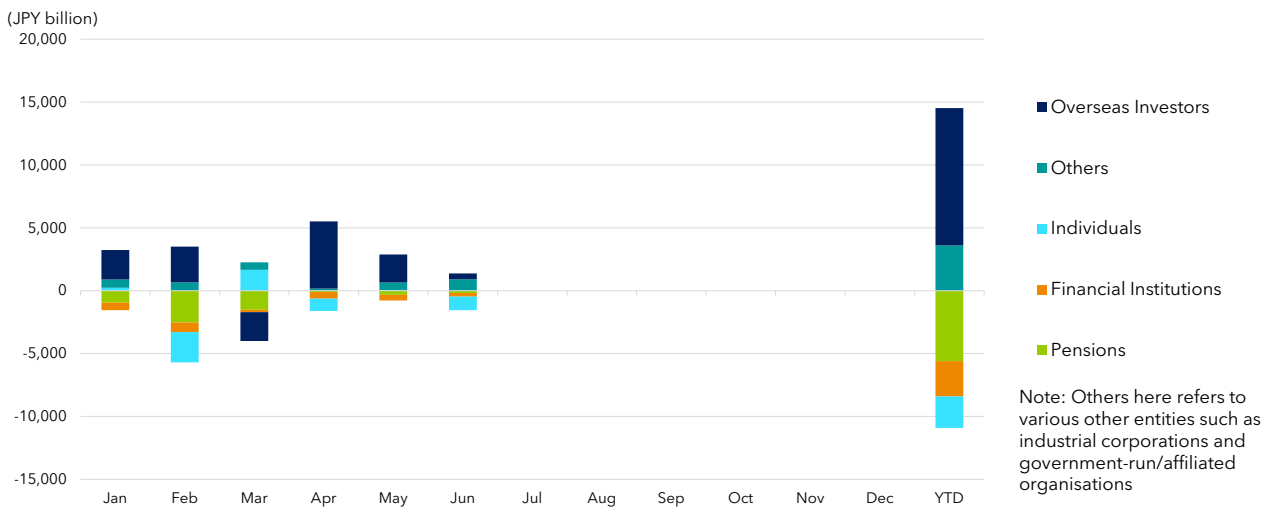
Note: The spread between the Russell/Nomura Large Cap Index and the Small Cap Index (Positive figure means Large Cap dominant)

FIGURE 5. MSCI JAPAN FACTOR INDEXES SPREAD AGAINST MSCI JAPAN*



*The measurement begins from the end of June 2025, starting from 0%.

FIGURE 6. MONTHLY INVESTMENT ACTIVITIES BY INVESTOR TYPE IN THE JAPANESE EQUITY MARKET**



**Latest month figures are until the 3rd week of the month

Note: Figures on this sheet are from SuMi TRUST, Bloomberg, NEEDS, MSCI and Nomura (as at the end of June 2026)

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