

## Market Review for November 2022

1<sup>st</sup> December 2022

TOPIX continued to rise this month. The Japanese equity market rallied on expectations of a slowdown in the pace of interest rate hikes in response to the lower-than-expected U.S. CPI. The market rose mainly in large-cap stocks due to strong corporate earnings announcements in the first half of the month. In the latter half of the month, the market further increased thanks to expectations of a slowdown in interest rate hikes following the FOMC meeting summary.

Table 1. Market performance

2022	As of the end of Nov 2022	Nov 2022	Year to Date
TOPIX	1,985.57	2.91%	-0.34%
Nikkei 225	27,968.99	1.38%	-2.86%
USD/JPY*	139.54	148.64 (31 Oct)	115.16 (end of 2021)

\*Reuters London 4pm

Figure 1. TOPIX and USD/JPY

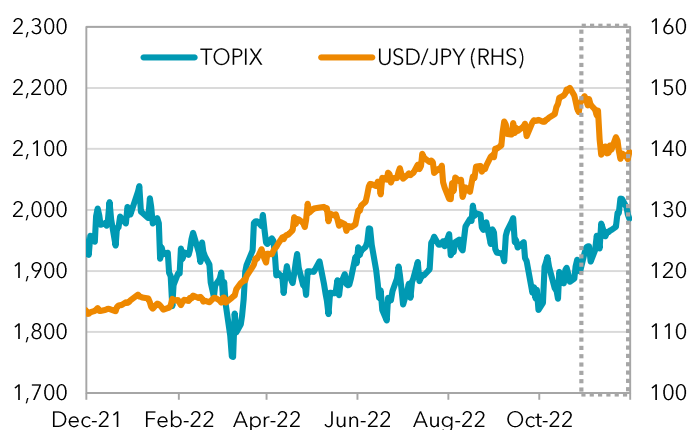


Figure 2. Global Equity Market Monthly Performance (as of the end of Nov 2022, local currency)

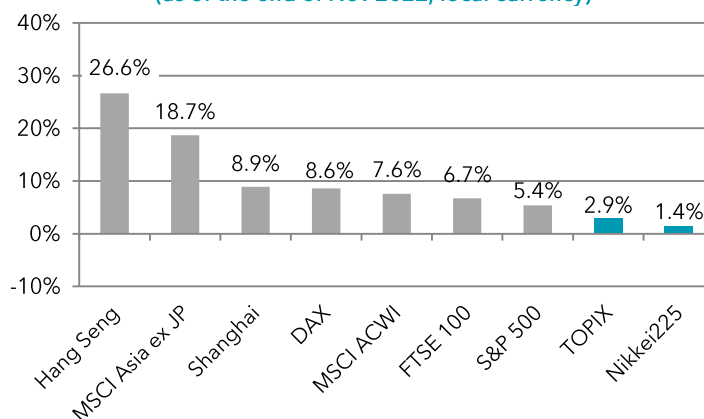


Table 2. Top 5 performing sectors in November 2022

Sectors	Return
Marine Transportation	13.08%
Wholesale Trade	12.16%
Banks	8.36%
Nonferrous Metals	8.20%
Iron & Steel	7.85%

Table 3. Bottom 5 performing sectors in November 2022

Sectors	Return
Precision Instruments	-3.78%
Rubber Products	-3.62%
Oil & Coal Products	-2.91%
Information & Communication	-2.79%
Other Products	-2.13%

Table 4. Top 5 performing stocks\* in November 2022

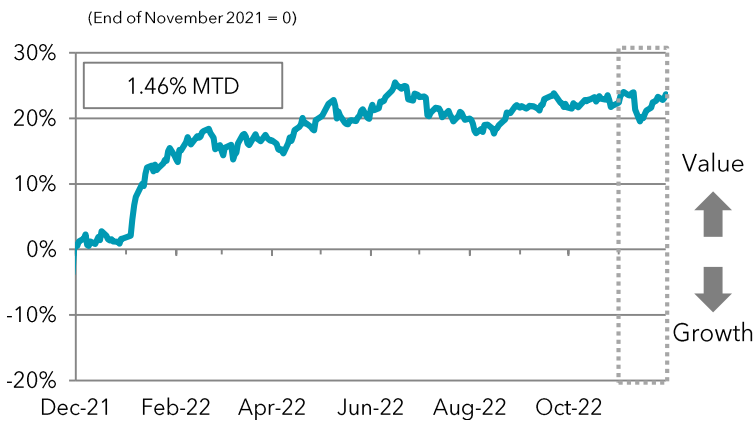
Name	Return
Asics (7936 JP)	29.38%
Mitsubishi Motors (7211 JP)	27.20%
SHIFT (3697 JP)	23.85%
Mitsui & Co (8031 JP)	20.95%
Panasonic Holdings (6752 JP)	19.68%

Table 5. Bottom 5 performing stocks\* in November 2022

Name	Return
Brother Industries (6448 JP)	-12.52%
Olympus (7733 JP)	-10.64%
Terumo (4543 JP)	-10.63%
Toshiba (6502 JP)	-9.48%
Kyowa Kirin (4151 JP)	-9.42%

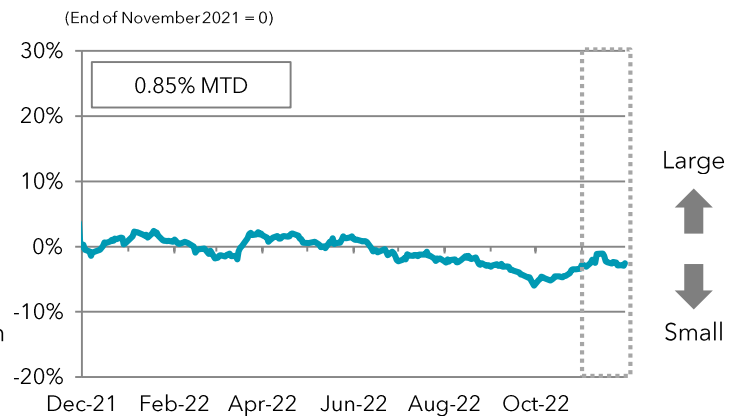
\*Stocks with a market cap of over JPY 500 billion

### Figure 3. Value-Growth Spread



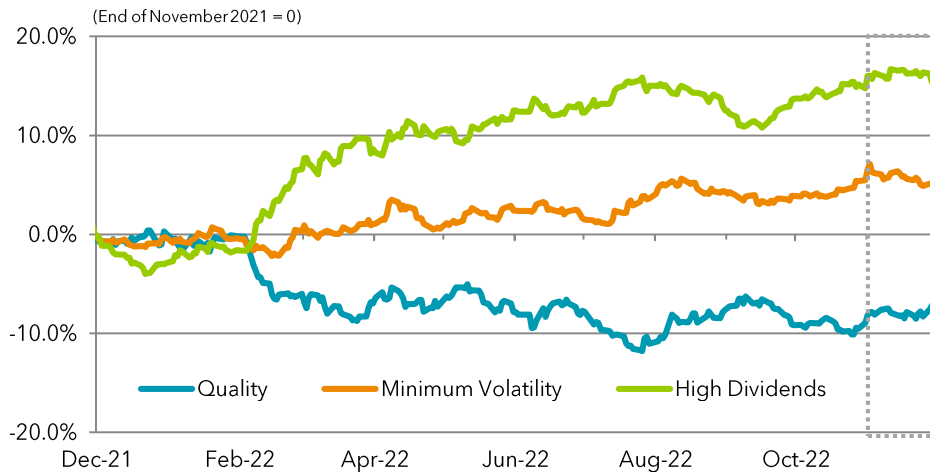
The spread between the Russell/Nomura Value Index and the Growth Index (Positive figure means value dominant)

### Figure 4. Large-Small Cap Spread



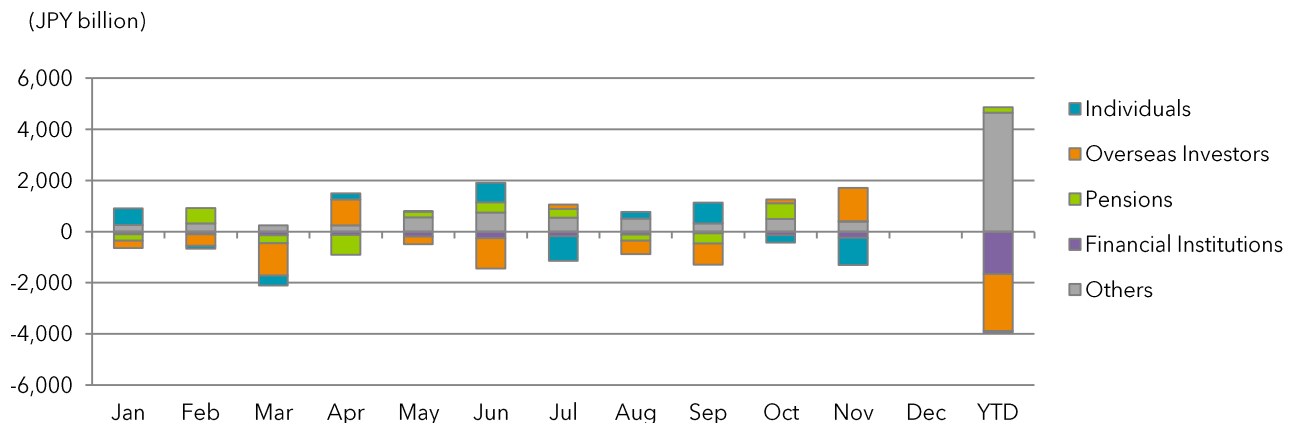
The spread between the Russell/Nomura Large Cap Index and the Small Cap Index (Positive figure means Large Cap dominant)

### Figure 5. MSCI Japan Factor Indexes Spread against MSCI Japan



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

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



Data: Bloomberg, SuMi TRUST (as of 25<sup>th</sup> November 2022)

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