

Market Review for October 2021

2nd November 2021

TOPIX ended down on the previous month-end. The Japanese equity market was dragged down by some concerns over global stagflation on rising commodity prices, an increase in US bond yield and default of the Chinese property giant, EVERGRANDE.

Table 1. Market Performance

2021	As of the end of Oct	October	Year to Date
TOPIX	2,001.18	-1.43%*	10.89%*
Nikkei 225	28,892.69	-1.90%	5.28%
USD/JPY**	114.03	111.58 (30 Sep)	103.25 (end of 2020)

*MTD: -1.42%, YTD: 13.06% in total return index, **Reuters London 4pm

Figure 1. TOPIX and USD/JPY

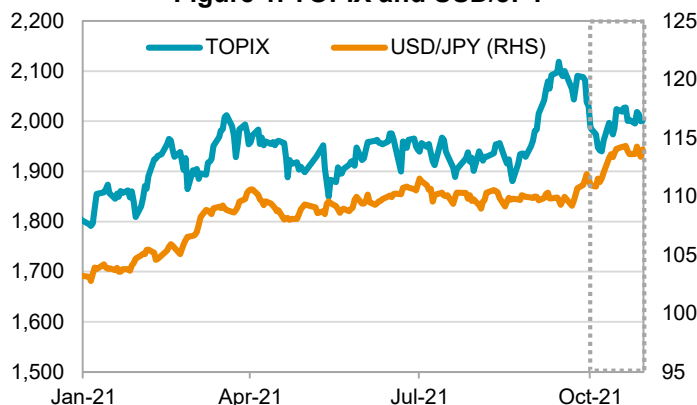


Figure 2. Global Equity Market Monthly Performance

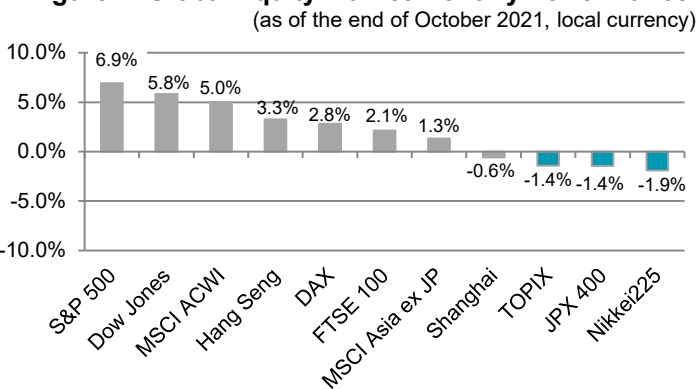


Table 2. Top 5 performing sectors in October 2021

Sector	Return
Mining	7.66%
Nonferrous Metals	2.74%
Glass & Ceramics Products	1.79%
Oil & Coal Products	1.63%
Other Financing Business	1.38%

Table 3. Bottom 5 performing sectors in October 2021

Sector	Return
Air Transportation	-8.38%
Electric Power & Gas	-8.06%
Land Transportation	-5.79%
Retail Trade	-5.25%
Rubber Products	-5.05%

Table 4. Top 5 performing stocks* in October 2021

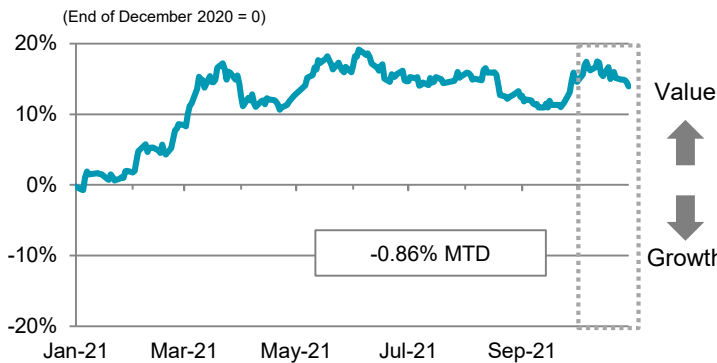
Name	Return
Shinko Electric Industries (6967 JP)	21.93%
Mitsubishi Motors (7211 JP)	18.24%
Yokogawa Electric (6841 JP)	15.98%
Rakuten Group (4755 JP)	15.63%
Hitachi Construction Machinery (6305 JP)	14.17%

Table 5. Bottom 5 performing stocks* in October 2021

Sector	Return
Sumitomo Dainippon Pharma (4506 JP)	-19.57%
BayCurrent Consulting (6532 JP)	-17.43%
M3 (2413 JP)	-16.07%
Makita (6586 JP)	-14.42%
Takeda Pharmaceutical (4502 JP)	-13.41%

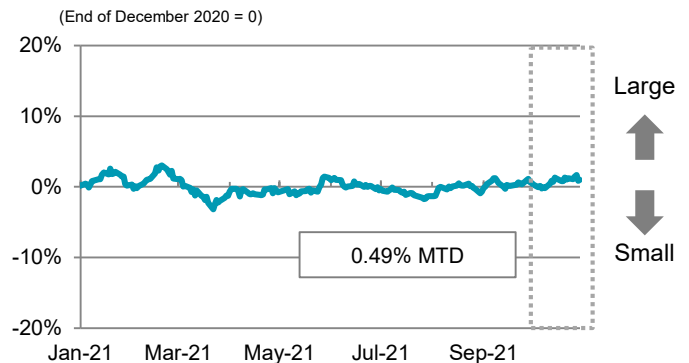
*Stocks with a market cap of over JPY 500 billion

Figure 3. Value-Growth Spread



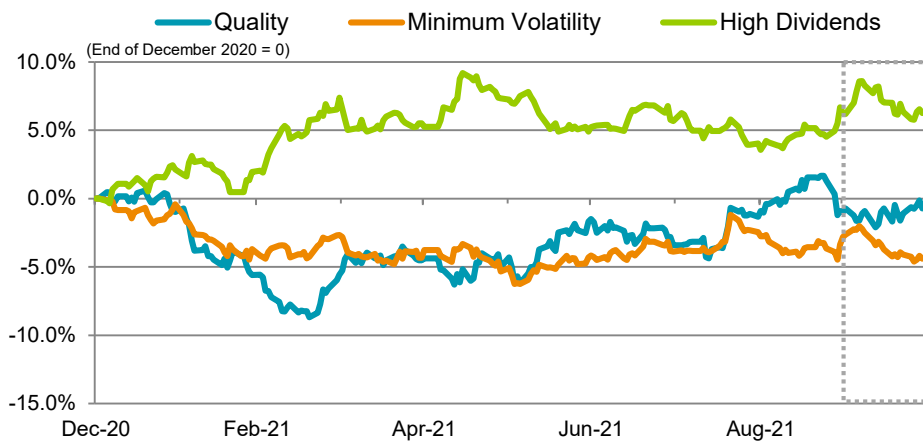
The spread between Russell Nomura Value Index and the Growth Index (Positive figure means value dominant)

Figure 4. Large-Small Cap Spread



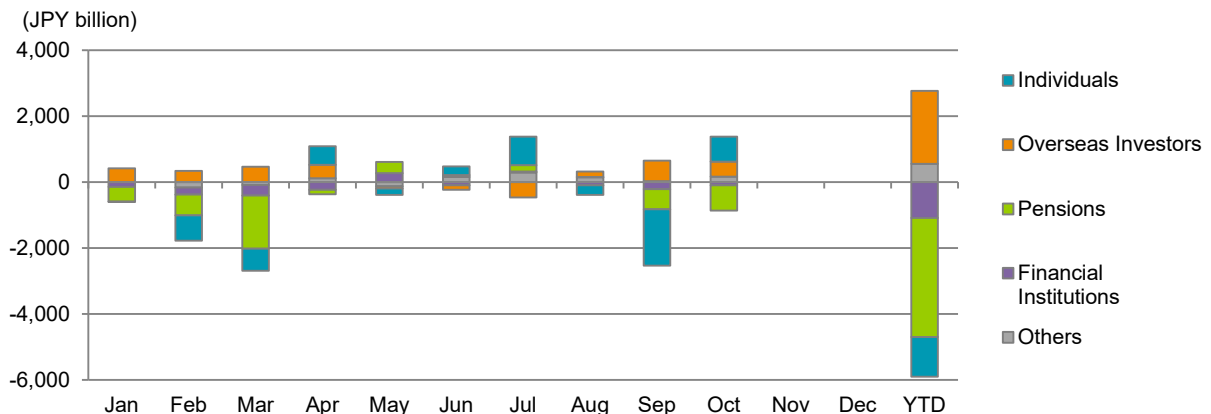
The spread between Russell Nomura Large Cap Index and the Small Cap Index (Positive figure means Large Cap dominant)

Figure 5. MSCI Japan Factor Indexes Spread against MSCI Japan



Data: Bloomberg, Nomura Securities, SuMi TRUST (as at the end of October 2021)

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



Data: Bloomberg, SuMi TRUST (as of 22nd October 2021)

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