

Market Review for June 2022

4th July 2022

TOPIX ended down on the previous month-end. The Japanese equity market started up at the beginning of the month on the weakest yen against the USD in the past 20 years. However, market sentiment was dampened by growing concerns over global inflation and tightening monetary policies by central banks in the US and Europe after it was revealed the ECB's positive stance for tighter monetary policy and the higher than expected CPI in the US. The worse than expected consumer confidence index (CCI) in US and hawkish comments by Powell, the Chair of the FRB, added further negative sentiment.

Table 1. Market performance

2022	As of the end of Jun 2022	Jun 2022	Year to Date
TOPIX	1,870.82	-2.19%	-6.10%
Nikkei 225	26,393.04	-3.25%	-8.33%
USD/JPY*	135.86	128.65 (31 May)	115.16 (end of 2021)

*Reuters London 4pm

Figure 1. TOPIX and USD/JPY

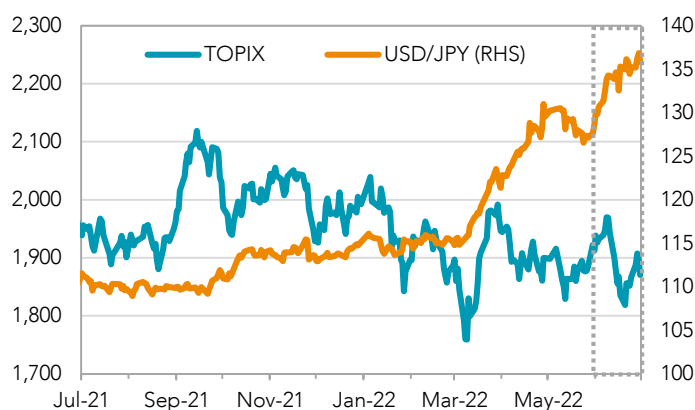


Figure 2. Global Equity Market Monthly Performance (as of the end of Jun 2022, local currency)

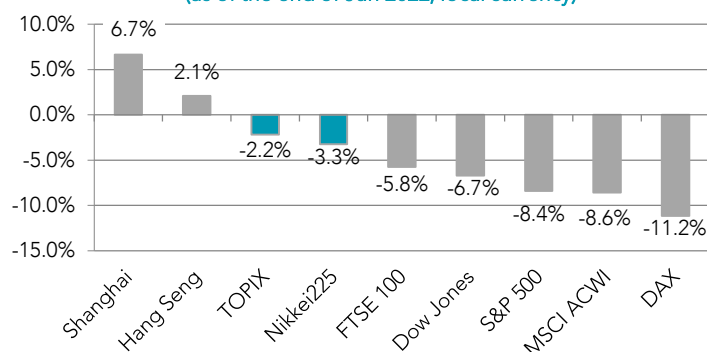


Table 2. Top 5 performing sectors in June 2022

Sector	Return
Electric Power & Gas	8.85%
Fishery, Agriculture & Forestry	6.78%
Textiles & Apparels	6.53%
Foods	5.57%
Construction	4.33%

Table 3. Bottom 5 performing sectors in June 2022

Sector	Return
Marine Transportation	-13.04%
Mining	-11.40%
Iron & Steel	-9.67%
Electric Appliance	-8.40%
Precision Instruments	-7.15%

Table 4. Top 5 performing stocks* in June 2022

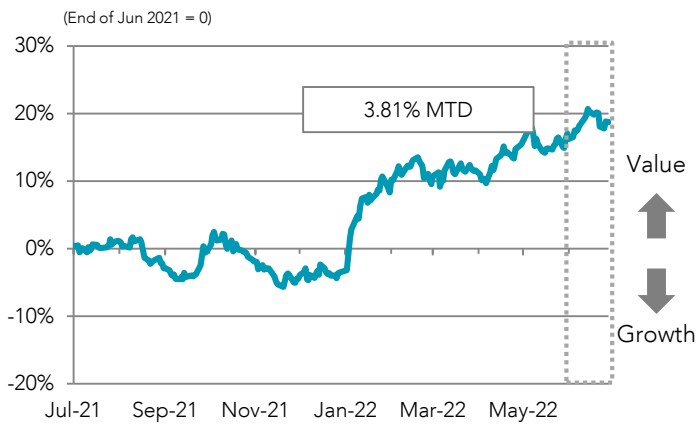
Name	Return
Mitsubishi Motors (7211 JP)	19.22%
Tokyo Electric Power Company Holdings (9501 JP)	17.88%
Fast Retailing (9983 JP)	14.74%
Toray Industries (3402 JP)	14.24%
Keio (9008 JP)	12.78%

Table 5. Bottom 5 performing stocks* in June 2022

Name	Return
Tokyo Electron (8035 JP)	-24.89%
Sumitomo Metal Mining (5713 JP)	-21.53%
Kawasaki Kisen Kaisha (9107 JP)	-19.43%
Ibiden (4062 JP)	-19.22%
Renesas Electronics (6723 JP)	-19.09%

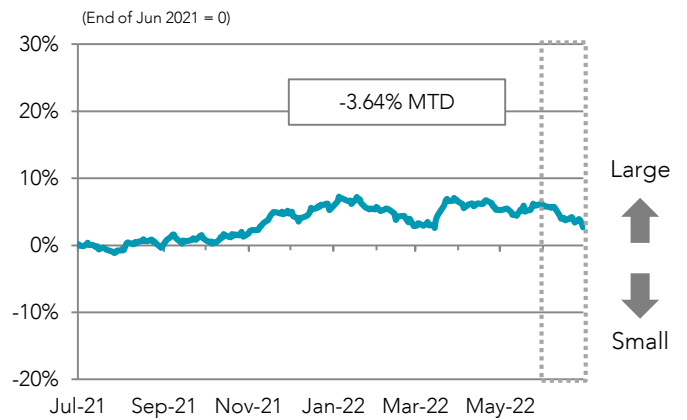
*Stocks with a market cap of over JPY 500 billion

Figure 3. Value-Growth Spread



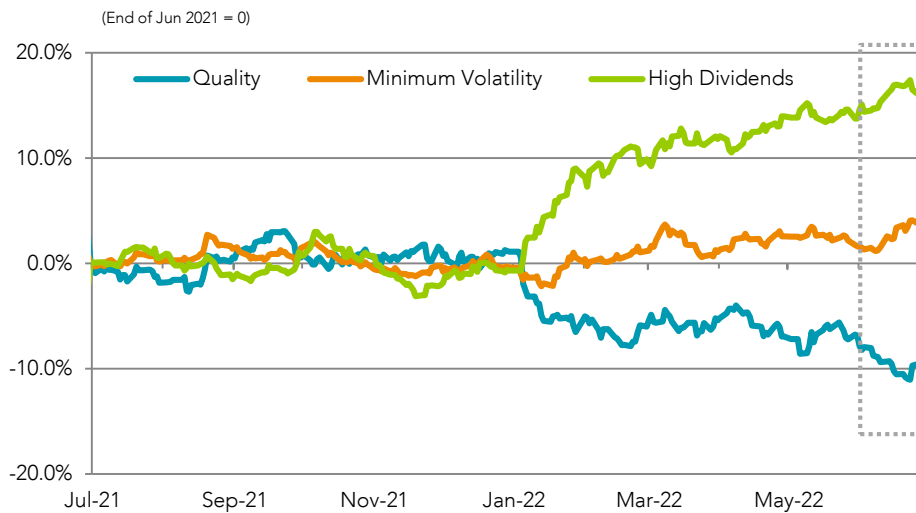
The spread between the Russell/Nomura Value Index and the Growth Index (Positive figure means value dominant)

Figure 4. Large-Small Cap Spread



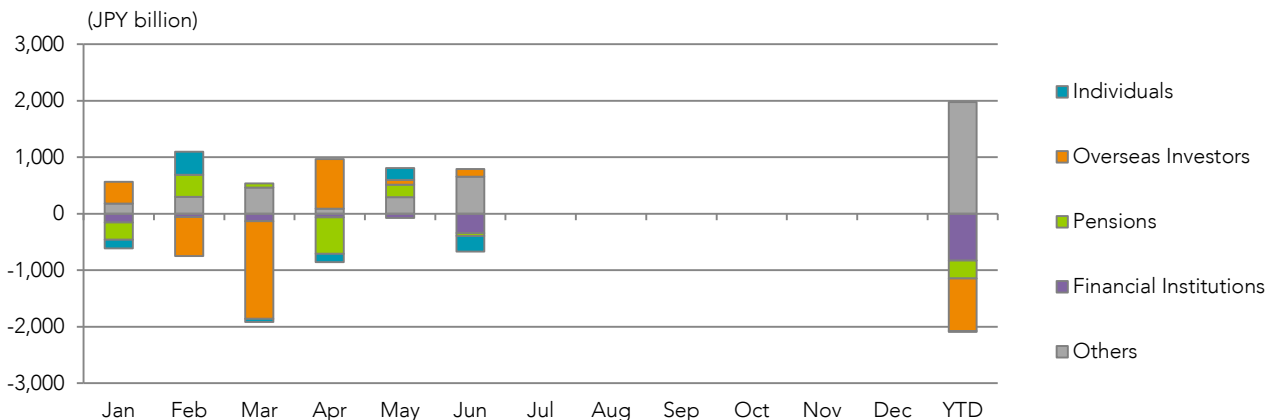
The spread between the Russell/Nomura Large Cap Index and the Small Cap Index (Positive figure means Large Cap dominant)

Figure 5. MSCI Japan Factor Indexes Spread against MSCI Japan



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

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



Data: Bloomberg, SuMi TRUST (as of 24th June 2022)

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Any enquiries regarding the products should be made to:

Hirofumi Hayashi

Head of Investment Management Department

Sumitomo Mitsui Trust International Limited

155 Bishopsgate, London EC2M 3XU, United Kingdom

Direct: +44 (0)20 7562 8405

Email: imd@smtil.com

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