

Nikkei Indexes Monthly Newsletter Vol.37

January 2023 Edition

Monthly & Annual Summary of the Tokyo Market

➤ Summary of the month

- The Nikkei Stock Average (Nikkei 225) closed December 2022 at [26094.50](#), dropped 1874.49 points (6.70%) from the end of November. With the U.S. Federal Reserve's decision to keep tightening its monetary policy, the index was in downtrend as worries over global economy rose.

- Bank of Japan shocked the market by sudden announcement to review its ultra-easy rate policy where the benchmark interest rate cap was raised to 0.5% from 0.25%. It was interpreted as an initial step to tighten its monetary policy, and the Nikkei 225 fell sharply toward the end of the month. Also, investors were worried about the effect of China's surge of infection cases of the Covid-19 over the outlook of the global economy.

- The [Nikkei 225 Climate Change 1.5°C Target Index](#), a new member of the Nikkei indices which was jointly developed with the U.S. Wilshire fell to 25951.72, lost 1909.29 (6.85%) since the end of November.

➤ Summary of the year

- On the annual basis, the Nikkei 225 closed the year down 2697.21 points (9.36%) from 2021. It posted first annual loss since 2018 when the trade friction between U.S. and China became heated. The market was sensitive to the U.S. interest rate policy and worried about the global economic situation influenced by tightening monetary policies among major central banks, as well. Although historically weak Japanese Yen against U.S. Dollar was expected to help Japanese exporting firms raise their profitability, policy surprise by the Bank of Japan to review its yield curve control cast a shadow over the Japanese equity market sentiment at the end of the year.

- The [Nikkei 225 Climate Change 1.5°C Target Index](#) lost 2939.34 points (10.17%) annually.

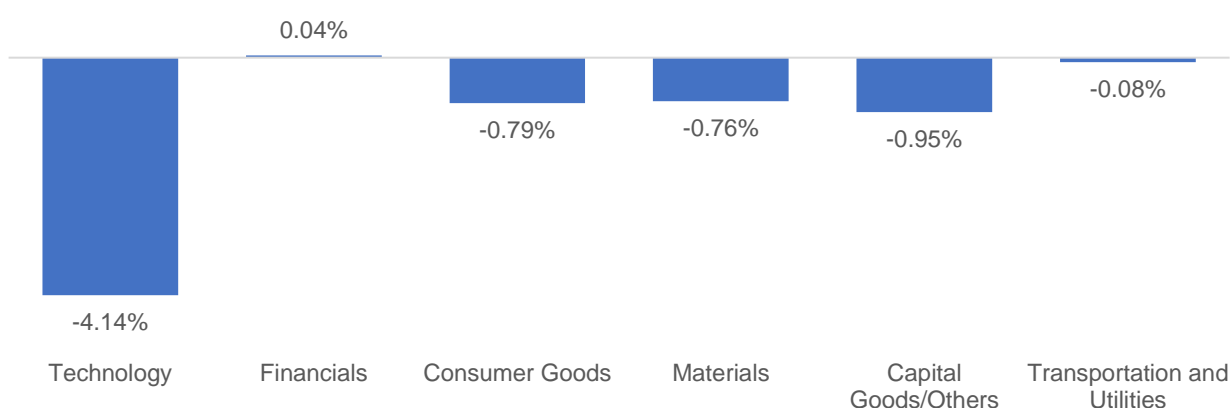
Nikkei 225 in December 2022 - Closing Price in Each Currency

Currency	Closing Value	1M	3M
US Dollar	197.77	1.33% down	10.36% up
Euro	185.31	4.80% down	1.31% up
Japanese Yen	26,094.50	6.70% down	0.60% up

Index Performance

INDEX	1M	3M	YTD	Yield
Nikkei 225	-6.70%	0.60%	-9.36%	2.24%
Nikkei Climate 1.5°C Target Index	-6.85%	0.40%	-10.17%	2.17%
Nikkei 225 High Dividend Yield Stock 50	0.21%	11.67%	17.62%	5.40%
Nikkei 225 Domestic Exposure 50	-1.27%	2.22%	10.51%	2.60%
Nikkei 225 Global Exposure 50	-8.76%	1.12%	-8.78%	2.94%
JPX-Nikkei 400	-4.80%	3.46%	-5.28%	2.78%
JPX-Nikkei Mid Small	-3.87%	2.98%	-7.00%	2.72%

Nikkei 225 Sector Monthly Contribution



Note) The data on this page are as of the end of previous month.

Nikkei Stock Average (Nikkei 225) Volatility Index



Note) The data on this page are as of the end of previous month.

JPX-Nikkei 400 ETFs listed on NYSE

ETF Name	Ticker	Provider	Listed date
iShares JPX-Nikkei 400 ETF*	JPXN	BlackRock	Oct 23, 2001

Note: *The ETF name was changed in July 2015 with the change to the current benchmark (JPX-Nikkei 400).

Latest News Topics on Nikkei Indexes

Dec/28/2022

[Level adjustment of the Nikkei 225 VI Futures Index](#)

Dec/27/2022

[Deletion from the JPX-Nikkei Mid and Small Cap Index](#)

Dec/21/2022

[Change to the PAF in Nikkei 500](#)

Dec/01/2022

[Change to the Nikkei 500 constituents](#)

Nov/30/2022

[Deletion from the JPX-Nikkei Mid and Small Cap Index](#)

Nov/30/2022

[Results of Index Consultation on Revision to Guidebook for JPX-Nikkei Mid and Small Cap Index](#)

Nov/21/2022

[Change to the Index Guidebook of Nikkei Covered Call indexes](#)

Nov/21/2022

[Nikkei 225 Covered Call Index Guidebook\(to be effective from December 12, 2022\)](#)

Nov/21/2022

[Nikkei 225 Covered Call ATM Index Guidebook\(to be effective from December 12, 2022\)](#)

Nov/16/2022

[Change in Nikkei ESG-REIT Index constituents](#)

Nikkei Inc. has been recognized as the Japan's first third country administrator of benchmarks under Article 32 of EU Benchmark Regulation and its indexes, including the Nikkei Stock Average (Nikkei 225), are listed in the Register of European Securities and Markets Authority (ESMA).

For more information, visit [here](#):

For more information on Nikkei Indexes, please visit to our website (<https://indexes.nikkei.co.jp/en/>)

If you have any inquiries regarding Nikkei Indexes, please feel free to contact from [this form](#).