

Nikkei 225 in January

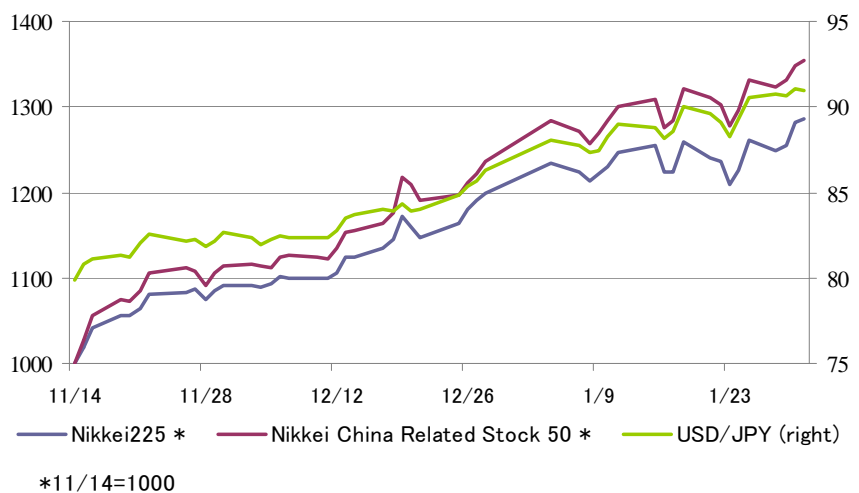
As of the end of January 2013, the Nikkei Stock Average (Nikkei 225) stood at 11138.66 up 743.48 points, or 7.2%, from the end of 2012. The weakening Yen, which is in line with money easing stance of the Bank of Japan, led to expectation of positive impact on profitability of Japanese exporters. US equity market's rally also pushed the Nikkei 225 up to above 11000 level on 30th, its first time since April 2010..

This month's Topic : China Related 50 soars more sensitively to Yen depreciation

The Nikkei 225 achieved the 12th consecutive week of rise today, which has continued the upward trend since middle of November 2012. It is the second longest period in its history behind 17 straight week increases from December 1958 to April 1959.

The main reason is because market participants expect Japanese companies would improve the performances supported by yen depreciation. It is the China Related Stock 50 that has soared more rapidly than the Nikkei 225 due to weakening yen. Although the index is comprised of Japanese companies who expand their businesses in China more actively, it moves more sensitively to the yen as it has more weights of manufactures e.g. Automobiles

The index surged by 35.49% on January 31 since Nov 14, 2012 when the previous prime minister indicated the dissolution of the lower house, which was 6.94 percentage points larger than the Nikkei 225's increase for the same period. Its foreign



exchange sensitivity, i.e. regression coefficient on dollar-yen rate, using each daily returns,

was 1.72, higher than 1.59 of the Nikkei 225 while the figure of the Nikkei JAPAN 1000, comprised of more broader Japanese 1000 stocks, was 1.33.

The biggest contributor to the climb of the Nikkei China Related 50 was Toyota (7203). The index soared by 277.04 points from November 14 2012 to end of January 2013 where Toyota's upward contribution was 36.31, followed by those of Honda(7267, 23.29 points) and Canon(7751, 16.44 points). Of the constituents, Komatsu and Itochu achieved 12 week consecutive rises today.

	Code	Company	Nikkei Industry Classification	Contribution (points)	Weight
1	7203	Toyota Motor	Automobiles & Auto parts	36.31	9.65%
2	7267	Honda Motor	Automobiles & Auto parts	23.29	6.78%
3	7751	Canon	Electric Machinery	16.44	5.75%
4	6301	Komatsu	Machinery	10.42	3.18%
5	6501	Hitachi	Electric Machinery	9.87	3.77%
6	5401	Nippon Steel & Sumitomo Metal	Steel	9.58	2.68%
7	8058	Mitsubishi	Trading Companies	9.24	3.45%
8	7011	Mitsubishi Heavy IND.	Machinery	7.98	2.22%
9	7201	Nissan Motor	Automobiles & Auto parts	7.93	2.84%
10	8031	Mitsui	Trading Companies	7.79	3.24%

Note:Contribution from Nov 14 2012 to Jan 31. Weights on Jan 31.Toyota's weight was adjusted on Jan 31

To learn more about the Nikkei China Related Stock 50, please [visit here](#).

#### Performance Summary of January 2013

○Nikkei 225 and its derived indices

(Data as of end of January)

Name of Index	Index Value	Monthly Return	Avg Return	Volatility	Yealy High	The Date	Yearly Low	The Date
Nikkei 225	11138.66	7.15%	0.10%	1.09%	11138.66	31-Jan	10486.99	23-Jan
Nikkei 225 TR	15852.63	7.16%	0.11%	1.08%	15852.63	31-Jan	14924.17	23-Jan
Nikkei 225 VI (Volatility)	23.29	3.74%	0.18%	5.13%	24.08	21-Jan	19.06	8-Jan
Nikkei 225 VI Futures	53510.71	-6.56%	-0.22%	3.17%	53510.71	31-Jan	47519.52	23-Jan
Nikkei 225 Covered Call	10403.79	4.55%	0.07%	0.94%	10403.79	31-Jan	9865.49	23-Jan
Nikkei 225 Risk Control	13125.06	4.74%	0.07%	0.72%	13125.06	31-Jan	12624.71	8-Jan
Nikkei 225 Leveraged	5773.68	14.25%	0.20%	2.18%	5773.68	31-Jan	5125.79	23-Jan
Nikkei 225 Inverse	4942.96	-7.14%	-0.10%	1.09%	5261.18	8-Jan	4942.96	31-Jan

Name of Index	Index Value	Change	Hist. High	The year	Hist. Low	The year
Nikkei 225 DP (2012)	193.17	7.67%	207.56	2008	81.59	2002

○Benchmark and other indices

Name of Index	Index Value	Monthly Return	Avg Return	Volatility	Yealy High	The Date	Yearly Low	The Date
Nikkei 300	190.85	9.47%	0.10%	1.04%	190.85	31-Jan	176.73	8-Jan
Nikkei China Related 50	1057.68	9.50%	0.09%	1.33%	1057.68	31-Jan	981.20	8-Jan
Nikkei 500 Average	942.30	8.30%	0.09%	0.87%	942.30	31-Jan	881.67	8-Jan
Nikkei Japan 1000	1104.22	9.33%	0.09%	1.04%	1104.22	31-Jan	1023.90	8-Jan
Nikkei JASDAQ Average	1576.98	11.58%	0.10%	0.54%	1576.98	31-Jan	1435.89	4-Jan

Note: Avg Return and Volatility are calculated on the daily return for the past 1 year.

"Change" in the Nikkei 225 Dividend Point Index (Nikkei 225 DP) indicates a comparison with the value at the end of January 2012.

Historical High and Low in the dividend index were based on the values in the same month since 1998.

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