



What Worked - Japan

Nothing really for the second week in a row

1st Sep 2017
Patrick Hansen

What Worked

With August coming to an end, nothing really stood out for the second week in a row. However, there was a slight move into low Debt to Equity names and also a slight move into names with a high percent of Institutional Investors. Low Debt to Equity names that did well were Aica Kogyo Company up 9% and Nippon Shinyaku up 7%.

Another dull week

Institutional names that did well were Kose up 6% and Rohto Pharma up 6%.

Who Moved

Despite no one factor really standing out, 26 names moved on volume this week. On the positive Daiichi Sankyo Company is up 10%, Taisho Pharmaceutical is up 6% and Peptidream is up 4%. On the other side, Nippon Paint Holdings is down 2%, Nihon M&A Center is down 2% and Yoshinoya Holdings is down 3%.

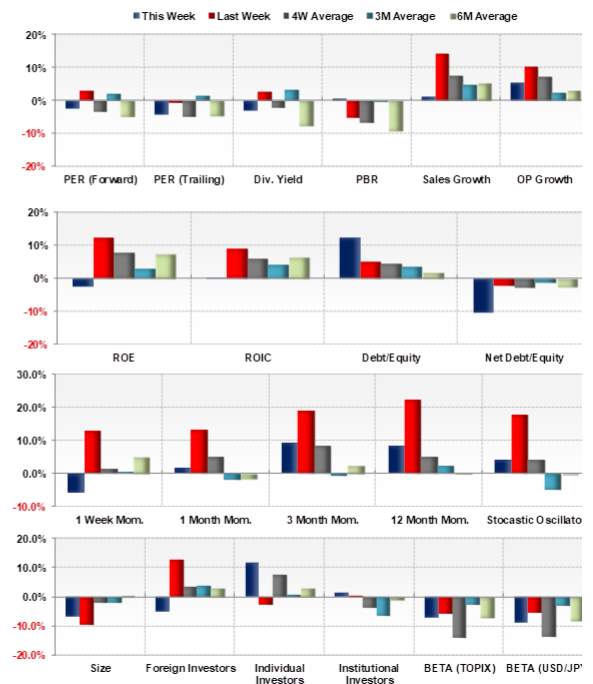
Volumes good despite no direction

Summary

TOPIX 500, Week Ending 01 Sep 2017

| Signal | 1.4% | | -0.1% | | -1.0% | | 1.2% | | 3.2% | |
|---------------------------------|---------------|-----------|--------------|------------|---------------|-------|---------|-------|---------|--------|
| | This Week | Last Week | 4W Average | 3M Average | 6M Average | IC | Spread* | IC | Spread* | |
| Value & Growth | | | | | | | | | | |
| PER (Forward) | -2.5% | -0.2% | 3.0% | 0.3% | -3.5% | -0.8% | 2.1% | 2.0% | -5.0% | -3.7% |
| PER (Trailing) | -4.1% | -0.1% | -0.7% | 0.0% | -4.8% | -1.4% | 1.4% | 0.7% | -4.6% | -5.8% |
| Div. Yield | -3.2% | -0.0% | 2.8% | 0.1% | -2.0% | -0.6% | 3.3% | 2.5% | -7.5% | -3.5% |
| PBR | 0.5% | -0.0% | -5.2% | -0.4% | -6.8% | -2.3% | -0.2% | 1.2% | -9.1% | -10.9% |
| Sales Growth | 1.2% | -0.1% | 14.1% | 0.7% | 7.5% | 1.9% | 4.7% | 3.0% | 5.2% | 9.3% |
| OP Growth | 5.5% | 0.3% | 10.2% | 0.4% | 7.3% | 2.2% | 2.5% | 2.5% | 3.0% | 6.9% |
| Quality | | | | | | | | | | |
| ROE | -2.4% | -0.3% | 12.5% | 0.7% | 7.7% | 2.1% | 2.9% | 0.6% | 7.4% | 11.8% |
| * ROIC | 0.3% | -0.1% | 9.2% | 0.2% | 6.2% | 1.9% | 4.3% | 2.1% | 6.3% | 8.7% |
| * Debt/Equity | 12.4% | 0.9% | 5.2% | 0.2% | 4.6% | 0.8% | 3.6% | 3.1% | 1.8% | 7.2% |
| * Net Debt/Equity | -10.3% | -0.2% | -2.3% | -0.1% | -2.8% | -0.8% | -1.4% | -0.5% | -2.5% | -2.8% |
| Momentum & Technical | | | | | | | | | | |
| 1 Week Mom. | -5.9% | -0.3% | 13.0% | 0.7% | 1.4% | 0.2% | 0.7% | -1.1% | 4.7% | 2.6% |
| 1 Month Mom. | 1.8% | -0.0% | 13.4% | 0.7% | 5.1% | 1.3% | -2.0% | -3.4% | -1.5% | -3.5% |
| 3 Month Mom. | 9.3% | 0.2% | 19.1% | 1.4% | 8.5% | 2.3% | -0.7% | -2.5% | 2.5% | 1.1% |
| 12 Month Mom. | 8.4% | 0.4% | 22.5% | 1.6% | 5.2% | 1.4% | 2.4% | 2.2% | 0.2% | 2.3% |
| Stochastic Oscillator | 4.1% | -0.1% | 17.7% | 0.9% | 4.1% | 0.3% | -4.9% | -5.8% | -0.1% | -4.8% |
| Other | | | | | | | | | | |
| Size | -6.6% | -0.2% | -9.3% | -0.5% | -1.9% | -0.8% | -1.8% | -3.1% | 0.4% | -1.5% |
| Foreign Investors | -5.0% | -0.4% | 12.8% | 0.6% | 3.5% | 0.7% | 3.8% | 0.6% | 3.0% | 3.0% |
| Individual Investors | 11.9% | 0.4% | -2.5% | 0.1% | 7.7% | 2.3% | 1.0% | 2.4% | 2.9% | 6.4% |
| Institutional Investors | 1.4% | 0.4% | 0.1% | -0.1% | -3.6% | -1.4% | -6.3% | -4.8% | -0.9% | -6.5% |
| BETA (TOPIX) | -7.0% | -0.1% | -5.7% | -0.3% | -13.8% | -3.9% | -2.5% | -2.3% | -6.8% | -11.8% |
| BETA (USD/JPY) | -8.8% | -0.4% | -5.3% | -0.5% | -13.6% | -4.3% | -2.8% | -3.2% | -7.8% | -13.1% |

* ex Financials
+ Compound weekly spread return over the specified period
Spread is defined as the Long/Short return of the quintiles (i.e. top 20% - bottom 20%, equal weighted)





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