

# Japan Equity Ownership - Monthly Metro Series

August 2016

Los Angeles, California, USA

## Metro Area Statistics

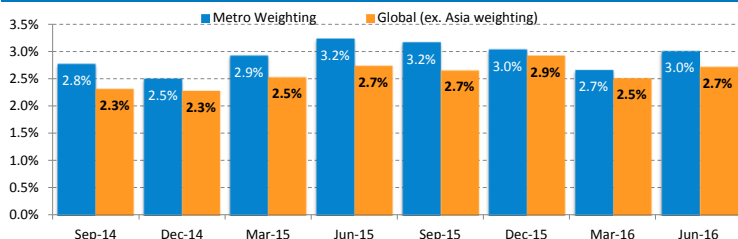
Total Reported Equity Assets (\$B):	1,366.87
Reported Japan Holdings (\$B):	39.47
Japan Portfolio Weight:	3.0%
Number of Institutions:	127*
Metro Global Rank - EAUM:	#6
Metro Global Rank - Japan Holdings:	#8
Total Japan Buying (\$B):	3.33
Total Japan Selling (\$B):	-2.22
Net Japan Activity (\$B):	1.10
Global Net Activity (\$B):	-2.43

## Summary Notes

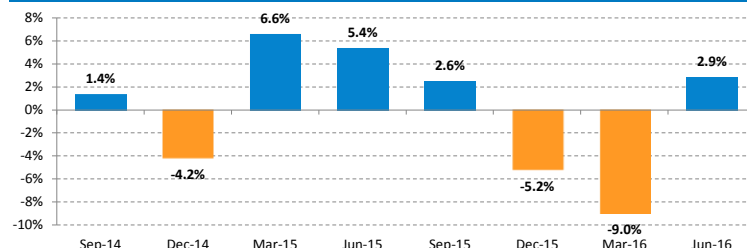
Los Angeles-based investors were bullish on Japanese equities last period as they represented the eighth-largest pool in the world (\$39.5B). Investors supplemented \$1.1B in the country last quarter, a 2.9% jump and a sharp reversal from the 9.0% decline seen in the previous quarter. In recent quarters, Los Angeles-based investors allocated a larger portion of their portfolio (3.0%) toward Japanese-domiciled stocks, above the global average (2.7%). On a sector level, six industries saw capital inflows, while three others saw outflows. Basic Materials dominated with its surge of 41.7% (\$546.2M), while Energy followed closely behind with an increase of 37.2% (\$6.5M). Separately, Financials experienced the biggest loss as it shed 12.0% (\$301.9M). Value investor **Capital World Investors** doubled as the region's top holder and buyer, as it added \$808.5M in equity holdings to its total of \$25.1B during the period. Looking at the rest of the top ten buyers, **Capital World Investors'** investment was more than the other nine investors combined. Finally, the largest decline was seen by GARP investor **Capital Research Global Investors**, who discarded \$32.3M from its portfolio.

\* Excludes Private Equity, Venture Capital and Externally Managed investors

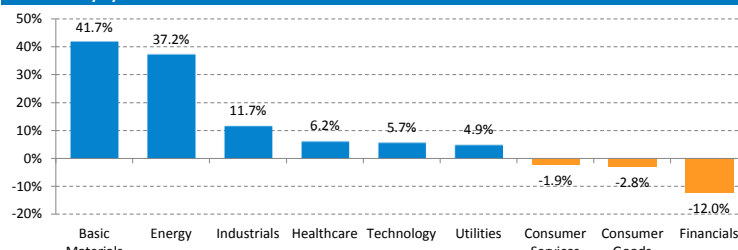
## Japan Equities Portfolio Weighting



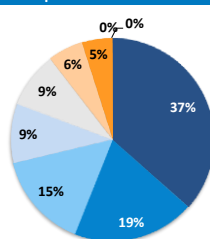
## Japan Net Activity %



## Net Activity by Sector



## Current Japan Sector Allocation



Sector	Value Held (\$M)	Net Activity (\$M)	Net Activity %	Net % of Japan Assets
Consumer Goods	14,412.8	-412.1	-2.8%	36.5%
Industrials	7,701.6	806.9	11.7%	19.5%
Technology	6,012.9	326.4	5.7%	15.2%
Consumer Services	3,747.7	-72.7	-1.9%	9.5%
Healthcare	3,483.1	204.6	6.2%	8.8%
Financials	2,212.5	-301.9	-12.0%	5.6%
Basic Materials	1,856.2	546.2	41.7%	4.7%
Energy	24.0	6.5	37.2%	0.1%
Utilities	14.6	0.7	4.9%	0.0%
<b>Total:</b>	<b>39,465.6</b>	<b>0.7</b>	<b>4.9%</b>	<b>0.0%</b>

## Top Japan Investors

Investor	EAUM (\$M)	Style	Turnover	Current Japan Ownership				Historical Japan Weighting				
				Value (\$M)	Value Δ (\$M)	# Held	Port. Wgt.	2015	2014	2013	2012	Historical Avg.
1 Capital World Investors (U.S.)	532,836.7	Value	Low	25,143.4	808.5	55	4.7%	4.8%	3.8%	4.6%	3.3%	4.1%
2 Capital Research Global Investors (U.S.)	386,670.5	GARP	Low	6,295.2	-32.3	50	1.6%	1.5%	1.4%	1.2%	0.7%	1.2%
3 Capital Guardian Trust Company (U.S.)	23,855.4	Growth	Medium	2,071.2	43.8	55	8.6%	7.9%	7.4%	8.1%	6.6%	7.5%
4 Causeway Capital Management, LLC	20,395.6	Value	Medium	1,486.2	95.1	43	7.2%	9.3%	10.2%	9.1%	8.8%	9.3%
5 Primecap Management Company	95,740.9	Growth	Low	1,189.0	36.7	1	1.2%	1.1%	0.9%	0.4%	0.3%	0.7%
6 Dalton Investments, LLC	† 1,317.3	Alternative	Low	869.7	-2.8	32	68.4%	69.6%	48.3%	40.2%	26.1%	46.0%
7 Fortress Investment Group (U.S.)	† 5,253.3	Alternative	Medium	479.0	0.0	2	9.1%	6.0%	4.1%	2.0%	1.1%	3.3%
8 Oaktree Capital Management, L.P.	8,609.7	Value	Medium	393.6	184.7	41	4.5%	2.9%	4.5%	4.7%	6.7%	4.7%
9 Strategic Global Advisors, LLC	1,585.1	Value	Medium	343.5	-1.7	94	21.7%	20.8%	15.7%	20.2%	12.7%	17.3%
10 Hotchkis and Wiley Capital Management, LLC	24,375.3	Deep Value	Medium	250.8	-8.7	5	1.0%	1.2%	0.8%	0.0%	0.0%	0.5%
<b>Sub-Total:</b>	<b>1,100,639.8</b>			<b>38,521.6</b>	<b>1,123.4</b>							
<b>Metro Total:</b>	<b>1,366,868.9</b>			<b>39,465.4</b>	<b>1,104.4</b>							

Above Hist. Avg.  
Below Hist. Avg.

## Top Japan Buyers

Investor	EAUM (\$M)	Style	Turnover	Current Japan Ownership				Historical Japan Weighting				
				Value (\$M)	Value Δ (\$M)	# Held	Port. Wgt.	2015	2014	2013	2012	Historical Avg.
1 Capital World Investors (U.S.)	532,836.7	Value	Low	25,143.4	808.5	55	4.7%	4.8%	3.8%	4.6%	3.3%	4.1%
2 Oaktree Capital Management, L.P.	8,609.7	Value	Medium	393.6	184.7	41	4.5%	2.9%	4.5%	4.7%	6.7%	4.7%
3 Causeway Capital Management, LLC	20,395.6	Value	Medium	1,486.2	95.1	43	7.2%	9.3%	10.2%	9.1%	8.8%	9.3%
4 Capital Guardian Trust Company (U.S.)	23,855.4	Growth	Medium	2,071.2	43.8	55	8.6%	7.9%	7.4%	8.1%	6.6%	7.5%
5 Primecap Management Company	95,740.9	Growth	Low	1,189.0	36.7	1	1.2%	1.1%	0.9%	0.4%	0.3%	0.7%
6 Analytic Investors, LLC	8,896.2	GARP	High	141.4	22.6	295	1.6%	1.1%	0.8%	2.6%	3.2%	1.9%
7 Aristotle Capital Management, LLC	8,689.1	Value	Low	142.0	12.0	13	1.6%	2.0%	2.1%	2.3%	1.6%	2.0%
8 Lombardia Capital Partners, LLC	1,953.4	Value	Medium	48.8	7.0	17	2.5%	2.0%	1.8%	1.1%	0.3%	1.3%
9 Research Affiliates, LLC	2,495.1	Index	High	45.7	5.3	156	1.8%	3.6%	3.2%	7.4%	6.1%	5.1%
10 First Pacific Advisors, LLC	13,544.8	GARP	Medium	1.8	1.8	1	0.0%	0.0%	0.0%	0.0%	0.6%	0.1%
<b>Sub-Total:</b>	<b>717,017.0</b>			<b>30,663.0</b>	<b>1,217.4</b>							

Above Hist. Avg.  
Below Hist. Avg.

## Top Japan Sellers

Investor	EAUM (\$M)	Style	Turnover	Current Japan Ownership				Historical Japan Weighting				
				Value (\$M)	Value Δ (\$M)	# Held	Port. Wgt.	2015	2014	2013	2012	Historical Avg.
1 Capital Research Global Investors (U.S.)	386,670.5	GARP	Low	6,295.2	-32.3	50	1.6%	1.5%	1.4%	1.2%	0.7%	1.2%
2 Tradewinds Global Investors, LLC	1,964.3	Deep Value	Medium	163.2	-18.7	53	8.3%	9.4%	6.6%	8.5%	11.2%	8.9%
3 WCM Investment Management	8,177.7	Growth	Medium	248.3	-16.9	13	3.0%	3.3%	2.0%	3.1%	5.9%	3.6%
4 Pimco - Pacific Investment Management Company	7,601.6	Deep Value	High	4.1	-16.5	5	0.1%	0.2%	0.7%	1.0%	0.1%	0.5%
5 Hotchkis and Wiley Capital Management, LLC	24,375.3	Deep Value	Medium	250.8	-8.7	5	1.0%	1.2%	0.8%	0.0%	0.0%	0.5%
6 United Capital Financial Advisors, LLC	9,079.9	Value	Medium	16.9	-8.1	9	0.2%	0.3%	0.1%	0.1%	0.0%	0.1%
7 Symphony Asset Management, LLC	905.2	GARP	High	3.6	-3.8	23	0.4%	0.9%	0.5%	0.5%	0.1%	0.5%
8 Kayne Anderson Rudnick Investment Management, LLC	6,263.9	Growth	Low	4.6	-2.9	5	0.1%	0.1%	0.1%	0.1%	0.1%	0.1%
9 Dalton Investments, LLC	† 1,317.3	Alternative	Low	869.7	-2.8	32	68.4%	69.6%	48.3%	40.2%	26.1%	46.0%
10 Strategic Global Advisors, LLC	1,585.1	Value	Medium	343.5	-1.7	94	21.7%	20.8%	15.7%	20.2%	12.7%	17.3%
<b>Sub-Total:</b>	<b>447,940.8</b>			<b>8,199.9</b>	<b>-112.4</b>							

Above Hist. Avg.  
Below Hist. Avg.

**Net Activity:** Measures only the actual buying/selling activity of institutions (excluding changes in the price of the underlying security).

**Equation:** [(Z All Shares bought Over Period x End-of-Period Security Price) - (Z All Shares Sold over Period x End-of-Period Security Price)]

Ipreo's institutional ownership data is based on publicly-disclosed information, collected from such sources as regulatory ownership filings (including SEC forms 13F/D/G), disclosures made by mutual funds / pension funds to their beneficiaries, registration statements, news releases, and other sources. This underlying data is provided to Ipreo by Factset Research Systems Inc. It should be noted that regulatory filings and other ownership sources vary widely country-by-country as to their completeness and timeliness.

\*Current data reflects most-recent quarterly filings

