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**Subject:** Japanese Equities... [C]

Classification: Confidential

Jeffrey -

For the Japanese equity basket component of your allocation (5.0 in your percentages, 4.5 here). Note the basket outperformed the Nikkei by ~700bps over this recent correction.

New Suggested Basket								
Sector	Company	Current Price	DB Rating	DB Price Target	% change to target	Price as of 12/17/13	% vs. current	
Auto	Toyota	5830	Buy	8000	37%	6100	-5%	0.5
Retail	Rakuten	1524	Hold	1750	15%	1491	2%	0.5
Consumer	Seven & I Holdings	3837	Buy	4700	22%	3840	0%	0.5
Finance	Resona	550	Buy	785	43%	510	7%	0.5
Insurance	Dai-ichi Life	1458	Buy	1940	33%	1620	-11%	0.5
Consumer Electronics	Panasonic	1262	Buy	1300	3%	1170	7%	0.5
Electronic Equipment	Hitachi*	770	NA	912.5	19%	752	2%	0.5
Automation Equipment	Omron*	3935	NA	4608	17%	4180	-6%	0.5
Shipping	Kawasaki Kisen	225	Buy	330	47%	234	-4%	0.5
Average Implied up/downside:					26%		-0.8%	
* Not covered by DB. Price target reflects Bloomberg Average target.								
4.5								
Nikkei		14,180.38		19,000	34%	15,278.63	-8%	
Topix		1,162.64				1,232.31	-6%	
Source: Bloomberg as of 2/5/14								

JE Basket								
Sector	Company	Current Price	DB Rating	DB Price Target	% change to target	Price as of 12/17/13	% vs. current	
Financials	Sumitomo	4693	Buy	6050	29%	5030	-7%	
Insurance	Mitsui Fudosan	3178	Hold	3900	23%	3385	-7%	
Insurance	Dai-ichi Life	1458	Buy	1940	33%	1620	-11%	
Consumer	Seven & I Holdings	3837	Buy	4700	22%	3840	0%	
Consumer	Unicharm*	5420	NA	6596	22%	6500	-20%	
Exporters	Sumitomo Electric*	1540	NA	1772	15%	1638	-6%	
Exporters	Toyota	5830	Buy	8000	37%	6100	-5%	
Exporters	Japan Tobacco	3138	Buy	4200	34%	3440	-10%	
Exporters	Hitachi*	770	NA	912.5	19%	752	2%	
Advertising	Dentsu*	3755	NA	4309	15%	4200	-12%	
					25%		-7.5%	
* Not covered by DB. Price target reflects Bloomberg Average target.								