



The Japan Rubber Futures Weekly Report:

01 May 2022 – 05 May 2022

Note: Jibun Bank April Manufacturing PMI 53.5, Tokyo April CPI YoY +2.5%, Core April CPI +1.9% year/year

Rubber Futures Report:

World rubber futures prices closed the week mixed in short trading days. OSE RSS3 had two trading days for the Golden Week holidays but returned to close on Friday +0.8% higher. SHFE and INE rubber futures closed almost unchanged, while SICOM rubber futures were -2.6% due to fresh speculative selling pressure. The concern of the slowing Chinese economy and continued lockdowns in some major cities had prompted additional selling on the rubber markets. There was also active roll trading on the INE market from June to July contracts. Global equity markets slipped this week with tumultuous trading surrounding the decision of the US Fed to raise the Fed Funds Rate by 0.5% in light of fighting high inflation pressure. Additional rate hikes are widely expected at the next FOMC meeting on 14-15 June. On economic news, the US April Unemployment Rate was unchanged at 3.6%, but Non-farm Payrolls were stronger at 428,000. China's April Manufacturing PMI dropped by 2.1 to 47.4, weaker than expected. Overall crude oil prices rose sharply in response to lower US inventories and the continued war in Ukraine.

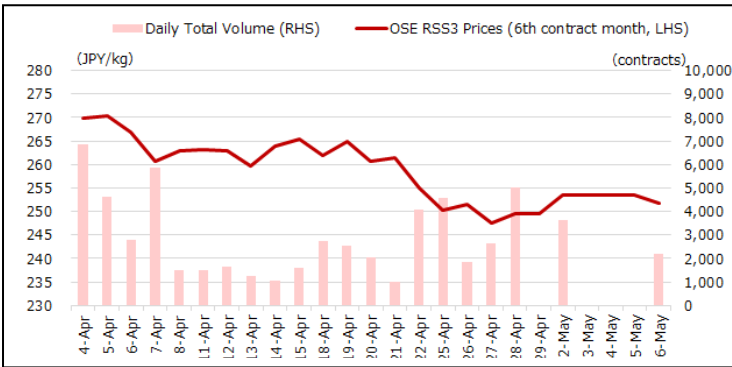
OSE RSS3	Last (JPY)	Net	SHFE/INE	Last (CNY)	Net	SICOM TSR20	Last (USC)	Net	TFEX	Last (THB)	Net
May 22	247.8	+0.8	SCR/RSS Sep22	12,820	+10	Jun 22	159.5	-4.1	RSS3 Sep 22	69.65	+0.5
Jun 22	247.8	+2.8	SCR/RSS Jan23	13,955	0	Jul 22	159.3	-4.1	RSS3 Oct 22	69.65	+0.2
Jul 22	247.8	+3.4	Total Vol.	488,818	-1,369,246	Aug 22	159.6	-4.3	JRF Sep 22	254.0	+7.0
Aug 22	249.5	+2.9	Total OI	311,792	+3,693	Sep 22	160.2	-4.2	JRF Oct 22	252.4	+1.8
Sep 22	250.1	+2.2	INE TSR Jul 22	10,855	0	Oct 22	160.9	-4.3	ICEX Last (INR)	Net	
Oct 22	251.7	+2.1	INE TSR Aug 22	10,880	-85	Nov 22	162.0	-4.0	RSS4 May 22	17,666	0
Total Vol.	5,846	-8,208	Total Vol.	101,612	-206,419	Total Vol.	17,235	-22,472	MCX Last (INR)	Net	
Total OI	9,089	-155	Total OI	77,573	+5,254	Total OI	39,546	+1,268	RSS4 May 22	17,290	+334

Source: JPX

Source: SHFE, INE

Source: SGX

Source: TFEX, ICEX, MCX



Source: JPX

Important Data / Stock levels	Last	Net
Japan OSE Rubber Stocks (ton, 20 Apr)	8,345	+116
Shanghai SHFE Rubber Stocks (ton, 5 May)	263,566	-19
Shanghai INE Rubber Stocks (ton, 5 May)	102,937	+1,714
China Vehicle Total Sales (unit, 31 Mar 22)	2,233,912	+496,526
China Passenger Car Sales (unit, 31 Mar 22)	1,864,360	+376,918
China Commercial Car Sales (unit, 31 Mar 22)	369,552	+119,608
US Unemployment Rate (% Apr)	3.6%	0
US Non-Farm Payroll (Apr)	428,000	0
Japan Unemployment Rate (% Mar)	2.6	-0.1
Japan Manufacturing PMI (Apr)	53.4	+0.2
Japan Tankan Large Manufacturing (1Q)	+14	-3
China Manufacturing PMI (Apr)	47.4	-2.1
China GDP 1Q (%)	+4.8	+0.4

Source: JPX, SHFE, Bloomberg

FOREX	Last	Net
USD/JPY	130.56	+0.86
EUR/USD	1.0551	+0.0005
GBP/USD	1.2348	-0.0226
USD/CHF	0.9890	+0.0172
AUD/USD	0.7076	+0.0015
USD/CNY	6.6667	+0.0582
USD/INR	76.9175	+0.4838
USD/SGD	1.3852	+0.0018
USD/MYR	4.3665	+0.0120
USD/THB	34.323	+0.041
USD/IDR	14,480	-2
USD/VND	22,959	-9

Source: Bloomberg

Stock Index	Last	Net
NK225 Japan	27,003.56	+155.66
TOPIX Japan	1,915.91	+16.29
Dow Jones US	32,899.37	-77.84
S&P 500 US	4,123.24	-8.69
Nasdaq US	12,144.66	-189.98
CSI 300 China	3,908.82	-107.42
Shanghai China	3,001.56	-45.50
HSI Hong Kong	20,001.96	-1,087.43
STI Singapore	3,291.89	-65.01
KLCI Malaysia	1,564.34	-36.09
SET Thailand	1,629.58	-37.86
IDX Indonesia	7,228.91	0
VSE Vietnam	1,329.26	-37.54

Source: JPX, Bloomberg

JPX Derivatives	Last	Net
JPX NK225 Jun 22	27,110	+240
JPX TOPIX Jun 22	1,919.5	+16.5
JPX NK 400 Jun 22	17,305	+145
JPX TSE REIT Jun 22	1,988.5	+17.5
JPX NK 225 VI May 22	28.15	+2.45
JPX JGB 10 Year Jun 22	149.18	-0.44
JPX Gold 1 Kg Apr 23	7,850	+30
JPX Platinum Apr 23	3,895	+139
JPX Silver Apr 23	95.1	-2.6
JPX Palladium Apr 23	9,100	0
JPX TSR20 Aug 22	207.0	-2.9
JPX Corn May 23	57,360	-1,040
JPX Dubai Crude Sep 22	81,090	+4,750

Source: JPX

Rubber Trading – Technical Analysis OSE Oct Futures:

OSE Oct futures was 2.1 yen higher and closed at 251.7 on Friday after the long holidays. The price performed well compared to SICOM TSR20 due to the stronger JPY against the USD, which closed at 130.56. The Oct support is 246.6, followed by the 242/240 levels. The close price below 240 could signal further downside to the 234 level. The resistance is now at 261.0 and 269.2, and the 14-day RSI is 45.1%. Their price range next week is likely to be between 241.0 and 256.5.



Source: Bloomberg

Rubber Trading – SGX SICOM Aug Futures Technical Analysis:

SICOM Aug futures closed -4.3 at 159.6. Another wave of selling from the weak Chinese market is pressuring SICOM prices. After breaking the support trend line at 170.0, the target objective is expected at 155-156 levels, where buying interest is likely to appear. Support is expected at 158.0, then 155.0. The resistance level is at 164/165, then 169.5. The 14-day RSI is on the low side at 32.8% and is near the oversold condition. The bear market is likely to stay until prices reverse the upside.



Source: Bloomberg

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