

The Japan Rubber Futures Weekly Report:

05 Sep 2022 – 09 Sep 2022

Note: Jibun Bank Japan Aug PMI Services 49.5, 2Q GDP annualized higher at 3.5%, July Leading Index lower at 99.6

Rubber Futures Report:

World rubber futures closed the week mixed with light trading volume. OSE futures closed slightly higher by 0.5% on new buying amid low trading volume. SHFE futures increased by 0.3%, reflecting some short coverings, while INE fell 1.6% due to active selling in the market. SICOM rubber dropped 1.6%, influenced by supply concerns and weak physical demand of China's extended lockdowns in Chengdu. The trading volume of all exchanges dropped as traders got nervous about the current lower rubber prices. The general market sentiment remains bearish, and a lack of buying drivers led prices to the new recent lows. Japan reported a robust 2Q GDP growth at 3.5% than expected, but the JPY against the USD broke a 24-year low level of 140, which arose from the differences in monetary policy stances. In world news, Her Majesty Queen Elizabeth II passed away at 96, and Charles III was proclaimed Britain's new King. Market players are waiting for the US Aug CPI to be released on Sept. 13. The market estimation is +8.1%, following an 8.5% increase in July. The Fed will decide on the next interest rate hikes level, considering the CPI data. The Chinese market will be closed on Monday for the Mid-Autumn festival.

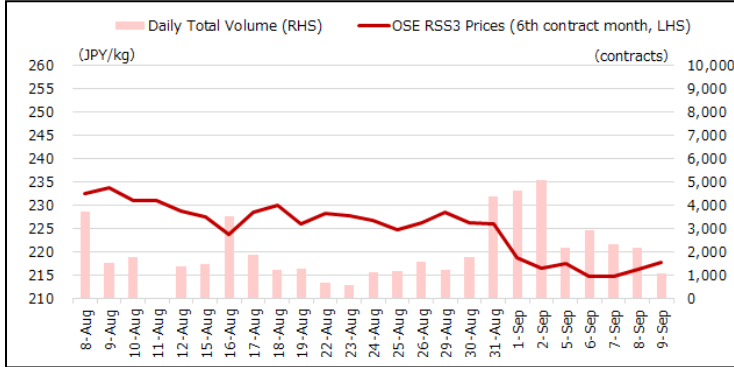
OSE RSS3	Last (JPY)	Net	SHFE/INE	Last (CNY)	Net	SICOM TSR20	Last (USc)	Net	TFEX	Last (THB)	Net
Sep 22	222.9	-0.2	SCR/RSS Jan23	12,315	+40	Oct 22	131.4	-1.9	RSS3 Jan 23	53.90	-2.8
Oct 22	223.6	-0.6	SCR/RSS May23	12,395	-30	Nov 22	129.8	-2.3	RSS3 Feb 23	54.45	-2.4
Nov 22	223.1	+0.9	Total Vol.	1,387,776	-94,641	Dec 22	130.0	-2.2	JRF Jan 23	219.9	+2.7
Dec 22	223.7	+1.0	Total OI	288,819	-7,969	Jan 23	130.2	-2.4	JRF Feb23	217.4	+0.8
Jan 23	220.3	+3.4	INE TSR Nov 22	9,320	-150	Feb 23	130.7	-2.5	ICEX	Last (INR)	Net
Feb 23	217.7	+1.1	INE TSR Dec 22	9,390	-100	Mar 23	131.2	-2.5	RSS4 Sep 22	Untraded	0
Total Vol.	10,763	-6,336	Total Vol.	251,185	-47,672	Total Vol.	44,409	-1,055	MCX	Last (INR)	Net
Total OI	10,808	+315	Total OI	105,191	+5,859	Total OI	47,584	-81	RSS4 Sep 22	16,500	0

Source: JPX

Source: SHFE, INE

Source: SGX

Source: TFEX, ICEX, MCX



Source: JPX

Important Data / Stock levels	Last	Net
Japan OSE Rubber Stocks (ton, 31 Aug)	3,982	-259
Shanghai SHFE Rubber Stocks (ton, 09 Sept)	289,717	+927
Shanghai INE Rubber Stocks (ton, 09 Sept)	67,366	-230
China Vehicle Total Sales (unit, 31 July 22)	2,420,058	-82,235
China Passenger Car Sales (unit, 31 July 22)	2,174,325	-47,279
China Commercial Car Sales (unit, 31 July 22)	245,733	-34,956
US Unemployment Rate (% July)	3.7	+0.2
US Non-Farm Payroll (Aug)	315,000	-211,000
Japan Unemployment Rate (% July)	2.6	0
Japan Manufacturing PMI (Aug)	51.0	-1.1
Japan Tankan Large Manufacturing (2Q)	+9	-5
China Manufacturing PMI (Aug)	49.4	+0.4
China GDP 2Q (%)	+0.4	-4.4

Source: JPX, SHFE, Bloomberg

FOREX	Last	Net
USD/JPY	142.47	+2.27
EUR/USD	1.0042	+0.0088
GBP/USD	1.1589	+0.0080
USD/CHF	0.9614	-0.0198
AUD/USD	0.6841	+0.0029
USD/CNY	6.9265	+0.0265
USD/INR	79.5838	-0.2186
USD/SGD	1.3995	-0.0027
USD/MYR	4.4978	+0.0116
USD/THB	36.386	-0.296
USD/IDR	14,830	-66
USD/VND	23,517	+73

Source: Bloomberg

Stock Index	Last	Net
NK225 Japan	28,214.75	+563.91
TOPIX Japan	1,965.53	+35.36
Dow Jones US	31,151.71	+833.27
S&P 500 US	4,067.36	+143.10
Nasdaq US	12,112.31	+481.45
CSI 300 China	4,093.79	+70.18
Shanghai China	3,262.05	+75.77
HSI Hong Kong	19,362.25	-89.84
STI Singapore	3,262.95	+57.26
KLCI Malaysia	1,496.53	+5.35
SET Thailand	1,654.62	+32.47
IDX Indonesia	7,242.66	+65.48
VSE Vietnam	1,248.78	-31.73

Source: JPX, Bloomberg

JPX Derivatives	Last	Net
JPX NK225 Dec 22	28,000	+570
JPX TOPIX Dec 22	1,947.5	+41.5
JPX NK 400 Dec 22	17,570	+490
JPX TSE REIT Dec 22	2,017.5	+20.0
JPX NK 225 VI Sept 22	19.70	-1.10
JPX JGB 10 Year Sep 22	149.36	+0.09
JPX Gold 1 Kg Aug 23	7,871	+226
JPX Platinum Aug 23	3,901	+254
JPX Silver Aug 23	84.4	+5.2
JPX Palladium Aug 23	9,500	+400
JPX TSR20 Dec 22	182.1	+0.1
JPX Corn Sept 23	50,150	+1,500
JPX Dubai Crude Jan 23	72,280	-1,890

Source: JPX

Rubber Trading – Technical Analysis OSE Feb Futures:

OSE active Feb-23 contracts recovered marginally after weeks of solid selling. The trading volume was lighter than the previous week, dropping 6,336 lots, while the OI increased by 315 contracts. The prices had seemed at an oversold level for a few weeks, and new buybacks were observed at the bottom. The bearish market sentiment remains; the light support is 215.0, followed by 210.0. The resistance is expected at 223.0 and 226.0. The 14-day RSI increased to 35.7%



Source: Bloomberg

Rubber Trading – SGX SICOM Dec Futures Technical Analysis:

SICOM Dec-22 contracts dropped UScents 2.2 to 130.0. The selling pressures and weaker overseas market sentiment still dominated the market and pushed the prices to the current new low level at 127.4. The RSI of 19.5 indicated oversold conditions, but buyers are cautious about over-supplies. The prices recovered slightly on Friday, but the sentiment remained weak and vulnerable. The support is expected at 127.4, followed by 125.5, and the resistance is 133.5, then 135.5.



Source: Bloomberg

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