



# The Japan Rubber Futures Weekly Report:

## 06 Sept 2021 – 10 Sept 2021

**Note:** Japan 2Q GDP revised higher +1.9% year/year, +0.5% quarter/quarter, July Leading Index higher at 104.1

### Rubber Futures Report:

Rubber Futures prices closed the week lower across all markets on both long liquidation and speculative selling. Concern of the slowing Chinese economy and the government recent clamping down on Technology companies, Entertainment, Gaming and Property companies listed overseas had put much pressure on both equities and commodity prices. OSE rubber futures fell about 4.5% in light trading all week. SHFE and INE markets fell between 3%-2% respectively in long liquidation and some speculative selling while SICOM prices fell almost 3% in generally quiet range bound trading. Rubber stocks on SHFE climbed sharply +6,826 tonnes while INE stockpile fell another 4,142 tonnes. On Global news, US President Biden 90 mins telephone call to China's President Xi had created a positive mood to the market but rising delta variants and concern on inflation had put a pause on the US equities where the Dow Jones fell 761 points on week. On other economic news, China CPI in Aug was lower at +0.8% on year. US jobless claims was lower at 310,000 as more US companies started hiring. US CPI is due on Tuesday and it will be closely watched expecting +0.4%.

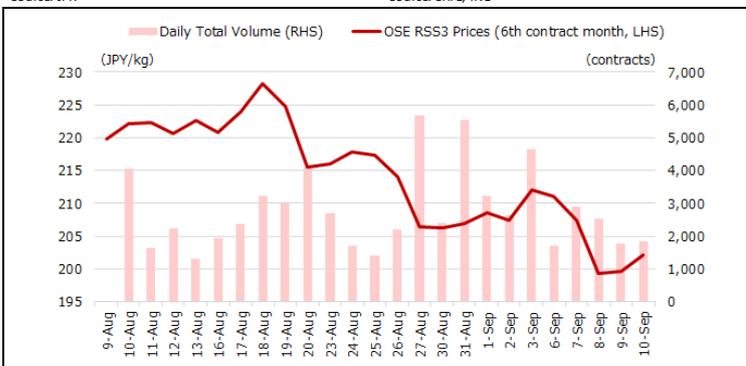
OSE RSS3	Last (JPY)	Net	SHFE/INE	Last (CNY)	Net	SICOM TSR20	Last (US\$)	Net	TFEX	Last (THB)	Net
Sep 21	187.3	-7.5	SCR/RSS Jan 22	13,360	-380	Oct 21	159.8	-4.7	RSS3 Jan 22	58.30	-2.40
Oct 21	190.2	-8.5	SCR/RSS May 22	13,525	-390	Nov 21	160.2	-4.7	RSS3 Feb 22	58.95	-2.65
Nov 21	194.4	-9.4	<b>Total Vol.</b>	<b>1,695,520</b>	<b>-16,840</b>	Dec 21	160.9	-4.6	JRF Jan 22	199.1	-11.5
Dec 21	198.1	-9.8	<b>Total OI</b>	<b>274,360</b>	<b>-5,218</b>	Jan 22	161.5	-4.8	JRF Feb 22	200.5	-11.6
Jan 22	200.1	-10.4	INE TSR Nov 21	10,545	-190	Feb 22	162.3	-4.9	<b>ICEX</b>	<b>Last (INR)</b>	<b>Net</b>
Feb 22	202.2	-9.8	INE TSR Dec 21	10,580	-255	Mar 22	163.2	-4.6	RSS4 Sep 21	17,775	-165
<b>Total Vol.</b>	<b>10,694</b>	<b>-7,777</b>	<b>Total Vol.</b>	<b>115,427</b>	<b>+13,705</b>	<b>Total Vol.</b>	<b>27,771</b>	<b>+1,258</b>	<b>MCX</b>	<b>Last (INR)</b>	<b>Net</b>
<b>Total OI</b>	<b>11,726</b>	<b>-348</b>	<b>Total OI</b>	<b>42,150</b>	<b>+2,526</b>	<b>Total OI</b>	<b>35,452</b>	<b>-707</b>	RSS4 Sep 21	17,254	-488

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)	8,267	+1,030
Shanghai SHFE Rubber Stocks (ton, 10 Sep)	232,180	+6,826
Shanghai INE Rubber Stocks (ton, 10 Sep)	37,301	-4,142
China Vehicle Total Sales (unit, 31 July)	1,863,550	-151,759
China Passenger Car Sales (unit, 31 July)	1,551,395	-17,686
China Commercial Car Sales (unit, 31 July)	312,155	-134,073
US Unemployment Rate (% Aug)	5.2	-0.2
US Non-Farm Payroll (Aug)	235,000	-818,000
Japan Unemployment Rate (% July)	2.8	-0.1
Japan PMI (Aug)	52.7	+0.3
Japan Tankan Large Manufacturing (2Q)	+14	+9
China PMI (Aug)	50.1	-0.3
China GDP 2Q (%)	+7.9	-10.4

Source: JPX, SHFE, Bloomberg

FOREX	Last	Net
USD/JPY	109.94	+0.23
EUR/USD	1.1814	-0.0066
GBP/USD	1.3839	-0.0032
USD/CHF	0.9176	+0.0042
AUD/USD	0.7356	-0.0104
USD/CNY	6.4443	-0.0117
USD/INR	73.500	+0.4812
USD/SGD	1.3415	+0.0003
USD/MYR	4.1355	-0.0105
USD/THB	32.730	+0.250
USD/IDR	14,203	-60
USD/VND	22,763	-1

Source: Bloomberg

Stock Index	Last	Net
NK225 Japan	30,381.84	+1,253.73
TOPIX Japan	2,091.65	+76.20
Dow Jones US	34,607.72	-761.37
S&P 500 US	4,458.58	-76.85
Nasdaq US	15,115.50	-248.02
CSI 300 China	5,013.52	+170.46
Shanghai China	3,703.11	+121.38
HSI Hong Kong	26,205.91	+303.92
STI Singapore	3,098.80	+14.95
KLCI Malaysia	1,575.97	-13.22
SET Thailand	1,635.35	-14.98
IDX Indonesia	6,094.87	-32.05
VSE Vietnam	1,345.31	+10.66

Source: JPX, Bloomberg

JPX Derivatives	Last	Net
JPX NK225 Dec 21	30,160	+1,180
JPX TOPIX Dec 21	2,073.0	+71.0
JPX NK 400 Dec 21	18,740	+670
JPX TSE REIT Dec 21	2,114.0	-18.5
JPX NK 225 VI Oct 21	20.80	+0.20
JPX JGB 10 Year Dec 21	151.82	-0.10
JPX Gold 1 Kg Aug 22	6,365	-42
JPX Mini Gold 100g Aug 22	6,365	-42
JPX Gold Rolling Spot	6,371	-32
JPX Silver Aug 22	86.3	+1.5
JPX Platinum Aug 22	3,444	-89
JPX Palladium Aug 22	7,830	-820
JPX Corn Sep 22	33,700	-440

Source: JPX

### Rubber Trading – Technical Analysis (OSE Feb Rubber futures):

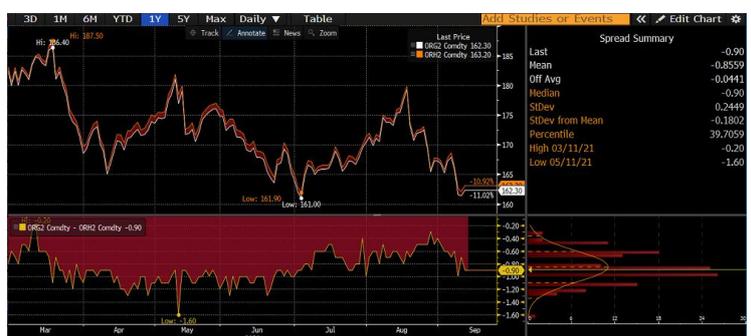
The active OSE Feb futures closed 4.6% lower at JPY 202.2 (-9.8). Prices continued to slide in quiet trading. It touched a low on Friday at 197.4 but managed to close above the 200.0 level. Outlook remains bearish and prices are likely to drift lower with support seen at 197/195 levels and resistance at 213.5/214.0 levels. RSI remains on the low side at 35% but not in oversold condition. A break below 195.0 or close below 200.0 will signal further downside. Range for the week could be 197.0-214.0.



Source: Bloomberg

### Rubber Trading – SICOM Calendar Spread Trading Feb22/Mar22.

SICOM Feb22 futures settled at 162.3 while the Mar22 futures settled at 163.2. The calendar spread in the Feb22/Mar22 closed at -0.9 (162.3-163.2) after touching a low of -1.0. The spreader who sold the calendar spread at -0.3 saw the spread traded at -1.0 and he closed his spread buying back at -1.0 making a 7-ticks profit. The spreader is now square. The spreader cancelled his GTC buy stop order at +0.3 and he now looks for new opportunities to put on a new strategy.



Source: Bloomberg

## Contact us

### **Kensuke Yazu**

Derivatives Business Development  
Osaka Exchange, Inc.

Tel: +81 (0) 50 3377 8645

Email: [deri-w1@jpx.co.jp](mailto:deri-w1@jpx.co.jp)

## Disclaimer

The copy rights for this document belong to Japan Exchange Group ("JPX") and part or all of this document shall not be reproduced, republished, uploaded, linked, posted, transmitted, adapted, copied, translated, modified, edited or otherwise displayed or distributed in any manner without JPX's prior consent.

This document is not an offer or solicitation to buy or sell, nor financial advice or recommendation for any investment product. This document is for general circulation of overview of JPX's Futures Markets only. It does not address the specific investment objectives, financial situation or particular needs of any person. Advice should be sought from a financial adviser regarding the suitability of any investment product before investing or adopting any investment strategies. Use of and/or reliance on this document is entirely at the reader's own risk. Investment products are subject to significant investment risks, including the possible loss of the principal amount invested. Past performance of investment products is not indicative of their future performance. Examples provided are for illustrative purposes only.

The information contained in this document has been compiled by a designated person/company from sources believed to be reliable, but no representation or warranty, express or implied, is made by JPX and the person/company as to its fairness, accuracy, completeness or correctness. JPX shall not be responsible or liable, whether under contract, tort including negligence or otherwise, for any loss or damage of any kind, whether direct, indirect or consequential losses, or other economic loss of any kind, including without limitation loss of profit, loss of reputation and loss of opportunity suffered or incurred by any person due to any omission, error, inaccuracy, incompleteness, or otherwise, any reliance on such information, or arising from and/or in connection with this document.

The information in this document is subject to change without notice and is provided in good faith but without legal responsibility or liability