

# The Japan Rubber Futures Weekly Report:

21 Mar 2022 – 25 Mar 2022

**Note:** Tokyo Mar CPI +1.3%, Core CPI (exclude Food + Energy) +0.8%, Jibun Japan Mar Manufacturing PMI 53.2

## Rubber Futures Report:

Rubber futures prices closed this week generally higher in all major exchanges. Trading activities were down with lack of clear direction as the market were in tight trading range all week. Trading volumes of all exchanges decreased sharply as traders closed positions and that lead to the drop of open interest. However, tight physical markets and a wintering season in the Northern Hemisphere keep prices steady in recent weeks despite strong selling at the Chinese markets. OSE rubber futures gained +3.3% reflecting on weak JPY as the USD surged on impeding higher rates by the US Federal Reserve. Fed Chairman Powell said the central bank “may need to move more quickly” and many analysts are now expecting a 0.5% hike after the next FOMC meeting on 4 May. On the global news, the war in Ukraine continues into the second month as leaders of the G7 met in Brussels to put more pressure on President Putin and discussed more sanctions. President Biden even suggested that Russia be removed from the G20 but was disagreed by the G20 Chairman Mr. Jokowi from Indonesia. China Eastern flight crashed in Guangxi with 132 on board lost their lives.

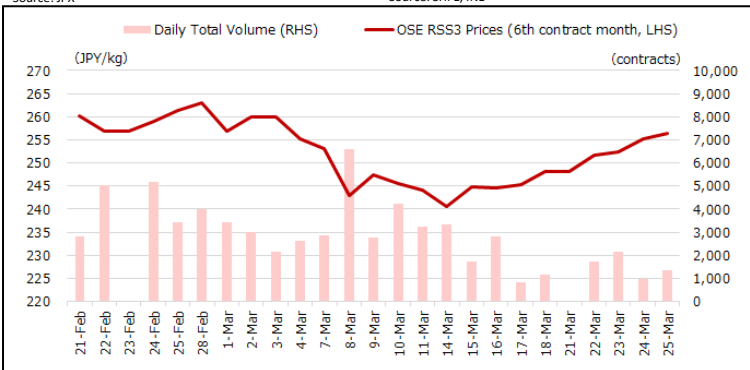
OSE RSS3	Last (JPY)	Net	SHFE/INE	Last (CNY)	Net	SICOM TSR20	Last (USC)	Net	TFEX	Last (THB)	Net
Mar 22	258.0	+10.5	SCR/RSS May22	13,480	+100	Apr 22	172.8	+0.4	RSS3 Jul 22	68.25	+0.25
Apr 22	257.5	+10.5	SCR/RSS Sep22	13,695	+75	May 22	172.4	+0.9	RSS3 Aug 22	68.25	+0.25
May 22	258.0	+10.5	<b>Total Vol.</b>	<b>1,366,845</b>	<b>-141,242</b>	Jun 22	172.3	+0.4	JRF Jul 22	256.2	+8.2
Jun 22	258.0	+11.3	<b>Total OI</b>	<b>339,393</b>	<b>-16,343</b>	Jul 22	172.8	+0.1	JRF Aug 22	255.6	+7.8
Jul 22	255.6	+8.3	INE TSR May 22	11,185	+90	Aug 22	173.1	-0.2	<b>ICEX Last (INR)</b>	<b>Net</b>	
Aug 22	256.3	+8.2	INE TSR Jun 22	11,305	+115	Sep 22	173.3	-0.3	RSS4 Apr 22	17,320	0
<b>Total Vol.</b>	<b>6,207</b>	<b>-3,659</b>	<b>Total Vol.</b>	<b>177,115</b>	<b>-37,671</b>	<b>Total Vol.</b>	<b>22,050</b>	<b>-30,918</b>	<b>MCX Last (INR)</b>	<b>Net</b>	
<b>Total OI</b>	<b>7,840</b>	<b>-530</b>	<b>Total OI</b>	<b>70,023</b>	<b>-3,781</b>	<b>Total OI</b>	<b>38,877</b>	<b>-547</b>	RSS4 Mar 22	16,990	+149

Source: JPX

Source: SHFE, INE

Source: SGX

Source: TFEX, ICEX, MCX



Source: JPX

Important Data / Stock levels	Last	Net
Japan OSE Rubber Stocks (ton, 10 Mar)	7,974	-239
Shanghai SHFE Rubber Stocks (ton, 25 Mar)	257,653	+4,090
Shanghai INE Rubber Stocks (ton, 25 Mar)	103,481	+2,399
China Vehicle Total Sales (unit, 28 Feb22)	1,737,386	-793,198
China Passenger Car Sales (unit, 28 Feb22)	1,487,442	-698,902
China Commercial Car Sales (unit, 28 Feb22)	249,944	-94,296
US Unemployment Rate (% Feb)	3.8%	-0.2
US Non-Farm Payroll (Feb)	678,000	+197,000
Japan Unemployment Rate (% Jan)	2.8	+0.1
Japan Manufacturing PMI (Feb)	52.7	-2.7
Japan Tankan Large Manufacturing (4Q)	+18	+0
China Manufacturing PMI (Feb)	50.2	+0.1
China GDP 4Q (%)	+4.0	-0.9

Source: JPX, SHFE, Bloomberg

FOREX	Last	Net
USD/JPY	122.05	+2.88
EUR/USD	1.0983	-0.0068
GBP/USD	1.3182	+0.0004
USD/CHF	0.9300	-0.0018
AUD/USD	0.7515	+0.01
USD/CNY	6.3662	+0.0050
USD/INR	76.2063	+0.4013
USD/SGD	1.3581	+0.0015
USD/MYR	4.2095	+0.0142
USD/THB	33.586	+0.251
USD/IDR	14,346	+6
USD/VND	22,871	+7.2

Source: Bloomberg

Stock Index	Last	Net
NK225 Japan	28,149.84	+1,322.41
TOPIX Japan	1,981.47	+72.20
Dow Jones US	34,861.24	+106.31
S&P 500 US	4,543.06	+79.94
Nasdaq US	14,169.30	+275.46
CSI 300 China	4,174.57	-91.33
Shanghai China	3,212.24	-38.83
HSI Hong Kong	21,404.88	-7.52
STI Singapore	3,413.69	+83.06
KLCI Malaysia	1,603.30	+12.04
SET Thailand	1,676.80	-1.71
IDX Indonesia	7,002.53	+47.56
VSE Vietnam	1,498.50	+29.40

Source: JPX, Bloomberg

JPX Derivatives	Last	Net
JPX NK225 Jun 22	27,910	+1,180
JPX TOPIX Jun 22	1,963.0	+65.0
JPX NK 400 Jun 22	17,710	+620
JPX TSE REIT Jun 22	1,950.0	+31.0
JPX NK 225 VI Apr 22	23.20	-0.60
JPX JGB 10 Year Jun 22	149.48	-0.59
JPX Gold 1 Kg Feb 23	7,652	+291
JPX Platinum Feb 23	3,959	+111
JPX Silver Feb 23	100.5	+4.4
JPX Palladium Feb 23	10,100	+400
JPX TSR20 July 22	207.0	+4.0
JPX Corn Mar23	50,680	+2,070
JPX Dubai Crude Aug 22	76,220	+5,760

Source: JPX

### Rubber Trading – Technical Analysis OSE Aug Futures:

OSE Aug futures settled at 256.3 (+8.2). Prices had been firmer all week partly due to the weak JPY against the USD which touched a high of 122.43. Volume was low also due to a public holiday on Monday. Aug support is seen at 251.0 followed by 247.0 while resistance is at 263.0 and 265.0. RSI is now at 59% and prices are likely to continue to trade higher. Moving averages are all pointing to higher prices. Buy on dips is suggested with sell stops below 245.0. Sept will be new active month.



Source: Bloomberg

### Rubber Trading – SGX SICOM June Futures Technical Analysis:

SICOM June active month settled at 172.3 (+0.4) as prices recovered after breaking below the 170.0 level. Although it had broken an important support line, prices did not follow through as volume was light. June futures is now trading below the resistance at 175/176 levels, it has to close above 175 to regain its strength. Congestion between 170 and 175 is keeping prices sideways for a while and must break either way to a clearer direction. 14 days RSI is at 40%.



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