

# The Japan Rubber Futures Weekly Report:

18 Oct 2021 – 22 Oct 2021

**Note:** Japan Sept Trade Balance lower at -JPY 622.8, Sept Core CPI +0.1% y/y and National CPI +0.2% y/y

## Rubber Futures Report:

Rubber Futures prices closed the week higher in all major exchanges in mostly active trading. Prices were up between 1.5% and 3.0% after commodity speculative funds were actively buying. Volume on both SHFE and INE were heavy due to year-end commercial demand, concern of delayed deliveries and logistics backlogged and a strong crude oil price. In Shanghai INE market Dec and Jan futures hit its 8% limit up prices on Thurs before prices retreated. There were rain and some floods reported in some producing countries in Thailand, Malaysia and Southern Indonesia which may have also supported prices. China Sept vehicle sales were up 268,258 units after having fallen for 5 straight months. RSS3 Rubber warehouse stocks rose in both OSE and SHFE but TSR20 stockpile fell on INE. Crude oil prices remain strong on tight supplies and NYMEX WTI closed at \$83.76/barrel. On other economic news, China 3Q GDP were lower at 4.9% and Sept Industrial Production was also weaker at 3.1%. US equities were higher on strong corporate earnings and the Fed will meet on 2-3 Nov to liberate on tapering & inflationary outlook. US jobless claims lower at 290,000.

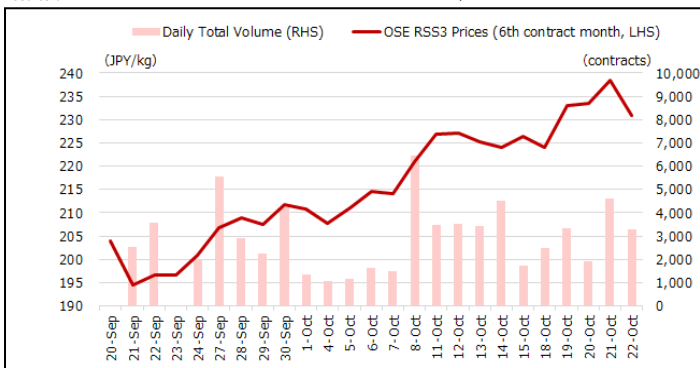
OSE RSS3	Last (JPY)	Net	SHFE/INE	Last (CNY)	Net	SICOM TSR20	Last (US\$)	Net	TFEX	Last (THB)	Net
Oct 21	221.0	+10.7	SCR/RSS Jan 22	14,990	+400	Nov 21	175.9	+1.5	RSS3 Feb 22	67.25	+3.25
Nov 21	217.7	+4.0	SCR/RSS May 22	15,135	+375	Dec 21	175.1	+1.2	RSS3 Mar 22	68.40	+3.25
Dec 21	221.0	+5.0	<b>Total Vol.</b>	<b>4,179,241</b>	<b>+1,639,365</b>	Jan 22	175.7	+1.7	JRF Feb 22	235.0	+12.1
Jan 22	224.0	+5.8	<b>Total OI</b>	<b>258,843</b>	<b>+7,745</b>	Feb 22	176.3	+1.7	JRF Mar 22	235.2	+8.2
Feb 22	228.1	+5.2	INE TSR Dec 21	11,665	+5	Mar 22	176.7	+1.4	<b>ICEX</b>	<b>Last (INR)</b>	<b>Net</b>
Mar 22	230.9	+4.4	INE TSR Jan 22	11,690	+85	Apr 22	177.6	+1.7	RSS4 Nov 21	17,350	-40
<b>Total Vol.</b>	<b>15,670</b>	<b>-1,050</b>	<b>Total Vol.</b>	<b>248,071</b>	<b>+99,007</b>	<b>Total Vol.</b>	<b>65,249</b>	<b>+22,278</b>	<b>MCX</b>	<b>Last (INR)</b>	<b>Net</b>
<b>Total OI</b>	<b>10,838</b>	<b>-654</b>	<b>Total OI</b>	<b>46,000</b>	<b>+2,268</b>	<b>Total OI</b>	<b>42,711</b>	<b>+2,288</b>	RSS4 Oct 21	16,700	-255

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 Oct)	9,602	+210
Shanghai SHFE Rubber Stocks (ton, 22 Oct)	269,395	+18,701
Shanghai INE Rubber Stocks (ton, 22 Oct)	35,799	-514
China Vehicle Total Sales (unit, 30 Sep)	2,067,099	+268,258
China Passenger Car Sales (unit, 30 Sep)	1,750,517	+198,530
China Commercial Car Sales (unit, 30 Sep)	316,582	+69,728
US Unemployment Rate (% Sep)	4.8	-0.4
US Non-Farm Payroll (Sep)	194,000	-172,000
Japan Unemployment Rate (% Aug)	2.8	0.0
Japan PMI (Sept)	53.7	+1.4
Japan Tankan Large Manufacturing (3Q)	+18	+4
China PMI (Sept)	49.6	-0.5
China GDP 2Q (%)	+7.9	-10.4

Source: JPX, SHFE, Bloomberg

FOREX	Last	Net
USD/JPY	113.50	-0.72
EUR/USD	1.1643	+0.0042
GBP/USD	1.3755	+0.0004
USD/CHF	0.9158	-0.0071
AUD/USD	0.7466	+0.0045
USD/CNY	6.3850	-0.0507
USD/INR	74.8987	-0.3601
USD/SGD	1.3482	-0.0001
USD/MYR	4.1505	-0.0070
USD/THB	33.324	-0.108
USD/IDR	14,123	+48
USD/VND	22,755	+6

Source: Bloomberg

Stock Index	Last	Net
NK225 Japan	28,804.85	-263.78
TOPIX Japan	2,002.23	-21.70
Dow Jones US	35,677.02	+382.26
S&P 500 US	4,544.90	+73.53
Nasdaq US	15,090.20	+192.86
CSI 300 China	4,959.73	+27.62
Shanghai China	3,582.60	+10.23
HSI Hong Kong	26,126.93	+795.97
STI Singapore	3,205.14	+31.23
KLCI Malaysia	1,588.08	-10.20
SET Thailand	1,643.42	+5.08
IDX Indonesia	6,643.74	+10.40
VSE Vietnam	1,389.24	-3.46

Source: JPX, Bloomberg

JPX Derivatives	Last	Net
JPX NK225 Dec 21	28,870	-250
JPX TOPIX Dec 21	2,004.0	-24.0
JPX NK 400 Dec 21	18,075	-210
JPX TSE REIT Dec 21	2,060.0	-14.0
JPX NK 225 VI Nov 21	19.90	-1.00
JPX JGB 10 Year Dec 21	151.30	-0.15
JPX Gold 1 Kg Aug 22	6,543	-19
JPX Mini Gold 100g Aug 22	6,543	-19
JPX Gold Rolling Spot	6,547	-21
JPX Silver Aug 22	88.5	+2.0
JPX Platinum Aug 22	3,840	-9
JPX Palladium Aug 22	7,047	-730
JPX Corn Nov 22	40,030	New

Source: JPX

### Rubber Trading – Technical Analysis OSE Mar Rubber futures:

The active March futures settled higher +4.4 at 230.9. Prices were higher all week and touched a higher on Thurs at 240.7 before profit taking set in to close lower on Friday. Mar support is expected at 223.5 and 219.9 (100 MA) while resistance is at 240.7 followed by 244.0 RSI 14 days is at 61.8%. The run up in prices was quite fast and steep after breaking the down trend line. The technician expects more profit taking to happen to 219.9 level before market move up again.



Source: Bloomberg

### Rubber Trading – SICOM Jan Futures Technical Analysis:

SICOM Jan futures staged a strong rally after breaking crucial resistance 169.0/170.0 levels and touched a high of 187.6 on Thurs. The buying were new positions created and with large volume traded all week. On Friday a large correction pushed it down to 171.5 before it rebound to close at 175.7. There is a small gap between 176.4 and 177.6 which is left to be covered. Support is expected at 170.0/168.0 and resistance at 179.0/180.0. RSI is at 61%. Buy on dips or any correction is suggested.



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