

# The Japan Rubber Futures Weekly Report:

## 20 Dec 2021 – 24 Dec 2021

**Note:** Japan Nov CPI higher +0.6% on Year, excluding Fresh Food +0.5%, Nov PPI Services on Year +1.1%

### Rubber Futures Report:

Rubber Futures prices closed the week lower in all exchanges in mostly quiet trading. Trading volume were all lower ahead of the Christmas weekend as some traders had taken leave to enjoy the year-end holidays. OSE rubber futures was -2.8%, while prices on both the Chinese exchanges SHFE -2% and INE -1.5% respectively. SICOM rubber was down marginally at -0.3%. Rising rubber weekly stockpile on SHFE (+6,705 tonnes) and INE (+1,994 tonnes) together with concern of a weaker Chinese demand may had encouraged some speculative selling in the past couple of weeks. Prices are likely to stay range-bound trading in the last week of the year. On Global news, China PBOC cuts its 1-year Loan Prime Rate (LPR) 5 basis points to 3.8% from 3.85% to help the ailing property sector. Economic data were mixed with US 3Q GDP higher at 2.3%, a stronger Consumer Confidence in Nov at 115.8 but weaker Existing Home sales in Nov at 6.46m units. Tension remains high at the Ukraine border. More than 1,000 flights were cancelled globally as Omicron variant spreads. US to clamp down on products from Xinjiang is adding tension between the US and China.

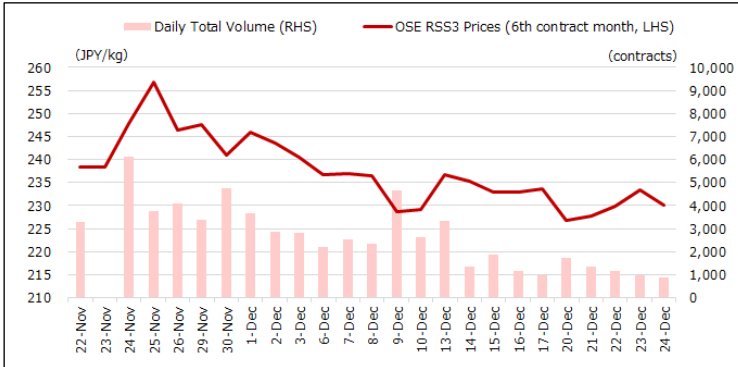
OSE RSS3	Last (JPY)	Net	SHFE/INE	Last (CNY)	Net	SICOM TSR20	Last (USC)	Net	TFEX	Last (THB)	Net
Jan 22	217.1	-6.2	SCR/RSS May22	14,460	-300	Jan 22	169.0	-1.1	RSS3 Apr 22	64.90	-1.65
Feb 22	218.4	-5.6	SCR/RSS Sep22	14,635	-280	Feb 22	170.0	-0.9	RSS3 May 22	65.35	-1.65
Mar 22	220.5	-5.1	<b>Total Vol.</b>	<b>1,301,252</b>	<b>-187,665</b>	Mar 22	171.1	-0.6	JRF Apr 22	221.5	-4.7
Apr 22	223.6	-5.1	<b>Total OI</b>	<b>315,191</b>	<b>+3,423</b>	Apr 22	172.1	-0.5	JRF May 22	225.7	-4.8
May 22	227.0	-6.6	INE TSR Mar 22	11,300	-170	May 22	172.8	-1.3	<b>ICEX</b>	<b>Last (INR)</b>	<b>Net</b>
Jun 22	230.2	-6.3	INE TSR Apr 22	11,380	-165	Jun 22	173.9	-1.1	RSS4 Jan 22	18,115	-492
<b>Total Vol.</b>	<b>6,048</b>	<b>-2,662</b>	<b>Total Vol.</b>	<b>166,902</b>	<b>-3,615</b>	<b>Total Vol.</b>	<b>30,202</b>	<b>-2,378</b>	<b>MCX</b>	<b>Last (INR)</b>	<b>Net</b>
<b>Total OI</b>	<b>8,849</b>	<b>-156</b>	<b>Total OI</b>	<b>59,280</b>	<b>+362</b>	<b>Total OI</b>	<b>48,388</b>	<b>-44</b>	RSS4 Jan 22	16,300	-1,243

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 Dec)	9,194	-392
Shanghai SHFE Rubber Stocks (ton, 24 Dec)	228,055	+6,705
Shanghai INE Rubber Stocks (ton, 24 Dec)	65,655	+1,994
China Vehicle Total Sales (unit, 30 Nov)	2,521,591	+188,790
China Passenger Car Sales (unit, 30 Nov)	2,191,953	+185,137
China Commercial Car Sales (unit, 30 Nov)	329,638	+3,653
US Unemployment Rate (% Nov)	4.2%	-0.4
US Non-Farm Payroll (Nov)	210,000	-336,000
Japan Unemployment Rate (% Oct)	2.7	-0.1
Japan PMI (Dec)	54.2	-0.2
Japan Tankan Large Manufacturing (4Q)	+18	0
China PMI (Nov)	50.10	+0.9
China GDP 3Q (%)	+4.9	-3.0

Source: JPX, SHFE, Bloomberg

FOREX	Last	Net
USD/JPY	114.38	+0.75
EUR/USD	1.1319	+0.0079
GBP/USD	1.3386	+0.0141
USD/CHF	0.9191	-0.0043
AUD/USD	0.7221	+0.0096
USD/CNY	6.3677	-0.0077
USD/INR	75.0163	-1.0687
USD/SGD	1.3589	-0.0088
USD/MYR	4.1958	-0.0242
USD/THB	33.404	+0.049
USD/IDR	14,197	-158
USD/VND	22,915	-21.5

Source: Bloomberg

Stock Index	Last	Net
NK225 Japan	28,782.59	+236.91
TOPIX Japan	1,986.78	+2.31
Dow Jones US	35,950.56	+585.12
S&P 500 US	4,725.79	+105.15
Nasdaq US	15,653.38	+483.70
CSI 300 China	4,921.34	-33.42
Shanghai China	3,618.05	-14.31
HSI Hong Kong	23,223.76	+31.13
STI Singapore	3,108.28	-3.35
KLCI Malaysia	1,516.45	+14.44
SET Thailand	1,637.22	-4.51
IDX Indonesia	6,562.90	-38.13
VSE Vietnam	1,477.03	+2.76

Source: JPX, Bloomberg

JPX Derivatives	Last	Net
JPX NK225 Mar 22	28,710	+190
JPX TOPIX Mar 22	1,981.5	-1.5
JPX NK 400 Mar 22	17,920	-5
JPX TSE REIT Mar 22	2,023.5	-24.5
JPX NK 225 VI Jan 22	20.30	-5.00
JPX JGB 10 Year Mar 22	151.83	-0.28
JPX Gold 1 Kg Oct 22	6,638	+56
JPX Mini Gold 100g Oct 22	6,638	+56
JPX Gold Rolling Spot	6,635	+54
JPX Silver Oct 22	84.6	+2.4
JPX Platinum Oct 22	3,579	+148
JPX Palladium Oct 22	7,160	+905
JPX Corn Nov 22	40,210	+2,220

Source: JPX

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

OSE rubber futures fell on week on persistent selling in overseas markets in generally quiet trading and thin volume ahead of the year-end holidays. May futures was JPY -6.6 lower on week. Volume was light with only 6,048 lots all week. Support is seen at 225.7 followed by 222.5 (100 days MA). Resistance is at 235.8 followed by 247.6. 14 days RSI at 45.4%. Short term weakness is likely to continue to the last week of the year trading with tight range expected. June is the new active month.



Source: Bloomberg

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

SICOM active Mar futures closed -0.6 marginally lower at 171.1 in quiet tight trading range all week. Prices were stalled in tight range ahead of the Christmas and ahead of the New Year holidays. Mar futures support is seen at 169.0 followed by 166.5 while resistance is at 174.6 and 179.0. 14 days RSI remains little changed at 44.9%. The last trading day for Jan futures expires on Thurs 30 Dec as SICOM rubber futures is closed for trading on New Year's Eve 31 Dec. Trading is expected to be tight range.



Source: Bloomberg

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