

The Japan Rubber Futures Weekly Report:

22 Nov 2021 – 26 Nov 2021

Note: Tokyo Nov CPI y/y +0.5%, Bank of Japan Nov PMI Manufacturing 54.2, PMI Services Nov 52.1 both were higher

Rubber Futures Report:

Rubber Futures prices closed the week firmer in all exchanges on renewed speculative buying and positive outlook as inflationary pressure continued to be a concern as commodity prices rose. Trading volume soared in all exchanges as traders put on fresh long positions and also large volume were seen as traders switched from the current active month to the next active month contract. On OSE market April futures were switching to its May futures while on SHFE Jan futures were rolled over to May futures and INE Jan futures to Feb contract. Rubber weekly stockpiles were higher on both SHFE & INE. On Friday, there were some strong selling after news that a new Covid-19 variant known as Omicron B.1.1.529 that was discovered in South Africa is spreading round the world causing a sharp sell-off in both equities and commodities. On other news, President Biden had re-appointed Fed Chairman Jerome Powell for a second term & Fed Governor Lael Brainard as the Vice-Chair. US will release 50 million barrels of crude oil from its Strategic Petroleum Reserve (SPR) to counter high crude oil prices and urged major consuming countries to do the same.

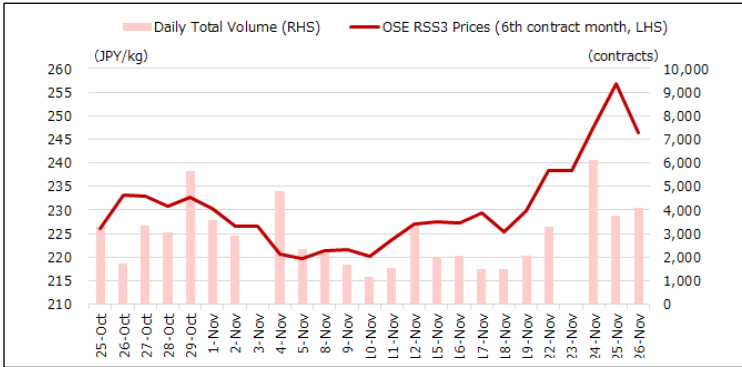
| OSE RSS3 | Last (JPY) | Net | SHFE/INE | Last (CNY) | Net | SICOM TSR20 | Last (USC) | Net | TFEX | Last (THB) | Net |
|-------------------|---------------|---------------|-------------------|------------------|-----------------|-------------------|---------------|----------------|-------------|-------------------|------------|
| Dec 21 | 228.1 | +8.1 | SCR/RSS Jan 22 | 15,150 | +380 | Dec 21 | 176.1 | +0.3 | RSS3 Apr 22 | 73.00 | +8.35 |
| Jan 22 | 231.1 | +8.4 | SCR/RSS May 22 | 15,360 | +330 | Jan 22 | 176.6 | +0.9 | RSS3 May 22 | 73.35 | +8.40 |
| Feb 22 | 234.8 | +10.5 | Total Vol. | 2,620,924 | +684,079 | Feb 22 | 177.3 | +1.1 | JRF Apr 22 | 243.5 | +12.5 |
| Mar 22 | 239.5 | +13.5 | Total OI | 281,376 | -18,639 | Mar 22 | 177.9 | +1.3 | JRF May 22 | 243.0 | New |
| Apr 22 | 243.5 | +13.7 | INE TSR Jan 22 | 11,975 | +310 | Apr 22 | 178.6 | +1.4 | ICEX | Last (INR) | Net |
| May 22 | 246.3 | +14.0 | INE TSR Feb 22 | 12,060 | +285 | May 22 | 179.5 | +1.6 | RSS4 Dec 21 | 18,857 | +1,067 |
| Total Vol. | 17,314 | +8,252 | Total Vol. | 229,737 | +82,775 | Total Vol. | 56,297 | +20,207 | MCX | Last (INR) | Net |
| Total OI | 9,791 | +971 | Total OI | 48,125 | +2,602 | Total OI | 48,795 | +6,367 | RSS4 Dec 21 | 19,184 | +884 |

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 Nov) | 9,867 | -110 |
| Shanghai SHFE Rubber Stocks (ton, 26 Nov) | 188,350 | +8,827 |
| Shanghai INE Rubber Stocks (ton, 26 Nov) | 52,592 | +2,006 |
| China Vehicle Total Sales (unit, 31 Oct) | 2,332,801 | +265,702 |
| China Passenger Car Sales (unit, 31 Oct) | 2,006,816 | +256,299 |
| China Commercial Car Sales (unit, 31 Oct) | 325,985 | +9,403 |
| US Unemployment Rate (% Oct) | 4.6 | -0.2 |
| US Non-Farm Payroll (Oct) | 531,000 | +219,000 |
| Japan Unemployment Rate (% Sep) | 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 3Q (%) | +4.9 | -3.0 |

Source: JPX, SHFE, Bloomberg

| FOREX | Last | Net |
|---------|--------|---------|
| USD/JPY | 113.38 | -0.61 |
| EUR/USD | 1.1317 | +0.0027 |
| GBP/USD | 1.3337 | -0.0114 |
| USD/CHF | 0.9231 | -0.0047 |
| AUD/USD | 0.7123 | -0.0112 |
| USD/CNY | 6.3933 | +0.0062 |
| USD/INR | 74.87 | +0.6325 |
| USD/SGD | 1.3718 | +0.0105 |
| USD/MYR | 4.2385 | +0.0555 |
| USD/THB | 33.642 | +0.845 |
| USD/IDR | 14,358 | +126 |
| USD/VND | 22,674 | +24 |

Source: Bloomberg

| Stock Index | Last | Net |
|----------------|-----------|---------|
| NK225 Japan | 28,751.62 | -994.25 |
| TOPIX Japan | 1,984.98 | -59.55 |
| Dow Jones US | 34,899.34 | -702.64 |
| S&P 500 US | 4,594.62 | -103.34 |
| Nasdaq US | 15,491.66 | -565.78 |
| CSI 300 China | 4,860.13 | -29.93 |
| Shanghai China | 3,564.09 | +3.72 |
| HSI Hong Kong | 24,080.52 | -969.45 |
| STI Singapore | 3,166.27 | -66.07 |
| KLCI Malaysia | 1,512.22 | -13.32 |
| SET Thailand | 1,610.61 | -34.45 |
| IDX Indonesia | 6,561.55 | -158.71 |
| VSE Vietnam | 1,493.03 | +40.68 |

Source: JPX, Bloomberg

| JPX Derivatives | Last | Net |
|---------------------------|---------|-------|
| JPX NK225 Dec 21 | 28,790 | -990 |
| JPX TOPIX Dec 21 | 1,989.0 | -59.0 |
| JPX NK 400 Dec 21 | 17,935 | -540 |
| JPX TSE REIT Dec 21 | 2,064.0 | +10.5 |
| JPX NK 225 VI Dec 21 | 19.55 | +1.20 |
| JPX JGB 10 Year Dec 21 | 151.72 | +0.10 |
| JPX Gold 1 Kg Oct 22 | 6,620 | -211 |
| JPX Mini Gold 100g Oct 22 | 6,620 | -211 |
| JPX Gold Rolling Spot | 6,620 | -215 |
| JPX Silver Oct 22 | 86.9 | -4.3 |
| JPX Platinum Oct 22 | 3,642 | -246 |
| JPX Palladium Oct 22 | 7,005 | -785 |
| JPX Corn Nov 22 | 38,650 | +220 |

Source: JPX

Rubber Trading – Technical Analysis OSE April Rubber futures:

OSE April futures closed +13.7 in active trading and trading volume was +8,252 lots despite the Thanksgiving Day holiday on Tues. Prices rallied and broke through short term resistance 240.0 and close above it which signaled a bullish upward trend. RSI closed at 59.9% on Friday and prices saw a good correction on Friday after touching a high of 254.8. Support is now at 232.4 and 220.0 and resistances at 254.8 and 261.0. Market is likely to trade overall higher and the May futures is the active month.



Source: Bloomberg

Rubber Trading – SGX SICOM Feb Futures Technical Analysis:

SICOM Feb futures traded higher all week in heavy volume as new speculative buying kept prices steady all week but strong profit taking on Friday saw prices closing marginally higher only from previous week. Feb futures settled +1.1 at 177.3. Trading volume was heavy with an increase of 20,207 lots. Open Interest +6,367 also suggest new buys settling in. Support in Feb seen at 175.5 then 172.0 and resistance at 180.5 then 184.0 RSI is 54.2%, Buy on any correction is good strategy.



Source: Bloomberg

Contact us

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