

Market Report week 39/2010

Development of futures quotations at the main trading places for Natural Rubber in week 38/2010:

	Quality	Price	MON	TUE	WED	THU	FRI
TOCOM	RSS 3	Yen/kg	296,70	305,40	309,70	309,70	309,20
SICOM	RSS 3	USC/kg	350,00	354,00	356,80	356,80	357,70
SICOM	TSR 20	USC/kg	337,00	339,00	342,00	342,70	343,00
MRE	SMR CV	USC/kg	384,05	384,20	386,80	387,40	386,55
MRE	SMR 20	USC/kg	339,95	341,55	344,95	345,50	345,05
Development of EUR/USD during week 38/2010:							
USD Fix			1,3080	1,3123	1,3400	1,3326	1,3402
Oil/WTI	USD/barrel		75,10	74,05	75,55	74,85	74,80

(TOCOM RSS 3 - 6. month closing , SICOM RSS 3 & TSR 20 – 1st pos. settlement, MRE SMR CV & SMR 20 – closing quotation)

The previous week generated sharp price increases at the future markets. While TOCOM gained abt. 4,3 % compared with a week ago, SICOM RSS 3 rose abt. 2,5 % and TSR 20 abt. 3,0 %. Responsible factors are the constant good demand from China and major tyre manufacturers as well as the insufficient production in the main places of SE-Asea. On the homepage of the IRCo (International Rubber Consortium Ltd. – www.irco.biz) it is speculated in market reports already that prices in Q1/11 could exceed the 4 USD/kg level, caused by the abnormal weather situation .

For purchases in EURO the continuous market increase was almost compensated by the parallel strengthening of the EURO against the USD with abt. 2,5 %.

NR- Trading department – 27.09.2010

Abbreviations:

TOCOM = Tokyo Commodity Exchange - SICOM = Singapore Commodity Exchange
MRE = Malaysian Rubber Exchange - WTI = crude oil "Western Texas Intermediate"
RSS 3 = Ribbed Smoked Sheets 3 – TSR 20 = Technically Specified Rubber 20
SMR = Standard Malaysian Rubber