

CRIA: Natural Rubber Market Review of the National Day holiday

During the National Day Market Review:

China manufacturing PMI breakdown of trends

September 2012 China's manufacturing PMI 49.8, the estimated value of 51, although the rebound, but the recovery rate is less than the historical average. Seasonal demand pick-up as well as commodity prices rebounded led enterprises raw materials began to slightly passive replenishment. Finished goods inventory continues to decline, the enterprise is still in active destocking nearing completion stage.

The world's major economies in September most manufacturing rebounded from the low Eurozone September manufacturing PMI rose to 46.1 from 45.1, the significant downturn in the French manufacturing sector from 46 to 42.7, Germany rebounded sharply from 44.7 to 47.4, the Italian manufacturing industry by 43.6 rose to 45.7.

U.S. manufacturing PMI rose to 51.5 from 49.6 in August, the market forecast of 50.

U.S. nonfarm payrolls increased by 114,000 in September, and is expected to increase to 11.3 million in August non-farm payrolls revised down to 142,000 from 96,000 and the unemployment rate unexpectedly fell to 7.8% in September. Lowest level since January 2009.

Rubber market:

1. The three main producing countries will be Oct. limit their natural rubber exports, the supply of a total of 450,000 tons. Which Thailand reduction of 15 million tons of natural rubber export a total of six months from October to March next year event, approximately 5% of the previous year's total exports, the average monthly decrease of 25,000 tons of exports. Indonesia reduced by 10 million tons, the Malay reduce export 50,000 tons. Concerned about the market news limiting exports.

2. Holidays during the period, a Malaysian industry sources said the world's top three rubber producing countries have decided to rubber prices dropped to \$ 2.7 / kg, and the implementation of intervention will be the market, but there is no specific measures. The market price of natural rubber in the 2800-3200 U.S. dollars / ton, about 2.7 USD / kg to the Chinese port costs about 20,000 yuan / ton. Solid rubber futures prices have 22000 of the bottom of the range, so again the next break 22000 or 20000 likely small.

Preganglionic Hujiao rose, traders entertained, Hujiao contango spot 580 yuan / ton, the price difference is not large. Shanghai rubber futures premium adhesive to 2587 yuan / ton.

As of Sept. 28, the the Qingdao Bonded natural rubber gum Inventory 210,800 tons, 40,000 tons adhesive, a total of 210,800 tons of natural rubber, 800 tons, a slight increase compared to the 22nd.