

Tocom Rubber Rises On Weaker Yen; But Gains Limited

Tocom RSS3 rubber futures rebound as a weaker yen against the greenback provides a lift; however gains may be limited due to uncertainty in the euro zone after coalition talks in Greece were finally abandoned, ending more than a week of unsuccessful negotiations, with a new set of elections expected in June. Natural rubber prices may remain sentiment-driven until there is some reassurance or resolution to global macroeconomic concerns, IRCO chief secretary Yium Tavarolit said Tuesday; he adds “fundamentals are still firm, but the current situation is very emotional and concerns about the Greek issue outweigh other factors. Benchmark October rubber trades Y1.9 higher at Y272/kg, off the intraday high of Y275/kg.