



# **Fundamental Report**

## **24 June 2021**

## Financial Markets

### Currencies

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
USDollar/Rand	14.1934	14.2207	0.0273	0.19%
Euro/Rand	16.9494	16.9636	0.0142	0.08%
GBPound/Rand	19.8141	19.8580	0.0439	0.22%
AusDollar/Rand	10.7302	10.7713	0.0411	0.38%
Euro/USDollar	1.1939	1.1924	-0.0015	-0.13%
GBPound/USDollar	1.3960	1.3960	0.0000	0.00%
AusDollar/USDollar	0.7560	0.7576	0.0016	0.21%
JpyYen/USDollar	110.9500	111.0200	0.0700	0.06%

BDLive - The JSE closed firmer on Wednesday with global sentiment lifted by US Federal Reserve chair Jerome Powell's comment that rising US inflation is temporary.

The local bourse broke a five-day losing streak, with metals leading the gains on the day. World shares edged higher and the bond market calmed on Wednesday after reassurances from US Federal Reserve Chair Jerome Powell that the world's main central bank isn't rushing to hike rates, but European stocks struggled to gain momentum.

The market is still feeling the after-effects of the Fed's surprise projection last week for rate hikes as soon as 2023, which knocked stocks, boosted the dollar and prompted the US bond yield curve to flatten.



### Commodities

	Last	Value Change	% Change
Platinum	1081.01	-3.12	-0.29%
Gold	1776.30	-2.43	-0.14%
Silver	25.88	0.02	0.07%
Copper	4.28	-0.05	-1.20%
Gasoil	603.50	-3.50	-0.58%
Brent Oil	75.14	-0.05	-0.07%

BDLive - Bengaluru — Gold prices rose on Wednesday after US Federal Reserve chair Jerome Powell pledged to keep interest rates near zero for some time, though gains were capped by a slight uptick in the dollar as investors waited for further clarity on inflation.

Spot gold was up 0.2% at \$1,781.18/oz, as of 4.20am GMT.

US gold futures gained 0.2% at \$1,781.30/oz.

"Despite dovish comments from Powell, gold prices have not moved much higher, maybe because of the lingering fear from last week," said Stephen Innes, managing partner at SPI Asset Management.



### Financials

	Current Bid	Value Change	% Change
JSE TOP 40	59764.05	0.00	0.00%
ALSI	59867.00	0.00	0.00%
S&P 500	4246.44	-4.60	-0.11%
FTSE	7090.01	-15.95	-0.22%
CAC	6551.07	0.00	0.00%
DAX	15456.39	0.00	0.00%
Hang Seng	28817.07	38.62	0.13%



DISCLAIMER: This report has been prepared by GroCapital Financial Services Pty Ltd, a wholly owned subsidiary of AFGRI Operations Limitedis provided to you for information purposes only.GROCAPITAL AND AFGRI hereby certify that the views expressed in this report were obtained from sources which GROCAPITAL AND AFGRI consider to be reliable.GROCAPITAL AND AFGRI do not make any representations or give any guarantees or warranties, expressed or implied, as to the correctness, accuracy or completeness of the report.Neither GROCAPITAL AND AFGRI, nor any affiliate, nor any of their respective officers, directors, partners or employees, shall assume any liability for any losses arising from errors or omissions in the opinions, forecasts or information, irrespective of whether there has been any negligence by GroCapital and AFGRI, their affiliate, or their respective officers, directors, partners or employees, regardless of whether such damages were foreseen or unforeseen. The information contained in this report is confidential and may be subject to legal privilege. This report is not intended to not should it be taken to create any legal relations or contractual relations.

## Corn / Maize Market

### Chicago Board of Trade

Month	Yesterday 12pm	Main Session Close	Main Session Change	Main Session Change from 12pm	Current Overnight	Overnight Change from Main Session	Overnight Change from 12pm
JUL 2021	664.00	664.25	The record	0.25	660.75	-3.50	-3.25
SEP 2021	555.00	551.00	The record	-4.00	544.50	-6.50	-10.50
DEC 2021	541.00	535.75	The record	-5.25	528.50	-7.25	-12.50
MAR 2022	548.00	542.75	The record	-5.25	535.50	-7.25	-12.50
MAY 2022	552.00	547.50	The record	-4.50	540.25	-7.25	-11.75

FarmFutures - Corn prices were mixed amid an uneven round of technical maneuvering today. Nearby contracts moved modestly higher on strong demand fundamentals, but September futures dropped 0.9% after favorable forecasts drummed up some technical selling. July futures picked up 2.5 cents to \$6.6225, while September futures faded 5 cents lower, to \$5.48.

Corn basis bids were mostly steady but showed some variability across a few Midwestern locations, moving as much as 10 cents higher at an Indiana ethanol plant and dropping as much as 12 cents lower at an Illinois processor today.

Ethanol production saw modest improvements for the week ending June 18, moving to a daily average of 1.048 million barrels. That was also slightly above the prior five-week average of 1.034 million barrels per day.

Ahead of Thursday morning's weekly export report from USDA, analysts expect the agency to show corn sales ranging between 7.9 million and 35.4 million bushels for the week ending June 17, showing fair confidence that totals could rise above the prior week's tally of 11.6 million bushels.

Grain traveling the nation's railways added another 19,617 carloads last week. Cumulative totals so far this year have reached 600,129 carloads, a 20.4% increase from a year ago.

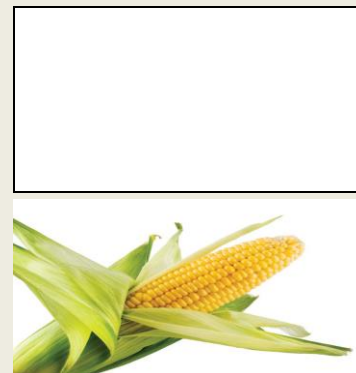
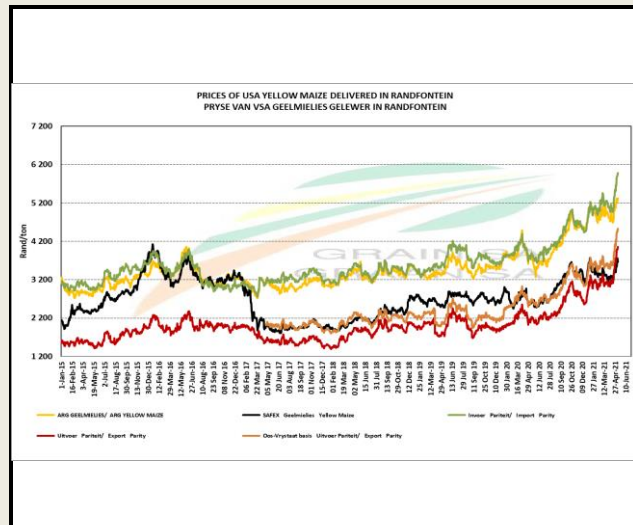
Preliminary volume estimates were for 337,117 contracts, falling slightly below Tuesday's final count of 353,356.



### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>White Maize Future</b>				
Jul 2021	R 3 030.00	37%	R -11.06	R 3 018.94
Sep 2021	R 3 089.00	26.5%	R -52.82	R 3 036.18
Dec 2021	R 3 166.00	26%	R -64.17	R 3 101.83
Mar 2022	R 3 185.00	25.5%	R -64.09	R 3 120.91
May 2022	R 3 149.00	0%	R -59.85	R 3 089.15
Jul 2022	R 3 135.00	24%		R 3 135.00
Sep 2022				
<b>Yellow Maize Future</b>				
Jul 2021	R 3 173.00	33%	R -11.06	R 3 161.94
Sep 2021	R 3 228.00	25%	R -52.82	R 3 175.18
Dec 2021	R 3 305.00	26%	R -64.17	R 3 240.83
Mar 2022	R 3 293.00	20.5%	R -64.09	R 3 228.91
May 2022	R 3 140.00	0%	R -59.85	R 3 080.15
Jul 2022	R 3 154.00	20%		R 3 154.00
Sep 2022				

The local Maize market traded lower yesterday. The Jul'21 WMAZ contract ended R81.00 down and Jul'21 YMAZ closed R73.00 lower. The Sep'21 WMAZ closed lower by R78.00 and Sep'21 YMAZ ended R68.00 down. The parity move for the Jul'21 Maize contract for yesterday was R8.00 negative.



DISCLAIMER: This report has been prepared by GroCapital Financial Services Pty Ltd, a wholly owned subsidiary of AFGRI Operations Limited. It is provided to you for information purposes only. GROCAPITAL AND AFGRI hereby certify that the views expressed in this report were obtained from sources which GROCAPITAL AND AFGRI consider to be reliable. GROCAPITAL AND AFGRI do not make any representations or give any guarantees or warranties, expressed or implied, as to the correctness, accuracy or completeness of the report. Neither GROCAPITAL AND AFGRI, nor any affiliate, nor any of their respective officers, directors, partners or employees, shall assume any liability for any losses arising from errors or omissions in the opinions, forecasts or information, irrespective of whether there has been any negligence by GroCapital and AFGRI, their affiliate, or their respective officers, directors, partners or employees, regardless of whether such damages were foreseen or unforeseen. The information contained in this report is confidential and may be subject to legal privilege. This report is not intended to not should it be taken to create any legal relations or contractual relations.

## Wheat Market

### Chicago Board of Trade and Kansas Board of Trade

CBOT Wheat							KBOT Wheat								
Month	Yesterday 12pm	Main Session Close	Main Session Change	Main Session Change from 12pm	Current Overnight	Overnight Change from Main Session	Overnight Change from 12pm	Month	Yesterday 12pm	Main Session Close	Main Session Change	Main Session Change from 12pm	Current Overnight	Overnight Change from Main Session	Overnight Change from 12pm
JUL 2021	659.00	661.25	The record c	2.25	657.50	-3.75	-1.50	JUL 2011	608.00	612.00	The record	4.00	610.00	-2.00	2.00
SEP 2021	664.00	663.75	The record c	-0.25	659.75	-4.00	-4.25	SEP 2011	617.00	620.75	The record	3.75	619.50	-1.25	2.50
DEC 2021	669.00	670.25	The record c	1.25	666.25	-4.00	-2.75	DEC 2011	627.00	630.75	The record	3.75	628.75	-2.00	1.75
MAR 2022	676.00	677.00	The record c	1.00	672.25	-4.75	-3.75	MAR 2012	635.00	640.75	The record	5.75	639.50	-1.25	4.50
MAY 2022	678.00	678.50	The record c	0.50	529.00	-149.50	-149.00	MAY 2012	639.00	647.25	The record	8.25	644.25	-3.00	5.25



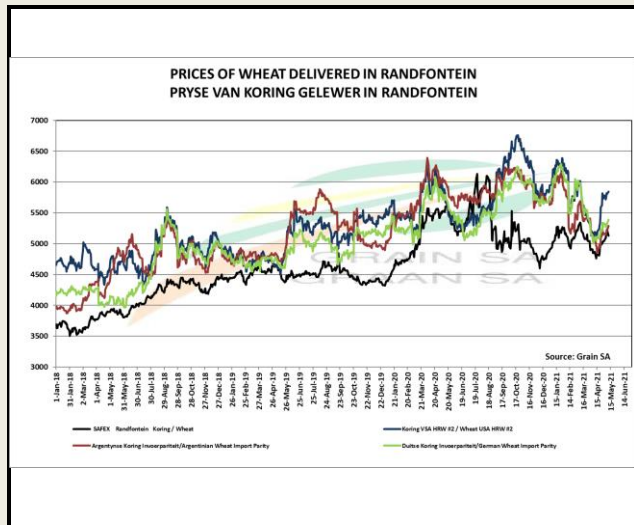
FarmFutures - Wheat prices jumped substantially higher on healthy demand trends and pervasive dry weather in the Northern Plains, which spurred a round of technical buying Wednesday. Spring wheat prices continue to show the most upside for now after quality ratings suffered a ten-point drop this past week.

Today, September Chicago SRW futures gained 9.5 cents to \$6.6450, September Kansas City HRW futures rose 15.25 cents to \$6.2125, and September MGEX spring wheat futures climbed 21.25 cents to \$8.04. Ahead of Thursday morning's export report from USDA, analysts expect to see wheat sales ranging between 7.3 million and 19.3 million bushels for the week ending June 17.

Actuals will need to make it to at least the middle of that range to best the prior week's tally of 10.6 million bushels. Russian consultancy Sovecon has once again raised its estimates for the country's 2021 wheat production by another 2.7% to 3.109 billion bushels, citing increased acreage and generally favorable weather. Russia is the world's No. 1 wheat exporter. Ethiopia issued an international tender to purchase 14.7 million bushels of milling wheat from optional origins that expires July 19.

### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>Bread Milling Wheat</b>				
Jul 2021	R 5 092.00	12%	R -1.23	R 5 090.77
Sep 2021	R 5 088.00	0%	R -15.55	R 5 072.45
Dec 2021	R 4 908.00	9.75%	R -7.66	R 4 900.34
Mar 2022	R 4 992.00	0%	R -12.81	R 4 979.19
Jul 2022				
Sep 2022				
<b>Cape Wheat</b>				
Jul 2021				
Sep 2021				
Dec 2021				
Mar 2022				
Jul 2022				
Sep 2022				



The local wheat market closed mixed yesterday. The Jul'21 Wheat contract closed R27.00 down while Sep'21 Wheat closed R11.00 higher. The parity move for the Jul'21 Wheat contract for yesterday was R7.00 negative.



DISCLAIMER: This report has been prepared by GroCapital Financial Services Pty Ltd, a wholly owned subsidiary of AFGRI Operations Limited is provided to you for information purposes only. GROCAPITAL AND AFGRI hereby certify that the views expressed in this report were obtained from sources which GROCAPITAL AND AFGRI consider to be reliable. GROCAPITAL AND AFGRI do not make any representations or give any guarantees or warranties, expressed or implied, as to the correctness, accuracy or completeness of the report. Neither GROCAPITAL AND AFGRI, nor any affiliate, nor any of their respective officers, directors, partners or employees, shall assume any liability for any losses arising from errors or omissions in the opinions, forecasts or information, irrespective of whether there has been any negligence by GroCapital and AFGRI, their affiliate, or their respective officers, directors, partners or employees, regardless of whether such damages were foreseen or unforeseen. The information contained in this report is confidential and may be subject to legal privilege. This report is not intended to not should it be taken to create any legal relations or contractual relations.



## Oil Seed Market

### Chicago Board of Trade

CBOT Soybean Seed						
Month	Yesterday 12pm	Main Session Close	Main Session Change	Main Session Change from 12pm	Current Overnight	Overnight Change from Main Session
JUL 2021	1402.00	1385.00	The record	-17.00	902.00	-483.00
AUG 2021	1359.00	1346.00	The record	-13.00	1336.00	-10.00
SEP 2021	1316.00	1308.00	The record	-8.00	1300.00	-8.00
NOV 2021	1306.00	1300.25	The record	-5.75	1290.50	-9.75
JAN 2022	1308.00	1304.75	The record	-3.25	1294.75	-10.00

CBOT Soybean Meal		
Month	Main Session Close	Current Overnight
JUL 2011	354.2	353.80
AUG 2011	354.5	354.20
SEP 2011	355.9	355.80
OCT 2011	355.8	355.40
DEC 2011	359.6	359.40

CBOT Soybean Oil		
Month	Main Session Close	Current Overnight
JUL 2011	62.13	61.36
AUG 2011	60.67	60.03
SEP 2011	60.19	59.59
OCT 2011	59.77	59.07
DEC 2011	59.54	58.78



FarmFutures - Soybean prices saw moderate losses after a round of technical selling Wednesday. Traders are watching the short-term forecasts, which predict plenty of rain later this week in some key production regions, such as Iowa and Illinois. July futures dropped 12.75 cents to \$13.8175, with August futures down 7.75 cents to \$13.4425.

Soybean basis bids held steady across the central U.S. on Wednesday. Farmer sales are expected to remain generally slow through the summer until supplies can be replenished at harvest.

Private exporters announced to USDA the sale of 12.1 million bushels of soybeans for delivery to China during the 2021/22 marketing year, which begins September 1.

Meantime, China's state planner NDRC plans to investigate speculative buying and other activities that have caused a runup in grain prices. "The working groups will learn more about ... bulk commodity spot market transactions and carefully listen to feedback from midstream and downstream companies," according to a statement. NDRC also plans to write up new rules concerning commodity price indexes to improve transparency. Preliminary volume estimates were for 184,424 contracts, slipping fractionally below Tuesday's final count of 184,707.

### South African Futures Exchange

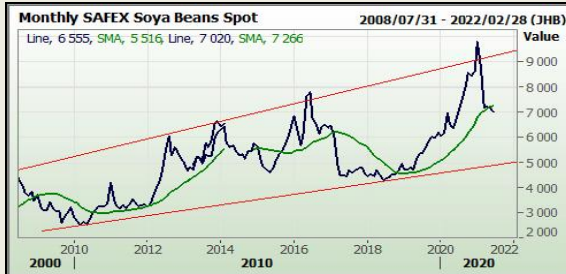
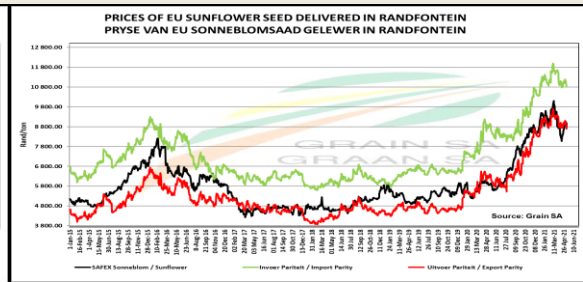
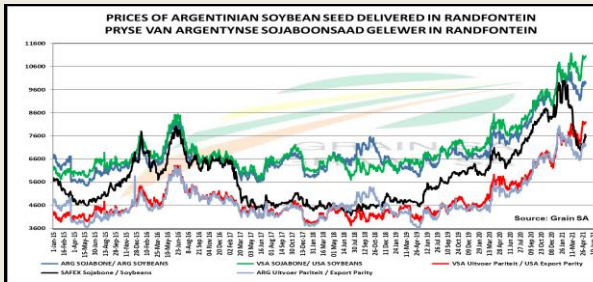
Soybean Future				
	MTM	Vols	Parity Change	Market Price
Jul 2021	R 7 025.00	21.5%	R -2 598.54	R 4 426.46
Sep 2021	R 7 136.00	19.5%	R -70.40	R 7 065.60
Dec 2021	R 7 224.00	19.5%		R 7 224.00
Mar 2022	R 7 264.00	0%		R 7 264.00
May 2022	R 6 950.00	23%		R 6 950.00
Jul 2022				
Sep 2022				

Sunflower Seeds Future		
	MTM	Vols
Jul 2021	R 8 040.00	21.5%
Sep 2021	R 8 190.00	0%
Dec 2021	R 8 280.00	22%
Mar 2022	R 8 136.00	0%
May 2022	R 7 470.00	0%
Jul 2022		
Sep 2022		



The local Soya market traded lower yesterday. The Jul'21 Soya contract ended R26.00 down and Sep'21 Soya closed R24.00 lower. The parity move for the Jul'21 Soya contract for yesterday was R144.00 negative.

The local Suns market closed lower yesterday. The Jul'21 Suns contract closed R105.00 down and Sep'21 Suns closed R93.00 lower.



**DISCLAIMER:** This report has been prepared by GroCapital Financial Services Pty Ltd, a wholly owned subsidiary of AFGRI Operations Limited is provided to you for information purposes only. GROCAPITAL AND AFGRI hereby certify that the views expressed in this report were obtained from sources which GROCAPITAL AND AFGRI consider to be reliable. GROCAPITAL AND AFGRI do not make any representations or give any guarantees or warranties, expressed or implied, as to the correctness, accuracy or completeness of the report. Neither GROCAPITAL AND AFGRI, nor any affiliate, nor any of their respective officers, directors, partners or employees, shall assume any liability for any losses arising from errors or omissions in the opinions, forecasts or information, irrespective of whether there has been any negligence by GroCapital and AFGRI, their affiliate, or their respective officers, directors, partners or employees, regardless of whether such damages were foreseen or unforeseen. The information contained in this report is confidential and may be subject to legal privilege. This report is not intended to should it be taken to create any legal relations or contractual relations.