



# **Fundamental Report**

## **30 June 2021**

## Financial Markets

### Currencies

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
USDollar/Rand	14.3191	14.3238	0.0047	0.03%
Euro/Rand	17.0547	17.0455	-0.0092	-0.05%
GBPound/Rand	19.8364	19.8311	-0.0053	-0.03%
AusDollar/Rand	10.7866	10.7701	-0.0165	-0.15%
Euro/USDollar	1.1908	1.1898	-0.0010	-0.08%
GBPound/USDollar	1.3855	1.3848	-0.0007	-0.05%
AusDollar/USDollar	0.7533	0.7519	-0.0014	-0.19%
JpyYen/USDollar	110.5600	110.4800	-0.0800	-0.07%

BDLive - The JSE closed firmer as banks and retailers bounced back from Monday's sell-off, while global markets were mixed as Covid-19 remains a threat to economic recovery.

The JSE all share gained the most in four weeks on Tuesday, up 1.12% to 66,548 points and the top 40 rose 1.13%. Retailers gained the most in about a month, up 3.91%. Banks added 2.48%, the most in three weeks, financials 1.92% and industrials 1.67%. Global shares inched back from record highs on Tuesday on concerns about new coronavirus outbreaks in Asia undercutting an economic recovery, while investors remained on edge about the US's exit from accommodative monetary policy.

European stocks, as measured by the pan-European Stoxx 600 index, were up 0.4%, helped by a jump in industrial, financial and mining stocks, sectors set to benefit from economic improvements. Optimism about a steady recovery has put the European benchmark on course for its fifth straight month of gains.

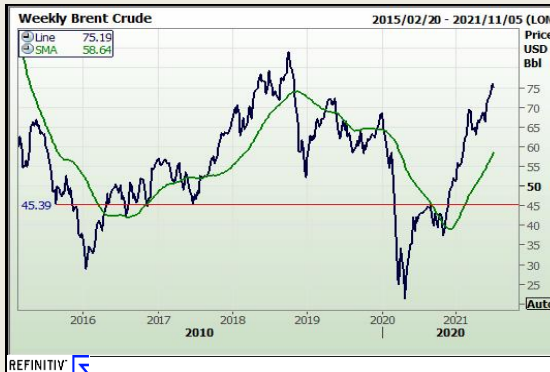


### Commodities

	Last	Value Change	% Change
Platinum	1067.96	0.96	0.09%
Gold	1762.18	1.09	0.06%
Silver	25.80	0.06	0.21%
Copper	4.28	0.02	0.37%
Gasoil	600.25	0.00	0.00%
Brent Oil	75.19	0.43	0.57%

BDLive - Bengaluru — Gold prices edged lower on Tuesday to hover near a one-week low hit in the previous session, weighed down by a firm dollar and concerns that the US Federal Reserve will tighten its monetary policy sooner than expected. Spot gold was down 0.2% to \$1,775.49/oz by 2.55am GMT, after marking its lowest since June 21 at \$1,770.36 on Monday. US gold futures fell 0.3% to \$1,775.70. ED&F Man Capital Markets analyst Edward Meir said listless trading was seen in the gold market as some market participants were still confused over the Fed's policy outlook.

Several Fed policymakers have turned hawkish despite a weaker-than-expected US inflation reading last week. The Fed has made "substantial further progress" towards its inflation goal to begin tapering asset purchases, Fed Bank of Richmond president Thomas Barkin said.



### Financials

	Current Bid	Value Change	% Change
JSE TOP 40	60495.83	0.00	0.00%
ALSI	60516.00	0.00	0.00%
S&P 500	4290.61	1.19	0.03%
FTSE	7072.97	14.58	0.21%
CAC	6567.43	0.00	0.00%
DAX	15690.59	0.00	0.00%
Hang Seng	28994.10	-42.72	-0.15%



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## 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	676.00	694.50	The record	18.50	688.00	-6.50	12.00
SEP 2021	557.00	559.25	The record	2.25	556.25	-3.00	-0.75
DEC 2021	546.00	548.50	The record	2.50	544.50	-4.00	-1.50
MAR 2022	553.00	555.50	The record	2.50	551.50	-4.00	-1.50
MAY 2022	557.00	560.00	The record	3.00	556.00	-4.00	-1.00

FarmFutures - Corn prices were mixed as traders continue to monitor weather and await fresh acreage and stocks data from USDA tomorrow morning. July futures climbed 18.5 cents to \$6.94, while September futures eased a penny lower to \$5.725.

Corn basis bids were steady to mixed Tuesday, moving as much as 7 cents higher at an Illinois river terminal while sliding as much as 2 cents lower at an Iowa ethanol plant today. Yesterday's crop progress report from USDA showed corn quality ratings facing a one-point dip from a week earlier, with 64% rated in good-to-excellent condition through June 27. Analysts thought the agency would raise ratings by a point, in contrast. Physiologically, 4% of the crop has reached the silking stage, versus the prior five-year average of 6%. The European Commission reports that 2020/21 EU corn imports reached 565.3 million bushels through Sunday, which is a year-over-year decline of around 27%.

South Africa's Crop Estimates Committee is anticipating corn production will rise 6% for the 2020/21 season, based largely on favorable weather conditions. Production is expected to top 639 million bushels. If realized, that would be South Africa's second-largest corn harvest on record. China's state grain stockpiler Sinograin announced today it will sell another 6.1 million bushels of corn that had originally been imported from the United States and Ukraine in two upcoming auctions. There have been three similar auctions recently as China attempts to quell high prices and tight domestic supplies. Iran issued an international tender to purchase 2.4 million bushels of corn from optional origins that closes tomorrow. The grain is for shipment in August and September.

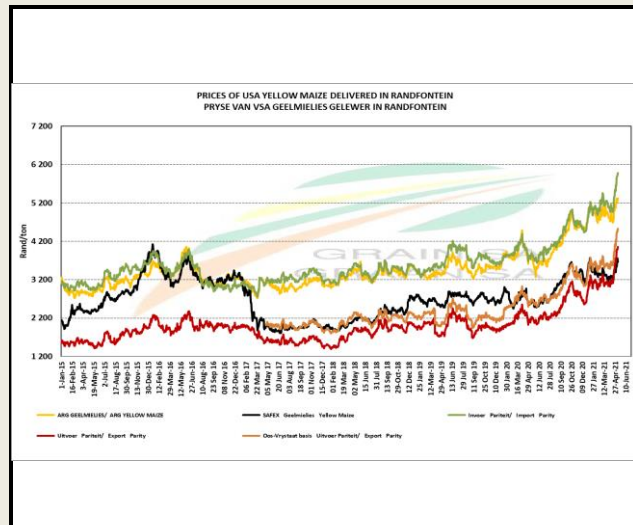
Preliminary volume estimates were for 322,103 contracts, inching slightly below Monday's final count of 327,790.



### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>White Maize Future</b>				
Jul 2021	R 3 091.00	37%	R 68.92	R 3 159.92
Sep 2021	R 3 147.00	26.5%	R -3.20	R 3 143.80
Dec 2021	R 3 223.00	27%	R -7.45	R 3 215.55
Mar 2022	R 3 245.00	25.5%	R -7.44	R 3 237.56
May 2022	R 3 190.00	0%	R -4.61	R 3 185.39
Jul 2022	R 3 195.00	24%		R 3 195.00
Sep 2022				
<b>Yellow Maize Future</b>				
Jul 2021	R 3 222.00	33%	R 68.92	R 3 290.92
Sep 2021	R 3 279.00	26%	R -3.20	R 3 275.80
Dec 2021	R 3 353.00	26%	R -7.45	R 3 345.55
Mar 2022	R 3 345.00	20.5%	R -7.44	R 3 337.56
May 2022	R 3 188.00	0%	R -4.61	R 3 183.39
Jul 2022	R 3 230.00	21%		R 3 230.00
Sep 2022				

The local Maize market traded higher yesterday. The Jul'21 WMAZ contract ended R97.00 up and Jul'21 YMAZ closed R93.00 higher. The Sep'21 WMAZ closed higher by R100.00 and Sep'21 YMAZ ended R101.00 up. The parity move for the Jul'21 Maize contract for yesterday was R1.00 negative.



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## 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	644.00	639.75	The record d	-4.25	639.25	-0.50	-4.75	JUL 2011	621.00	619.00	The record	-2.00	616.75	-2.25	-4.25
SEP 2021	651.00	646.25	The record d	-4.75	644.75	-1.50	-6.25	SEP 2011	630.00	627.00	The record	-3.00	624.50	-2.50	-5.50
DEC 2021	658.00	653.25	The record d	-4.75	652.00	-1.25	-6.00	DEC 2011	639.00	636.00	The record	-3.00	634.00	-2.00	-5.00
MAR 2022	665.00	660.25	The record d	-4.75	657.75	-2.50	-7.25	MAR 2012	648.00	644.75	The record	-3.25	643.25	-1.50	-4.75
MAY 2022	668.00	663.25	The record d	-4.75	659.00	-134.25	-139.00	MAY 2012	652.00	649.75	The record	-2.25	0.00	-649.75	-652.00



FarmFutures - Wheat prices faded after a round of profit-taking and technical selling today, although losses showed quite a bit of variability, ranging between 0.04% and 2.85%. Spring wheat contracts faced the worst of the brunt, with September futures falling 19.75 cents to \$8.1425. September Chicago SRW futures dropped 6 cents to \$6.4550, meantime, with September Kansas City HRW futures easing 1.5 cents to \$6.2525.

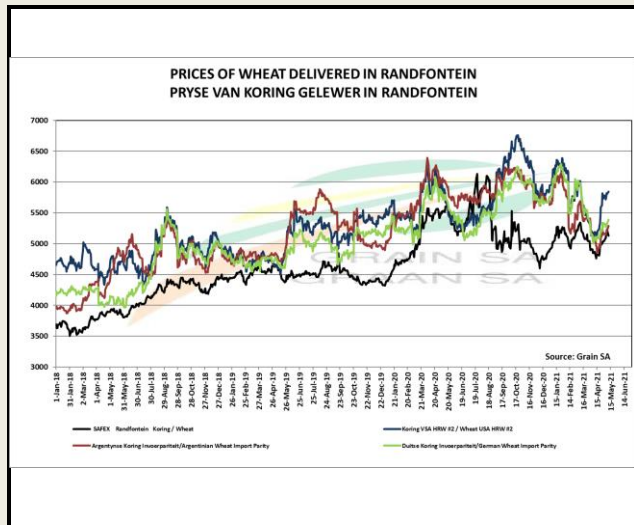
Winter wheat crop quality dropped a point this past week, with 48% now rated in good-to-excellent condition. Harvest pace has reached 30%, up from 17% a week ago and still well behind the prior five-year average of 40%.

Spring wheat crop quality tumbled seven points lower, with just 20% now rated in good-to-excellent condition. Analysts thought USDA would dock quality two points in its latest report, out Monday afternoon. Another 41% is rated fair, with the remaining 39% rated poor or very poor. Nearly half (48%) is headed, versus the prior five-year average of 39%.

Russian consultancy IKAR again raised its forecast for the country's 2021 wheat production, now at 3.072 billion bushels. IKAR anticipates Russian wheat exports will reach 1.433 billion bushels. Russia is the world's top wheat exporter.

### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>Bread Milling Wheat</b>				
Jul 2021	R 5 155.00	12%	R -23.89	R 5 131.11
Sep 2021	R 5 120.00	0%	R -31.77	R 5 088.23
Dec 2021	R 4 950.00	9.75%	R -30.44	R 4 919.56
Mar 2022	R 5 033.00	0%	R -37.01	R 4 995.99
Jul 2022				
Sep 2022				
<b>Cape Wheat</b>				
Jul 2021				
Sep 2021				
Dec 2021				
Mar 2022				
Jul 2022				
Sep 2022				



## 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	1362.00	1359.75	The record	-2.25	902.00	-457.75
AUG 2021	1339.00	1339.75	The record	0.75	1345.25	5.50
SEP 2021	1316.00	1317.50	The record	1.50	1323.00	5.50
NOV 2021	1312.00	1312.50	The record	0.50	1317.25	4.75
JAN 2022	1316.00	1316.25	The record	0.25	1321.00	4.75

CBOT Soybean Meal		
Month	Main Session Close	Current Overnight
JUL 2011	348.4	349.60
AUG 2011	350.4	351.30
SEP 2011	351.7	352.50
OCT 2011	351	351.30
DEC 2011	353.8	354.60

CBOT Soybean Oil		
Month	Main Session Close	Current Overnight
JUL 2011	64.15	64.40
AUG 2011	62.16	62.45
SEP 2011	61.81	62.07
OCT 2011	61.52	61.83
DEC 2011	61.29	61.62



FarmFutures - Soybean prices saw fractional gains after a choppy session Tuesday as traders finished squaring positions ahead of tomorrow morning's highly anticipated acreage and grain stocks report from USDA. July futures tipped half a penny higher, to \$13.5750, while August futures held steady at \$13.3675.

Soybean basis bids were mostly steady across the central U.S. Tuesday but did tilt 2 cents higher at an Ohio elevator and an Illinois river terminal today.

In USDA's latest crop progress report, out Monday afternoon, the agency kept its good-to-excellent ratings for soybeans steady, at 60%. Analysts were expecting to see a one-point improvement. Physiologically, 96% of the crop is emerged through June 27, and 14% is blooming, which is ahead of the prior five-year average of 11%.

Brazil's Anec predicts the country's June soybean exports will total 376.6 million bushels, which is slightly below its estimate from a week earlier. Anec also expects to see Brazilian soy meal exports reach 2.025 million metric tons this month.

Iran issued an international tender to purchase 60,000 metric tons of soy meal from optional origins that closes tomorrow. The grain is for shipment in August and September.

### South African Futures Exchange

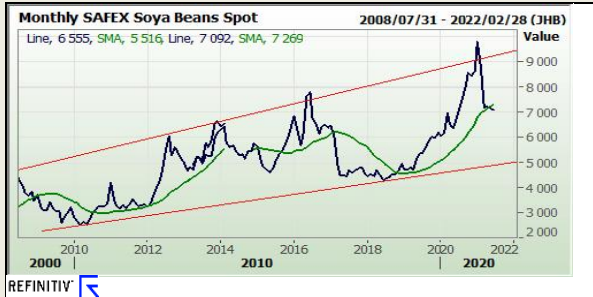
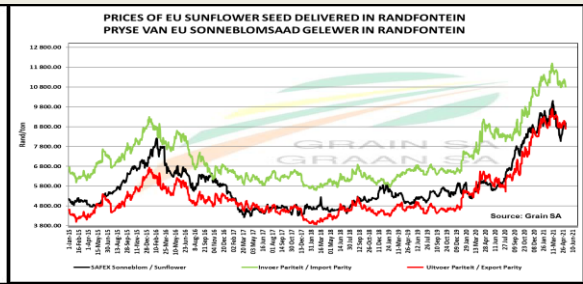
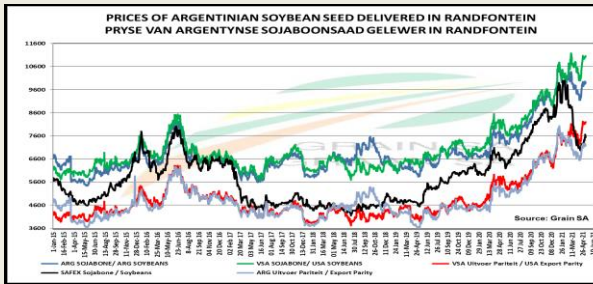
Soybean Future				
	MTM	Vols	Parity Change	Market Price
Jul 2021	R 7 092.00	21.5%	R -2 418.67	R 4 673.33
Sep 2021	R 7 195.00	19.5%	R 39.11	R 7 234.11
Dec 2021	R 7 300.00	19.75%		R 7 300.00
Mar 2022	R 7 320.00	0%		R 7 320.00
May 2022	R 6 970.00	23%		R 6 970.00
Jul 2022				
Sep 2022				

Sunflower Seeds Future		
	MTM	Vols
Jul 2021	R 8 394.00	21.5%
Sep 2021	R 8 517.00	0%
Dec 2021	R 8 626.00	22%
Mar 2022	R 8 394.00	0%
May 2022	R 7 550.00	0%
Jul 2022		
Sep 2022		



The local Soya market traded higher yesterday. The Jul'21 Soya contract ended R36.00 up and Sep'21 Soya closed R35.00 higher. The parity move for the Jul'21 Soya contract for yesterday was R14.00 positive.

The local Suns market closed higher yesterday. The Jul'21 Suns contract closed R134.00 up and Sep'21 Suns closed R133.00 higher.



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