



# **Fundamental Report**

## **24 February 2022**

## Financial Markets

### Currencies

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
USDollar/Rand	15.0172	15.1751	0.1579	1.05%
Euro/Rand	17.0501	17.0568	0.0067	0.04%
GBPound/Rand	20.4205	20.5268	0.1063	0.52%
AusDollar/Rand	10.9070	10.9094	0.0024	0.02%
Euro/USDollar	1.1352	1.1244	-0.0108	-0.95%
GBPound/USDollar	1.3601	1.3516	-0.0085	-0.62%
AusDollar/USDollar	0.7263	0.7189	-0.0074	-1.02%
JpyYen/USDollar	115.0600	114.7800	-0.2800	-0.24%

BDLive - The rand turned weaker against the dollar on Wednesday afternoon as generally positive sentiment about finance minister Enoch Godongwana's maiden budget gave way to ever-mounting concerns about the crisis in Ukraine. The JSE, meanwhile, tracked weaker global markets where investors are on edge after Ukraine moved to introduce a state of emergency and the US and its European allies increased pressure on Russia by imposing sanctions and threatened that more could follow. Global stocks broke a four-day slide and demand for safe-haven assets waned on Wednesday, with investors waiting to see what Russian President Vladimir Putin does next after sending troops into separatist regions of Ukraine. The initial push to send soldiers to Donetsk and Luhansk this week triggered co-ordinated, yet modest sanctions from Western nations, albeit with the prospect of more to come if Moscow seeks to push further into the country. After chalking up a 3.6% fall since last Friday, the MSCI world index, a leading gauge of equity markets globally, was up 0.2% in early European trade, helped by broad gains across regional bourses.



### Commodities

	Last	Value Change	% Change
Platinum	1096.00	4.31	0.39%
Gold	1928.13	20.58	1.07%
Silver	24.85	0.33	1.33%
Copper	4.46	-0.03	-0.59%
Gasoil	856.50	25.50	2.98%
Brent Oil	99.70	2.86	2.87%

BDLive - Bengaluru — Gold steadied below the \$1,900-level on Wednesday after hitting a nine-month high in the previous session due to the Ukraine crisis, with investors focusing on accelerating inflation and expected tightening of monetary policies by central banks.

Spot gold was little changed at \$1,898.81/oz, at a 4.24am GMT, after scaling its highest since June 1 at \$1,913.89/oz in volatile trade on Tuesday. US gold futures shed 0.3% to \$1,901.00.

"The main catalyst here is the ebbing of that escalation risk that essentially we maybe have exhausted the worst of this crisis, at least in terms of fresh uncertainty," said Ilya Spivak, a currency strategist at DailyFX, while referring to the crisis between Russia and Ukraine.



### Financials

	Current Bid	Value Change	% Change
JSE TOP 40	68369.73	0.00	0.00%
ALSI	68171.00	0.00	0.00%
S&P 500	4304.76	-79.26	-1.84%
FTSE	7494.21	3.97	0.05%
CAC	6780.67	0.00	0.00%
DAX	14631.36	0.00	0.00%
Hang Seng	23660.28	-742.08	-3.14%



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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
MAR 2022	672.00	683.75	The record	11.75	716.25	32.50	44.25
MAY 2022	669.00	681.25	The record	12.25	713.00	31.75	44.00
JUL 2022	662.00	674.50	The record	12.50	704.25	29.75	42.25
SEP 2022	621.00	628.75	The record	7.75	644.25	15.50	23.25
DEC 2022	606.00	611.25	The record	5.25	621.25	10.00	15.25

FarmProgress - Corn prices followed other grains higher after another round of technical buying on Wednesday. The two driving factors continue to be South American production potential and whether Russia ends up invading Ukraine. Today, March futures added 7 cents to \$6.8175, with May futures up 6.75 cents to \$6.7925.

Corn basis bids were mostly steady to firm on Wednesday after trending 2 to 4 cents higher at three Midwestern locations. An Illinois river terminal bucked the overall trend after sliding a penny lower today.

A poll of 14 analysts suggests that 2022 corn plantings could reach 91.8 million acres. Individual trade guesses ranged from 90.4 million to 93.5 million acres. Assuming average yields of 179.2 bushels per acre, that would lead to a total production of 15.053 billion bushels this season.

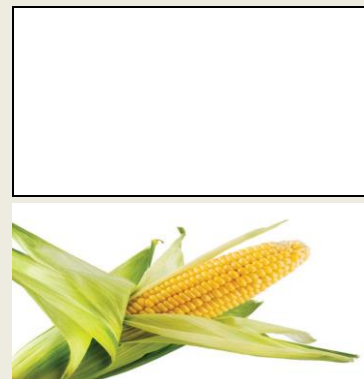
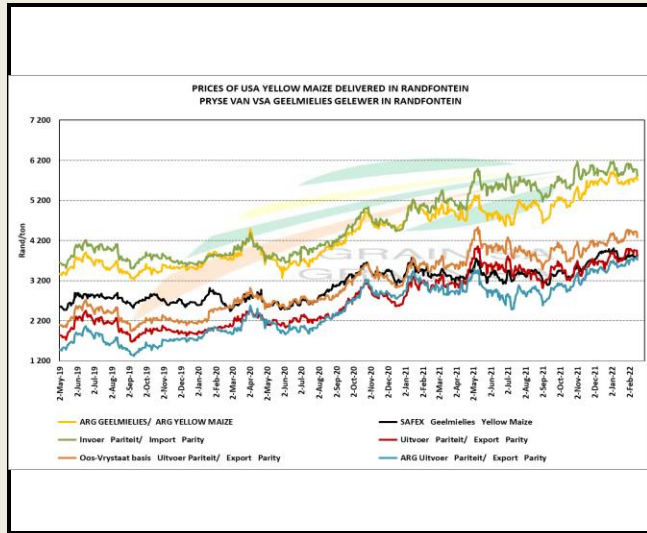
Brazilian consultancy Datagro increased its forecast for 2021/22 total corn production by 2.3% to reach 4.638 billion bushels. Preliminary volume estimates were for 409,005 contracts, tracking 8% below Tuesday's final count of 444,168.



### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>White Maize Future</b>				
Dec 2021				
Mar 2022	R 3 674.00	25.25%	R 306.13	R 3 980.13
May 2022	R 3 674.00	26.5%	R 304.45	R 3 978.45
Jul 2022	R 3 681.00	21%	R 293.56	R 3 974.56
Sep 2022	R 3 741.00	0%	R 177.50	R 3 918.50
Dec 2022	R 3 819.00	23.25%	R 128.78	R 3 947.78
Dec 2022	R 3 819.00	23.25%	R 128.78	R 3 947.78
<b>Yellow Maize Future</b>				
Dec 2021				
Mar 2022	R 3 813.00	24%	R 306.13	R 4 119.13
May 2022	R 3 816.00	24.5%	R 304.45	R 4 120.45
Jul 2022	R 3 817.00	21.5%	R 293.56	R 4 110.56
Sep 2022	R 3 865.00	21.5%	R 177.50	R 4 042.50
Dec 2022	R 3 936.00	21%	R 128.78	R 4 064.78
Dec 2022	R 3 936.00	21%	R 128.78	R 4 064.78

The local Maize market traded lower yesterday. The Mar'22 WMAZ contract ended R25.00 down and Mar'22 YMAZ closed R28.00 lower. The May'22 WMAZ closed lower by R17.00 and May'22 YMAZ ended R20.00 down. The parity move for the Mar'22 Maize contract for yesterday was R293.00 positive.

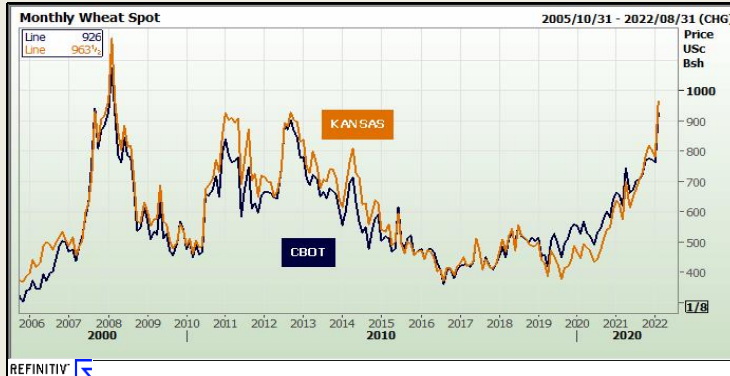


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## Wheat Market

### 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
MAR 2022	841.00	876.00	The record d	35.00	926.00	50.00	85.00	MAR 2012	876.00	913.50	The record	37.50	963.50	50.00	87.50
MAY 2022	849.00	884.75	The record c	35.75	934.75	50.00	85.75	MAY 2012	881.00	918.00	The record	37.00	968.00	50.00	87.00
JUL 2022	844.00	878.75	The record c	34.75	928.75	50.00	84.75	JUL 2012	879.00	916.25	The record	37.25	966.25	50.00	87.25
SEP 2022	842.00	874.75	The record c	32.75	924.75	50.00	82.75	SEP 2012	882.00	916.50	The record	34.50	963.75	47.25	81.75
DEC 2022	845.00	876.50	The record c	31.50	929.00	-347.50	-316.00	DEC 2012	886.00	920.25	The record	34.25	965.50	45.25	79.50

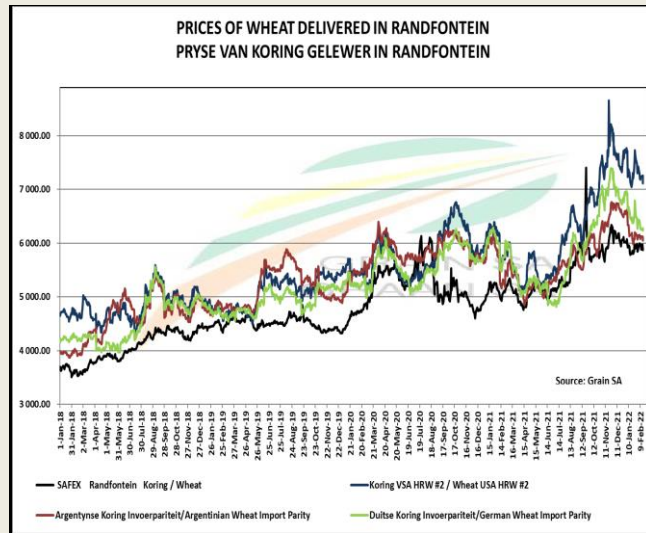


FarmProgress - Wheat prices captured considerable gains after another round of ample technical buying on Wednesday. The ongoing Ukrainian/Russian conflict is by far the biggest driver of these huge gains in recent sessions. March Chicago SRW futures climbed 30.25 cents to \$8.7450, March Kansas City HRW futures rose 29.5 cents to \$9.1125, and March MGEX spring wheat futures gained 15.25 cents to \$10.01. USDA reports that only 26% of the 2021/22 Kansas winter wheat crop is rated in good-to-excellent condition through February 20. That's down from 30% a month ago. Kansas is the country's top winter wheat producer. In the No. 2 producing state, Oklahoma, only 9% of the crop is in good-to-excellent condition, down from month-ago ratings of 16%. Ukraine's state statistics service reported that the country's total wheat harvest in 2021 rose nearly 29% higher year-over-year, reaching 1.179 billion bushels. Ukraine's corn production was even better from the prior year, trending 38% higher to reach 1.648 billion bushels. Ukraine is one of the world's top exporters of both crops.

Turkey issued an international tender to purchase 16.0 million bushels of milling wheat from optional origins that closes March 2. The grain is for shipment starting on March 10. Turkey remains an active grain buyer as it continues to shore up domestic supplies after harvesting a drought-damaged crop.

### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>Bread Milling Wheat</b>				
Dec 2021				
Mar 2022	R 6 049.00	20%	R 522.74	R 6 571.74
May 2022	R 6 114.00	17%	R 527.39	R 6 641.39
Jul 2022	R 6 157.00	11%	R 521.52	R 6 678.52
Sep 2022	R 6 021.00	0%	R 510.26	R 6 531.26
Dec 2022	R 5 876.00	0%	R -1 712.96	R 4 163.04
Dec 2022	R 5 876.00	0%	R -1 712.96	R 4 163.04
<b>Cape Wheat</b>				
Dec 2021				
Mar 2022				
May 2022				
Jul 2022				
Sep 2022				
Dec 2022				
Dec 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	Overnight Change from 12pm
MAR 2022	1646.00	1675.00	The record	29.00	902.00	-773.00	-744.00
MAY 2022	1644.00	1671.00	The record	27.00	1714.50	43.50	70.50
JUL 2022	1640.00	1660.00	The record	20.00	1695.75	35.75	55.75
AUG 2022	1599.00	1617.50	The record	18.50	1641.25	23.75	42.25
SEP 2022	1525.00	1535.50	The record	10.50	1552.75	17.25	27.75

CBOT Soybean Meal		
Month	Main Session Close	Current Overnight
MAR 2012	471.1	479.30
MAY 2012	466	473.70
JUL 2012	463.5	470.10
AUG 2012	452.8	457.60
SEP 2012	438.8	440.70

CBOT Soybean Oil		
Month	Main Session Close	Current Overnight
MAR 2012	70.72	72.72
MAY 2012	70.58	72.58
JUL 2012	69.96	71.65
AUG 2012	68.6	69.94
SEP 2012	67.19	68.36



FarmProgress - Soybean prices found more positive momentum Wednesday, rising more than 2% by the close after a round of technical buying partly spurred by doubts over South American production potential. Spillover strength from other grains lent some additional support today. March futures climbed 40 cents to \$16.75, with May futures rising 35 cents to \$16.70.

Soybean basis bids jumped 8 cents higher at an Ohio elevator and 16 cents higher at an Illinois river terminal while dipping 2 cents lower at another Illinois river terminal on Wednesday. Other Midwest locations held steady today.

Private exporters announced the sale of 4.9 million bushels of soybeans for delivery to China during the 2022/23 marketing year, which begins September 1.

A poll of 14 analysts showed expectations for 2022 soybean plantings is at 89.5 million acres, with individual guesses ranging between 97.5 million and 92.4 million acres. Assuming average yields of 51.5 bushels per acre, that would lead to a total production of 4.556 billion bushels.

Brazilian consultancy Datagro slightly raised its estimates for the country's 2021/22 soybean production, moving up to 4.786 billion bushels. This is one of the more bullish estimates currently being floated for this season's production.

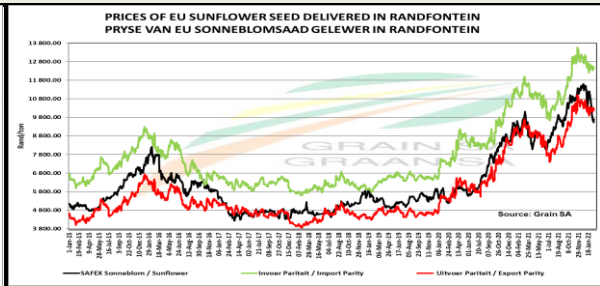
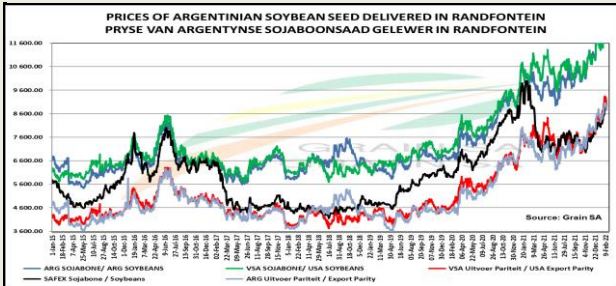
### South African Futures Exchange

Soybean Future				
	MTM	Vols	Parity Change	Market Price
Dec 2021				
Mar 2022	R 9 041.00	20%	R -4 052.97	R 4 988.03
May 2022	R 9 054.00	22%	R 488.48	R 9 542.48
Jul 2022	R 9 142.00	23%	R 406.01	R 9 548.01
Sep 2022	R 9 208.00	0%	R 243.21	R 9 451.21
Dec 2022				
Dec 2022				

Sunflower Seeds Future		
	MTM	Vols
Dec 2021		
Mar 2022	R 9 968.00	23.5%
May 2022	R 9 764.00	21%
Jul 2022	R 9 842.00	20%
Sep 2022		
Dec 2022		
Dec 2022		

The local Soya market traded higher yesterday. The Mar'22 Soya contract ended R27.00 up and May'22 Soya closed R34.00 higher. The parity move for the Mar'22 Soya contract for yesterday was R483.00 positive.

The local Suns market closed higher yesterday. The Mar'22 Suns contract closed R73.00 up and May'22 Suns closed R213.00 higher.



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