



**Fundamental Report**  
**27 June 2019**

## Financial Markets

### Currencies

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
<b>USDollar/Rand</b>		The record	#VALUE!	#VALUE!
<b>Euro/Rand</b>	16.2770	16.1579	-0.1191	-0.73%
<b>GBPound/Rand</b>	18.1755	18.0355	-0.1400	-0.77%
<b>AusDollar/Rand</b>	10.0060	9.9475	-0.0585	-0.58%
<b>Euro/USDollar</b>	1.1358	1.1358	0.0000	0.00%
<b>GBPound/USDollar</b>	1.2684	1.2684	0.0000	0.00%
<b>AusDollar/USDollar</b>	0.6985	0.6993	0.0008	0.11%
<b>JpyYen/USDollar</b>	107.6700	108.0700	0.4000	0.37%

BDLive - The JSE gained on Wednesday but miners lost some ground after the US Federal Reserve threw cold water on market expectations of aggressive interest-rate cuts in the US.

Global markets were mixed after Fed officials downplayed the likelihood of a 50-basis-point rate cut at their next meeting, which had been partially priced in by the market.

After the JSE's close, the Dow had fallen 0.67% to 26,548.22 points. In Europe, the FTSE 100 and Germany's DAX 30 were little changed, while France's CAC 40 was down 0.22%. In Asia, the Shanghai Composite fell 0.19% and Japan's Nikkei 0.51%, while Hong Kong's Hang Seng gained 0.13%.

At 5.50pm, the rand had strengthened 0.83% to R14.2314/\$, 0.64% to R16.2075/€, and 0.75% to R18.0753/£. The euro was a 0.17% firmer at \$1,1388. The benchmark R186 government bond was stronger, with its yield falling 3.5 basis points to 8.12%. Bond yields move inversely to bond prices.

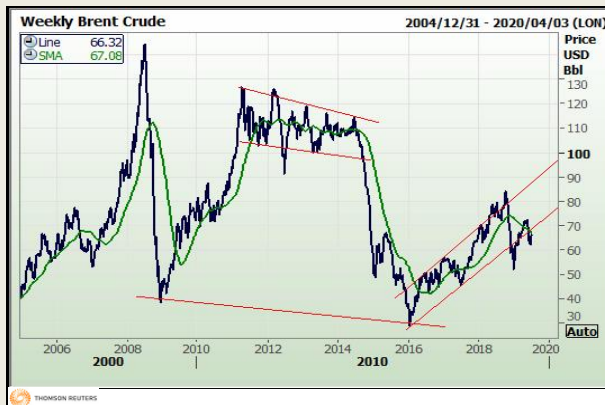


### Commodities

	Last	Value Change	% Change
Platinum	807.34	-6.66	-0.82%
Gold	1407.50	-0.85	-0.06%
Silver	15.24	0.00	0.00%
Copper	2.72	0.01	0.31%
Gasoil	599.25	0.00	0.00%
Brent Oil	66.32	-0.17	-0.26%

BDLive - Bengaluru — Gold prices fell more than 1% on Wednesday, retreating from a six-year peak scaled in the previous session, on signs that the US Federal Reserve will not resort to aggressive interest rate cuts in July.

Spot gold was down 1.2% at \$1,405.44 an ounce as of 11.08am GMT, snapping a six-session winning streak that lifted it to \$1,438.63 on Tuesday, the highest since May 14, 2013. US gold futures fell 0.7% to \$1,409.10. Fed chair Jerome Powell stressed the central bank's independence from US President Donald Trump, who is pushing for rate cuts. St Louis Fed president James Bullard, considered one of the most dovish US central bankers, surprised some investors by saying a 50-basis-point cut in rates "would be overdone". "We have had quite a move higher in gold. There is an element of profit-taking and the catalyst for that [were] the comments from the Fed yesterday," ING analyst Warren Patterson said. "Perhaps, the markets got ahead of itself over the outlook for rate cuts this year, which had driven gold higher. The realisation that we are not going to see as many cuts as we were anticipating is weighing on gold at the moment."



### Financials

	Current Bid	Value Change	% Change
JSE TOP 40	52407.30	0.00	0.00%
ALSI	52457.00	0.00	0.00%
S&P 500	2917.38	-3.60	-0.12%
FTSE	7422.43	-6.04	-0.08%
CAC	5500.72	0.00	0.00%
DAX	12245.32	0.00	0.00%
Hang Seng	28221.98	309.02	1.09%



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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 2019	444.00	443.25	-4.25	-0.75	444.75	1.50	0.75
SEP 2019	450.00	449.50	-3.50	-0.50	450.75	1.25	0.75
DEC 2019	454.00	454.50	-3.00	0.50	456.00	1.50	2.00
MAR 2010	459.00	459.50	-2.50	0.50	460.50	1.00	1.50
MAY 2010	460.00	461.00	-2.00	1.00	461.50	0.50	1.50

FarmFutures - Corn prices eroded around 1% today on drier short-term forecasts, as July futures fell 4.25 cents to \$4.4325 and September futures dropped 3.5 cents to \$4.4950.

Corn basis bids were steady to firm Wednesday, moving 1 to 6 cents higher across multiple Midwestern locations today.

Ahead of the next round of USDA export data, out tomorrow morning, analysts expect the agency to show corn sales totaling between 9.8 million and 29.5 million bushels for the week ending June 20.

U.S. ethanol production last week reached a daily average of 1.072 million barrels, which was slightly below the prior week's tally of 1.081 million barrels but remains seasonally high for now. August futures slumped about 1.25% lower on the news.

South Africa's 2019 corn production is expected to drop 12.6% from last year, landing at around 430 million bushels after dry weather delayed some plantings this year.

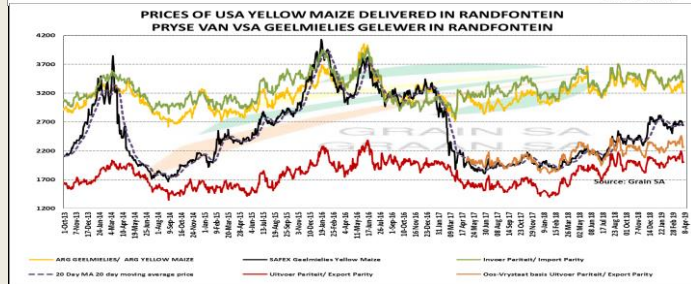
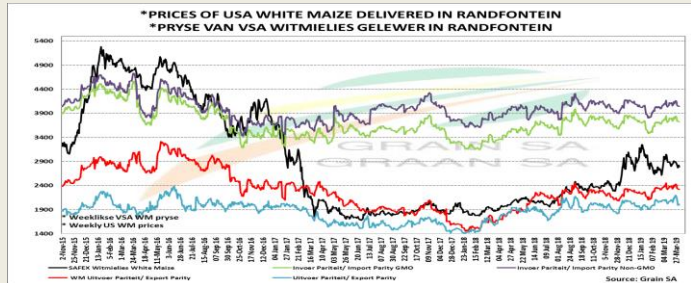
Taiwan purchased a relatively small amount of U.S. corn and soybeans (590,000 bushels and 551,000 bushels, respectively) in an international tender that closed earlier today. The grain is for shipment in August and September.

Preliminary volume estimates were for 347,989 contracts, falling moderately below Tuesday's final count of 488,692.

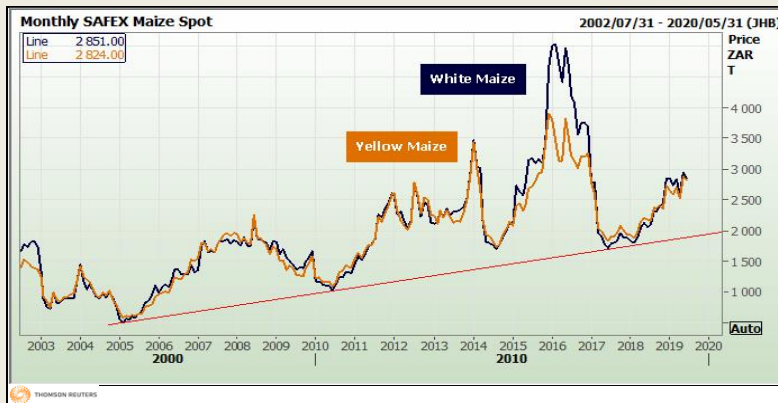


### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>White Maize Future</b>				
Dec 2018				
Mar 2019				
May 2019				
Jul 2019	R 2 851.00	31.5%		R 2 851.00
Sep 2019	R 2 909.00	25%		R 2 909.00
Dec 2019	R 2 997.00	27.5%		R 2 997.00
Jul 2019	R 2 851.00	31.5%		R 2 851.00
<b>Yellow Maize Future</b>				
Dec 2018				
Mar 2019				
May 2019				
Jul 2019	R 2 824.00	26.5%		R 2 824.00
Sep 2019	R 2 874.00	21.5%		R 2 874.00
Dec 2019	R 2 955.00	21.5%		R 2 955.00
Jul 2019	R 2 824.00	26.5%		R 2 824.00



The local Maize market traded lower yesterday. The local Jul'19 WMAZ contract ended R42.00 down and Jul'19 YMAZ closed R38.00 lower. The Sep'19 WMAZ closed lower by R43.00 and Sep'19 YMAZ ended R42.00 down. The parity move for the Jul'19 Maize contract for yesterday was R16.00 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 2019	533.00	543.75	8.00	10.75	547.25	3.50	14.25	JUL 2019	461.00	469.00	3.75	8.00	471.00	2.00	10.00
SEP 2019	537.00	546.50	6.50	9.50	549.00	2.50	12.00	SEP 2019	474.00	482.00	3.75	8.00	484.00	2.00	10.00
DEC 2019	547.00	556.25	5.75	9.25	558.00	1.75	11.00	DEC 2019	496.00	503.75	3.75	7.75	505.00	1.25	9.00
MAR 2010	557.00	565.25	5.25	8.25	566.25	1.00	9.25	MAR 2010	515.00	522.75	3.50	7.75	523.75	1.00	8.75
MAY 2010	559.00	566.75	4.50	7.75	568.25	1.50	9.25	MAY 2010	526.00	533.75	2.75	7.75	0.00	-533.75	-526.00



FarmFutures - Wheat prices trended higher today on some technical buying prompted by news that Canadian farmers will plant fewer acres this year. July Chicago SRW futures gained 8 cents to \$5.4375, July Kansas City HRW futures added 4.75 cents to \$4.70, and July MGEX spring wheat futures picked up 3.5 cents to \$5.52.

Statistics Canada is reporting that the country's wheat farmers are planting 24.6 million acres of wheat this year, which is down 0.6% from 2018. Most of the losses come from a 20.9% reduction in durum wheat, due to lower demand. Ahead of the next round of USDA export data, out tomorrow morning, analysts expect the agency to show wheat sales totaling between 7.3 million and 18.4 million bushels for the week ending June 20.

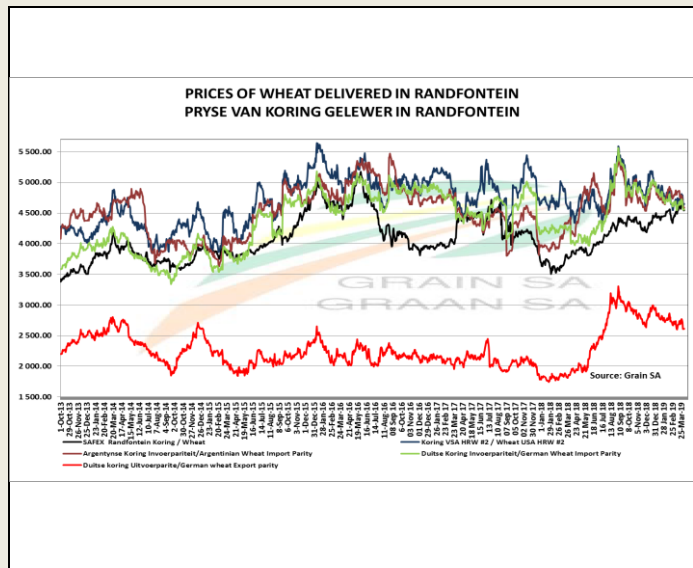
Improved weather in Russia could raise the country's 2019 wheat crop production by 13% to 3.002 billion bushels, according to the Agrilnet consultancy, which conducted a field tour earlier this month.

The Philippines issued an international tender to buy 7.3 million bushels of feed wheat that closes a week from today. The grain is for shipment between late July and early September.

Preliminary volume estimates were for 152,172 CBOT contracts, tracking 14% above Tuesday's final count of 133,151.

### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>Bread Milling Wheat</b>				
Dec 2018				
Mar 2019				
May 2019				
Jul 2019	R 4 488.00	12%		R 4 488.00
Sep 2019	R 4 482.00	0%		R 4 482.00
Dec 2019	R 4 405.00	12.5%		R 4 405.00
Jul 2019	R 4 488.00	12%		R 4 488.00
<b>Cape Wheat</b>				
Dec 2018				
Mar 2019				
May 2019				
Jul 2019				
Sep 2019				
Dec 2019				
Jul 2019				



The local Wheat market closed mixed yesterday. The local Jul'19 Wheat contract closed R12.00 down while Sep'19 Wheat closed R23.00 higher. The parity move for the Jul'19 Wheat contract for yesterday was R54.00 positive.



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## 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
JUL 2019	900.00	894.25	-9.25	-5.75	895.25	1.00	-4.75
AUG 2019	905.00	899.75	-9.00	-5.25	901.00	1.25	-4.00
SEP 2019	910.00	906.00	-8.50	-4.00	907.00	1.00	-3.00
NOV 2019	922.00	918.25	-8.25	-3.75	919.50	1.25	-2.50
JAN 2010	934.00	930.00	-8.25	-4.00	931.00	1.00	-3.00

CBOT Soybean Meal		
Month	Main Session Close	Current Overnight
JUL 2019	313.4	313.90
AUG 2019	314.5	315.00
SEP 2019	315.9	316.30
OCT 2019	317.7	318.40
DEC 2019	321.2	321.70

CBOT Soybean Oil		
Month	Main Session Close	Current Overnight
JUL 2019	27.81	27.92
AUG 2019	27.96	28.07
SEP 2019	28.07	28.18
OCT 2019	28.2	28.31
DEC 2019	28.44	28.53



FarmFutures - Soybean prices followed corn lower on drier forecasts this coming week. July futures lost 9.25 cents to \$8.9425, with August futures down 9 cents to \$8.9975. Soybean basis bids were steady to firm Wednesday, picking up 2 to 5 cents at several interior river terminals and moving 5 cents higher at an Ohio elevator today.

Private exporters reported to USDA the sale of 5.3 million bushels of soybeans for delivery to unknown destinations during the 2018/19 marketing year, which ends August 31.

Ahead of the next round of USDA export data, out tomorrow morning, analysts expect the agency to show soybean sales totaling between 11.0 million and 29.4 million bushels for the week ending June 20. Analyst also expect USDA to report another 75,000 to 350,000 metric tons of soybean sales last week, plus another 5,000 to 25,000 MT of soyoil sales. Canadian farmers are expected to plant 21.0 million acres of canola this year, according to Statistics Canada. That total is 8.2% below last year's tally - in large part, due to large global stocks and limited access to China. Canadian soybean acres are also down 9.6% from a year ago, landing at 5.7 million acres.

Farmers reporting to Feedback From The Field say they're opting for prevent plant on soybeans rather than face lower yields and higher costs from continuing. But some are still trying, particularly those who planned to double crop, anyway. Click here to read the latest farmer anecdotes and view our interactive map.

Preliminary volume estimates were for 202,707 contracts, dropping 43% below Tuesday's final count of 358,332.

### South African Futures Exchange

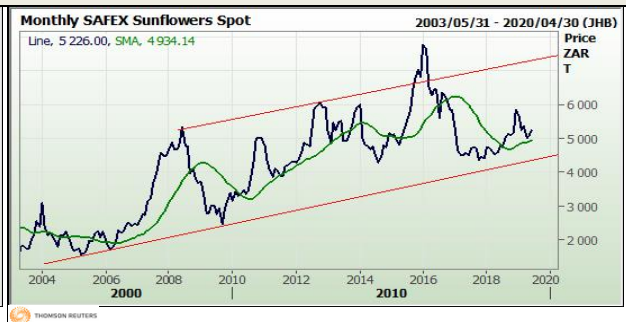
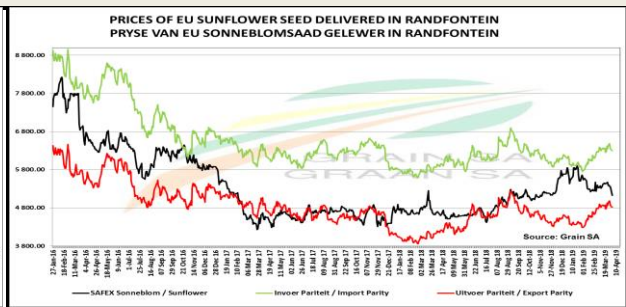
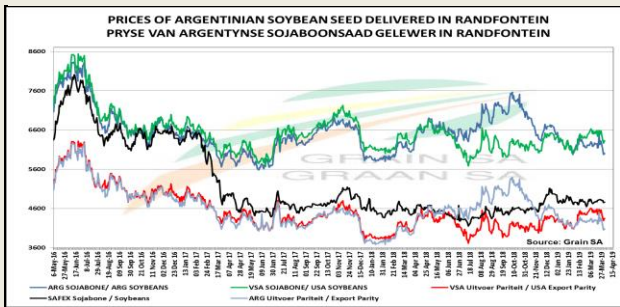
Soybean Future			
	MTM	Vols	Market Price
Dec 2018			
Mar 2019			
May 2019			
Jul 2019	R 5 381.00	15%	R 5 381.00
Sep 2019	R 5 476.00	0%	R 5 476.00
Dec 2019	R 5 600.00	14%	R 5 600.00
Jul 2019	R 5 381.00	15%	R 5 381.00

Sunflower Seeds Future		
	MTM	Vols
Dec 2018		
Mar 2019		
May 2019		
Jul 2019	R 5 226.00	17.25%
Sep 2019	R 5 380.00	0%
Dec 2019	R 5 485.00	16%
Jul 2019	R 5 226.00	17.25%



The local Soya market traded mixed yesterday. The local Jul'19 Soya contract ended R11.00 up while Sep'19 Soya closed unchanged. The parity move for the Jul'19 Soya contract for yesterday was R54.00 negative.

The local Suns market closed mixed yesterday. The local Jul'19 Suns contract closed unchanged while Sep'19 Suns closed R25.00 higher.



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