



Fundamental Report

28 June 2019

Financial Markets

Currencies

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
USDollar/Rand		The record	#VALUE!	#VALUE!
Euro/Rand	16.1215	16.0992	-0.0223	-0.14%
GBPound/Rand	18.0170	17.9479	-0.0691	-0.38%
AusDollar/Rand	9.9114	9.9253	0.0139	0.14%
Euro/USDollar	1.1373	1.1365	-0.0008	-0.07%
GBPound/USDollar	1.2710	1.2671	-0.0039	-0.31%
AusDollar/USDollar	0.6993	0.7008	0.0015	0.21%
JpyYen/USDollar	107.8100	107.6200	-0.1900	-0.18%

BDLive - The JSE closed lower on Thursday, with platinum miners and banks faring worst.

The prolonged US-China trade war continues to drive sentiment in global markets, with a meeting set to take place between the two countries at the G20 summit this weekend. Markets are closely monitoring the events leading up to the meeting amid uncertainty that the two economic superpowers will put an end to their dispute. The Chinese government said on Thursday that the US needs to lift sanctions against Chinese telecoms company Huawei, which was blacklisted from the US market last month.

Despite expressing optimism that a trade deal could be reached, US President Donald Trump has also said the US could add more tariffs against China if the two countries are unable to find common ground.

Expectations of the possible truce boosted the rand, which reached a best level of R14.13/\$ in intra-day trade. At 5.20pm, the rand had strengthened 0.47% to R14.1588/\$, 0.49% to R16.0945/€, and 0.58% to R17.9402/£. The euro was



Commodities

	Last	Value Change	% Change
Platinum	814.68	3.18	0.39%
Gold	1418.96	9.68	0.68%
Silver	15.29	0.03	0.21%
Copper	2.71	0.00	-0.07%
Gasoil	593.75	-0.25	-0.04%
Brent Oil	66.28	-0.27	-0.41%

BDLive - Bengaluru — Gold prices were little changed on Thursday following a steep fall in the previous session, as investors waited on any Sino-US trade developments later this week, while bulls rolled back hopes of big US interest rate cuts. Spot gold was down 0.1% at \$1,417.25/oz at 3.50am GMT.

Prices fell more than 1% in the previous session after US Federal Reserve officials dented expectations of aggressive interest rate cuts. US gold futures were 0.3% lower at \$1,411/oz.

"There appears to be some fatigue around preannouncements on the trade issues ... If we don't see any sort of agreement, then we can see support for gold coming back, but in the meantime that modulation is expected to weigh on gold prices," said Michael McCarthy, chief market strategist at CMC Markets. "This looks like a corrective action at the moment," he said, adding that a slight uptick in the US dollar is also pressuring gold prices.



Financials

	Current Bid	Value Change	% Change
JSE TOP 40	52056.36	0.00	0.00%
ALSI	52075.00	0.00	0.00%
S&P 500	2913.78	11.14	0.38%
FTSE	7416.39	-14.06	-0.19%
CAC	5493.61	0.00	0.00%
DAX	12271.03	0.00	0.00%
Hang Seng	28621.42	-155.57	-0.54%

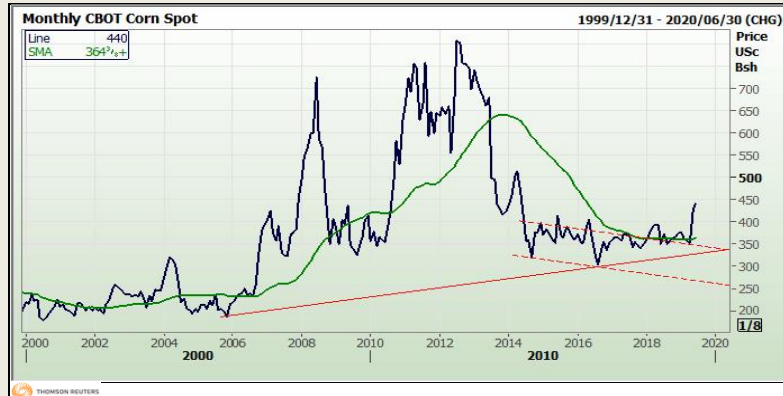


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Corn / Maize Market

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	443.00	440.00	-3.25	-3.00	440.00	0.00	-3.00
SEP 2019	449.00	445.75	-3.75	-3.25	445.75	0.00	-3.25
DEC 2019	454.00	451.00	-3.50	-3.00	451.75	0.75	-2.25
MAR 2010	459.00	456.75	-2.75	-2.25	457.50	0.75	-1.50
MAY 2010	461.00	458.00	-3.00	-3.00	458.75	0.75	-2.25



FarmFutures - Corn prices fell moderately on some technical maneuvering ahead of tomorrow morning's annual acreage report from USDA. Analysts expect the agency to significantly downgrade corn numbers but disagree where exactly the data may land. Drier forecasted weather this coming week is creating additional headwinds. July futures fell 3.25 cents to \$4.40, with September futures down 3.75 cents to \$4.4575.

Corn basis bids were mostly steady to narrowly mixed Thursday, with the big exception coming from an Ohio elevator, which tumbled 16 cents lower today.

Corn export sales struggled last week after accumulating just 11.6 million bushels in old crop sales plus another 4.3 million bushels of new crop sales for a total of 15.9 million bushels. That was fractionally higher than the prior week's tally of 15.7 million bushels but below trade estimates of 19.7 million bushels.

Corn export shipments fared better after reaching 27.4 million bushels last week. Mexico is the No. 1 destination for U.S. corn export commitments in 2018/19, with 31% of the total.

The International Grains Council substantially lowered its assessment for U.S. corn production from a prior forecast of 14.267 billion bushels down to 13.129 billion bushels. IGC anticipates a moderate decline in global 2019/20 stocks, falling to 1.669 billion bushels.

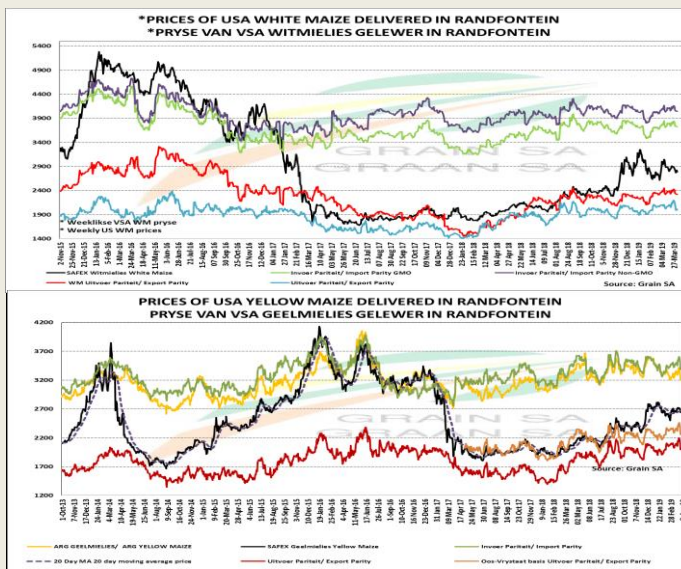
China sold 52.6 million bushels of state reserves of corn at auction today, which was 33.6% of the total available for sale.

Preliminary volume estimates were for 317,717 contracts, sliding 35% below Wednesday's final count of 492,141.

South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
White Maize Future				
Dec 2018				
Mar 2019				
May 2019				
Jul 2019	R 2 888.00	31.5%		R 2 888.00
Sep 2019	R 2 943.00	25%		R 2 943.00
Dec 2019	R 3 027.00	28%		R 3 027.00
Jul 2019	R 2 888.00	31.5%		R 2 888.00
Yellow Maize Future				
Dec 2018				
Mar 2019				
May 2019				
Jul 2019	R 2 837.00	26.5%		R 2 837.00
Sep 2019	R 2 894.00	21.5%		R 2 894.00
Dec 2019	R 2 971.00	21.5%		R 2 971.00
Jul 2019	R 2 837.00	26.5%		R 2 837.00

The local Maize market traded higher yesterday. The local Jul'19 WMAZ contract ended R37.00 up and Jul'19 YMAZ closed R13.00 higher. The Sep'19 WMAZ closed higher by R34.00 and Sep'19 YMAZ ended R20.00 up. The parity move for the Jul'19 Maize contract for yesterday was R13.00 negative.



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Wheat Market

Chicago Board of Trade and Kansas Board of Trade

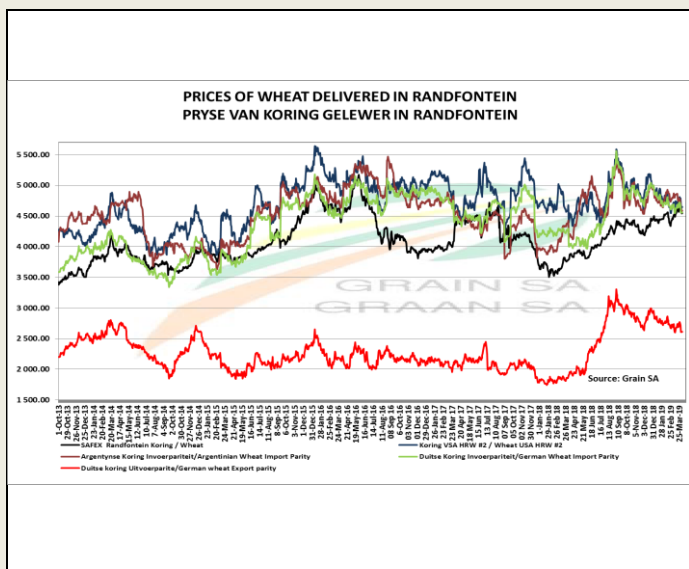
CBOT Wheat								KBOT Wheat							
Month	Yesterday 12pm	Main Session Close	Main Session Change	Main Session Change from 12pm	Current Overnight	Overnight Change from Main Session	Overnight Change from 12pm	Month	Yesterday 12pm	Main Session Close	Main Session Change	Main Session Change from 12pm	Current Overnight	Overnight Change from Main Session	Overnight Change from 12pm
JUL 2019	551.00	547.50	3.75	-3.50	547.75	0.25	-3.25	JUL 2019	475.00	468.00	-1.00	-7.00	467.25	-0.75	-7.75
SEP 2019	553.00	546.75	0.25	-6.25	545.50	-1.25	-7.50	SEP 2019	489.00	481.50	-0.50	-7.50	480.50	-1.00	-8.50
DEC 2019	561.00	556.75	0.50	-4.25	555.25	-1.50	-5.75	DEC 2019	509.00	503.25	-0.50	-5.75	502.25	-1.00	-6.75
MAR 2010	569.00	565.75	0.50	-3.25	564.25	-1.50	-4.75	MAR 2010	528.00	523.00	0.25	-5.00	522.50	-0.50	-5.50
MAY 2010	571.00	567.00	0.25	-4.00	565.75	-1.25	-5.25	MAY 2010	539.00	534.00	0.25	-5.00	0.00	-534.00	-539.00



FarmFutures - Wheat prices were mixed but mostly higher, with some contracts taking small losses on some technical selling prompted by improving U.S. harvest weather. July Chicago SRW futures firmed 3.75 cents to \$5.4750, July Kansas City HRW futures fell 1.25 cents to \$4.6775, and July MGEX spring wheat futures climbed 1.25 cents to \$5.4775. Total new crop sales for wheat reached 22.5 million bushels for the week ending June 20, moving significantly higher than the prior week's tally of 6.9 million bushels and nearly doubling trade estimates of 12.9 million bushels. Wheat export shipments found 15.5 million bushels last week. The Philippines, unknown destinations and Mexico lead all destinations for the young 2019/20 marketing year, accounting for 12% of the total each. With improved production potential in India, the European Union and Ukraine, the International Grains Council upwardly revised its 2019/20 world wheat production estimates to 28.256 billion bushels. According to the Buenos Aires Grains Exchange, Argentina's wheat farmers are planting an estimated 16.309 million acres for 2019/20, up 3.1% from the group's previous estimates. The Philippines purchased 3.5 million bushels of feed wheat in a tender that closed yesterday. The grain is likely sourced from the Black Sea region and is for shipment in late July. Saudi Arabia issued an international tender to buy 26.3 million bushels of wheat in a series of 12 consignments for delivery starting in September. The deadline for bids is Friday.

South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
Bread Milling Wheat				
Dec 2018				
Mar 2019				
May 2019				
Jul 2019	R 4 467.00	12%		R 4 467.00
Sep 2019	R 4 469.00	0%		R 4 469.00
Dec 2019	R 4 400.00	12.5%		R 4 400.00
Jul 2019	R 4 467.00	12%		R 4 467.00
Cape Wheat				
Dec 2018				
Mar 2019				
May 2019				
Jul 2019				
Sep 2019				
Dec 2019				
Jul 2019				



The local Wheat market closed lower yesterday. The local Jul'19 Wheat contract closed R21.00 down and Sep'19 Wheat closed R13.00 lower. The parity move for the Jul'19 Wheat contract for yesterday was R20.00 negative.



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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	894.00	887.75	-6.50	-6.25	889.00	1.25	-5.00
AUG 2019	899.00	893.75	-6.00	-5.25	896.75	3.00	-2.25
SEP 2019	906.00	900.00	-6.00	-6.00	903.00	3.00	-3.00
NOV 2019	918.00	912.25	-6.00	-5.75	914.75	2.50	-3.25
JAN 2010	930.00	923.75	-6.25	-6.25	926.25	2.50	-3.75

CBOT Soybean Meal		
Month	Main Session Close	Current Overnight
JUL 2019	312.2	311.20
AUG 2019	313.2	313.10
SEP 2019	314.8	315.20
OCT 2019	316.5	317.10
DEC 2019	320	320.90

CBOT Soybean Oil		
Month	Main Session Close	Current Overnight
JUL 2019	27.81	27.85
AUG 2019	27.93	27.93
SEP 2019	28.04	28.10
OCT 2019	28.16	28.20
DEC 2019	28.41	28.42



FarmFutures - Soybean prices also trended moderately lower Thursday on positioning ahead of tomorrow's highly anticipated USDA acreage report. July futures dropped 6.5 cents to \$8.8775, with August futures down 6 cents to \$8.9375.

Soybean basis bids were steady to mixed Thursday, rising 5 cents at an Illinois processor and 3 cents at an Iowa river terminal but slipping a penny lower at an Ohio river terminal today. Bids were unchanged elsewhere across the central U.S.

Soybean export sales struggled last week, in contrast, gathering 6.2 million bushels in old crop sales plus another 11.7 million bushels in new crop sales for a total of 17.9 million bushels. Totals fell behind the prior week's tally of 28.4 million bushels and trade estimates of 20.2 million bushels.

Soybean export shipments were for 26.6 million bushels. As the 2018/19 marketing year winds down, China leads all destinations, accounting for 29% of the total. The International Grains Council made moderate downgrades to its global soybean production estimates, due largely to falling U.S. yield potential, landing at 12.824 billion bushels.

Preliminary volume estimates were for 189,988 contracts, dropping nearly 35% below Wednesday's final count of 301,878.

South African Futures Exchange

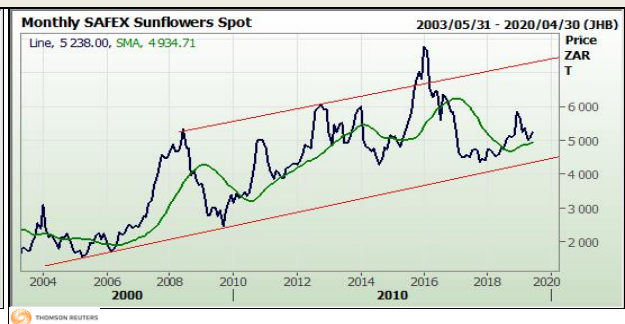
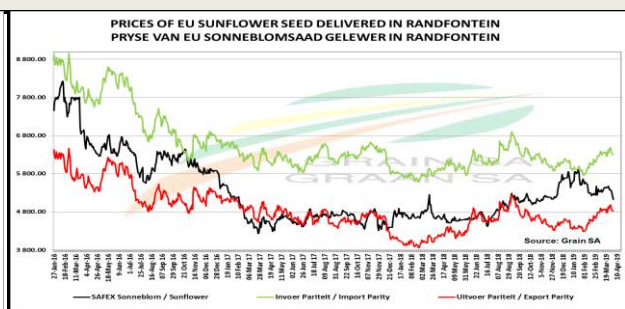
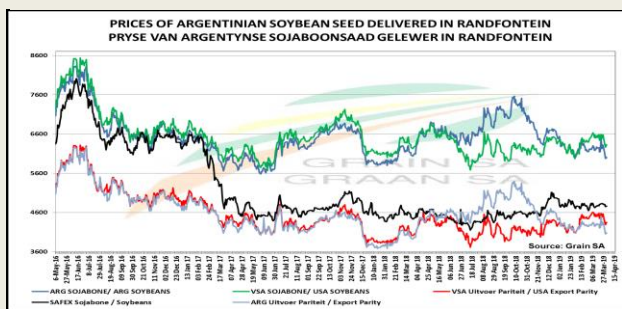
Soybean Future				
	MTM	Vols	Parity Change	Market Price
Dec 2018				
Mar 2019				
May 2019				
Jul 2019	R 5 356.00	15%		R 5 356.00
Sep 2019	R 5 456.00	0%		R 5 456.00
Dec 2019	R 5 577.00	14%		R 5 577.00
Jul 2019	R 5 356.00	15%		R 5 356.00

Sunflower Seeds Future		
	MTM	Vols
Dec 2018		
Mar 2019		
May 2019		
Jul 2019	R 5 238.00	17.25%
Sep 2019	R 5 405.00	0%
Dec 2019	R 5 511.00	16%
Jul 2019	R 5 238.00	17.25%



The local Soya market traded lower yesterday. The local Jul'19 Soya contract ended R25.00 down and Sep'19 Soya closed R20.00 lower. The parity move for the Jul'19 Soya contract for yesterday was R26.00 negative.

The local Suns market closed higher yesterday. The local Jul'19 Suns contract closed R12.00 up and Sep'19 Suns closed R25.00 higher.



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