



**Fundamental Report**  
**02 July 2019**

## Financial Markets

### Currencies

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
<b>USDollar/Rand</b>		The record	#VALUE!	#VALUE!
Euro/Rand	16.0295	15.9705	-0.0590	-0.37%
GBPound/Rand	17.9000	17.8838	-0.0162	-0.09%
AusDollar/Rand	9.9049	9.8751	-0.0298	-0.30%
Euro/USDollar	1.1323	1.1279	-0.0044	-0.39%
GBPound/USDollar	1.2643	1.2638	-0.0005	-0.04%
AusDollar/USDollar	0.6996	0.6976	-0.0020	-0.29%
JpyYen/USDollar	108.2800	108.4200	0.1400	0.13%

BDLive - The JSE started off the new month firmer, after a trade truce between the US and China lifted sentiment. However, risk-on trade had gold miners set for their worst day since March 29.

The two economic superpowers agreed to resume trade negotiations following a meeting at the G20 summit in Osaka, Japan on Saturday. As part of the agreement, US President Donald Trump and Chinese President Xi Jinping agreed to pause the imposition of more tariffs and to ease the ban on Chinese telecoms company Huawei, after it was blacklisted in the US market in May. The Shanghai composite had earlier gained 2.22% while the Japanese Nikkei 225 had fallen 0.29%. The Hong Kong Hang Seng was closed for a public holiday. By 10am, the JSE had gained 0.69% to 58,608.10 points, after concluding its best month in more than a year on Friday. The top 40 was up 0.83%. Banks and financials had gained 1.67% and 1.2%, respectively. Gold miners had slumped 5.86% in intraday trade, set for their worst day since March. Spot gold — a safe-haven asset — lost ground following progress in the US-China trade dispute. Gold had fallen below \$1,400/oz on Monday morning after reaching its highest level in six years last week.

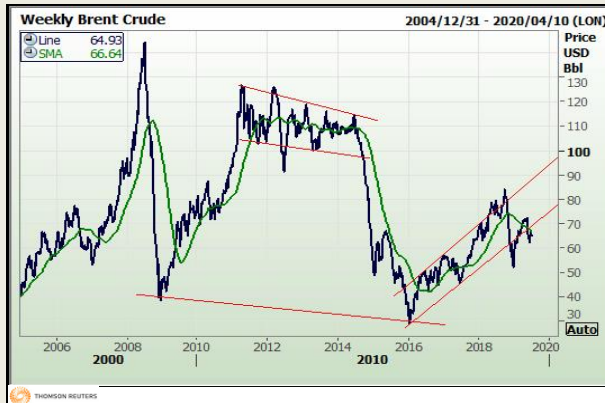


### Commodities

	Last	Value Change	% Change
Platinum	832.76	2.76	0.33%
Gold	1388.13	4.07	0.29%
Silver	15.17	0.03	0.22%
Copper	2.69	0.00	0.04%
Gasoil	590.75	0.25	0.04%
Brent Oil	64.90	-0.16	-0.25%

BDLive - Bengaluru — Gold prices fell as much as 2% on Monday as the dollar rallied after the US and China agreed to restart trade talks, boosting investor appetite for riskier assets and taking the fizz out of the precious metal's recent rally. Spot gold was down 1.3% at \$1,391 and ounce as of 11.42am GMT, after falling to its lowest since June 20 at \$1,381.51. US gold futures dropped 1.3% to \$1,394.60.

"The news that the US and China agreed to restart trade talks helped some of the risk sentiment in the market. The dollar and bond yields are higher this morning. That's forced some long liquidation and profit-taking in the market," said Saxo Bank analyst Ole Hansen. The US and China agreed on Saturday to resume trade negotiations after President Donald Trump offered concessions to his Chinese counterpart Xi Jinping when the two met at the sidelines of the G20 summit in Japan. The dollar index jumped to a more than one-week high, making non-interest bearing gold more expensive for holders of other currencies.



### Financials

	Current Bid	Value Change	% Change
JSE TOP 40	52464.75	0.00	0.00%
ALSI	52679.00	0.00	0.00%
S&P 500	2941.76	22.57	0.77%
FTSE	7425.63	71.87	0.97%
CAC	5567.91	0.00	0.00%
DAX	12521.38	0.00	0.00%
Hang Seng	28542.62	362.38	1.27%



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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	423.00	412.00	-8.25	-11.00	412.75	0.75	-10.25
SEP 2019	427.00	415.50	-9.25	-11.50	417.00	1.50	-10.00
DEC 2019	433.00	422.50	-9.00	-10.50	424.00	1.50	-9.00
MAR 2010	441.00	431.75	-7.75	-9.25	433.50	1.75	-7.50
MAY 2010	445.00	436.00	-7.00	-9.00	437.75	1.75	-7.25

FarmFutures - Corn prices took on another round of heavy losses Monday on higher-than-expected acres reported by USDA, along with improving weather forecasts this coming week. July futures fell 8.25 cents to \$4.12, with September futures down 9.25 cents to \$4.1550.

Corn basis bids were mixed on uneven demand across the central U.S., picking up as much as 7 cents at an Illinois ethanol plant but sliding as much as 10 cents lower at an Ohio elevator today.

Analysts expect USDA to firm its corn crop ratings by a point when it releases its next crop progress report later today, moving to 57% in good-to-excellent condition.

Corn export inspections slumped to 10.7 million bushels for the week ending June 27, down from the prior week's tally of 24.3 million bushels. That also fell moderately below trade estimates ranging between 19 million and 31 million bushels. Mexico accounted for more than half of the total, with 6.6 million bushels.

Ukraine consultancy APK-Inform expects the country's 2019 corn production to ease slightly, at an estimated 1.370 billion bushels. Exports are also expected to slide this year, reaching 1.043 billion bushels.

Brazil tallied 53.9 million bushels in corn exports last month, moving moderately higher than May and significantly higher year-over-year. Brazil also exported 44.751 million gallons of ethanol in June.

Russian corn exports in June continue to be slow but are expected to reach a three-month high at 9.8 million bushels according to the country's SovEcon consultancy.

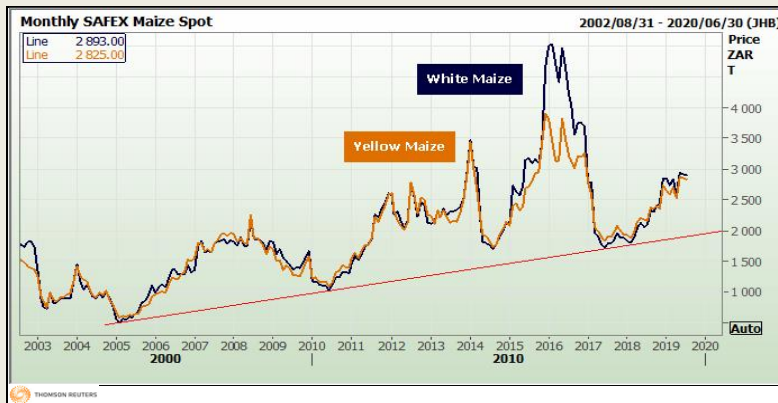
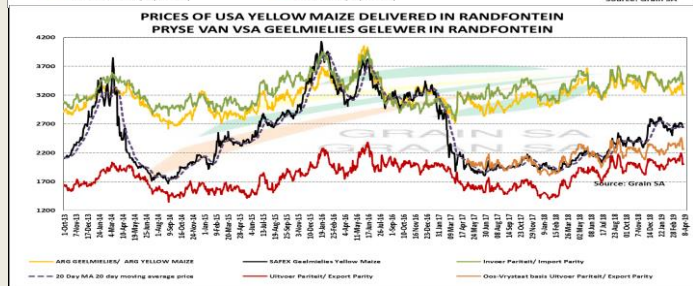
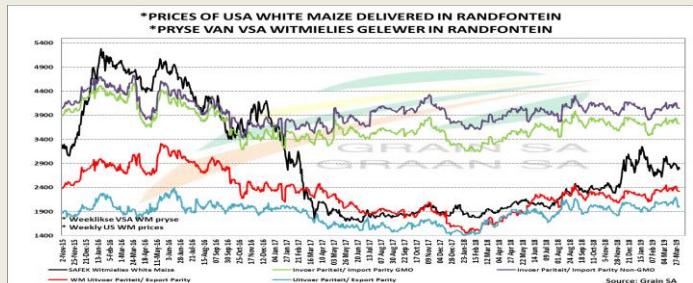
Preliminary volume estimates were for 491,222 contracts, falling 48% below Friday's final count of 947,356.



## South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>White Maize Future</b>				
Dec 2018				
Mar 2019				
May 2019				
Jul 2019	R 2 893.00	31.5%		R 2 893.00
Sep 2019	R 2 940.00	25%		R 2 940.00
Dec 2019	R 3 030.00	28%		R 3 030.00
Jul 2019	R 2 893.00	31.5%		R 2 893.00
<b>Yellow Maize Future</b>				
Dec 2018				
Mar 2019				
May 2019				
Jul 2019	R 2 825.00	26.5%		R 2 825.00
Sep 2019	R 2 875.00	21.5%		R 2 875.00
Dec 2019	R 2 954.00	22.5%		R 2 954.00
Jul 2019	R 2 825.00	26.5%		R 2 825.00

The local Maize market traded lower yesterday. The local Jul'19 WMAZ contract ended R25.00 down and Jul'19 YMAZ closed R30.00 lower. The Sep'19 WMAZ closed lower by R23.00 and Sep'19 YMAZ ended R37.00 down. The parity move for the Jul'19 Maize contract for yesterday was R57.00 negative.



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## Wheat Market

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

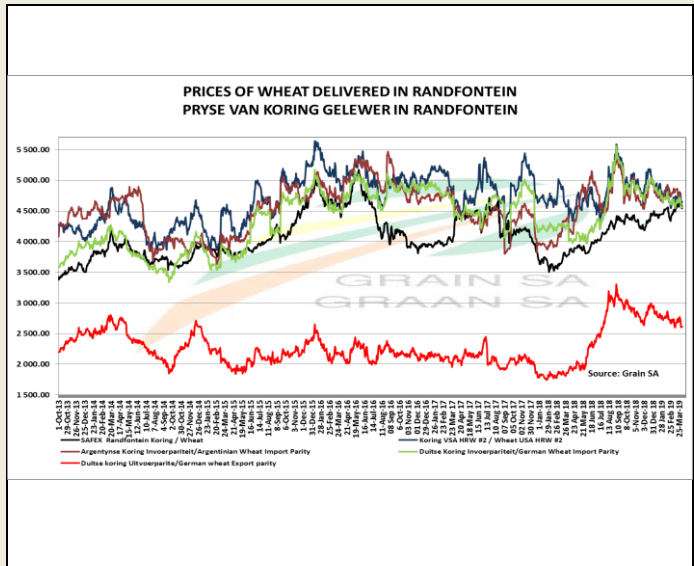
CBOT Wheat								KBOT Wheat							
Month	Yesterday 12pm	Main Session Close	Main Session Change	Main Session Change from 12pm	Current Overnight	Overnight Change from Main Session	Overnight Change from 12pm	Month	Yesterday 12pm	Main Session Close	Main Session Change	Main Session Change from 12pm	Current Overnight	Overnight Change from Main Session	Overnight Change from 12pm
JUL 2019	532.00	514.00	-14.00	-18.00	514.50	0.50	-17.50	JUL 2019	452.00	434.75	-16.75	-17.25	437.50	2.75	-14.50
SEP 2019	526.00	511.75	-15.50	-14.25	513.25	1.50	-12.75	SEP 2019	460.00	444.00	-17.50	-16.00	445.50	1.50	-14.50
DEC 2019	537.00	524.25	-14.25	-12.75	525.50	1.25	-11.50	DEC 2019	483.00	467.00	-17.50	-16.00	468.75	1.75	-14.25
MAR 2010	547.00	536.00	-12.75	-11.00	536.75	0.75	-10.25	MAR 2010	502.00	488.25	-16.75	-13.75	490.50	2.25	-11.50
MAY 2010	552.00	541.75	-9.75	-10.25	543.00	1.25	-9.00	MAY 2010	514.00	500.50	-16.00	-13.50	501.00	0.50	-13.00



FarmFutures - Wheat prices were slashed by expectations of an accelerated harvest pace this past week, coupled with spillover weakness from corn. July Chicago SRW futures fell 14 cents to \$5.14, July Kansas City HRW futures lost 17 cents to \$4.3450, and July MGEX spring wheat futures dropped 11 cents to \$5.3925. Analysts expect USDA will report that winter wheat harvest progress doubled last week, moving from 15% complete to 30%. Crop quality is expected to remain steady, with 61% in good-to-excellent condition. Wheat export inspections were the bright spot in the latest USDA data, with 22.4 million bushels. That was moderately higher than the prior week's tally of 15.9 million bushels and above trade expectations that ranged between 11 million and 18 million bushels. Nigeria led all destinations, with 5.7 million bushels. Ukraine consultancy APK-Inform expects the country's wheat exports for 2019 could see a small year-over-year bump, reaching an estimated 944 million bushels. Saudi Arabia plans to import 26.8 million bushels of wheat between September and November to maintain its domestic needs and strategic stockpile. Russia's 2019 wheat harvest has begun, with 2.965 million acres finished so far. Yields are coming in slightly higher year-over-year, at 65.1 bushels per acre. The country's wheat exports remain sluggish, meantime, with June totals barely expected to surpass May's marketing-year low, at around 36.7 million bushels.

### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>Bread Milling Wheat</b>				
Dec 2018				
Mar 2019				
May 2019				
Jul 2019	R 4 500.00	12%		R 4 500.00
Sep 2019	R 4 467.00	0%		R 4 467.00
Dec 2019	R 4 410.00	12.5%		R 4 410.00
Jul 2019	R 4 500.00	12%		R 4 500.00
<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 R15.00 up while Sep'19 Wheat closed R13.00 lower. The parity move for the Jul'19 Wheat contract for yesterday was R89.00 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
JUL 2019	906.00	885.50	-14.25	-20.50	887.25	1.75
AUG 2019	910.00	889.75	-14.75	-20.25	891.00	1.25
SEP 2019	916.00	896.25	-14.75	-19.75	897.25	1.00
NOV 2019	928.00	908.50	-14.50	-19.50	909.50	1.00
JAN 2010	939.00	920.75	-13.75	-18.25	921.25	0.50

CBOT Soybean Meal		
Month	Main Session Close	Current Overnight
JUL 2019	304.8	304.70
AUG 2019	307.2	307.10
SEP 2019	309.1	308.50
OCT 2019	311	311.00
DEC 2019	314.6	314.40

CBOT Soybean Oil		
Month	Main Session Close	Current Overnight
JUL 2019	27.98	0.00
AUG 2019	28.13	28.28
SEP 2019	28.25	28.39
OCT 2019	28.37	28.53
DEC 2019	28.59	28.72



FarmFutures - Soybean prices fell double digits to start the week, on the heels of improving weather forecasts across the Midwest and Plains. July futures tumbled 14.25 cents to \$8.8550, with August futures dropping 14.75 cents to \$8.8975. Soybean basis bids were widely mixed across the central U.S. Monday, falling as much as 12 cents lower at an Ohio elevator and moving as much as 10 cents higher at an Iowa processor today. Ahead of this afternoon's latest crop progress report from USDA, analysts expect the agency to show 56% of the 2019 U.S. soybean crop is in good-to-excellent condition, up from 54% a week ago. Analysts also anticipate USDA will report 93% of the crop is now planted, up from 85% a week ago but down from the 99% five-year average.

Soybean export inspections of 26.4 million bushels were just slightly behind the prior week's pace of 26.9 million bushels and on the high end of trade estimates that ranged between 16 million and 27 million bushels, however. Cumulative totals for the 2018/19 marketing year reached 1.364 billion bushels, down 24% from last year's pace. China topped all destinations last week, with 14.6 million bushels.

Brazil's soybean exports in June topped 333 million bushels, trending moderately below the country's efforts the month prior. Brazil also exported 1.53 million metric tons of soy meal, plus another 140,230 MT of soy oil last month.

Preliminary volume estimates were for 173,557 contracts, falling moderately below Friday's final count of 259,205.

### South African Futures Exchange

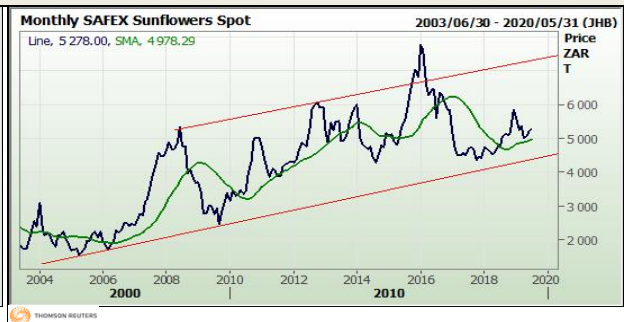
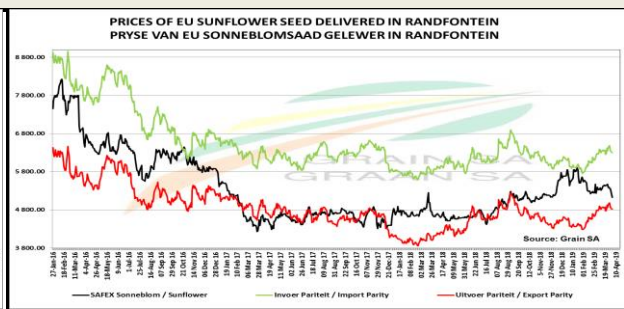
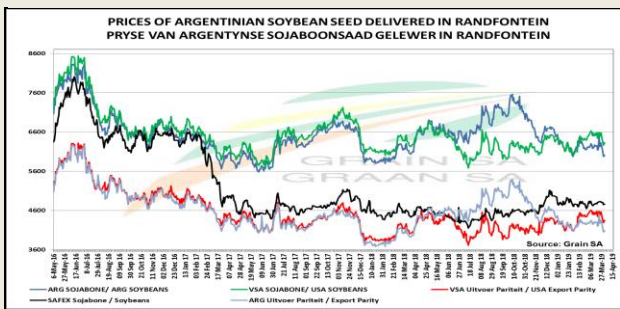
Soybean Future				
	MTM	Vols	Parity Change	Market Price
Dec 2018				
Mar 2019				
May 2019				
Jul 2019	R 5 420.00	15%		R 5 420.00
Sep 2019	R 5 502.00	0%		R 5 502.00
Dec 2019	R 5 578.00	14%		R 5 578.00
Jul 2019	R 5 420.00	15%		R 5 420.00

Sunflower Seeds Future			
	MTM	Vols	
Dec 2018			
Mar 2019			
May 2019			
Jul 2019	R 5 278.00	17.25%	
Sep 2019	R 5 444.00	0%	
Dec 2019	R 5 540.00	16%	
Jul 2019	R 5 278.00	17.25%	



The local Soya market traded higher yesterday. The local Jul'19 Soya contract ended R72.00 up and Sep'19 Soya closed R50.00 higher. The parity move for the Jul'19 Soya contract for yesterday was R92.00 negative.

The local Suns market closed higher yesterday. The local Jul'19 Suns contract closed R58.00 up and Sep'19 Suns closed R55.00 higher.



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