



Fundamental Report
11 September 2019

Financial Markets

Currencies

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
USDollar/Rand	14.7012	14.6535	-0.0477	-0.32%
Euro/Rand	16.2360	16.1527	-0.0833	-0.51%
GBPound/Rand	18.1057	18.0785	-0.0272	-0.15%
AusDollar/Rand	10.0821	10.0473	-0.0348	-0.35%
Euro/USDollar	1.1045	1.1047	0.0002	0.02%
GBPound/USDollar	1.2320	1.2364	0.0044	0.36%
AusDollar/USDollar	0.6858	0.6875	0.0017	0.25%
JpyYen/USDollar	107.2900	107.7900	0.5000	0.47%

BDLive - The rand was stronger on Tuesday afternoon in a third day of gains amid a mild reversal in global risk sentiment. Emerging-market currencies have had a slight reprieve as no new threats on tariffs have been made in the US-China trade war. Also, looser monetary policy in major economies has been mooted amid mounting global growth concerns, lifting sentiment. "We are seeing a moderate risk reversal as risk appetite improves and US [stock] markets are approaching high levels again. The risk reversal comes from the fact that we have not seen anything new, as far as the US-China trade war is concerned," senior market analyst at Oanda Craig Erlam said. "Talks of stimulus efforts could be aiding the push in emerging-market currencies but I do not think its responsible for the broader risk appetite that we have seen," Erlam said. Both rates cuts and stimulus in developed markets benefit SA, as when there is more money in the global system, the hunt for higher returns becomes more earnest, with investors prepared to take on a little more risk for those better returns.

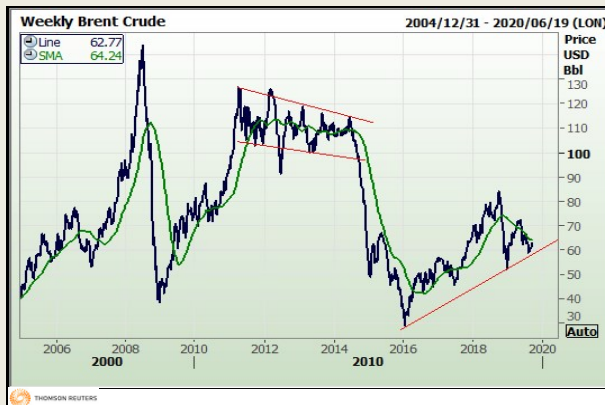
The European Central Bank is expected to announce its decision on monetary policy on Thursday.



Commodities

	Last	Value Change	% Change
Platinum	937.40	7.15	0.76%
Gold	1493.70	8.20	0.55%
Silver	18.20	0.19	1.05%
Copper	2.63	0.00	0.08%
Gasoil	593.75	-7.00	-1.18%
Brent Oil	62.71	0.33	0.53%

BDLive - Bengaluru — Gold dropped to a near one-month low on Tuesday to hold below the key \$1,500 level, hit by a stronger dollar and an improved appetite for riskier assets supported by the hope of global economic stimulus. Spot gold was down 0.3% at \$1,494.04/oz as of 11.26am GMT, after hitting its lowest level since August 13, at \$1,486, earlier in the session. US gold futures slipped 0.6% to \$1,501.90/oz. "More recently, we've had quite a broad improvement in risk appetite — the US stock markets are now little shy away from record highs — that is taking some of the edge off gold," Oanda senior market analyst Craig Erlam said, adding a stronger dollar was also pressuring the metal. Bullion prices have shed more than 4% or more than \$60 in less than a week, mainly hurt by a broader uptick in equity markets. Also, the dollar rose 0.2% on Tuesday, making gold more expensive for investors holding other currencies. Markets are looking out for Thursday's European Central Bank (ECB) meeting, which is widely expected to deliver a cut to interest rates. The US Federal Reserve is also widely expected to cut rates next week as policymakers race to battle risks of a global downturn.



Financials

	Current Bid	Value Change	% Change
JSE TOP 40	49484.56	0.00	0.00%
ALSI	49308.00	0.00	0.00%
S&P 500	2978.43	0.96	0.03%
FTSE	7235.81	32.14	0.44%
CAC	5593.21	0.00	0.00%
DAX	12268.71	0.00	0.00%
Hang Seng	26683.68	402.88	1.51%



DISCLAIMER: This report has been prepared by GroCapital Financial Services Pty Ltd, a wholly owned subsidiary of AFGRI Operations Limited is provided to you for information purposes only. GROCAPITAL AND AFGRI hereby certify that the views expressed in this report were obtained from sources which GROCAPITAL AND AFGRI consider to be reliable. GROCAPITAL AND AFGRI do not make any representations or give any guarantees or warranties, expressed or implied, as to the correctness, accuracy or completeness of the report. Neither GROCAPITAL AND AFGRI, nor any of their respective officers, directors, partners or employees, shall assume any liability for any losses arising from errors or omissions in the opinions, forecasts or information, irrespective of whether there has been any negligence by GroCapital and AFGRI, their affiliate, or their respective officers, directors, partners or employees, regardless of whether such damages were foreseen or unforeseen. The information contained in this report is confidential and may be subject to legal privilege. This report is not intended to not should it be taken to create any legal relations or contractual relations.

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
SEP 2019	344.00	348.50	7.75	4.50	349.75	1.25	5.75
DEC 2019	359.00	361.50	7.25	2.50	361.75	0.25	2.75
MAR 2010	372.00	374.50	7.25	2.50	374.75	0.25	2.75
MAY 2010	380.00	383.50	6.75	3.50	383.50	0.00	3.50
JUL 2010	388.00	390.75	6.50	2.75	390.75	0.00	2.75

FarmFutures - Corn prices bounced more than 2% higher Tuesday after USDA slashed crop quality ratings from 58% in good-to-excellent condition a week ago down to 55%. September futures gained 7.75 cents to \$3.4850, with December futures up 7.25 cents to \$3.6150. Corn basis bids were steady to firm across the central U.S. Tuesday, firming between 3 and 8 cents at several Midwestern elevators, processors and river terminals today.

Private exporters reported to USDA the sale of nearly 11.0 million bushels of corn for delivery to Mexico during the 2019/20 marketing year, which began September 1.

For the week ending September 8, USDA rated just 55% of the crop in good-to-excellent condition, down 3 points from a week ago. Another 31% of the crop is rated fair (up 2 points from last week), with the remaining 14% rated poor or very poor (up a point from last week). Yield potential fell nearly 2 bushels per acre based on those ratings, landing at an estimated 168.1 bpa.

Physiologically, USDA marked 89% at dough stage, 55% dented and 11% fully mature – all of which remain moderately behind their prior five-year averages.

Brazil's Conab slightly increased its estimates for the country's 2018/19 corn exports, now at 1.378 billion bushels. Conab also slightly raised Brazilian corn production estimates, now at 3.936 billion bushels.

South Korea purchased between 2.2 million and 2.7 million bushels of corn from optional origins in an international tender that closed earlier today. The grain is for arrival in February.

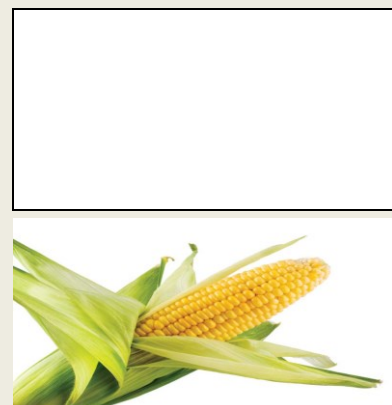
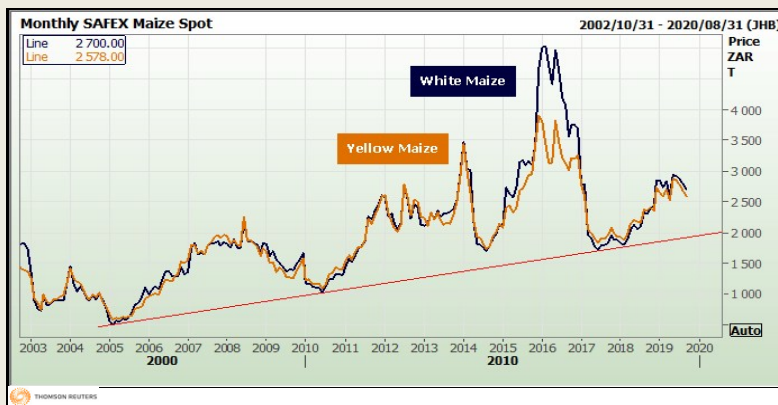
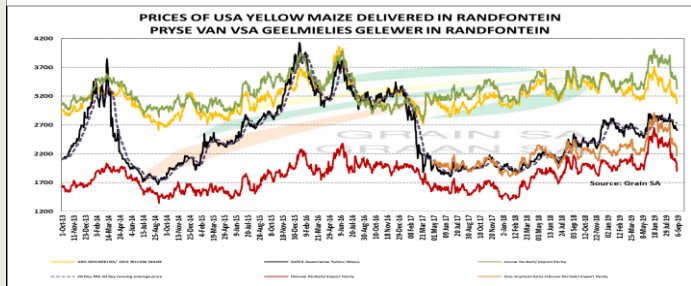
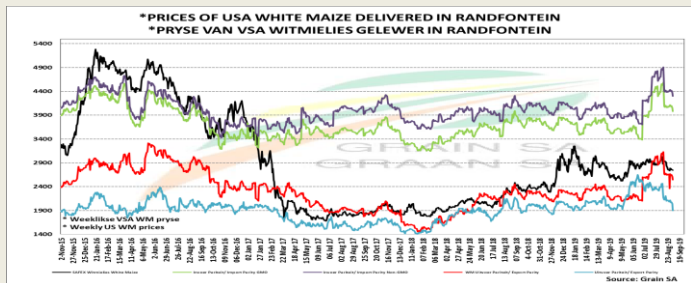
Preliminary volume estimates were for 252,353 contracts, trending slightly above Monday's final count of 243,173.



South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
White Maize Future				
Dec 2018				
Mar 2019				
May 2019				
Jul 2019				
Sep 2019	R 2,700.00	25%	R 26.71	R 2,726.71
Dec 2019	R 2,779.00	24.75%	R 9.12	R 2,788.12
Jul 2019				
Yellow Maize Future				
Dec 2018				
Mar 2019				
May 2019				
Jul 2019				
Sep 2019	R 2,578.00	20.5%	R 26.71	R 2,604.71
Dec 2019	R 2,643.00	20.5%	R 9.12	R 2,652.12
Jul 2019				

The local Maize market traded higher yesterday. The local Sep'19 WMAZ contract ended R66.00 up and Sep'19 YMAZ closed R54.00 higher. The Dec'19 WMAZ closed higher by R65.00 and Dec'19 YMAZ ended R48.00 up. The parity move for the Sep'19 Maize contract for yesterday was R12.00 positive.

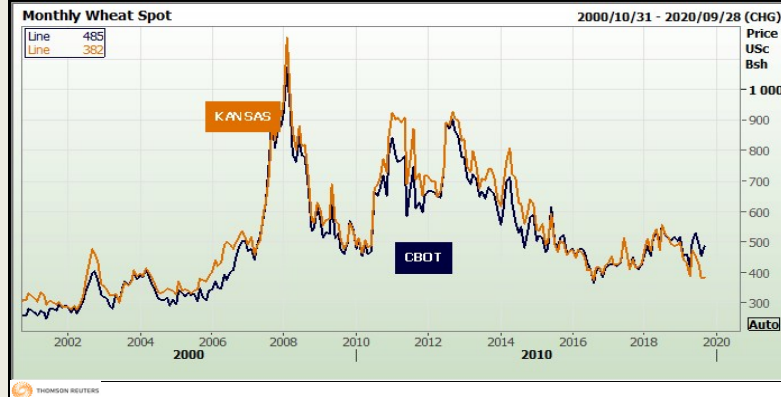


DISCLAIMER: This report has been prepared by GroCapital Financial Services Pty Ltd, a wholly owned subsidiary of AFGRI Operations Limitedis provided to you for information purposes only.GROCAPITAL AND AFGRI hereby certify that the views expressed in this report were obtained from sources which GROCAPITAL AND AFGRI consider to be reliable.GROCAPITAL AND AFGRI do not make any representations or give any guarantees or warranties, expressed or implied, as to the correctness, accuracy or completeness of the report.Neither GROCAPITAL AND AFGRI, nor any affiliate, nor any of their respective officers, directors, partners or employees, shall assume any liability for any losses arising from errors or omissions in the opinions, forecasts or information, irrespective of whether there has been any negligence by GroCapital and AFGRI, their affiliate, or their respective officers, directors, partners or employees, regardless of whether such damages were foreseen or unforeseen. The information contained in this report is confidential and may be subject to legal privilege. This report is not intended to not should it be taken to create any legal relations or contractual relations.

Wheat Market

Chicago Board of Trade and Kansas Board of Trade

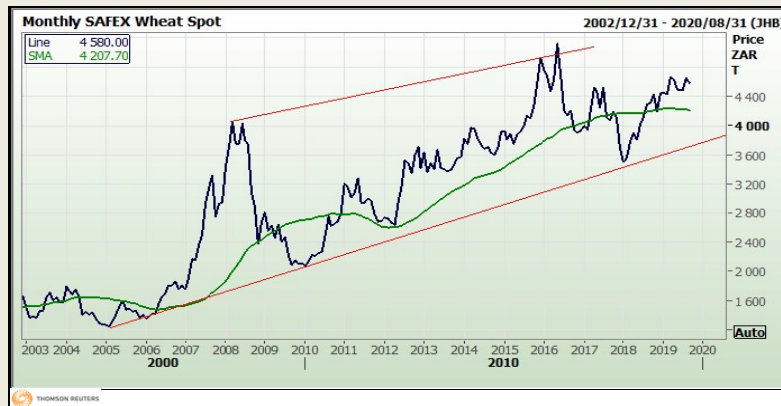
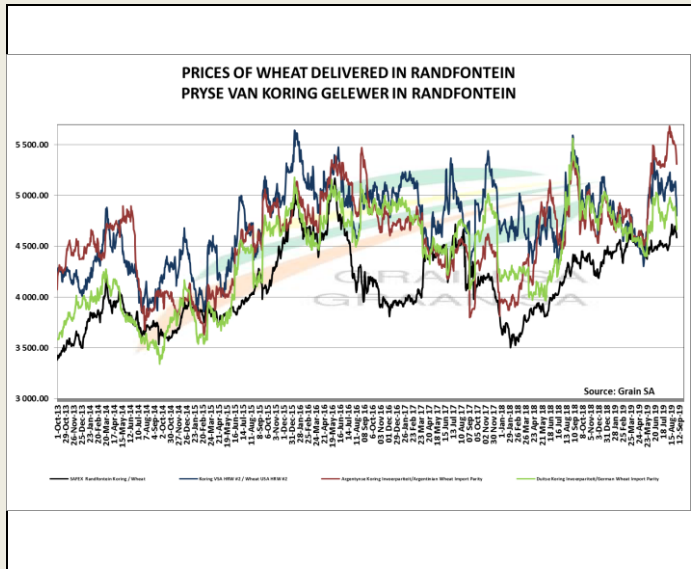
CBOT Wheat							KBOT Wheat								
Month	Yesterday 12pm	Main Session Close	Main Session Change	Main Session Change from 12pm	Current Overnight	Overnight Change from Main Session	Overnight Change from 12pm	Month	Yesterday 12pm	Main Session Close	Main Session Change	Main Session Change from 12pm	Current Overnight	Overnight Change from Main Session	Overnight Change from 12pm
SEP 2019	468.00	484.50	10.00	16.50	0.00	-484.50	-468.00	SEP 2019	375.00	382.00	2.00	7.00	0.00	-382.00	-375.00
DEC 2019	480.00	482.25	7.75	2.25	480.00	-2.25	0.00	DEC 2019	402.00	403.75	5.75	1.75	401.00	-2.75	-1.00
MAR 2010	484.00	487.50	8.50	3.50	485.50	-2.00	1.50	MAR 2010	415.00	417.50	5.50	2.50	414.75	-2.75	-0.25
MAY 2010	487.00	490.25	8.75	3.25	489.25	-1.00	2.25	MAY 2010	424.00	427.00	5.00	3.00	424.75	-2.25	0.75
JUL 2010	489.00	492.75	8.75	3.75	491.00	-1.75	2.00	JUL 2010	435.00	436.75	5.00	1.75	435.00	-1.75	0.00



FarmFutures - Wheat prices firmed moderately on a round of technical buying and short-covering Tuesday, further supported by spillover strength from rising corn prices. December Chicago SRW futures gained 10 cents to \$4.8450, December Kansas City HRW futures picked up 5.5 cents to \$4.0375, and December MGEX spring wheat futures added 7 cents to \$5.0375. Spring wheat harvest made a little more progress than expected last week, moving from 55% a week ago up to 71%. Analysts estimated harvest progress of 69%. That's still well below 2018's pace of 92% and a five-year average of 87%, however. France's farm ministry raised its estimates for this year's soft wheat production by 3.3% from a month ago to reach 1.450 billion bushels. If realized, that would be the country's second-largest wheat crop on record. South Korea has purchased 2.8 million bushels of wheat from the U.S. in two tenders that closed earlier today. The grain is for shipment starting in late December. Turkey made provisional purchases of 3.2 million bushels of durum wheat from optional origins in tenders that closed earlier today. The grain is for shipment starting the third week of September. Jordan purchased 2.2 million bushels of hard milling wheat from optional origins in an international tender that closed earlier today. Thailand issued an international tender to purchase 2.6 million bushels of milling wheat from optional origins that closes tomorrow. The grain is for shipment in December.

South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
Bread Milling Wheat				
Dec 2018				
Mar 2019				
May 2019				
Jul 2019				
Sep 2019	R 4,580.00	0%	#####	R 2,051.97
Dec 2019	R 4,549.00	12.5%	R -8.41	R 4,540.59
Jul 2019				
Cape Wheat				
Dec 2018				
Mar 2019				
May 2019				
Jul 2019				
Sep 2019				
Dec 2019				
Jul 2019				



The local Wheat market closed neutral to lower yesterday. The local Sep'19 Wheat contract closed R5.00 down and Dec'19 Wheat closed R6.00 lower. The parity move for the Sep'19 Wheat contract for yesterday was R84.00 positive.



DISCLAIMER: This report has been prepared by GroCapital Financial Services Pty Ltd, a wholly owned subsidiary of AFGRI Operations Limited is provided to you for information purposes only. GROCAPITAL AND AFGRI hereby certify that the views expressed in this report were obtained from sources which GROCAPITAL AND AFGRI consider to be reliable. GROCAPITAL AND AFGRI do not make any representations or give any guarantees or warranties, expressed or implied, as to the correctness, accuracy or completeness of the report. Neither GROCAPITAL AND AFGRI, nor any affiliate, nor any of their respective officers, directors, partners or employees, shall assume any liability for any losses arising from errors or omissions in the opinions, forecasts or information, irrespective of whether there has been any negligence by GroCapital and AFGRI, their affiliate, or their respective officers, directors, partners or employees, regardless of whether such damages were foreseen or unforeseen. The information contained in this report is confidential and may be subject to legal privilege. This report is not intended to not should it be taken to create any legal relations or contractual relations.

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
SEP 2019	847.00	859.25	14.25	12.25	0.00	-859.25
NOV 2019	862.00	872.00	14.25	10.00	870.50	-1.50
JAN 2010	876.00	885.75	13.75	9.75	883.75	-2.00
MAR 2010	890.00	899.00	13.25	9.00	897.75	-1.25
MAY 2010	901.00	910.75	12.75	9.75	909.25	-1.50

CBOT Soybean Meal		
Month	Main Session Close	Current Overnight
SEP 2019	292.9	0.00
OCT 2019	294.3	293.20
DEC 2019	298.1	297.00
JAN 2010	300	298.80
MAR 2010	303	301.90

CBOT Soybean Oil		
Month	Main Session Close	Current Overnight
SEP 2019	28.38	0.00
OCT 2019	28.35	28.35
DEC 2019	28.53	28.53
JAN 2010	28.75	28.74
MAR 2010	29.04	29.04



FarmFutures - Soybean prices rose double digits Tuesday on a round of short-covering, with spillover strength from corn supplying additional tailwinds. Eight percent of the U.S. crop isn't setting pods, creating some lingering production concerns despite stable crop conditions over the past week. September and November futures each added 14.25 cents to close at \$8.5925 and \$8.72, respectively. Soybean basis bids weakened between 5 and 8 cents across multiple Midwestern processors and interior river terminals today, due to ample supplies at many locations. Private exporters reported to USDA the sale of 5.1 million bushels of soybeans for delivery to Mexico during the 2019/20 marketing year, which began September 1. Private exporters also announced the sale of 195,750 metric tons of soybean cake and soymeal, also for delivery to Mexico, for delivery in 2019/20 and 2020/21. Soybean quality ratings did a bit of a shuffle last week, with 55% of the crop rated good-to-excellent, with another 33% rated fair (up a point from last week) and the remaining 12% rated poor or very poor (down a point from last week). Yield estimates based on state-by-state and national ratings now stand at 49.7 bpa to 50.8 bpa. Physiologically, this year's soybean crop is still moderately behind, with 92% of the crop now setting pods. That's up from the prior week's tally of 86% but down from 2018's pace of 100% and a five-year average of 99%. Dry weather in the top two production regions in Brazil is slowing the country's 2019/20 soybean planting pace. But wetter weather expected in late September and early October could kickstart planting progress in the next few weeks. Meantime, Conab kept Brazilian soybean export estimates for 2018/19 steady, at 2.572 billion bushels. Soybean production estimates declined fractionally, meantime, now at 4.227 billion bushels.

South African Futures Exchange

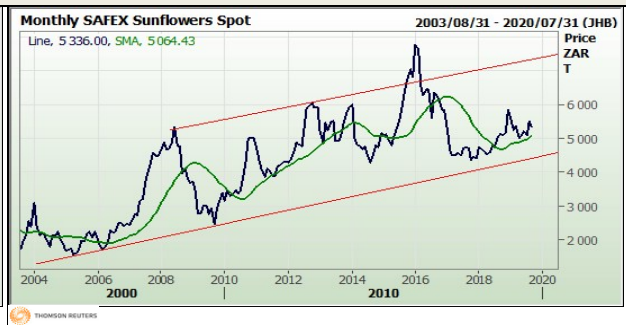
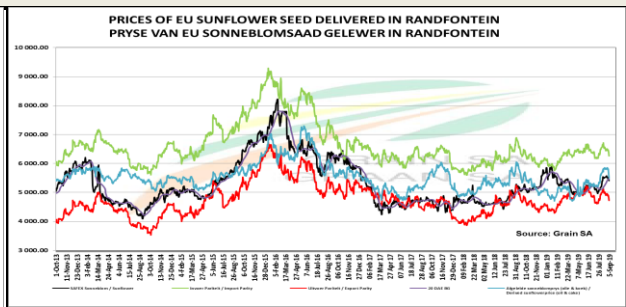
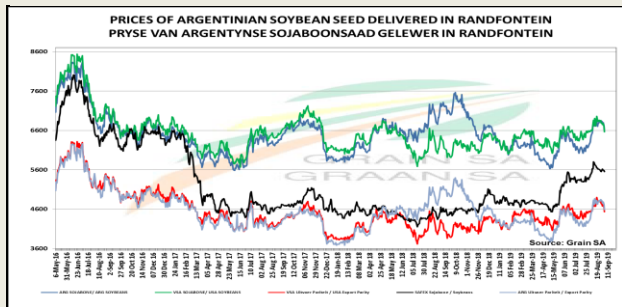
Soybean Future				
	MTM	Vols	Parity Change	Market Price
Dec 2018				
Mar 2019				
May 2019				
Jul 2019				
Sep 2019	R 5,552.00	0%	#####	R 976.71
Dec 2019	R 5,591.00	14%		R 5,591.00
Jul 2019				

Sunflower Seeds Future		
	MTM	Vols
Dec 2018		
Mar 2019		
May 2019		
Jul 2019		
Sep 2019	R 5,336.00	13.25%
Dec 2019	R 5,501.00	16%
Jul 2019		



The local Soya market traded higher yesterday. The local Sep'19 Soya contract ended R24.00 up and Dec'19 Soya closed R20.00 higher. The parity move for the Sep'19 Soya contract for yesterday was R25.00 positive.

The local Suns market closed lower yesterday. The local Sep'19 Suns contract closed R14.00 down and Dec'19 Suns closed R23.00 lower.



DISCLAIMER: This report has been prepared by GroCapital Financial Services Pty Ltd, a wholly owned subsidiary of AFGRI Operations Limitedis provided to you for information purposes only.GROCAPITAL AND AFGRI hereby certify that the views expressed in this report were obtained from sources which GROCAPITAL AND AFGRI consider to be reliable.GROCAPITAL AND AFGRI do not make any representations or give any guarantees or warranties, expressed or implied, as to the correctness, accuracy or completeness of the report.Neither GROCAPITAL AND AFGRI, nor any affiliate, nor any of their respective officers, directors, partners or employees, shall assume any liability for any losses arising from errors or omissions in the opinions, forecasts or information, irrespective of whether there has been any negligence by GroCapital and AFGRI, their affiliate, or their respective officers, directors, partners or employees, regardless of whether such damages were foreseen or unforeseen. The information contained in this report is confidential and may be subject to legal privilege. This report is not intended to not should it be taken to create any legal relations or contractual relations.