



**Fundamental Report**  
**02 December 2019**

## Financial Markets

### Currencies

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
USDollar/Rand	14.6265	14.6215	-0.0050	-0.03%
Euro/Rand	16.0986	16.1156	0.0170	0.11%
GBPound/Rand	18.8481	18.8846	0.0365	0.19%
AusDollar/Rand	9.9111	9.9075	-0.0036	-0.04%
Euro/USDollar	1.1004	1.1018	0.0014	0.13%
GBPound/USDollar	1.2888	1.2912	0.0024	0.19%
AusDollar/USDollar	0.6776	0.6776	0.0000	0.00%
JpyYen/USDollar	109.5400	109.6600	0.1200	0.11%

BDLive - The JSE closed lower on Friday in subdued trade as the US celebrated Thanksgiving weekend.

Global investor attention remains on the US-China trade war, with markets waiting for a Chinese response to the US stance on pro-democracy protests in Hong Kong.

Earlier this week, US President Donald Trump signed a bill into law that provides for an annual review of Hong Kong's trading relationship in a sign of support for the protesters, an issue that may provoke intransigence from Beijing during trade talks.

While the Hong Kong bill is providing poor optics, signing the deal into law was expected, said AxiTrader chief Asian market strategist Stephen Innes in a note. It had, however, now left investors speculating on the "resolute counter-measures" China will take, and whether it will be enough to damage trade talks, he said.

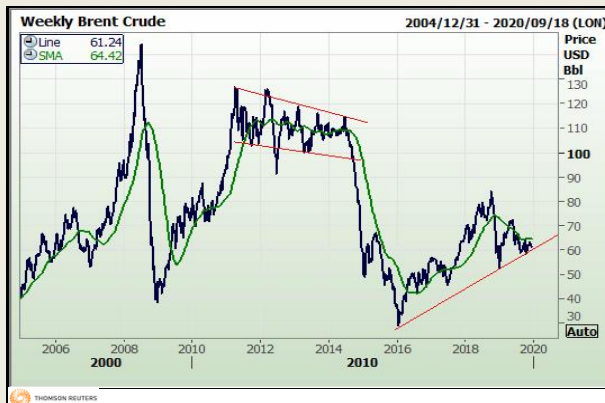


### Commodities

	Last	Value Change	% Change
Platinum	897.22	-2.80	-0.31%
Gold	1459.22	-4.68	-0.32%
Silver	16.88	-0.14	-0.83%
Copper	2.67	0.01	0.43%
Gasoil	573.75	1.75	0.31%
Brent Oil	61.24	0.75	1.22%

BDLive - Bengaluru — Gold was little changed on Friday, but still on track to post its biggest monthly decline in three years, as investors sought clarity on the US-China trade developments after US backed anti-government protesters in Hong Kong. Spot gold fell 0.1% to \$1,456.37 an ounce as of 11.01am GMT, while US gold futures edged 0.2% higher to \$1,455.70.

"Gold is trading sideways awaiting clarity on how the Chinese will react to the latest developments on the China-US trade deal. At the moment, a risk-off environment is providing moderate support for gold," said UBS commodity analyst Giovanni Staunovo. Investors were uncertain about the fate of a phase-one trade deal between the two economies, after Beijing warned the US on Thursday it would take "firm counter-measures" in response to US legislation backing anti-government protesters in Hong Kong.



### Financials

	Current Bid	Value Change	% Change
JSE TOP 40	49093.16	0.00	0.00%
ALSI	49260.00	0.00	0.00%
S&P 500	3153.63	-12.65	-0.40%
FTSE	7416.43	-69.90	-0.94%
CAC	5905.17	0.00	0.00%
DAX	13236.38	0.00	0.00%
Hang Seng	26346.49	123.47	0.47%



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
DEC 2019	365.00	371.25	8.50	6.25	372.50	1.25	7.50
MAR 2020	375.25	381.25	8.00	6.00	382.25	1.00	7.00
MAY 2020	383.75	385.75	6.75	2.00	386.00	0.25	2.25
JUL 2020	384.00	390.25	6.00	6.25	390.25	0.00	6.25
SEP 2020	384.00	388.00	4.00	4.00	387.75	-0.25	3.75

FarmFutures - Corn prices moved around 2% higher on a round of technical buying partly spurred by spillover strength from wheat prices and some better-than-expected export data from USDA this morning. December futures jumped up 8.5 cents to \$3.7125, with March futures gaining 8 cents to \$3.8125.

Corn basis bids were steady across the central U.S. as the holiday week, bad weather and unfavorable prices all worked in tandem to keep farmer sales suppressed.

Corn export sales inched 2% higher from last week to reach 31.8 million bushels, placing totals 34% ahead of the four-week average and moderately higher than trade expectations of 25.6 million bushels.

Corn export shipments were less impressive, with 25.0 million bushels last week – down 6% week-over-week but 22% ahead of the four-week average. Mexico was the No. 1 destination with just over half of that total.

The European Commission expects EU 2019/20 corn production will reach 2.642 billion bushels, trending 0.75% above its prior estimates.

Brazil's Agroconsult estimates the country's 2019/20 total corn production slipping 0.7% lower year-over-year to 4.031 billion bushels.

The Chicago Board of Trade reported no deliveries against December corn contracts Friday, although most traders were expecting between 0 and 400 contracts delivered today.

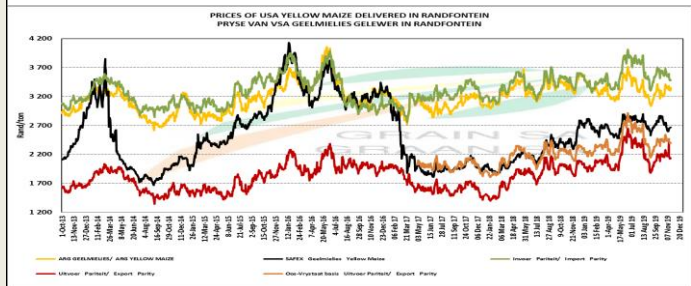
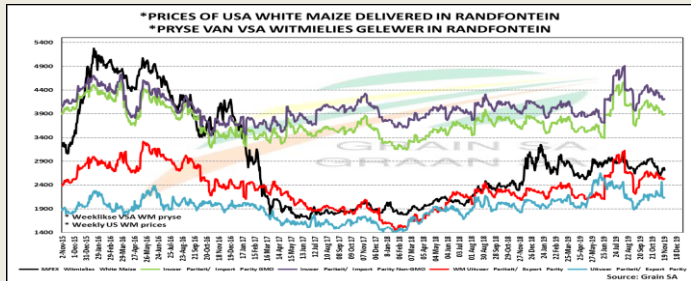
Preliminary volume estimates were for 215,274 contracts, coming in at less than half of Wednesday's final count of 466,255.



### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>White Maize Future</b>				
Sep 2019				
Dec 2019	R 2 841.00	0%	R 42.45	R 2 883.45
Mar 2020	R 2 881.00	36%	R 39.55	R 2 920.55
May 2020	R 2 783.00	0%	R 12.20	R 2 795.20
Jul 2020	R 2 767.00	32.5%	R 35.22	R 2 802.22
Sep 2020	R 2 822.00	0%	R 20.83	R 2 842.83
Dec 2020	R 2 902.00	29%		R 2 902.00
<b>Yellow Maize Future</b>				
Sep 2019				
Dec 2019	R 2 745.00	0%	R 42.45	R 2 787.45
Mar 2020	R 2 759.00	24%	R 39.55	R 2 798.55
May 2020	R 2 668.00	0%	R 12.20	R 2 680.20
Jul 2020	R 2 629.00	19.5%	R 35.22	R 2 664.22
Sep 2020	R 2 678.00	0%	R 20.83	R 2 698.83
Dec 2020	R 2 753.00	0%		R 2 753.00

The local Maize market traded lower yesterday. The Dec'19 WMAZ contract ended R31.00 down and Dec'19 YMAZ closed R6.00 lower. The Mar'20 WMAZ closed lower by R27.00 and Mar'20 YMAZ ended R4.00 down. The parity move for the Dec'19 Maize contract for yesterday was R63.00 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.

## 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
DEC 2019	523.75	547.50	19.00	23.75	548.00	0.50	24.25		DEC 2019	421.00	438.75	12.00	17.75	0.00	-438.75	-421.00
MAR 2020	527.00	541.75	15.00	14.75	541.75	0.00	14.75		MAR 2010	436.00	447.00	9.50	11.00	446.50	-0.50	10.50
MAY 2020	530.00	544.75	13.75	14.75	544.75	0.00	14.75		MAY 2010	0.00	455.00	9.50	455.00	454.75	-0.25	454.75
JUL 2020	0.00	542.75	11.25	542.75	542.75	0.00	542.75		JUL 2010	0.00	461.25	9.00	461.25	460.75	-0.50	460.75
SEP 2020	0.00	547.75	10.00	547.75	529.00	-18.75	529.00		SEP 2010	0.00	469.00	8.00	469.00	469.50	0.50	469.50

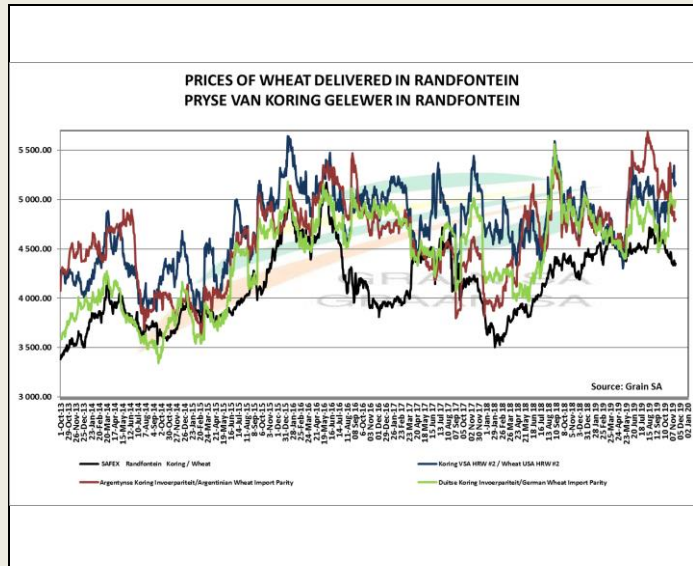


FarmFutures - Wheat prices surged higher on a blend of improving export sales, historically low U.S. acres and some production problems overseas. December Chicago SRW futures jumped 19 cents ahead to \$5.4750, December Kansas City HRW futures climbed 11.25 cents to \$4.38, and December MGE spring wheat futures added 6 cents to \$4.92. USDA's latest round of export data showed a big week-over-week increase for wheat export sales, which firmed by 40% to reach 22.5 million bushels, which also moderately bested trade expectations of 16.0 million bushels. Wheat export shipments were more modest last week, with 16.4 million bushels. The Philippines led all destinations in each category, with a variety of countries in Asia and Central America rounding out the top five. The European Commission fractionally reduced its EU wheat production estimates for 2019/20 from October, to 5.394 billion bushels. If realized, the EU is still on track to produce 14% more wheat this marketing year.

In France, wheat planting is off to a sluggish start, reaching 80% complete as of November 25, versus 99% at the same time last year. Crop conditions fell three points from a week ago, with 75% rated in good-to-excellent condition. Preliminary volume estimates were for 109,643 CBOT contracts, up slightly from Wednesday's final count of 101,014.

### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>Bread Milling Wheat</b>				
Sep 2019				
Dec 2019	R 4 395.00	0%	R 129.32	R 4 524.32
Mar 2020	R 4 509.00	8.5%	R 78.28	R 4 587.28
May 2020	R 4 575.00	15.5%	R 78.27	R 4 653.27
Jul 2020	R 4 614.00	0%	R 2 915.91	R 7 529.91
Sep 2020	R 4 608.00	0%	R 2 842.04	R 7 450.04
Dec 2020				
<b>Cape Wheat</b>				
Sep 2019				
Dec 2019				
Mar 2020				
May 2020				
Jul 2020				
Sep 2020				
Dec 2020				



The local Wheat market closed lower yesterday. The Dec'19 Wheat contract closed R10.00 down and Mar'20 Wheat closed R16.00 lower. The parity move for the Dec'19 Wheat contract for yesterday was R118.00 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
JAN 2010	882.00	876.75	-5.25	-5.25	902.00	25.25
MAR 2020	895.00	891.25	-5.25	-3.75	895.50	4.25
MAY 2020	0.00	905.75	-5.00	905.75	910.25	4.50
JUL 2020	0.00	918.25	-5.00	918.25	922.25	4.00
AUG 2020	0.00	923.00	-4.50	923.00	924.75	1.75

CBOT Soybean Meal		
Month	Main Session Close	Current Overnight
DEC 2019	290.9	292.60
JAN 2010	293.1	295.00
MAR 2010	297.1	299.00
MAY 2010	301.2	303.00
JUL 2010	305.4	306.80

CBOT Soybean Oil		
Month	Main Session Close	Current Overnight
DEC 2019	30.42	30.34
JAN 2010	30.58	30.54
MAR 2010	30.85	30.82
MAY 2010	31.18	31.15
JUL 2010	31.47	31.44



FarmFutures - Soybean prices continued to fade as hopes for a partial U.S.-China trade deal to be finalized this year look more and more unlikely. Traders even shrugged off a strong round of export data from USDA this morning to hand out moderate losses. January and March futures each closed down 5.25 cents to \$8.7675 and \$8.9125, respectively. Soybean basis bids held steady across Midwestern elevators, processors and river terminals Friday as most farmers elected to wait until at least next week to consider making additional sales after yesterday's Thanksgiving holiday. U.S.-China trade tensions are on the rise after China accused the U.S. of meddling in Hong Kong after President Donald Trump ratified a bill that backs protestors there. China has threatened "firm counter measures" to this action. Frustration from the overall lack of progress in U.S.-China trade negotiations have kept soybean prices on the downward slide, even amid some healthy export sales trends in recent weeks. The clock is still ticking towards December 15, when the U.S. is set to add 15% tariffs on another \$160 billion in Chinese goods unless Trump delays or eliminates them as a goodwill gesture as negotiations continue. The latest round of USDA export data, out Friday morning, showed 61.1 million bushels in soybean export sales and a marketing-year high of 82.5 million bushels in export shipments. China was the No. 1 destination for both sales and shipments but still has more than 137 million bushels in outstanding sales so far in 2019/20.

Preliminary volume estimates were for 123,711 contracts, falling moderately below Wednesday's final count of 165,474.

### South African Futures Exchange

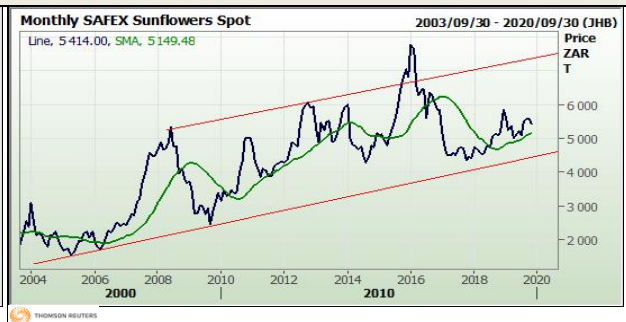
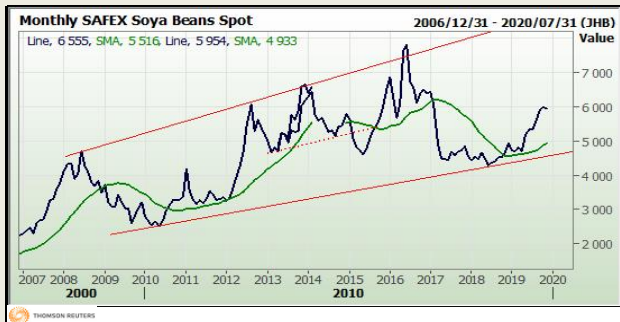
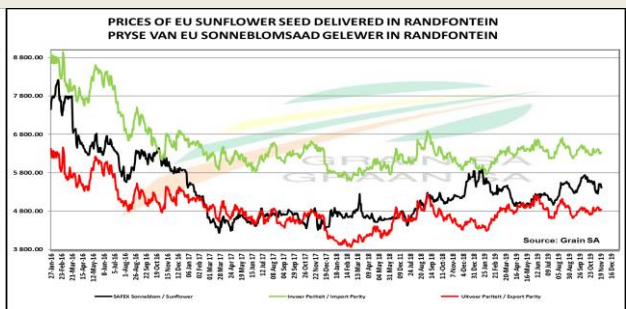
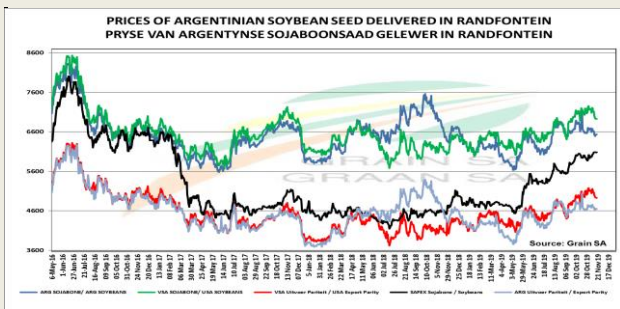
Soybean Future				
	MTM	Vols	Parity Change	Market Price
Sep 2019				
Dec 2019	R 5 954.00	0%		R 5 954.00
Mar 2020	R 5 995.00	17%	R 1.04	R 5 996.04
May 2020	R 5 797.00	17%	#####	#####
Jul 2020	R 5 885.00	20.5%	#####	#####
Sep 2020	R 5 945.00	0%		R 5 945.00
Dec 2020	R 6 020.00	0%		R 6 020.00

Sunflower Seeds Future			
	MTM	Vols	
Sep 2019			
Dec 2019	R 5 414.00	0%	
Mar 2020	R 5 551.00	0%	
May 2020	R 5 391.00	13.5%	
Jul 2020	R 5 388.00	0%	
Sep 2020			
Dec 2020	R 5 578.00	0%	



The local Soya market traded lower yesterday. The Dec'19 Soya contract ended R62.00 down and Mar'20 Soya closed R53.00 lower. The parity move for the Dec'19 Soya contract for yesterday was R3.00 positive.

The local Suns market closed lower yesterday. The Dec'19 Suns contract closed R95.00 down and Mar'20 Suns closed R55.00 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.