



Fundamental Report

24 June 2020

Financial Markets

Currencies

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
USDollar/Rand	17.2614	17.2030	-0.0584	-0.34%
Euro/Rand	19.4813	19.4632	-0.0181	-0.09%
GBPound/Rand	21.4812	21.5340	0.0528	0.25%
AusDollar/Rand	11.9499	11.9423	-0.0076	-0.06%
Euro/USDollar	1.1288	1.1314	0.0026	0.23%
GBPound/USDollar	1.2446	1.2517	0.0071	0.57%
AusDollar/USDollar	0.6922	0.6942	0.0020	0.29%
JpyYen/USDollar	107.0900	106.5400	-0.5500	-0.51%

BDLive - The JSE closed at its highest level since February on Tuesday, with miners performing best, as global markets were lifted by hopes of an economic recovery following the release of some promising data. "Risk appetite is in the driver's seat as global purchasing managers index (PMI) data showed the economic comeback is well under way and mostly topping expectations," said Oanda senior market analyst Edward Moya.

Better than expected PMI data out of Europe indicated a recovery in economic activity in the wake of the Covid-19 pandemic-induced shutdowns, albeit a slow one, while US economic data was also better than expected. The JSE all share closed 2.3% higher at 55,474.93 points, its best level since February 21, and the top 40 gained 2.64%. The platinum index jumped 6.98%, gold miners 6.12% and resources 4.05%. Financials fell 0.65% and banks 0.42%.

In Europe, the FTSE 100 added 1.21%, Germany's DAX 30 2.13% and France's CAC 40 1.39%.



Commodities

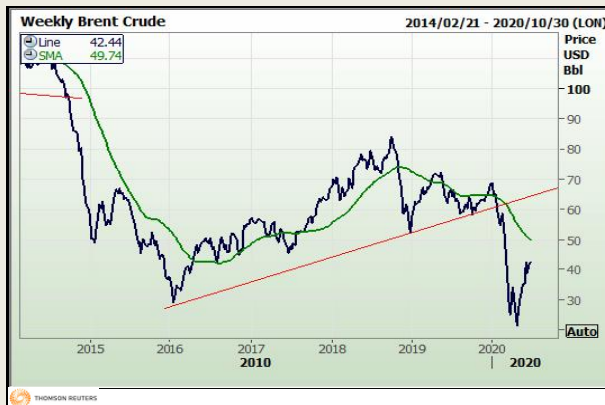
	Last	Value Change	% Change
Platinum	824.61	-4.53	-0.55%
Gold	1768.38	1.86	0.11%
Silver	17.84	-0.11	-0.60%
Copper	2.66	0.00	0.04%
Gasoil	358.25	-9.50	-2.65%
Brent Oil	42.44	-0.19	-0.45%

BDLive - Bengaluru — Gold eased on Tuesday on expectations of positive manufacturing data from the eurozone, but concerns over a second coronavirus wave kept the safe haven metal near its highest level in more than a month.

Spot gold was down 0.2% at \$1,750.75 an ounce by 3.24am GMT after hitting its highest since May 18 at \$1,762.84 on Monday. US gold futures eased 0.2% to \$1,763.70.

"We're seeing a little bit of profit taking ahead of the PMI data. Positive data could be a mood shifter and lend more support to the V-shaped recovery," said Stephen Innes, chief market strategist at financial services firm AxiCorp.

Economists expect the eurozone composite flash PMI to rise to 42.4 in June from 31.9 last month as European economies gradually reopen. US manufacturing data is also due at 1.45pm GMT.



Financials

	Current Bid	Value Change	% Change
JSE TOP 40	51193.19	0.00	0.00%
ALSI	51502.00	0.00	0.00%
S&P 500	3117.86	13.43	0.43%
FTSE	6244.62	75.50	1.21%
CAC	5017.68	0.00	0.00%
DAX	12523.76	0.00	0.00%
Hang Seng	24907.34	2.82	0.01%



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
JUL 2020	325.00	325.00	-0.50	0.00	324.50	-0.50	-0.50
SEP 2020	330.00	329.00	-0.25	-1.00	328.75	-0.25	-1.25
DEC 2020	338.00	336.75	-0.50	-1.25	335.75	-1.00	-2.25
MAR 2021	351.00	348.75	-0.75	-2.25	347.75	-1.00	-3.25
MAY 2021	358.00	356.00	-0.50	-2.00	355.00	-1.00	-3.00

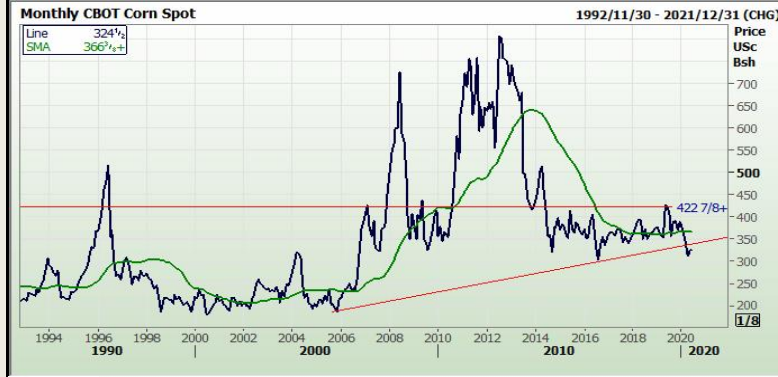
FarmFutures - Corn prices faded another 1% lower Tuesday as technical selling continues – primarily due to favorable weather conditions that could set the table for a historically large crop this fall. July futures dropped 3.75 cents to \$3.2450, with September futures down 4.75 cents to \$3.2825.

Corn basis bids were largely steady across the central U.S. Tuesday, although they did track 2 cents higher at an Indiana ethanol plant and slide a penny lower at a Nebraska processor today.

Yesterday afternoon, USDA raised crop quality from 71% rated in good-to-excellent condition to 72% through June 21, bucking analyst expectations. Another 23% of this year's crop is rated fair (down a point from last week), with the remaining 5% rated poor or very poor (unchanged from a week ago). With crops in the ground and generally in good shape, the prospects for a rally could be slim in the coming weeks, with more warm, wet weather in the forecasts, according to grain market analyst Bryce Knorr in the latest Ag Marketing IQ blog. "Barring a sudden shift in those forecasts, the only real hurdle for markets over the next six weeks is June 30 reports on acreage and June 1 inventories," he says. "Neither seems likely right now to be capable of producing enough bullish news to force traders to reset expectations."

Analysts expect South Africa's 2019/20 corn production to climb 38% from a year ago to 613.1 million bushels on significantly more favorable growing conditions this season. The country's Crop Estimates Committee releases its next production forecast on Thursday.

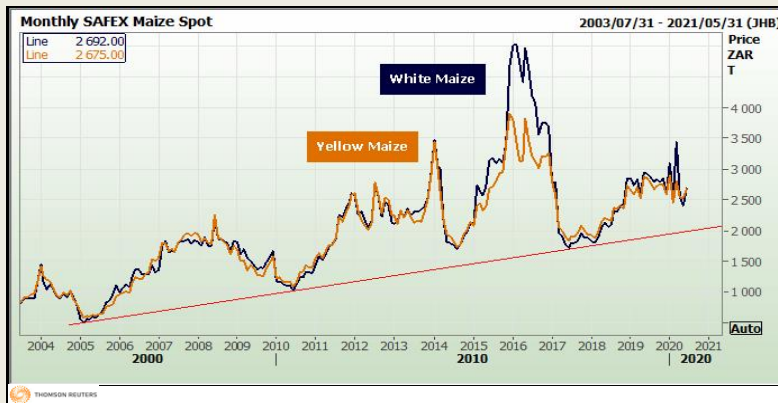
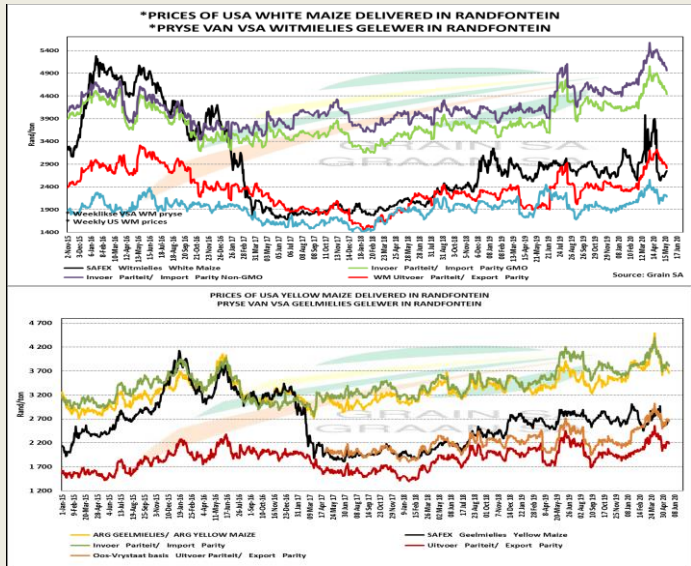
Preliminary volume estimates were for 501,394 contracts, trending significantly higher than Monday's final count of 286,874.



South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
White Maize Future				
May 2020				
Jul 2020	R 2 557.00	21.75%	R -10.86	R 2 546.14
Sep 2020	R 2 608.00	20%	R -16.05	R 2 591.95
Dec 2020	R 2 697.00	23.5%	R -23.01	R 2 673.99
Mar 2021	R 2 715.00	25%	R -30.08	R 2 684.92
May 2021	R 2 745.00	0%	R -28.55	R 2 716.45
Jul 2021	R 2 720.00	25%		R 2 720.00
Yellow Maize Future				
May 2020				
Jul 2020	R 2 669.00	22%	R -10.86	R 2 658.14
Sep 2020	R 2 721.00	18%	R -16.05	R 2 704.95
Dec 2020	R 2 803.00	20%	R -23.01	R 2 779.99
Mar 2021	R 2 821.00	19.5%	R -30.08	R 2 790.92
May 2021	R 2 766.00	0%	R -28.55	R 2 737.45
Jul 2021	R 2 730.00	18%		R 2 730.00

The local Maize market traded lower yesterday. The Jul'20 WMAZ contract ended R34.00 down and Jul'20 YMAZ closed R32.00 lower. The Sep'20 WMAZ closed lower by R33.00 and Sep'20 YMAZ ended R26.00 down. The parity move for the Jul'20 Maize contract for yesterday was R9.00 negative.



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
JUL 2020	483.00	486.00	6.25	3.00	485.25	-0.75	2.25		JUL 2010	430.00	435.00	4.25	5.00	435.00	0.00	5.00
SEP 2020	488.00	491.00	5.50	3.00	489.75	-1.25	1.75		SEP 2010	439.00	443.50	4.00	4.50	443.25	-0.25	4.25
DEC 2020	496.00	498.75	5.00	2.75	497.75	-1.00	1.75		DEC 2010	452.00	456.50	4.00	4.50	457.00	0.50	5.00
MAR 2021	506.00	507.50	3.75	1.50	507.00	-0.50	1.00		MAR 2011	466.00	469.00	4.25	3.00	469.00	0.00	3.00
MAY 2021	511.00	513.00	3.00	2.00	529.00	16.00	18.00		MAY 2011	472.00	476.75	4.25	4.75	478.25	1.50	6.25



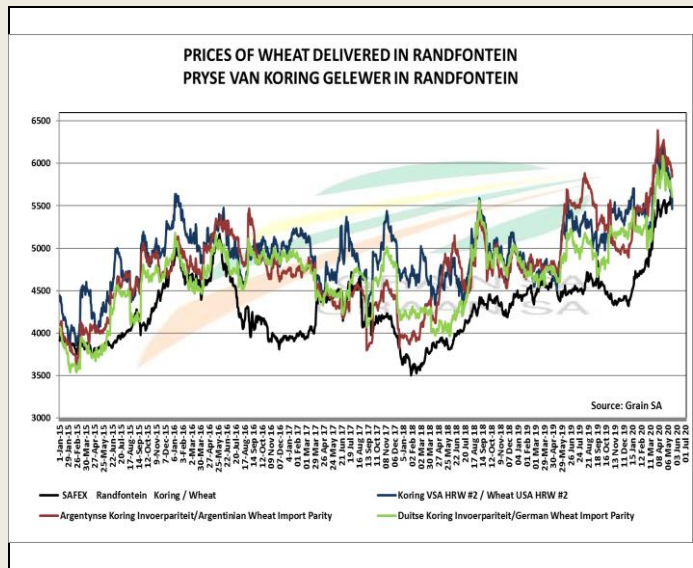
FarmFutures - Wheat prices were mixed but mostly higher in Tuesday's session on some uneven technical maneuvering. Winter wheat contracts saw plenty of upside after USDA reported lower-than-expected quality ratings yesterday afternoon, with July Chicago SRW futures firming 1.5 cents to \$4.8650, while July Kansas City HRW futures rose 4 cents to \$4.3525. Spring wheat futures were down a second consecutive session, however, with July futures spilling another 4.75 cents lower to \$5.14.

Winter wheat harvest progress jumped to 29% through June 21. Analysts expected USDA to show a slightly swifter pace, with an average trade guess of 30%. This year's pace is moderately ahead of 2019's 13% and a bit faster than the prior five-year average of 26%. Still, harvest advancement shows a lot of variance from state to state, with just 10 of the top 18 production states noting measurable progress so far. Almost all (96%) of the crop is headed at this time. Japan issued a regular tender to purchase 3.7 million bushels of food-quality wheat from the United States, Canada and Australia, which closes later this week. Of the total, 53% is expected to be sourced from the U.S.

Preliminary volume estimates were for 119,994 CBOT contracts, tracking slightly above Monday's final count of 108,613.

South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
Bread Milling Wheat				
May 2020				
Jul 2020	R 5 198.00	18%	R 3.86	R 5 201.86
Sep 2020	R 5 096.00	11.5%	R 0.59	R 5 096.59
Dec 2020	R 4 862.00	12.5%	R 0.42	R 4 862.42
Mar 2021	R 4 950.00	0%	R -4.54	R 4 945.46
May 2021				
Jul 2021				
Cape Wheat				
May 2020				
Jul 2020				
Sep 2020				
Dec 2020				
Mar 2021				
May 2021				
Jul 2021				



The local Wheat market closed lower yesterday. The Jul'20 Wheat contract closed R48.00 down and Sep'20 Wheat closed R37.00 lower. The parity move for the Jul'20 Wheat contract for yesterday was R4.00 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.

Oil Seed 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 2020	875.00	875.00	0.00	0.00	902.00	27.00	27.00
AUG 2020	873.00	872.00	0.00	-1.00	872.75	0.75	-0.25
SEP 2020	871.00	869.50	0.00	-1.50	870.50	1.00	-0.50
NOV 2020	876.00	874.00	-0.50	-2.00	875.25	1.25	-0.75
JAN 2021	879.00	878.00	-0.25	-1.00	879.25	1.25	0.25

Month	Main Session Close	Current Overnight
JUL 2020	286.3	286.40
AUG 2020	288.3	288.20
SEP 2020	289	289.20
OCT 2020	290	290.10
DEC 2020	292.5	292.70

Month	Main Session Close	Current Overnight
JUL 2020	28.17	28.23
AUG 2020	28.37	28.41
SEP 2020	28.53	28.56
OCT 2020	28.7	28.70
DEC 2020	29.04	29.05



FarmFutures - Soybean prices fell slightly on some technical selling spurred by favorable growing conditions this coming week, although a large sale to China kept losses minimized today. July futures lost a penny to \$8.7525, with August futures dropping 3.25 cents to \$8.7175.

Soybean basis bids were mixed at two Midwestern processors Tuesday (moving 3 cents in either direction) while holding steady elsewhere across the central U.S. today. Private exporters reported to USDA export sales of 4.9 million bushels of soybeans for delivery to China during the 2020/2021 marketing year, which begins September 1. It was the first large grain sale reported to the agency in more than a week.

Chinese soybean buyers are also now asking exporters to sign a letter that guarantees the grain they ship is uncontaminated with the coronavirus, although most experts say this is not a high-risk way of transmitting the virus. Soybean planting progress reached 96% through Sunday, which was slightly behind analyst estimates of 97% but still ahead of the five-year average of 93%. Emergence has reached 89%, also ahead of the five-year average of 85%. And 5% of the crop is now blooming, which is in line with the prior five-year average.

Preliminary volume estimates were for 297,453 contracts, moving moderately above Monday's final count of 196,533.

South African Futures Exchange

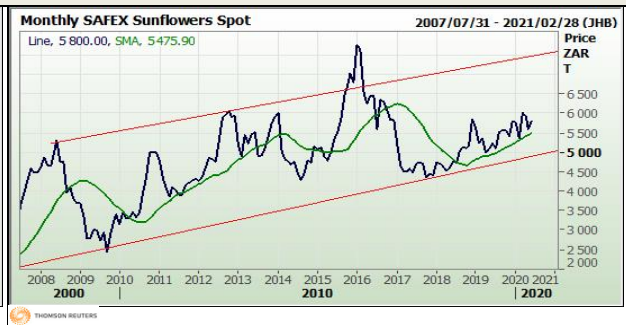
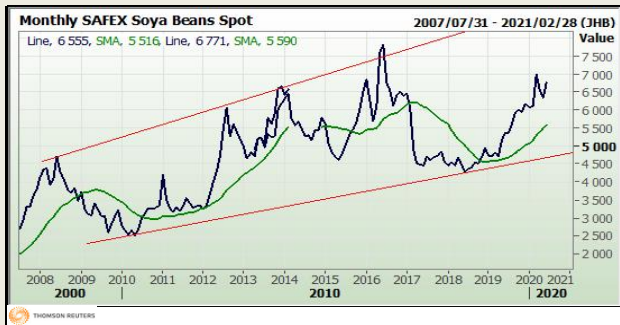
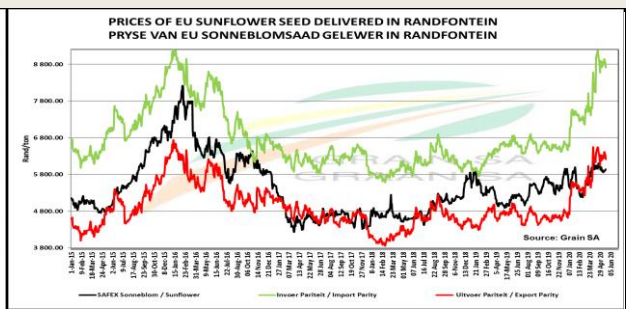
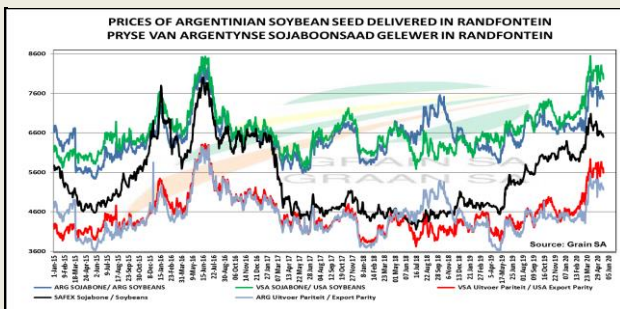
	MTM	Vols	Parity Change	Market Price
May 2020				
Jul 2020	R 6 787.00	19%	R 151.89	R 6 938.89
Sep 2020	R 6 864.00	15%	R -21.85	R 6 842.15
Dec 2020	R 6 940.00	15%		R 6 940.00
Mar 2021	R 6 650.00	14%		R 6 650.00
May 2021	R 6 300.00	17%		R 6 300.00
Jul 2021				

	MTM	Vols
May 2020		
Jul 2020	R 5 822.00	19%
Sep 2020	R 5 954.00	11.5%
Dec 2020	R 6 072.00	15%
Mar 2021	R 6 020.00	0%
May 2021	R 5 830.00	0%
Jul 2021		



The local Soya market traded lower yesterday. The Jul'20 Soya contract ended R21.00 down and Sep'20 Soya closed R16.00 lower. The parity move for the Jul'20 Soya contract for yesterday was R12.00 negative.

The local Suns market closed higher yesterday. The Jul'20 Suns contract closed R10.00 up and Sep'20 Suns closed R23.00 higher.



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.