



Fundamental Report
04 June 2020

Financial Markets

Currencies

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
USDollar/Rand	16.9995	16.9715	-0.0280	-0.16%
Euro/Rand	19.0630	19.0378	-0.0252	-0.13%
GBPound/Rand	21.4047	21.2842	-0.1205	-0.56%
AusDollar/Rand	11.7347	11.7086	-0.0261	-0.22%
Euro/USDollar	1.1216	1.1216	0.0000	0.00%
GBPound/USDollar	1.2594	1.2539	-0.0055	-0.44%
AusDollar/USDollar	0.6902	0.6899	-0.0003	-0.04%
JpyYen/USDollar	108.7600	108.8600	0.1000	0.09%

BDLive - The JSE closed at its best level since late February on Wednesday as the resumption of economic activity in SA and parts of Europe and the US lifted market sentiment. The JSE all share rose 2.19% to 53,645.28 points and the top 40 2.03%. Banks leapt 10.42% and financials 7.78%, while gold miners dropped 7.36%. Shortly after the JSE closed, the Dow was up 1.70% to 26,179.57 points. In Europe, the FTSE 100 added 2.61%, France's CAC 40 3.36% and Germany's DAX 30 3.88%. The prospects of kick-starting business activity offset concerns about escalating US-China tension after Reuters reported that the US plans to bar Chinese passenger carriers from flying there from June 16. The decision comes as China breached an agreement regarding flights between the two countries.

The rand firmed to its best level since March 18, prior to the start of the initial three-week lockdown and the downgrade of SA's debt to junk by Moody's Investors Service. At 5.22pm, the rand had firmed 1.42% to R16.9122/\$, 1.03% to R18.9839/€ and 1.05% to R21.3059/£. The euro added 0.53% to \$1.1226. Despite gains of about 9.5% since the beginning of May, the rand is still down about 17% against the dollar so far this year.

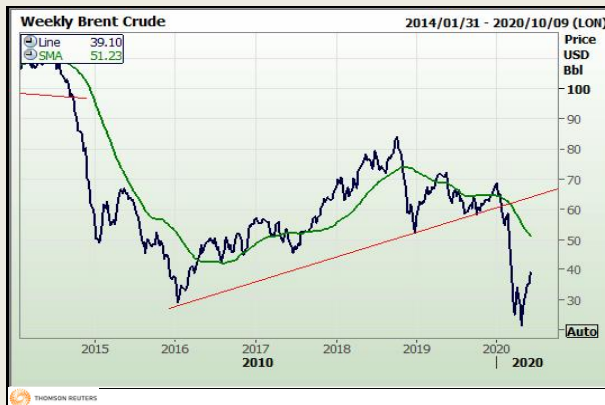


Commodities

	Last	Value Change	% Change
Platinum	831.02	4.93	0.59%
Gold	1703.49	5.98	0.35%
Silver	17.59	-0.08	-0.47%
Copper	2.47	-0.02	-0.67%
Gasoil	306.50	-0.75	-0.24%
Brent Oil	39.10	-0.69	-1.76%

BDLive - Bengaluru — Gold traded steady on Wednesday after snapping a three-session winning streak in the previous day, as a rally in equity markets on the hope of more stimulus offset some support from a weaker dollar. Spot gold was unchanged at \$1,727.65/oz by 2.59am GMT, after declining 0.7% on Tuesday. US gold futures fell 0.1% to \$1,732.20. "There are a lot of investors who bought gold as a hedge for stocks, but stocks are going up and they don't see value in that now," said Stephen Innes, chief market strategist at financial services firm AxiCorp.

Asian shares vaulted to a near three-month high as the hope of more stimulus and further easing in social restrictions outweighed caution over a host of worries from the coronavirus to growing US civil unrest. Governments and central banks around the world have unleashed unprecedented fiscal and monetary stimulus and other support for economies floored by the coronavirus pandemic. Investors hope that the European Central Bank (ECB) will deliver additional stimulus, by about €500bn, when it meets on Thursday.



Financials

	Current Bid	Value Change	% Change
JSE TOP 40	49300.10	0.00	0.00%
ALSI	49344.00	0.00	0.00%
S&P 500	3080.82	42.05	1.36%
FTSE	6220.14	162.27	2.61%
CAC	5022.38	0.00	0.00%
DAX	12487.36	0.00	0.00%
Hang Seng	24325.62	-81.13	-0.33%



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	323.00	324.00	-0.50	1.00	324.75	0.75	1.75
SEP 2020	327.00	328.50	-0.25	1.50	328.50	0.00	1.50
DEC 2020	337.00	338.25	-0.50	1.25	338.25	0.00	1.25
MAR 2021	350.00	350.50	-0.75	0.50	350.25	-0.25	0.25
MAY 2021	356.00	357.25	-0.50	1.25	356.75	-0.50	0.75

FarmFutures - Corn price action was mostly muted today despite reports of stronger ethanol output. Concerns about a large 2020/21 crop offset any potential gains. July and September futures prices were both unchanged at last glance at \$3.2425/bushel and \$3.285/bushel, respectively.

Cash corn prices were mixed at elevators in the Eastern Corn Belt this morning. Basis increased a penny per bushel to \$0.05 below July futures prices on the Mississippi River at Savanna, Illinois but fell \$0.02/bushel to \$0.05 below July futures on the Illinois River at Seneca, Illinois. Strong weekly ethanol production supported a \$0.02/bushel rise in basis to \$0.03 below July futures at an Annawan, Illinois ethanol plant. It is the second basis increase for the plant in as many days.

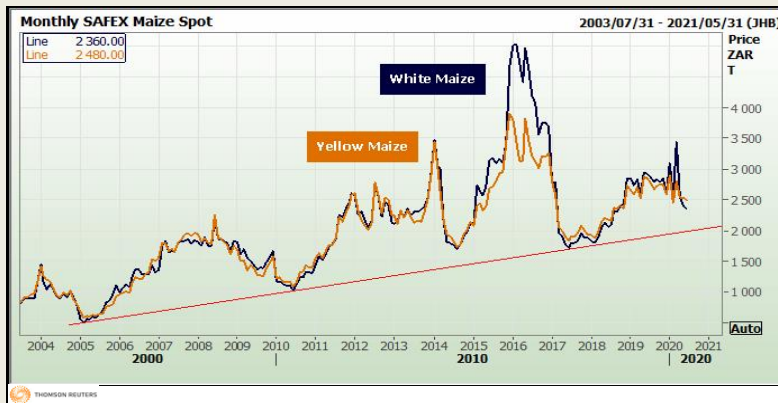
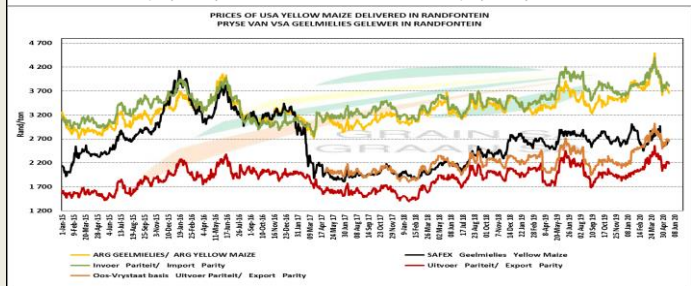
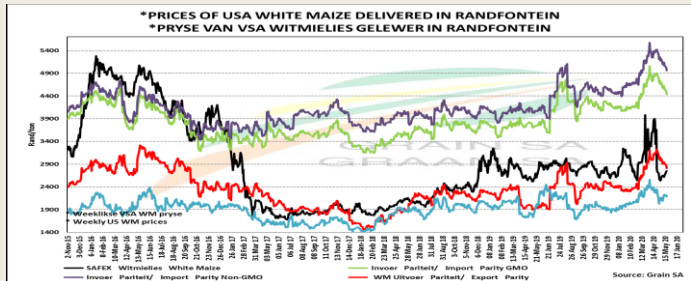
Weekly ethanol production for the week ending May 29 rose 5.7% to 32.1 million gallons/day of production. Last week's production consumed 83.3 million bushels of U.S. corn for the week. It was the fifth consecutive week of ethanol output increases. Weekly ethanol stocks continued to shrink as blending demand improved and ethanol plant capacities limited excess output, falling 29.4 million gallons on the week to end at 944.0 million gallons as of May 29. North Dakota passed final corn plant dates on Sunday, May 31, 2020. A week of good weather boosted planting progress to 75% as of Sunday, but prevented planting acreage could start rising, Commstock's Matthew Kruse writes. While the totals are not likely to significantly impact ending stock figures for 2020/21, there could be some pricing opportunities for farmers Kruse points out in the latest Ag Marketing IQ column.



South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
White Maize Future				
May 2020				
Jul 2020	R 2 366.00	21.75%	R 8.13	R 2 374.13
Sep 2020	R 2 420.00	20%	R 6.42	R 2 426.42
Dec 2020	R 2 502.00	22.5%	R 4.64	R 2 506.64
Mar 2021	R 2 530.00	24%	R -2.19	R 2 527.81
May 2021	R 2 543.00	0%	R 1.09	R 2 544.09
Jul 2021	R 2 553.00	27%		R 2 553.00
Yellow Maize Future				
May 2020				
Jul 2020	R 2 487.00	22.5%	R 8.13	R 2 495.13
Sep 2020	R 2 533.00	18%	R 6.42	R 2 539.42
Dec 2020	R 2 619.00	20%	R 4.64	R 2 623.64
Mar 2021	R 2 645.00	19.5%	R -2.19	R 2 642.81
May 2021	R 2 606.00	0%	R 1.09	R 2 607.09
Jul 2021	R 2 600.00	18%		R 2 600.00

The local Maize market traded lower yesterday. The Jul'20 WMAZ contract ended R28.00 down and Jul'20 YMAZ closed R26.00 lower. The Sep'20 WMAZ closed lower by R23.00 and Sep'20 YMAZ ended R27.00 down. The parity move for the Jul'20 Maize contract for yesterday was R9.00 positive.

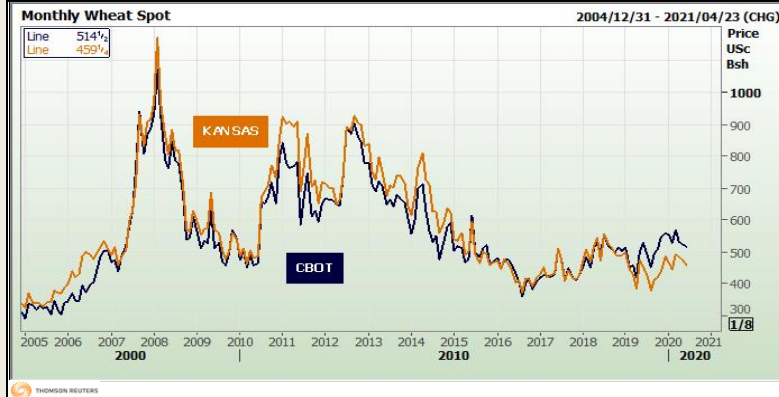


DISCLAIMER: This report has been prepared by GroCapital Financial Services Pty Ltd, a wholly owned subsidiary of AFGRI Operations Limitedis provided to you for information purposes only.GROCAPITAL AND AFGRI hereby certify that the views expressed in this report were obtained from sources which GROCAPITAL 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
JUL 2020	510.00	512.00	6.25	2.00	514.50	2.50	4.50	JUL 2010	455.00	457.75	4.25	2.75	459.25	1.50	4.25
SEP 2020	515.00	515.75	5.50	0.75	517.75	2.00	2.75	SEP 2010	462.00	464.75	4.00	2.75	466.00	1.25	4.00
DEC 2020	525.00	526.00	5.00	1.00	527.75	1.75	2.75	DEC 2010	474.00	477.00	4.00	3.00	478.00	1.00	4.00
MAR 2021	535.00	535.75	3.75	0.75	537.25	1.50	2.25	MAR 2011	486.00	488.75	4.25	2.75	489.50	0.75	3.50
MAY 2021	539.00	539.75	3.00	0.75	529.00	-10.75	-10.00	MAY 2011	493.00	496.25	4.25	3.25	0.00	-496.25	-493.00



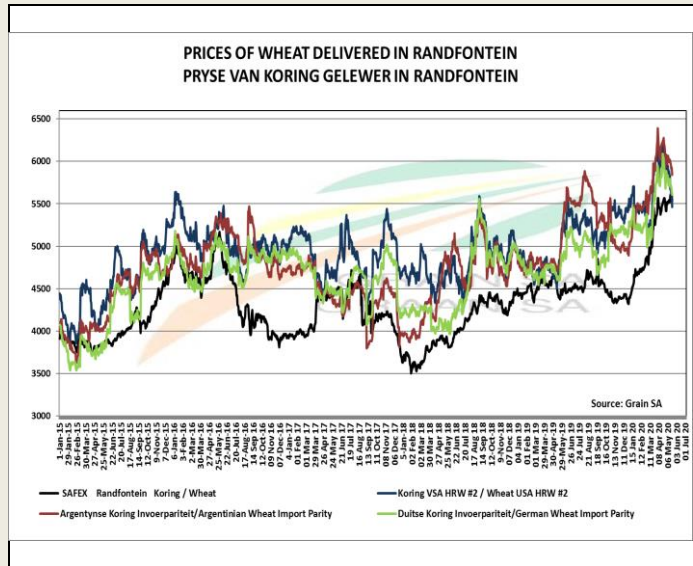
FarmFutures - Conflicting yield reports out of the European Union and early harvest progress in the Southern Plains supported rising wheat prices. The ICE Dollar Index dropped 0.44% in today's trading session, contributing to this morning's price gains in the wheat complex.

Spot basis bids for soft red winter wheat were unchanged this morning. Cash offerings for hard red winter wheat in Kansas weakened this morning after posting gains earlier this week. An Enid, Oklahoma facility strengthened basis \$0.15/bushel to stimulate new cash sales which have been slow as farmers await the impending harvest.

Expectations of a lower crop yield in Black Sea regions as harvest approaches in Europe has underpinned strengthening wheat prices in key Eastern European growing areas. Ukrainian wheat prices have risen \$0.08 - \$0.11/bushel higher over the last week as drought conditions deteriorated crop conditions. Ukraine announced yesterday they would be slashing 2020/21 exports by 37.6% to 547.4 million bushels after forecasted production of the new fell to 979.1 million bushels.

South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
Bread Milling Wheat				
May 2020				
Jul 2020	R 5 227.00	18%	R 22.81	R 5 249.81
Sep 2020	R 5 013.00	11.5%	R 11.85	R 5 024.85
Dec 2020	R 4 761.00	12.5%	R 11.75	R 4 772.75
Mar 2021	R 4 862.00	0%	R 8.53	R 4 870.53
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 R60.00 down and Sep'20 Wheat closed R37.00 lower. The parity move for the Jul'20 Wheat contract for yesterday was R17.00 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

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 2020	854.00	857.50	0.00	3.50	902.00	44.50
AUG 2020	856.00	859.00	0.00	3.00	857.50	-1.50
SEP 2020	857.00	860.50	0.00	3.50	859.00	-1.50
NOV 2020	864.00	866.25	-0.50	2.25	865.00	-1.25
JAN 2021	866.00	870.50	-0.25	4.50	869.00	-1.50

CBOT Soybean Meal		
Month	Main Session Close	Current Overnight
JUL 2010	286.3	285.90
AUG 2010	288.4	288.20
SEP 2010	290	290.00
OCT 2010	291.3	291.50
DEC 2010	294.3	294.70

CBOT Soybean Oil		
Month	Main Session Close	Current Overnight
JUL 2010	27.86	27.57
AUG 2010	28.05	27.77
SEP 2010	28.22	27.91
OCT 2010	28.37	28.10
DEC 2010	28.68	28.40



FarmFutures - Soybean prices continued their rally as a stronger Brazilian real and weakening U.S. dollar sent Chinese buyers flocking to American soybeans. July soybean futures were up \$0.075/bushel to \$8.58. July soyoil prices shed \$0.04/lb to \$27.90. July soy meal futures rose \$1.9/ton to \$285.6. Cash soybean prices strengthened on the Mississippi River today as export demand from the U.S. Gulf picked up amid recent sales to China. Basis was mixed at crush facilities in the Western Corn Belt as inconsistent farmer sales in recent weeks has led to varying levels of inventory at processing locations. USDA announced a 6.8 million-bushel soybean sale to an unknown buyer earlier today. Many analysts believe the shipment will go to China after a Reuters report on Monday found state-owned Chinese firms to have booked soybean purchases despite orders from Beijing to ignore American pork and soybean availability amidst rising diplomatic tensions. Over 2.4 million bushels are earmarked for shipment in the current marketing year while the remaining 4.4 million bushels will be exported after the new marketing year begins on September 1. China is believed to have picked up U.S. soy purchases after Brazil's currency, the real, strengthened in recent days. An oil refinery in Cheyenne, Wyoming is fully converting its operations to a renewable biodiesel plant. The HollyFrontier Corporation will spend \$125 million - \$175 million to retrofit the aged Cheyenne refinery to produce 90 million gallons of renewable biodiesel annually by the start of 2022. The conversion comes as profit margins for oil companies took heavy losses in the early days of the pandemic.

South African Futures Exchange

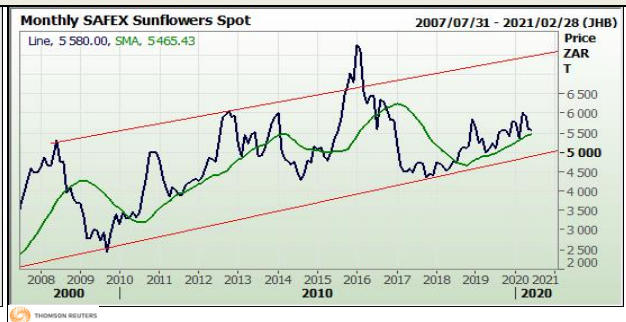
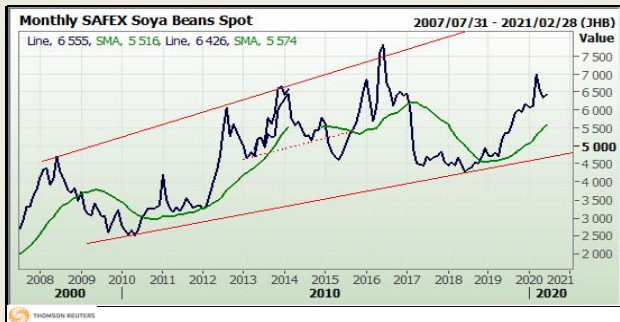
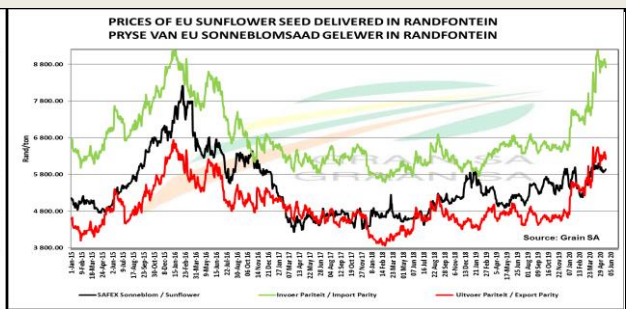
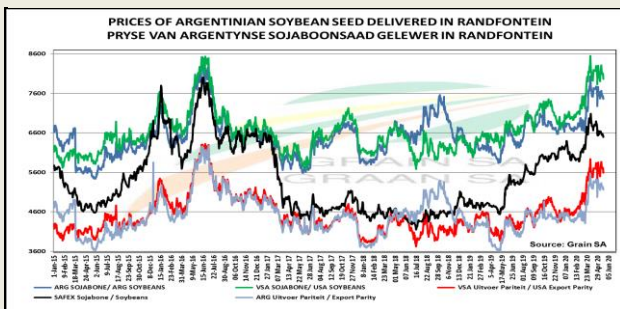
Soybean Future				
	MTM	Vols	Parity Change	Market Price
May 2020				
Jul 2020	R 6 482.00	19%	R 290.54	R 6 772.54
Sep 2020	R 6 550.00	14.75%	R 3.65	R 6 553.65
Dec 2020	R 6 637.00	15%		R 6 637.00
Mar 2021	R 6 495.00	0%		R 6 495.00
May 2021	R 6 150.00	17%		R 6 150.00
Jul 2021				

Sunflower Seeds Future		
	MTM	Vols
May 2020		
Jul 2020	R 5 637.00	19%
Sep 2020	R 5 755.00	0%
Dec 2020	R 5 877.00	15%
Mar 2021		
May 2021		
Jul 2021		



The local Soya market traded higher yesterday. The Jul'20 Soya contract ended R50.00 up and Sep'20 Soya closed R48.00 higher. The parity move for the Jul'20 Soya contract for yesterday was R6.00 positive.

The local Suns market closed higher yesterday. The Jul'20 Suns contract closed R2.00 up and Sep'20 Suns closed R16.00 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.