



**Fundamental Report**  
**09 June 2020**

## Financial Markets

### Currencies

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
USDollar/Rand	16.8016	16.7184	-0.0832	-0.50%
Euro/Rand	18.9733	18.8771	-0.0962	-0.51%
GBPound/Rand	21.2895	21.2642	-0.0253	-0.12%
AusDollar/Rand	11.7359	11.7112	-0.0247	-0.21%
Euro/USDollar	1.1294	1.1289	-0.0005	-0.04%
GBPound/USDollar	1.2674	1.2719	0.0045	0.36%
AusDollar/USDollar	0.6986	0.7005	0.0019	0.27%
JpyYen/USDollar	109.4200	108.1200	-1.3000	-1.19%

BDLive - The JSE was little changed on Monday, with gains by mining and energy stocks making up for losses in other sectors such as banks, which fared worst on the day. Sasol, whose share price plummeted along with oil prices just before the start of SA's nationwide lockdown to help reduce the spread of the coronavirus, leapt nearly 15%.

After gaining as much as 19% in intraday trade, as the price of Brent crude remained at more than \$40 a barrel, Sasol ended the day up 14.7% at R172.05. Despite still being down about 43% in 2020, the share has made a remarkable recovery from its recent closing low of R21.88 on March 23.

Since hitting an intraday low of about \$16 a barrel on April 22, Brent recovered quickly after cuts by major producers were agreed to, with an extension for another month of cuts decided at a weekend meeting between oil cartel Opec and its strategic allies.

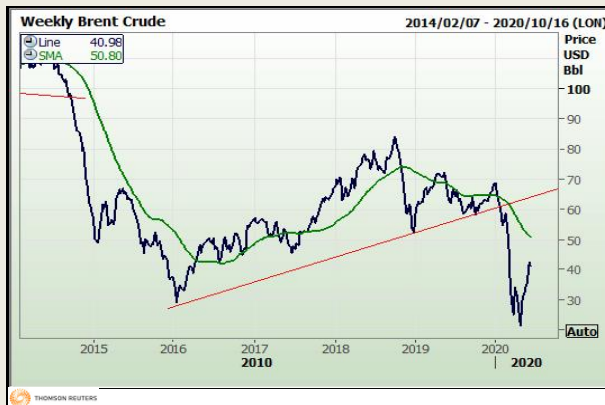


### Commodities

	Last	Value Change	% Change
Platinum	833.57	0.91	0.11%
Gold	1696.23	1.62	0.10%
Silver	17.55	-0.31	-1.78%
Copper	2.59	0.02	0.75%
Gasoil	327.00	-3.00	-0.92%
Brent Oil	40.98	0.18	0.44%

BDLive - Bengaluru — Gold prices slipped on Monday as an unexpected improvement in US employment numbers boosted optimism about economic recovery, boosting risk appetite and denting the appeal of the safe-haven metal. Spot gold was down 0.2% at \$1,682.57 per ounce, at 2.41am. US gold futures were up 0.3% at \$1,688.10.

Last week, the bullion dropped 2.4%, its largest weekly fall since the week ended March 13 and a third consecutive weekly drop. The US economy unexpectedly added jobs in May after suffering record losses in the prior month, data on Friday showed, indicating that the downturn triggered by the coronavirus outbreak is probably over and boosting equity markets. Focus is now on the US central bank, which will hold a two-day policy meeting ending on Wednesday. However, showing signs that the effects from the pandemic are still present, China's exports contracted in May, after a surprising gain in April, while imports fell more-than-expected to a four-year low.



### Financials

	Current Bid	Value Change	% Change
JSE TOP 40	50117.63	0.00	0.00%
ALSI	50153.00	0.00	0.00%
S&P 500	3193.93	38.46	1.20%
FTSE	6484.30	-11.71	-0.18%
CAC	5175.52	0.00	0.00%
DAX	12819.59	0.00	0.00%
Hang Seng	24776.77	277.44	1.12%



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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 2020	334.00	333.75	-0.50	-0.25	333.50	-0.25	-0.50
SEP 2020	339.00	338.25	-0.25	-0.75	337.75	-0.50	-1.25
DEC 2020	348.00	347.50	-0.50	-0.50	347.25	-0.25	-0.75
MAR 2021	359.00	359.00	-0.75	0.00	358.25	-0.75	-0.75
MAY 2021	366.00	365.50	-0.50	-0.50	364.75	-0.75	-1.25

**FarmFutures** - Corn prices picked up moderate gains Monday on a round of technical selling, aided by a healthy dose of export inspection data from USDA and emerging concerns about Brazil's second-corn crop. July futures added 2 cents to \$3.3325, with September futures up 2.25 cents to \$3.3775. Corn basis bids held steady across most Midwestern locations Monday but slid 1 to 2 cents lower at two interior river terminals today. Ahead of this afternoon's weekly crop progress report from USDA, analysts expect the agency to bump up corn quality a point, with 75% of this year's crop rated in good-to-excellent condition. Planting progress is expected to reach 97%, versus 93% the prior week. Corn export inspections only saw a fractional decline for the week ending June 4, slipping to 43.3 million bushels and landing in the middle of trade estimates, which ranged between 31.5 million and 49.2 million bushels. Cumulative totals for the 2019/20 marketing year are at about three-fourths of the prior year's pace, with 1.166 billion bushels. Korea jumped to the No. 1 position for U.S. corn export inspections last week, with 9.3 million bushels. European Union corn imports for the 2019/20 marketing year are trending 17% below last year's pace after reaching 736.2 million bushels by June 7. Brazil's second corn crop is reeling from drought conditions, with consultancy AgRural trimming production estimates for a third time this season, to 2.732 billion bushels. If realized, that would present a 5.2% drop from last year's production.

Russia primarily exports wheat, but the country is also a modest corn exporter, with another estimated 13.4 million bushels sold last month.

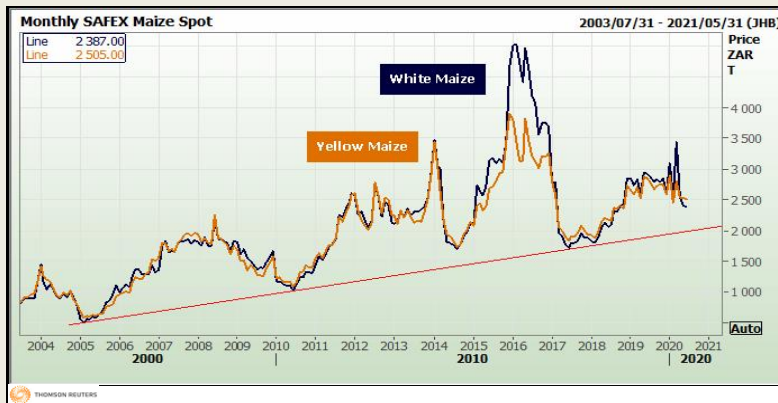
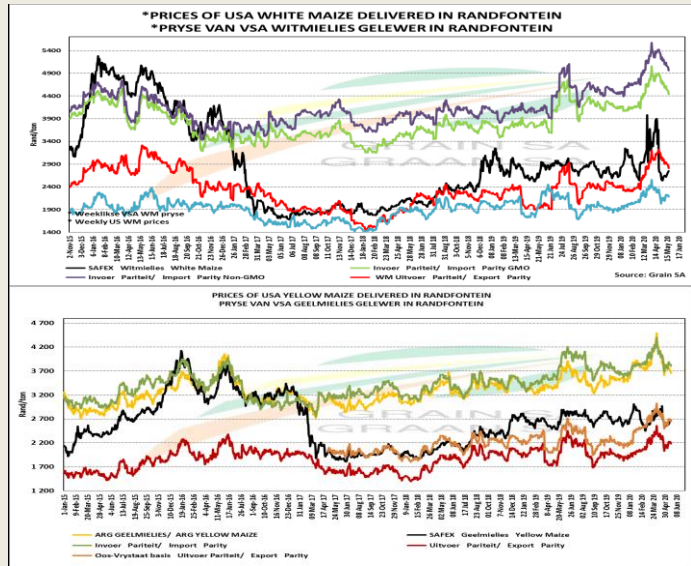
Preliminary volume estimates were for 362,465 contracts, spilling slightly below Friday's final count of 386,707.



### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>White Maize Future</b>				
May 2020				
Jul 2020	R 2 396.00	21.75%	R -14.23	R 2 381.77
Sep 2020	R 2 445.00	20%	R -19.33	R 2 425.67
Dec 2020	R 2 531.00	22.5%	R -16.33	R 2 514.67
Mar 2021	R 2 556.00	24%	R -16.70	R 2 539.30
May 2021	R 2 561.00	0%	R -20.22	R 2 540.78
Jul 2021	R 2 576.00	27%		R 2 576.00
<b>Yellow Maize Future</b>				
May 2020				
Jul 2020	R 2 513.00	22.5%	R -14.23	R 2 498.77
Sep 2020	R 2 559.00	18%	R -19.33	R 2 539.67
Dec 2020	R 2 640.00	20%	R -16.33	R 2 623.67
Mar 2021	R 2 669.00	19.5%	R -16.70	R 2 652.30
May 2021	R 2 611.00	0%	R -20.22	R 2 590.78
Jul 2021	R 2 618.00	18%		R 2 618.00

The local Maize market traded higher yesterday. The Jul'20 WMAZ contract ended R5.00 up and Jul'20 YMAZ closed R5.00 higher. The Sep'20 WMAZ closed higher by R3.00 and Sep'20 YMAZ ended R5.00 up. The parity move for the Jul'20 Maize contract for yesterday was R15.00 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 2020	516.00	511.50	6.25	-4.50	512.50	1.00	-3.50		JUL 2010	464.00	460.50	4.25	-3.50	463.00	2.50	-1.00
SEP 2020	520.00	517.25	5.50	-2.75	517.25	0.00	-2.75		SEP 2010	471.00	468.50	4.00	-2.50	470.50	2.00	-0.50
DEC 2020	531.00	527.50	5.00	-3.50	528.00	0.50	-3.00		DEC 2010	483.00	480.75	4.00	-2.25	483.00	2.25	0.00
MAR 2021	540.00	537.25	3.75	-2.75	537.75	0.50	-2.25		MAR 2011	495.00	492.25	4.25	-2.75	493.75	1.50	-1.25
MAY 2021	545.00	542.25	3.00	-2.75	529.00	-13.25	-16.00		MAY 2011	502.00	499.75	4.25	-2.25	0.00	-499.75	-502.00



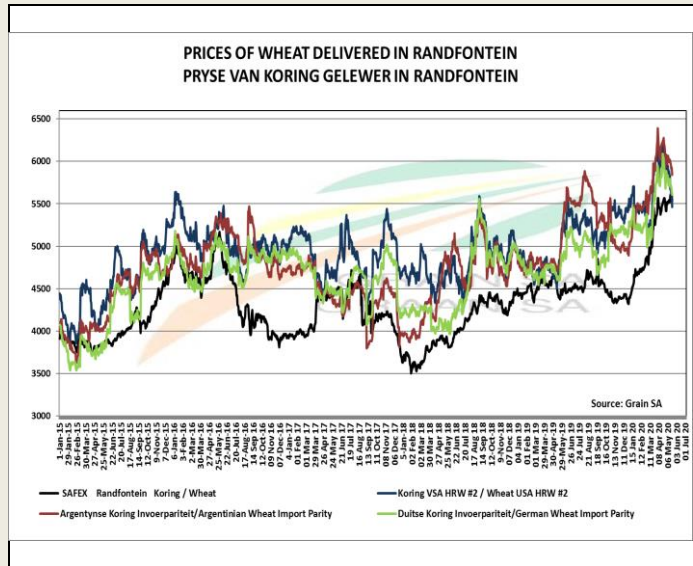
FarmFutures - Wheat prices were decidedly mixed Monday. MGEX spring wheat contracts emerged as today's clear winner, moving about 1% higher as July futures added 5.5 cents to reach \$5.24. July Kansas City HRW futures held steady at \$4.6125, meantime, while July Chicago SRW futures dropped 3.5 cents to \$5.1175.

Overseas wheat markets followed CBOT prices into the red today, with a strong euro and favorable rains in northern Europe pushing September Paris futures 0.4% lower. Uncertainty about demand following the coronavirus pandemic have traders across the world on edge this spring.

Ahead of the next weekly crop progress report from USDA, out later this afternoon, analysts expect the agency to show 96% of this year's spring wheat crop has now been planted, with 80% of the crop rated in good-to-excellent condition. For winter wheat, analysts expect USDA to report harvest progress at 12% by June 7, with 50% of the crop rated in good-to-excellent condition (down a point from last week). Preliminary volume estimates were for 167,907 CBOT contracts, trending slightly lower than Friday's final count of 174,646.

### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>Bread Milling Wheat</b>				
May 2020				
Jul 2020	R 5 162.00	18%	R -37.27	R 5 124.73
Sep 2020	R 4 998.00	11.5%	R -32.79	R 4 965.21
Dec 2020	R 4 758.00	12.5%	R -34.66	R 4 723.34
Mar 2021	R 4 854.00	0%	R -30.33	R 4 823.67
May 2021				
Jul 2021				
<b>Cape Wheat</b>				
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 R63.00 down and Sep'20 Wheat closed R15.00 lower. The parity move for the Jul'20 Wheat contract for yesterday was R36.00 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 2020	869.00	864.75	0.00	-4.25	902.00	37.25
AUG 2020	872.00	867.50	0.00	-4.50	868.75	1.25
SEP 2020	874.00	870.00	0.00	-4.00	871.00	1.00
NOV 2020	881.00	878.00	-0.50	-3.00	879.50	1.50
JAN 2021	886.00	883.25	-0.25	-2.75	884.50	1.25

CBOT Soybean Meal		
Month	Main Session Close	Current Overnight
JUL 2020	288.4	289.30
AUG 2020	291	291.80
SEP 2020	293.1	293.80
OCT 2020	294.8	295.50
DEC 2020	298	299.00

CBOT Soybean Oil		
Month	Main Session Close	Current Overnight
JUL 2010	28.1	28.18
AUG 2010	28.29	28.39
SEP 2010	28.48	28.48
OCT 2010	28.66	28.65
DEC 2010	29.02	29.08



FarmFutures - Soybean prices took a modest step back Monday after rising consistently last week, when multiple large sales were reported to China and unknown destinations. A lackluster set of export inspection data this morning spurred some additional technical selling. July futures dropped 3.75 cents to \$8.64, with August futures down 3.5 cents to \$8.6650.

Soybean basis bids dropped 4 cents lower at two interior river terminals Monday but held steady elsewhere across the central U.S. today.

Ahead of the next weekly crop progress report from USDA, out later this afternoon, analysts expect the agency to show a one-point improvement in soybean crop quality from a week ago, with 71% rated in good-to-excellent condition. Analysts also expect USDA to show 87% of this year's crop has been planted as of June 7. European Union soybean imports for the 2019/20 marketing year topped 521 million bushels as of June 7, which is fractionally above last year's pace. EU canola imports are up 44% this year, in contrast, with EU palm oil imports dragging 11% below 2018/19 levels.

Preliminary volume estimates were for 213,683 contracts, tracking moderately below Friday's final count of 252,620.

### South African Futures Exchange

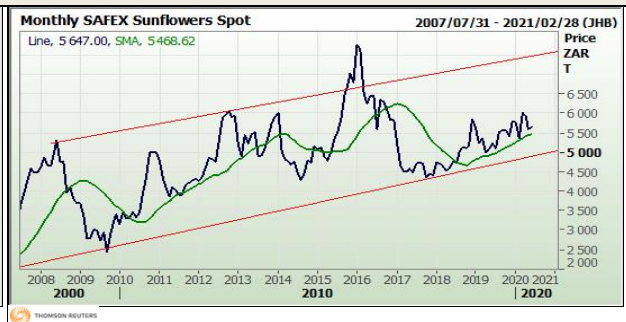
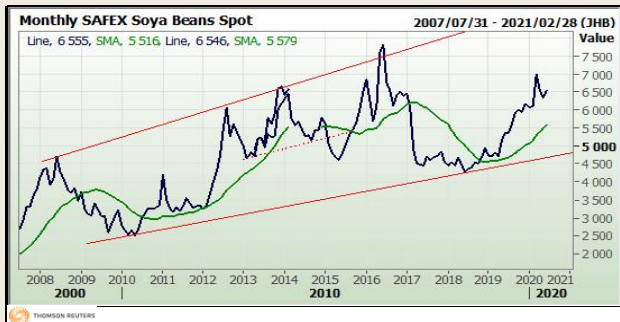
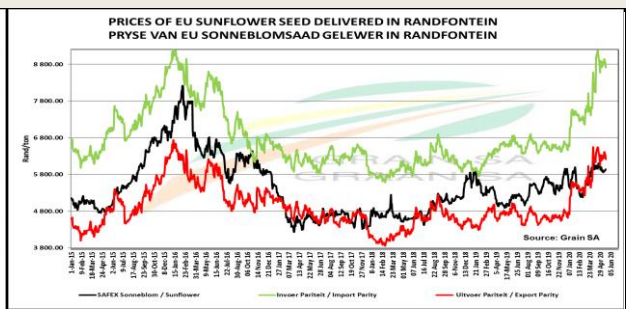
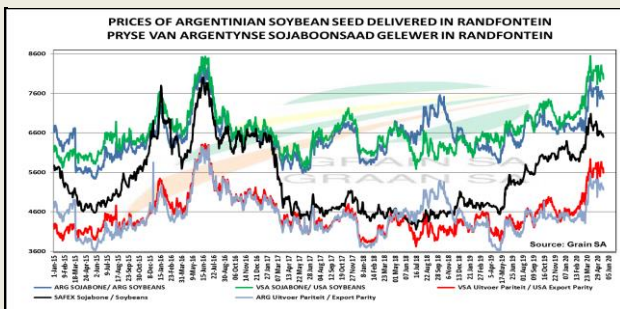
Soybean Future				
	MTM	Vols	Parity Change	Market Price
May 2020				
Jul 2020	R 6 595.00	19%	R 176.15	R 6 771.15
Sep 2020	R 6 661.00	14.75%	R -45.15	R 6 615.85
Dec 2020	R 6 726.00	15%		R 6 726.00
Mar 2021	R 6 548.00	0%		R 6 548.00
May 2021	R 6 150.00	17%		R 6 150.00
Jul 2021				

Sunflower Seeds Future			
	MTM	Vols	
May 2020			
Jul 2020	R 5 702.00	19%	
Sep 2020	R 5 810.00	11.5%	
Dec 2020	R 5 932.00	15%	
Mar 2021	R 5 880.00	0%	
May 2021			
Jul 2021			



The local Soya market traded lower yesterday. The Jul'20 Soya contract ended R7.00 down and Sep'20 Soya closed R9.00 lower. The parity move for the Jul'20 Soya contract for yesterday was R48.00 negative.

The local Suns market closed lower yesterday. The Jul'20 Suns contract closed R20.00 down and Sep'20 Suns closed R26.00 lower.



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