



Fundamental Report

17 July 2020

Financial Markets

Currencies

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
USDollar/Rand	16.6543	16.7268	0.0725	0.44%
Euro/Rand	18.9640	19.0436	0.0796	0.42%
GBPound/Rand	20.8731	21.0165	0.1434	0.69%
AusDollar/Rand	11.6164	11.6853	0.0689	0.59%
Euro/USDollar	1.1388	1.1384	-0.0004	-0.04%
GBPound/USDollar	1.2533	1.2565	0.0032	0.26%
AusDollar/USDollar	0.6975	0.6986	0.0011	0.16%
JpyYen/USDollar	107.1400	107.2400	0.1000	0.09%

BDLive - The JSE closed weaker on Thursday as US-China tension and the rising number of Covid-19 cases continue to weigh on investor risk appetite. US daily coronavirus cases exceeded 60,000 for the second day in a row on Wednesday, with total US infections over 3.5-million. The surging number of infections in the US, and other parts of the world, is threatening economic recovery as some economies might be forced to either close businesses again or pause reopenings.

Meanwhile, the dispute between the US and China over control of advanced technologies remains a threat to sentiment. On Wednesday, China warned that it would retaliate after US President Donald Trump ended Hong Kong's special economic status. China threatened with possible sanctions, which could further strain relations between the two economic superpowers. "Equity markets ran out of steam. Investors are torn between hopes of an early Covid-19 vaccine that could pave the way for a return to normality and increasing tensions between the US and China," said AxiCorp market analyst Milan Cutkovic. "The focus currently lies on Hong Kong, but there are fears that the trade dispute between the US and China could flare up again at any time."

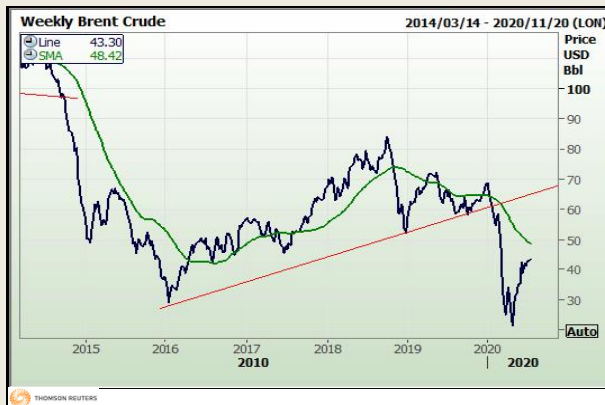


Commodities

	Last	Value Change	% Change
Platinum	823.08	-1.09	-0.13%
Gold	1797.64	1.01	0.06%
Silver	19.03	-0.14	-0.73%
Copper	2.89	-0.01	-0.28%
Gasoil	368.50	-0.50	-0.14%
Brent Oil	43.28	-0.09	-0.21%

BDLive - Bengaluru — Gold prices held steady near a nine-year peak on Thursday, as concerns over rising coronavirus cases and simmering US-China tensions offset some silver linings from Chinese economic data. Spot gold crept 0.1% lower at \$1,808.97/oz by 3.41am GMT but moved in a very tight range of about \$5, just \$8.74 shy of its highest since September 2011, at \$1,817.71, hit last week.

US gold futures were mostly unchanged at \$1,814.20. China's economy grew 3.2% in the second quarter from a year earlier, data showed on Thursday, recovering from a record contraction as lockdown measures ended and policymakers stepped up stimulus. But separate data showed that while the country's industrial output beat expectations in June, retail sales unexpectedly fell again, pointing to waning consumer demand. Michael McCarthy, chief strategist at CMC Markets, said the data was mixed out of China and gold's elevated levels reflect ongoing concern from some segments of investors about the growth outlook for the rest of the year.



Financials

	Current Bid	Value Change	% Change
JSE TOP 40	51363.49	0.00	0.00%
ALSI	51665.00	0.00	0.00%
S&P 500	3226.56	-10.99	-0.34%
FTSE	6292.65	-41.96	-0.67%
CAC	5085.28	0.00	0.00%
DAX	12874.97	0.00	0.00%
Hang Seng	24970.69	159.16	0.64%



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

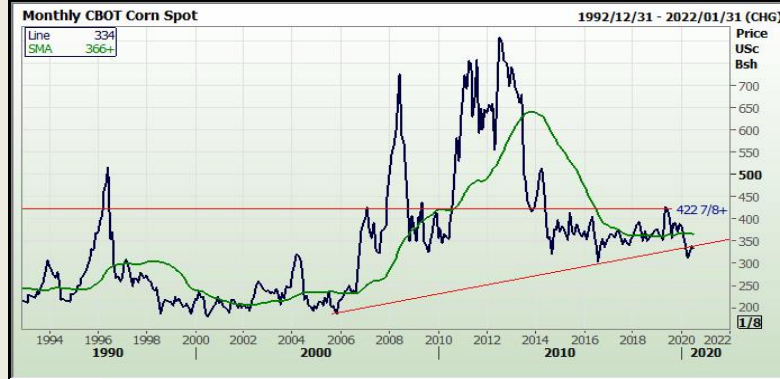
Month	Yesterday 12pm	Main Session Close	Main Session Change	Main Session Change from 12pm	Current Overnight	Overnight Change from Main Session	Overnight Change from 12pm
SEP 2020	329.00	330.25	-0.50	1.25	334.00	3.75	5.00
DEC 2020	337.00	337.50	-0.25	0.50	340.75	3.25	3.75
MAR 2021	347.00	347.75	-0.50	0.75	350.75	3.00	3.75
MAY 2021	354.00	354.25	-0.75	0.25	356.75	2.50	2.75
JUL 2021	360.00	359.75	-0.50	-0.25	361.75	2.00	1.75

FarmFutures - Corn prices rose more than 1% Thursday on a round of technical buying prompted by rising export optimism, and as drier, hotter weather is expected to return to parts of the Corn Belt later this month. September futures gained 4.25 cents to \$3.3050, while December futures picked up 3.5 cents to \$3.3750.

Corn basis bids dropped 3 cents at an Iowa processor Thursday while firming 1 to 3 cents higher at three other Midwestern locations today. Farmers have been making some old crop sales this week to free up more on-farm storage for the upcoming harvest.

Corn exports found 38.6 million bushels in old crop sales (up noticeably from the prior four-week average) plus another 25.8 million bushels in new crop sales for a total tally of 64.4 million bushels. Total sales were on the low end of trade estimates, which ranged between 59.1 million and 114.2 million bushels. China accounted for 53.9 million bushels of the total. Meantime, cumulative totals for the 2019/20 marketing year are increasingly unlikely to match last year's pace, with 1.417 billion bushels. A developing La Niña pattern could mean lower yield potential for corn and soybeans in Argentina, along with drier weather patterns in the U.S. hard red winter wheat belt. "It's important to note that these are tendencies - not any type of definitive forecast for weather or yields," adds grain market analyst Bryce Knorr. Click here to read more about how ENSO conditions can affect grain production around the world.

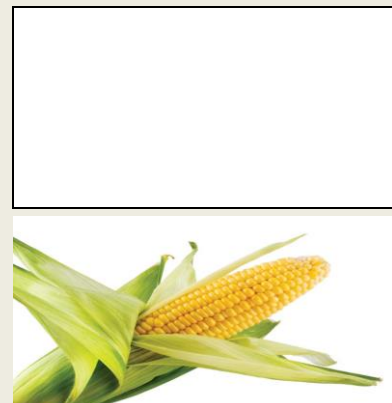
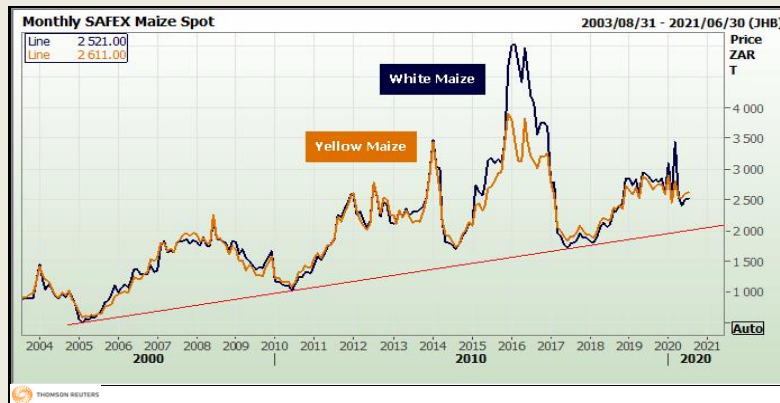
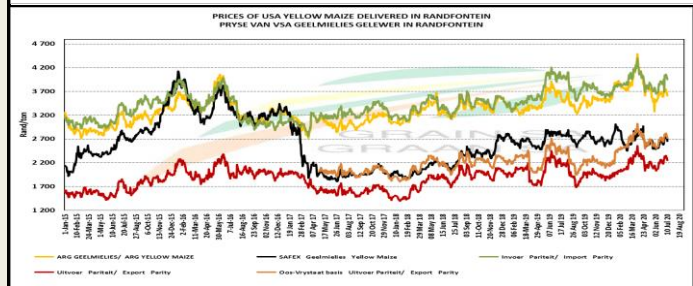
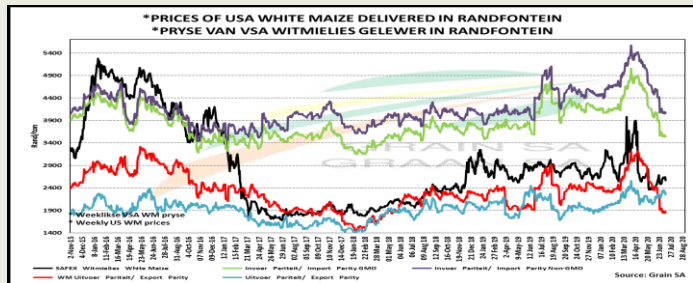
Preliminary volume estimates were for 250,801 contracts, moving fractionally above Wednesday's final count of 249,204.



South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
White Maize Future				
May 2020				
Jul 2020	R 2 521.00	21.75%		R 2 521.00
Sep 2020	R 2 544.00	20%	R 42.32	R 2 586.32
Dec 2020	R 2 628.00	23.75%	R 34.31	R 2 662.31
Mar 2021	R 2 652.00	25.5%	R 34.60	R 2 686.60
May 2021	R 2 638.00	0%	R 28.21	R 2 666.21
Jul 2021	R 2 632.00	25%	R 21.80	R 2 653.80
Yellow Maize Future				
May 2020				
Jul 2020	R 2 611.00	22%		R 2 611.00
Sep 2020	R 2 649.00	19.75%	R 42.32	R 2 691.32
Dec 2020	R 2 723.00	19%	R 34.31	R 2 757.31
Mar 2021	R 2 737.00	19.5%	R 34.60	R 2 771.60
May 2021	R 2 674.00	0%	R 28.21	R 2 702.21
Jul 2021	R 2 647.00	18%	R 21.80	R 2 668.80

The local Maize market traded higher yesterday. The Jul'20 WMAZ contract ended unchanged while Jul'20 YMAZ closed R3.00 higher. The Sep'20 WMAZ closed higher by R7.00 and Sep'20 YMAZ ended R4.00 up. The parity move for the Jul'20 Maize contract for yesterday was R6.00 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
SEP 2020	548.00	535.25	6.25	-12.75	539.00	3.75	-9.00		SEP 2010	460.00	448.75	4.25	-11.25	454.00	5.25	-6.00
DEC 2020	551.00	540.75	5.50	-10.25	544.25	3.50	-6.75		DEC 2010	471.00	460.25	4.00	-10.75	465.00	4.75	-6.00
MAR 2021	556.00	546.50	5.00	-9.50	550.50	4.00	-5.50		MAR 2011	482.00	471.50	4.00	-10.50	476.25	4.75	-5.75
MAY 2021	558.00	548.75	3.75	-9.25	553.00	4.25	-5.00		MAY 2011	489.00	478.75	4.25	-10.25	483.25	4.50	-5.75
JUL 2021	552.00	544.50	3.00	-7.50	529.00	-15.50	-23.00		JUL 2011	496.00	483.50	4.25	-12.50	0.00	-483.50	-496.00



FarmFutures - Wheat prices took a big step back on a round of technical selling and profit-taking after prices made substantial inroads earlier this month. September Chicago SRW futures fell 15.25 cents to \$5.3550, September Kansas City HRW futures lost 11 cents to \$4.4850, and September MGEX spring wheat futures dropped 13 cents to \$5.1475. Wheat saw net sales of 28.1 million bushels last week, moving ahead of all trade estimates, which ranged between 9.2 million and 23.9 million bushels. China accounted for nearly half of the total, with 11.9 million bushels. Cumulative totals for the 2020/21 marketing year are now fractionally higher than last year's pace, with 106.4 million bushels.

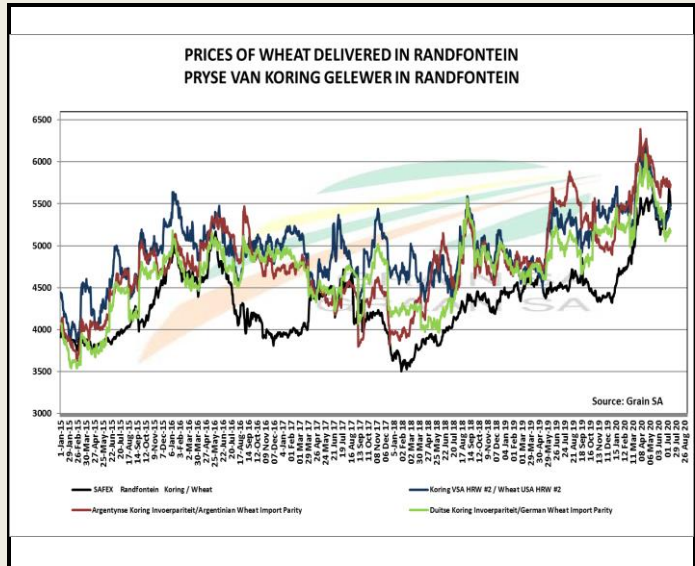
Wheat export shipments firmed 56% above last week's total and 23% above the prior four-week average, with 23.6 million bushels. China was the No. 1 destination, with 4.2 million bushels.

Consultancy Strategie Grains lowered its assessment for 2020/21 European Union wheat production by 0.6%, to 4.788 billion bushels. Average yields are expected to remain stable, at 86.2 bushels per acre.

Preliminary volume estimates were for 151,024 CBOT contracts, falling slightly short of Wednesday's final count of 159,285.

South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
Bread Milling Wheat				
May 2020				
Jul 2020	R 5 700.00	18%		R 5 700.00
Sep 2020	R 5 161.00	11.5%	R -40.72	R 5 120.28
Dec 2020	R 4 805.00	11%	R -26.81	R 4 778.19
Mar 2021	R 4 904.00	0%	R -18.99	R 4 885.01
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 higher yesterday. The Jul'20 Wheat contract closed R47.00 up and Sep'20 Wheat closed R6.00 higher. The parity move for the Jul'20 Wheat contract for yesterday was R8.00 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
AUG 2020	890.00	893.50	0.00	3.50	902.00	8.50
SEP 2020	885.00	888.25	0.00	3.25	891.50	3.25
NOV 2020	886.00	891.00	0.00	5.00	894.75	3.75
JAN 2021	890.00	895.00	-0.50	5.00	899.00	4.00
MAR 2021	887.00	891.50	-0.25	4.50	895.50	4.00

CBOT Soybean Meal		
Month	Main Session Close	Current Overnight
AUG 2010	287	287.40
SEP 2010	289.7	290.30
OCT 2010	291.3	291.80
DEC 2010	294.8	295.30
JAN 2011	296.1	296.70

CBOT Soybean Oil		
Month	Main Session Close	Current Overnight
AUG 2010	29.27	29.50
SEP 2010	29.42	29.63
OCT 2010	29.54	29.79
DEC 2010	29.84	30.06
JAN 2011	30.04	30.26



FarmFutures - Soybean prices firmed nearly 0.8% Thursday after large sales to China were reported for a third consecutive day, which drummed up a round of technical buying. Hotter, drier weather expected to return later in July lent additional support. August and September futures each added 7 cents to reach \$8.9325 and \$8.8775, respectively.

Soybean basis bids firmed a penny at an Illinois river terminal and dropped 2 cents at an Indiana processor Thursday while holding steady elsewhere across the central U.S. today.

China remains an active buyer of U.S. grain this week, as private exporters reported to USDA another large sale this morning totaling 19.2 million bushels. Of the total, 4.9 million bushels is for delivery during the 2019/20 marketing year, which ends August 31, with the remaining 14.3 million bushels for delivery in 2020/21. Soybean export shipments jumped 49% above the prior four-week average, with 21.1 million bushels. China was the No. 1 destination, with 8.4 million bushels.

Preliminary volume estimates were for 159,129 contracts, tracking a bit above Wednesday's final count of 144,073.

South African Futures Exchange

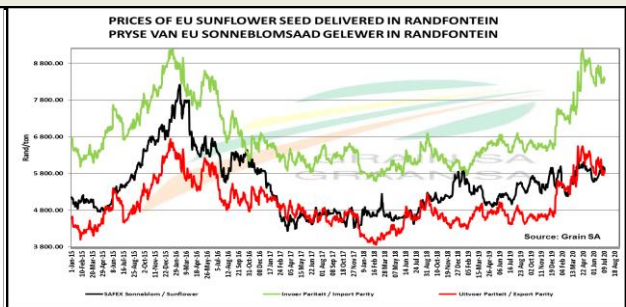
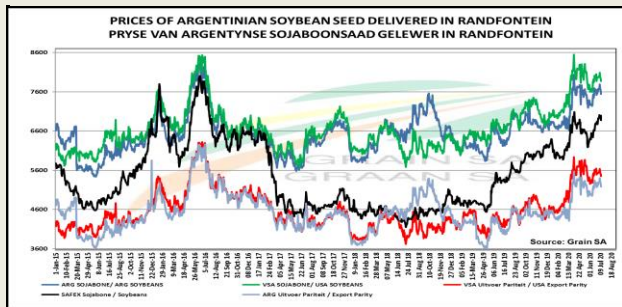
Soybean Future			
	MTM	Vols	Market Price
May 2020			
Jul 2020	R 6 740.00	19%	R 6 740.00
Sep 2020	R 6 780.00	15%	R 6 843.52
Dec 2020	R 6 811.00	15%	R 6 811.00
Mar 2021	R 6 620.00	14%	R 6 695.87
May 2021	R 6 230.00	17%	R 6 230.00
Jul 2021			

Sunflower Seeds Future			
	MTM	Vols	Market Price
May 2020			
Jul 2020	R 5 909.00	19%	R 5 909.00
Sep 2020	R 6 020.00	11.5%	R 6 020.00
Dec 2020	R 6 145.00	15%	R 6 145.00
Mar 2021	R 6 115.00	0%	R 6 115.00
May 2021	R 5 899.00	0%	R 5 899.00
Jul 2021			



The local Soya market traded lower yesterday. The Jul'20 Soya contract ended R50.00 down and Sep'20 Soya closed R52.00 lower. The parity move for the Jul'20 Soya contract for yesterday was R14.00 positive.

The local Suns market closed lower yesterday. The Jul'20 Suns contract closed R11.00 down and Sep'20 Suns closed R1.00 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 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.