



Fundamental Report

03 July 2020

Financial Markets

Currencies

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
USDollar/Rand	16.9134	16.9668	0.0534	0.32%
Euro/Rand	19.0799	19.0847	0.0048	0.03%
GBPound/Rand	21.1634	21.1408	-0.0226	-0.11%
AusDollar/Rand	11.7176	11.7529	0.0353	0.30%
Euro/USDollar	1.1285	1.1246	-0.0039	-0.35%
GBPound/USDollar	1.2515	1.2463	-0.0052	-0.42%
AusDollar/USDollar	0.6928	0.6927	-0.0001	-0.01%
JpyYen/USDollar	107.4300	107.4700	0.0400	0.04%

BDLive - The JSE had its best day in a week on Thursday as global markets rallied following positive economic data and hopes for a Covid-19 vaccine.

US non-farm payrolls rose by 4.8-million in June as more states reopened and lockdown measures were eased. This was above expectations that private sector jobs would have risen by 2.9-million, according to Trading Economics.

Progress in finding a Covid-19 vaccine also boosted market sentiment on Thursday after US pharmaceutical giant Pfizer, working with German BioNTech, said an experimental vaccine trial on humans showed encouraging results.

"Appetite for risky assets has improved after a blockbuster jobs report and early vaccine trial data. The US Fed's dire outlook will continue to support easy policies, with expectations that reinstated lockdown measures will be temporary," said Oanda market analyst Edward Moya.

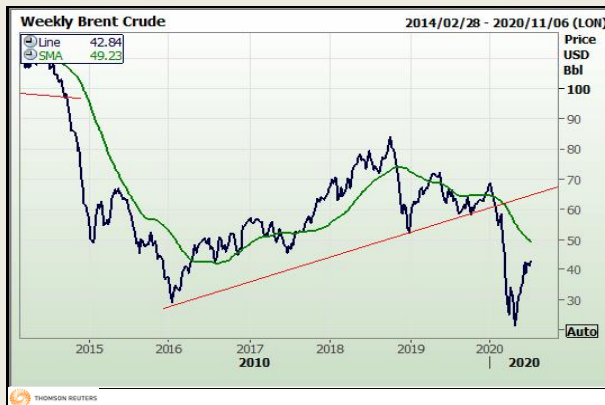


Commodities

	Last	Value Change	% Change
Platinum	810.15	7.17	0.89%
Gold	1775.04	-0.10	-0.01%
Silver	17.99	0.09	0.51%
Copper	2.73	-0.02	-0.71%
Gasoil	365.75	2.75	0.75%
Brent Oil	42.89	-0.25	-0.58%

BDLive - Bengaluru — Gold edged lower on Thursday, easing from a near eight-year peak hit in the last session, as solid US manufacturing data and promising results from a Covid-19 vaccine trial revived hopes for a quick economic recovery, denting demand for safe havens. Spot gold was down 0.1% at \$1,767.79/oz by 2.59am GMT, after touching \$1,788.96 on Wednesday, its highest since October 2012. US gold futures fell 0.2% to \$1,776.80.

"A general pro-growth stance across markets is why we're seeing a little bit of pressure on gold," said Michael McCarthy, chief strategist at CMC Markets, adding that market action reflected a tussle between concern over rising Covid-19 cases and hopes for a vaccine and positive US data. Manufacturing activity in the US rebounded in June, hitting its highest in more than a year, while similar surveys from China, Germany and France all pointed to a recovery in factory activity. The better-than-expected economic readings and optimism over a potential vaccine lifted equity markets.



Financials

	Current Bid	Value Change	% Change
JSE TOP 40	50309.77	0.00	0.00%
ALSI	50510.00	0.00	0.00%
S&P 500	3115.86	14.15	0.45%
FTSE	6157.96	82.40	1.34%
CAC	5049.38	0.00	0.00%
DAX	12608.46	0.00	0.00%
Hang Seng	25124.19	115.68	0.46%



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Corn / Maize Market

Chicago Board of Trade

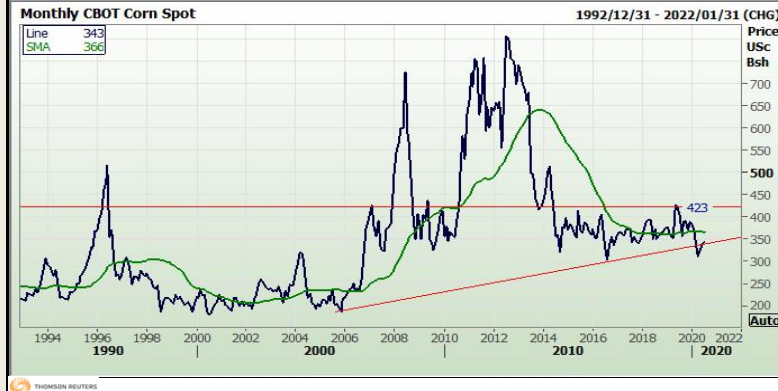
Month	Yesterday 12pm	Main Session Close	Main Session Change	Main Session Change from 12pm	Current Overnight	Overnight Change from Main Session	Overnight Change from 12pm
JUL 2020	349.00	342.50	-0.50	-6.50	0.00	-342.50	-349.00
SEP 2020	352.00	343.50	-0.25	-8.50	0.00	-343.50	-352.00
DEC 2020	361.00	353.50	-0.50	-7.50	0.00	-353.50	-361.00
MAR 2021	372.00	365.00	-0.75	-7.00	0.00	-365.00	-372.00
MAY 2021	378.00	370.75	-0.50	-7.25	0.00	-370.75	-378.00

FarmFutures - Corn prices tilted more than 1.5% lower on a round of profit-taking and technical selling after drumming up substantial gains Tuesday and Wednesday. Keep an eye on hot, dry weather in the forecasts next week to see if a weather rally can reignite gains. Today, July futures dropped 5.75 cents to \$3.4250, with September futures down 7.5 cents to \$3.43.

Corn basis bids were steady to mixed after ticking 2 cents higher at an Illinois river terminal while dropping 1 to 4 cents lower at three other Midwestern locations today. Farmer sales finally picked up this week after a surge in futures Tuesday and Wednesday.

Corn exports saw old crop sales totaling 14.2 million bushels last week, plus another 10.3 million bushels in new crop sales, for a total of 24.5 million bushels. That was enough to put this week's tally in the middle of trade guesses, which ranged between 17.7 million and 35.4 million bushels. Cumulative totals for the 2019/20 marketing year are still down more than 350 million bushels versus a year ago, at 1.334 billion bushels. Where did 5 million corn acres go? That's the difference between USDA's Prospective Plantings estimates at the end of March (97 million acres) and this week's quarterly acreage and stocks report (92 million acres). We took a closer look in the latest Midweek Markets podcast and explored the potential for a weather rally later in July - click here to listen.

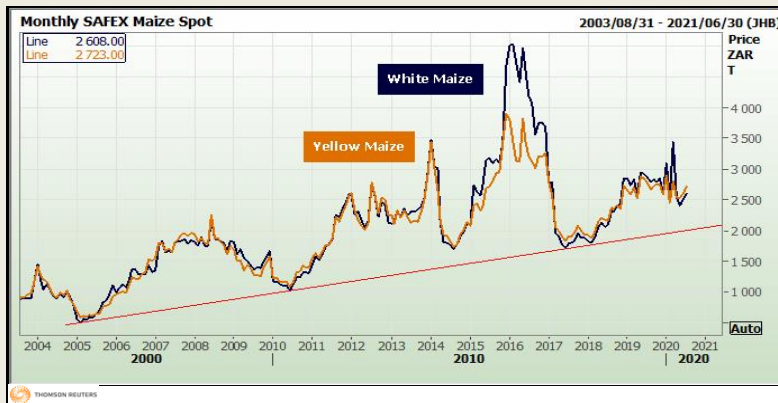
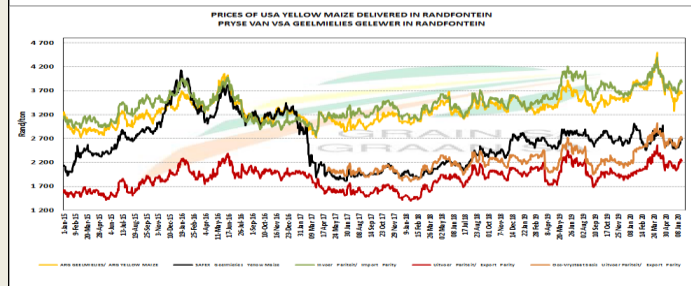
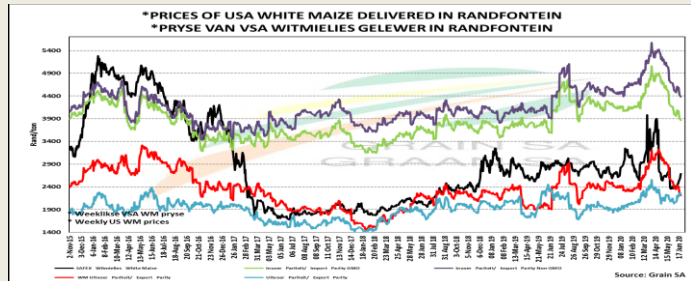
Preliminary volume estimates were for 320,043 contracts, sliding significantly below Wednesday's final count of 568,037.



South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
White Maize Future				
May 2020				
Jul 2020	R 2 608.00	21.75%	R -2 323.81	R 284.19
Sep 2020	R 2 655.00	20%	R -2 343.78	R 311.22
Dec 2020	R 2 744.00	24%	R -2 403.71	R 340.29
Mar 2021	R 2 763.00	25.5%	R -2 476.95	R 286.05
May 2021	R 2 746.00	0%	R -2 516.90	R 229.10
Jul 2021	R 2 757.00	25%		R 2 757.00
Yellow Maize Future				
May 2020				
Jul 2020	R 2 723.00	22%	R -2 323.81	R 399.19
Sep 2020	R 2 782.00	18%	R -2 343.78	R 438.22
Dec 2020	R 2 858.00	20%	R -2 403.71	R 454.29
Mar 2021	R 2 878.00	19.5%	R -2 476.95	R 401.05
May 2021	R 2 777.00	0%	R -2 516.90	R 260.10
Jul 2021	R 2 786.00	18%		R 2 786.00

The local Maize market traded higher yesterday. The Jul'20 WMAZ contract ended R20.00 up and Jul'20 YMAZ closed R27.00 higher. The Sep'20 WMAZ closed higher by R26.00 and Sep'20 YMAZ ended R32.00 up. The parity move for the Jul'20 Maize contract for yesterday was R37.00 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	498.00	490.00	6.25	-8.00	0.00	-490.00	-498.00	JUL 2010	434.25	427.25	4.25	-7.00	0.00	-427.25	-434.25
SEP 2020	498.00	492.00	5.50	-6.00	0.00	-492.00	-498.00	SEP 2010	442.00	434.00	4.00	-8.00	0.00	-434.00	-442.00
DEC 2020	505.00	499.75	5.00	-5.25	0.00	-499.75	-505.00	DEC 2010	454.00	446.75	4.00	-7.25	0.00	-446.75	-454.00
MAR 2021	512.00	507.50	3.75	-4.50	0.00	-507.50	-512.00	MAR 2011	466.00	458.50	4.25	-7.50	0.00	-458.50	-466.00
MAY 2021	517.00	512.50	3.00	-4.50	529.00	16.50	12.00	MAY 2011	474.00	466.00	4.25	-8.00	0.00	-466.00	-474.00

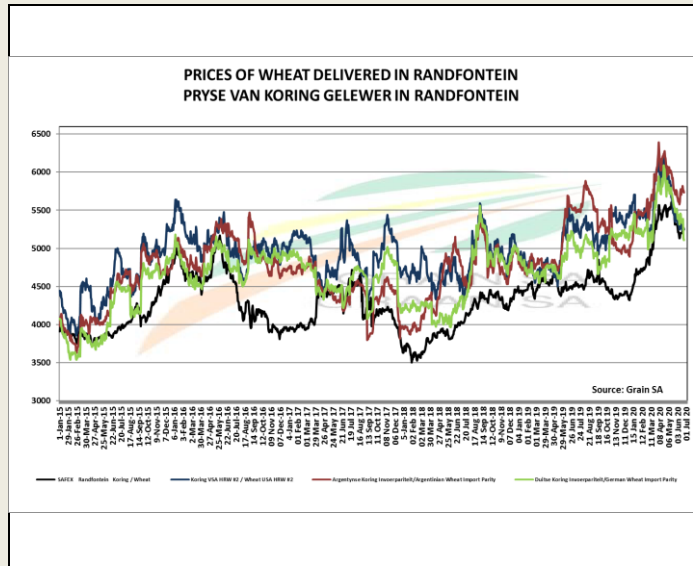


FarmFutures - Wheat prices dropped significantly Thursday on a round of technical selling partly spurred by spillover weakness from other grains, with yield-friendly rains forecasted for the Plains this weekend adding additional headwinds. July Chicago SRW futures dropped 8.75 cents to \$4.90, July Kansas City HRW futures tumbled 14.5 cents to \$4.28, and July MGEX spring wheat futures lost 8.5 cents to \$4.9875. Wheat export sales saw 15.2 million bushels last week in old crop sales, plus another 2.6 million in new crop sales, which was in the middle of trade estimates that ranged between 9.2 million and 22.0 million bushels. Taiwan was the top buyer last week, with 3.3 million bushels. Cumulative totals for the 2020/21 marketing year are now at 69 million bushels. Wheat export shipments reached 18.6 million bushels last week. The Philippines topped all destinations, with 6.1 million bushels.

Ongoing drought challenges across the European Union earlier this year have analysts expecting an average 10% reduction in total EU wheat production this year, with an average trade guess of 4.824 billion bushels. If realized, that would represent a nearly 11% drop below last year's production. Preliminary volume estimates were for 65,418 CBOT contracts, trending moderately below Wednesday's final count of 110,870.

South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
Bread Milling Wheat				
May 2020				
Jul 2020	R 5 385.00	18%	R -3 094.88	R 2 290.12
Sep 2020	R 5 040.00	11.5%	R -3 094.88	R 1 945.12
Dec 2020	R 4 792.00	12.5%	R -3 138.38	R 1 653.62
Mar 2021	R 4 891.00	0%	R -3 181.88	R 1 709.12
May 2021				
Jul 2021				
Cape Wheat				
May 2020				
Jul 2020				
Sep 2020				
Dec 2020				
Mar 2021				
May 2021				
Jul 2021				



The local Weat market closed lower yesterday. The Jul'20 Weat contract closed R15.00 down and Sep'20 Weat closed R37.00 lower. The parity move for the Jul'20 Weat contract for yesterday was R62.00 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	894.00	892.50	0.00	-1.50	902.00	9.50
AUG 2020	892.00	891.25	0.00	-0.75	0.00	-891.25
SEP 2020	892.00	890.00	0.00	-2.00	0.00	-890.00
NOV 2020	900.00	896.75	-0.50	-3.25	0.00	-896.75
JAN 2021	904.00	901.25	-0.25	-2.75	0.00	-901.25

CBOT Soybean Meal		
Month	Main Session Close	Current Overnight
JUL 2010	293.5	0.00
AUG 2010	296.2	0.00
SEP 2010	298.4	0.00
OCT 2010	300.2	0.00
DEC 2010	304.2	0.00

CBOT Soybean Oil		
Month	Main Session Close	Current Overnight
JUL 2010	27.96	0.00
AUG 2010	28.09	0.00
SEP 2010	28.26	0.00
OCT 2010	28.42	0.00
DEC 2010	28.75	0.00



FarmFutures - Soybean prices eased slightly Thursday on spillover weakness from corn and wheat, although a large sale to China reported this morning kept losses minimized. Export inspection news was mixed, with old crop sales dropping to a marketing-year low while new-crop sales were solid. July futures dipped 1.25 cents to \$8.9250, while August futures held steady at \$8.9150.

Soybean basis bids were steady to soft Thursday, dropping 2 to 5 cents lower at three Midwestern processors and losing 4 cents at an Illinois river terminal today.

Soybeans saw net old crop sales of just 8.9 million bushels, plus another 30.9 million bushels of new crop sales, for a total of 39.8 million bushels. That fell in the middle of trade guesses, which ranged between 22.0 million and 58.8 million bushels. Egypt (3.0 million) bought the most old crop sales, while China (21.8 million) captured the lions' share of new crop sales. Cumulative totals for the 2019/20 marketing year have slipped below last year's pace after reaching 1.370 billion bushels. European Union 2019/20 soybean imports were up to 558.9 million bushels through June 28, which is mostly even with last year's pace, according to the latest customs data. EU canola imports are up 40% year-over-year, in contrast.

Preliminary volume estimates were for 155,345 contracts, dropping to nearly half of Wednesday's final count of 295,397.

South African Futures Exchange

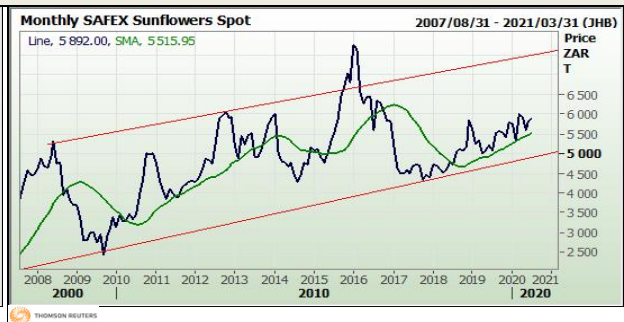
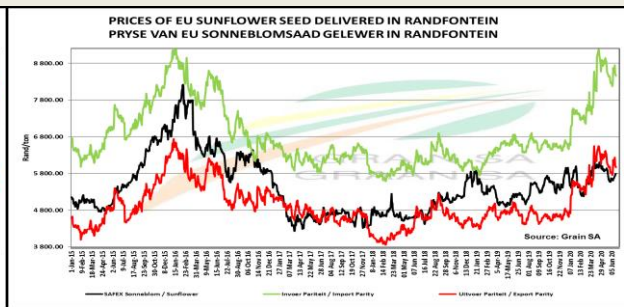
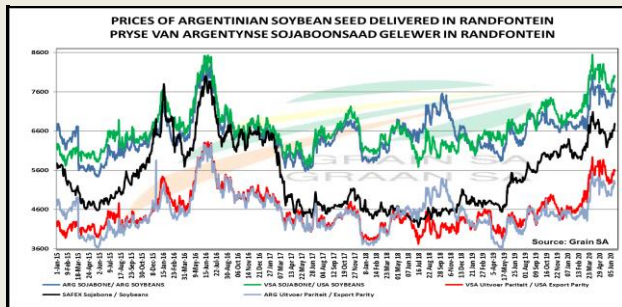
Soybean Future				
	MTM	Vols	Parity Change	Market Price
May 2020				
Jul 2020	R 6 900.00	19%	R 67.42	R 6 967.42
Sep 2020	R 6 979.00	15%	#####	R 1 435.57
Dec 2020	R 7 043.00	15%		R 7 043.00
Mar 2021	R 6 750.00	14%		R 6 750.00
May 2021	R 6 300.00	17%		R 6 300.00
Jul 2021				

Sunflower Seeds Future		
	MTM	Vols
May 2020		
Jul 2020	R 5 892.00	19%
Sep 2020	R 6 031.00	11.5%
Dec 2020	R 6 163.00	15%
Mar 2021	R 6 090.00	0%
May 2021	R 5 863.00	0%
Jul 2021		



The local Soya market traded lower yesterday. The Jul'20 Soya contract ended R25.00 down and Sep'20 Soya closed R17.00 lower. The parity move for the Jul'20 Soya contract for yesterday was R11.00 positive.

The local Suns market closed lower yesterday. The Jul'20 Suns contract closed R12.00 down and Sep'20 Suns closed R3.00 lower.



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