



Fundamental Report

07 July 2020

Financial Markets

Currencies

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
USDollar/Rand	17.0340	16.9936	-0.0404	-0.24%
Euro/Rand	19.2429	19.2181	-0.0248	-0.13%
GBPound/Rand	21.2857	21.2342	-0.0515	-0.24%
AusDollar/Rand	11.8642	11.8309	-0.0333	-0.28%
Euro/USDollar	1.1295	1.1309	0.0014	0.12%
GBPound/USDollar	1.2501	1.2495	-0.0006	-0.05%
AusDollar/USDollar	0.6965	0.6962	-0.0003	-0.04%
JpyYen/USDollar	107.5400	107.3700	-0.1700	-0.16%

BDLive - The JSE reached its best level in four months on Monday, lifted by miners, as growing optimism about the prospects of a global recovery outweighed concerns of a second wave of Covid-19 infections. Despite fears about the resurgence of coronavirus infections, global equities have been supported by encouraging economic data from the world's biggest economies, raising hopes that they may recover sooner than expected.

In the US, the Institute for Supply Management's non-manufacturing business activity index, released earlier, showed a significant improvement in June, almost returning to pre-pandemic levels. However, a recent surge in Covid-19 cases there may once again put that recovery under threat.

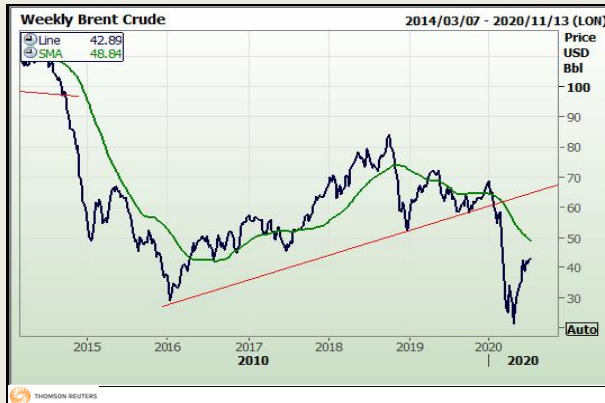
For the moment, however, "Investors are showing optimism at the beginning of the new trading week, despite facing negative headlines on a daily basis, with some market participants already dreaming about new record highs," AxiCorp market analyst Milan Cukovic said.



Commodities

	Last	Value Change	% Change
Platinum	819.45	6.22	0.76%
Gold	1784.13	0.57	0.03%
Silver	18.21	0.00	0.02%
Copper	2.78	0.01	0.31%
Gasoil	369.50	-3.00	-0.81%
Brent Oil	42.90	-0.20	-0.47%

BDLive - Bengaluru — Gold prices eased on Monday as risk sentiment improved ahead of US services sector data, though losses were capped by worries over surging coronavirus cases in some US states. Spot gold was down 0.1% to \$1,773.49 per ounce by 5.06am. US gold futures fell 0.4% to \$1,782.30. "We're seeing some big gains in Hong Kong and Chinese share markets," and that sort of growth-positive movement is generally expected to weigh on gold, said Michael McCarthy, chief strategist at CMC Markets. Asian shares scaled a four-month high on bets for supercheap liquidity and fiscal stimulus to sustain the global economic recovery, with investors awaiting US services sector activity data for June later in the day. Financial markets have regained lost ground as a raft of positive economic readings lifted sentiment, though a spike in Covid-19 cases renewed worries about a swift economic recovery. However, the huge amount of stimulus and evidence in other markets signalling a shift in focus back towards infection rates could help gold "maintain its elevated status", McCarthy said.



Financials

	Current Bid	Value Change	% Change
JSE TOP 40	50503.91	0.00	0.00%
ALSI	50793.00	0.00	0.00%
S&P 500	3130.01	49.71	1.59%
FTSE	6157.30	128.64	2.09%
CAC	5081.51	0.00	0.00%
DAX	12733.45	0.00	0.00%
Hang Seng	26339.16	-15.66	-0.06%



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	349.00	346.50	-0.50	-2.50	347.00	0.50	-2.00
SEP 2020	348.00	346.50	-0.25	-1.50	347.75	1.25	-0.25
DEC 2020	358.00	356.25	-0.50	-1.75	356.75	0.50	-1.25
MAR 2021	369.00	367.50	-0.75	-1.50	367.75	0.25	-1.25
MAY 2021	374.00	373.00	-0.50	-1.00	373.00	0.00	-1.00

FarmFutures - Corn prices continued to rise Monday on another round of technical buying prompted by hot, dry forecasts for the Midwest later this week and next, as traders continue to digest last week's acreage shocker from USDA. Traders also mostly shrugged off a lackluster round of export inspection data earlier today. July futures added 4 cents to \$3.4650, with September futures up 3.25 cents to \$3.4675.

Corn basis bids were narrowly mixed at two Midwestern ethanol plants Monday while holding steady elsewhere across the central U.S. today.

Ahead of this afternoon's crop progress report from USDA, analysts expect the agency to show corn quality dropping a point, with 72% of the crop rated in good-to-excellent condition through July 5.

Private exporters reported to USDA the sale of 8 million bushels of corn for delivery to China during the 2020/21 marketing year, which begins September 1. Private exporters also reported a separate large sale to Mexico totaling 7.2 million bushels. Of that, 4.8 million bushels is for delivery during the 2020/21 marketing year, with the remainder for delivery in 2021/22. December corn futures climbed more than 28 cents higher last week, notes Bill Biedermann in the latest Ag Marketing IQ blog – in part, because last week's quarterly stocks and acreage report from "USDA changed the dynamics of supply and demand equilibrium," he argues. Click here to read about some other headlines that have helped grain prices make positive inroads in recent sessions.

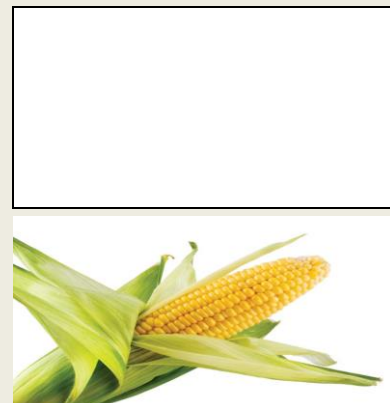
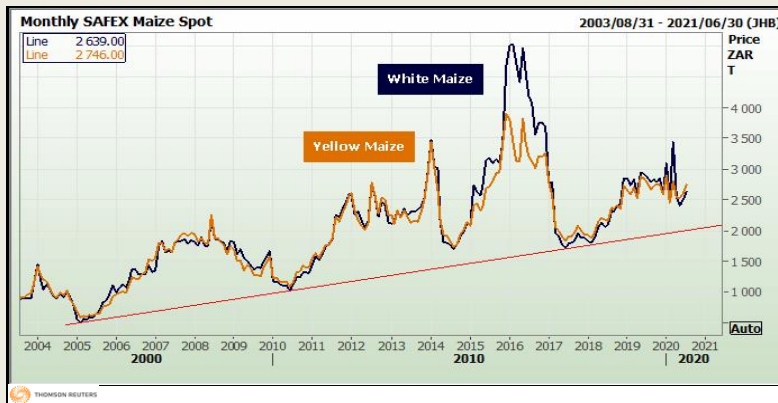
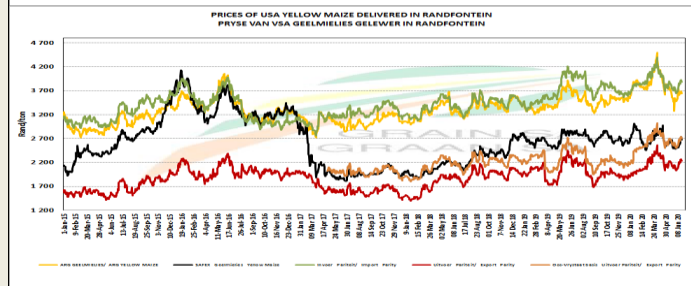
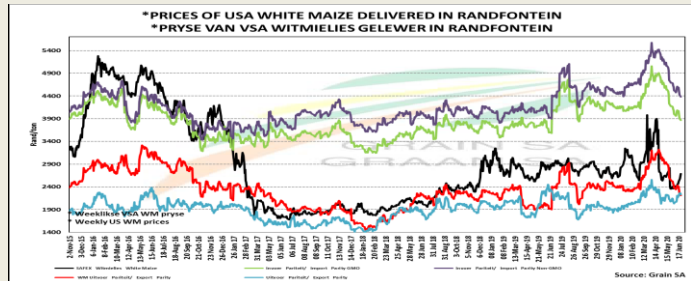
Preliminary volume estimates were for 299,150 contracts, sliding slightly below Thursday's final tally of 319,975.



South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
White Maize Future				
May 2020				
Jul 2020	R 2 639.00	21.75%	R -18.93	R 2 620.07
Sep 2020	R 2 681.00	20%	R -7.21	R 2 673.79
Dec 2020	R 2 769.00	24.5%	R -14.06	R 2 754.94
Mar 2021	R 2 789.00	25.5%	R -14.23	R 2 774.77
May 2021	R 2 765.00	0%	R -12.64	R 2 752.36
Jul 2021	R 2 777.00	25%		R 2 777.00
Yellow Maize Future				
May 2020				
Jul 2020	R 2 746.00	22%	R -18.93	R 2 727.07
Sep 2020	R 2 797.00	18.5%	R -7.21	R 2 789.79
Dec 2020	R 2 876.00	19%	R -14.06	R 2 861.94
Mar 2021	R 2 898.00	19.5%	R -14.23	R 2 883.77
May 2021	R 2 795.00	0%	R -12.64	R 2 782.36
Jul 2021	R 2 795.00	18%		R 2 795.00

The local Maize market traded higher yesterday. The Jul'20 WMAZ contract ended R36.00 up and Jul'20 YMAZ closed R35.00 higher. The Sep'20 WMAZ closed higher by R32.00 and Sep'20 YMAZ ended R28.00 up. The parity move for the Jul'20 Maize contract for yesterday was R17.00 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	488.75	489.50	6.25	0.75	0.00	-489.50	-488.75	JUL 2010	429.00	432.75	4.25	3.75	0.00	-432.75	-429.00
SEP 2020	494.00	493.25	5.50	-0.75	492.00	-1.25	-2.00	SEP 2010	438.00	438.50	4.00	0.50	438.00	-0.50	0.00
DEC 2020	501.00	501.00	5.00	0.00	499.75	-1.25	-1.25	DEC 2010	450.00	451.50	4.00	1.50	451.00	-0.50	1.00
MAR 2021	509.00	508.75	3.75	-0.25	507.25	-1.50	-1.75	MAR 2011	462.00	463.25	4.25	1.25	463.00	-0.25	1.00
MAY 2021	514.00	514.00	3.00	0.00	529.00	15.00	15.00	MAY 2011	470.00	470.50	4.25	0.50	470.00	-0.50	0.00

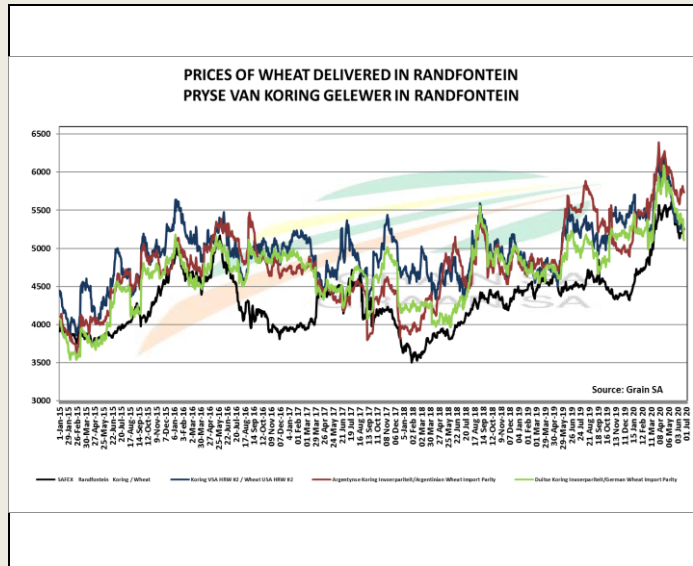


FarmFutures - Wheat prices dropped significantly Thursday on a round of technical selling partly spurred by spillover weakness from other grains, with yield-friendly rains forecasted for the Plains this weekend adding additional headwinds. July Chicago SRW futures dropped 8.75 cents to \$4.90, July Kansas 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. Syria issued a new international tender to purchase 7.3 million bushels of soft wheat to be sourced from Russia. Offers are not due until July 28.

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 5 592.00	18%	R -3 059.05	R 2 532.95
Sep 2020	R 5 100.00	11.5%	R -19.82	R 5 080.18
Dec 2020	R 4 800.00	12.5%	R -15.24	R 4 784.76
Mar 2021	R 4 886.00	0%	R -18.48	R 4 867.52
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 R162.00 up and Sep'20 Wheat closed R55.00 higher. The parity move for the Jul'20 Wheat 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.

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	900.00	898.50	0.00	-1.50	902.00	3.50	2.00
AUG 2020	900.00	898.50	0.00	-1.50	900.50	2.00	0.50
SEP 2020	900.00	899.00	0.00	-1.00	900.75	1.75	0.75
NOV 2020	908.00	906.25	-0.50	-1.75	907.75	1.50	-0.25
JAN 2021	912.00	910.50	-0.25	-1.50	911.25	0.75	-0.75

Month	Main Session Close	Current Overnight
JUL 2010	295.4	0.00
AUG 2010	297.8	298.50
SEP 2010	300.3	301.00
OCT 2010	302.2	303.00
DEC 2010	306	306.90

Month	Main Session Close	Current Overnight
JUL 2010	28.42	0.00
AUG 2010	28.54	28.49
SEP 2010	28.71	28.66
OCT 2010	28.88	28.82
DEC 2010	29.23	29.17



FarmFutures - Soybean prices moved around 0.5% higher Monday on a round of technical buying spurred by hot, dry weather forecasts, worries over declining crop quality and another large sale to China reported this morning. July futures gained 6 cents to \$8.9850, with August futures climbing 7 cents to \$8.9825. July futures have not closed higher than \$9 per bushel since mid-January.

Soybean basis bids fell 4 cents at an Iowa river terminal and 5 cents at a Nebraska processor Monday while holding steady elsewhere across the Midwest today. Analysts expect USDA to dock soybean crop quality another point this week, moving to 70% rated in good-to-excellent condition through July 5. USDA's next weekly crop progress report comes out later this afternoon.

Private exporters reported to USDA the sale of 9.7 million bushels of soybeans for delivery to China during the 2019/20 marketing year, which ends on August 31.

Soybean export inspections for the week ending July 2 tracked moderately higher week-over-week, climbing to 19.2 million bushels and rising above all trade estimates (the highest of which was for 16.5 million bushels). Mexico, China and Indonesia were the top three destinations. Cumulative totals for the 2019/20 marketing year are fractionally behind last year's pace, with 1.372 billion bushels.

South African Futures Exchange

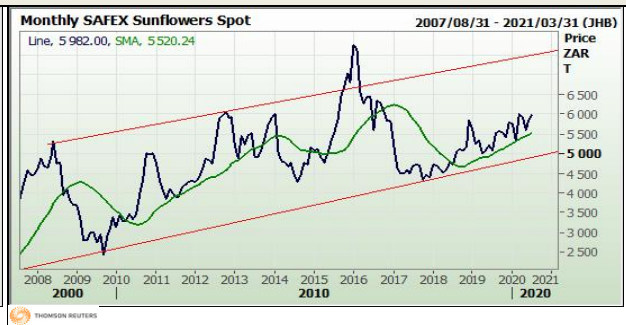
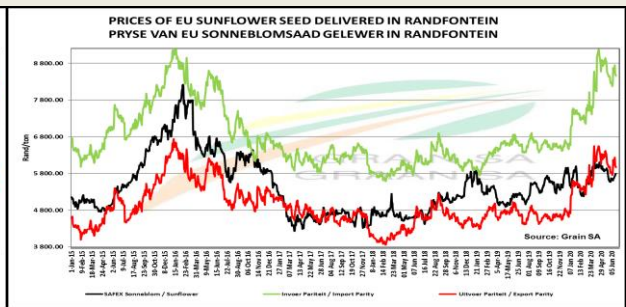
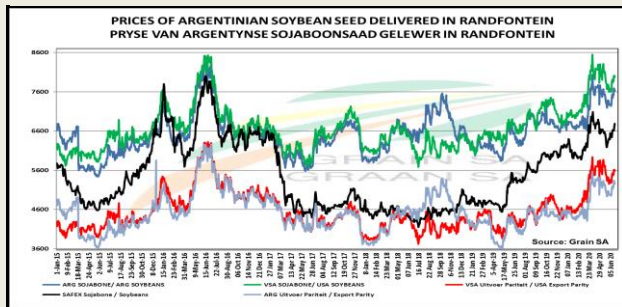
	MTM	Vols	Parity Change	Market Price
May 2020				
Jul 2020	R 7 011.00	19%	R -0.87	R 7 010.13
Sep 2020	R 7 077.00	15%	R -8.68	R 7 068.32
Dec 2020	R 7 123.00	15%		R 7 123.00
Mar 2021	R 6 825.00	14%		R 6 825.00
May 2021	R 6 350.00	17%		R 6 350.00
Jul 2021				

	MTM	Vols
May 2020		
Jul 2020	R 5 982.00	19%
Sep 2020	R 6 115.00	11.5%
Dec 2020	R 6 242.00	15%
Mar 2021	R 6 178.00	0%
May 2021	R 5 888.00	0%
Jul 2021		



The local Soya market traded higher yesterday. The Jul'20 Soya contract ended R81.00 up and Sep'20 Soya closed R78.00 higher. The parity move for the Jul'20 Soya contract for yesterday was R32.00 negative.

The local Suns market closed higher yesterday. The Jul'20 Suns contract closed R78.00 up and Sep'20 Suns closed R85.00 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.